

**SCHOOL DISTRICT OF LOGAN TOWNSHIP**

**LOGAN BOARD OF EDUCATION**

Logan Township, New Jersey  
County of Gloucester

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



**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**OF THE**

**LOGAN TOWNSHIP SCHOOL DISTRICT**

**LOGAN TOWNSHIP, NEW JERSEY**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**Prepared by**

**Logan Township School District  
Business Office**



## OUTLINE OF CAFR

	PAGE
<b>INTRODUCTORY SECTION</b>	
Letter of Transmittal	1
Organizational Chart	7
Roster of Officials	9
Consultants and Advisors	11
<b>FINANCIAL SECTION</b>	
Independent Auditors' Report	15
<b>REQUIRED SUPPLEMENTARY INFORMATION - PART I</b>	
Management's Discussion & Analysis	21
<b>BASIC FINANCIAL STATEMENTS</b>	
A. Government-Wide Financial Statements:	
A-1 Statement of Net Position	33
A-2 Statement of Activities	34
B. Fund Financial Statements:	
Governmental Funds:	
B-1 Balance Sheet	41
B-2 Statement of Revenues, Expenditures & Changes in Fund Balance	42
B-3 Reconciliation of the Statement of Revenues, Expenditures & Changes in Fund Balance of Governmental Funds to the Statement of Activities	43
Proprietary Funds:	
B-4 Statement of Net Position	47
B-5 Statement of Revenues, Expenditures & Changes in Fund Net Position	48
B-6 Statement of Cash Flows	49
Notes to Financial Statements	53
<b>REQUIRED SUPPLEMENTARY INFORMATION - PART II</b>	
C. Budgetary Comparison Schedules:	
C-1 Budgetary Comparison Schedule - General Fund	95
C-1a Combining Schedule of Revenues, Expenditures & Changes in Fund Balance - Budget & Actual	N/A
C-1b Community Development Block Grants - Budget & Actual	N/A
C-2 Budgetary Comparison Schedule - Special Revenue Fund	101
Notes to the Required Supplementary Information:	
C-3 Budget-to-GAAP Reconciliation	105
<b>REQUIRED SUPPLEMENTARY INFORMATION - PART III</b>	
L. Schedules Related to Accounting and Reporting for Pensions (GASB 68):	
L-1 Schedule of the District's Proportionate Share of the Net Pension Liability Public Employees' Retirement System	111
L-2 Schedule of District Contributions - Public Employees' Retirement System	112
L-3 Schedule of the District's Proportionate Share of the Net Pension Liability Teachers' Pension and Annuity Fund	113
L-4 Schedule of District Contributions - Teachers' Pension and Annuity Fund	114
M. Schedules Related to Accounting and Reporting for Other Post-Employment Benefits (GASB 75):	
M-1 Schedule of the Change in Net OPEB Liability and Related Ratios - OPEB	117
Notes to the Required Supplementary Information	118
D. School Based Budget Schedules Fund:	
D-1 Combining Balance Sheet	N/A

## OUTLINE OF CAFR (Continued)

	PAGE
D-2 Blended Resource Fund - Schedule of Expenditures Allocated by Resource Type - Actual	N/A
D-3 Blended Resource Fund - Schedule of Blended Expenditures - Budget & Actual	N/A
E. Special Revenue Fund:	
E-1 Combining Schedule of Revenues & Expenditures - Special Revenue Fund - Budgetary Basis	125
E-2 Preschool Education Aid Schedule(s) of Expenditures - Budgetary Basis	127
F. Capital Projects Fund:	
F-1 Summary Schedule of Project Expenditures	131
F-2 Summary Schedule of Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis	132
F-2a Schedule of Revenues, Expenditures, Project Balance & Project Status - Budgetary Basis - Various School Improvement Projects	133
G. Proprietary Funds:	
Enterprise Funds:	
G-1 Combining Schedule of Net Position	N/A
G-2 Combining Schedule of Revenues, Expenses & Changes in Fund Net Position	N/A
G-3 Combining Schedule of Cash Flows	N/A
Internal Service Funds:	
G-4 Combining Schedule of Net Position	N/A
G-5 Combining Schedule of Revenues, Expenses & Changes in Fund Net Position	N/A
G-6 Combining Schedule of Cash Flows	N/A
H. Fiduciary Funds:	
H-1 Combining Statement of Fiduciary Net Position	N/A
H-2 Combining Statement of Changes in Fiduciary Net Position	N/A
H-3 Student Activity Agency Fund Schedule of Receipts & Disbursements	N/A
H-4 Payroll Agency Fund Schedule of Receipts & Disbursements	N/A
I. Long-Term Debt:	
I-1 Schedule of Serial Bonds	141
I-2 Schedule of Obligations Under Capital Leases	N/A
I-3 Debt Service Fund Budgetary Comparison Schedule	142

**OUTLINE OF CAFR (Continued)**  
**STATISTICAL SECTION (unaudited)**

	<b>PAGE</b>
Financial Trends:	
J-1 Net Position by Component	145
J-2 Changes in Net Position	146
J-3 Fund Balances - Governmental Funds	149
J-4 Changes in Fund Balance - Governmental Funds	150
J-5 Other Local Revenue by Source - General Fund	152
Revenue Capacity:	
J-6 Assessed Value & Estimated Actual Value of Taxable Property	153
J-7 Direct & Overlapping Property Tax Rates	154
J-8 Principal Property Taxpayers	155
J-9 Property Tax Levies & Collections	156
Debt Capacity:	
J-10 Ratios of Outstanding Debt by Type	157
J-11 Ratios of General Bonded Debt Outstanding	158
J-12 Direct & Overlapping Governmental Activities Debt	158
J-13 Legal Debt Margin Information	159
Demographic & Economic Information:	
J-14 Demographic & Economic Statistics	160
J-15 Principal Employers	161
Operating Information:	
J-16 Full-Time Equivalent District Employees by Function/Program	162
J-17 Operating Statistics	163
J-18 School Building Information	164
J-19 Schedule of Required Maintenance	165
J-20 Insurance Schedule	166

**SINGLE AUDIT SECTION**

K-1 Independent Auditors' Report on Compliance and on Internal Control Over Financial Reporting and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	169
K-2 Independent Auditors' Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by The Uniform Guidance and New Jersey OMB Circular 15-08	171
K-3 Schedule of Expenditures of Federal Awards (Not subjected to Single Audit)	175
K-4 Schedule of Expenditures of State Financial Assistance	176
K-5 Notes to Schedules of Awards and Financial Assistance	177
K-6 Schedule of Findings & Questioned Costs Section I	179
K-7 Summary Schedule of Prior Audit Findings	184

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## INTRODUCTORY SECTION

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February 13, 2022

Honorable President and Members of the Board of Education  
Logan Township School District  
County of Gloucester, New Jersey

Dear Board Members/Citizens:

The Comprehensive Annual Financial Report (CAFR) of the Logan Township School 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 Logan Township School District. 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, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the district as of June 30, 2021, and the respective changes in financial position and cash flows, where applicable, thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America. All disclosures necessary to enable the reader to gain an understanding of the district's financial activities have been included.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors.

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

Introductory Section:

Section contains a Letter of Transmittal, Roster of Officials, Consultants and Advisors, and an Organizational Chart.

Financial Section:

Section contains the Independent Auditors' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements, Required Supplementary Information (RSI) and Other Supplementary Information.

Statistical Section:

Section contains selected financial trends, revenue and debt capacity, demographic, economic and other operating information, generally presented on a multi-year basis.

Single Audit Section:

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

## **REPORTING ENTITY AND ITS SERVICES**

The Logan Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standard Board (GASB) as established by NCGA Statement No. 3. All funds of the School District are included in this report. The School District has no component units.

The School District provides a full range of educational services appropriate to grade levels Pre-K through 6. These include regular as well as special education for children with special needs. The School District's enrollment, as of October 15<sup>th</sup>, and for the past nine fiscal years are detailed below.

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2020-2021	843	+0.84%
2019-2020	836	-2.11%
2018-2019	854	2.28%
2017-2018	835	-0.95%
2016-2017	843	-0.82%
2015-2016	850	0.83%
2014-2015	843	0.48%
2013-2014	839	0.12%
2012-2013	838	-4.66%
2011-2012	879	0.57%
2010-2011	874	-3.21%

## **ECONOMIC CONDITION AND OUTLOOK**

Three large industrial parks are located in Logan Township. The Logistic Center at Logan comprises 1,100 acres and the Pureland Industrial Complex covers 3,000 acres. The third industrial park, the Commodore Business Center, is located along the Rt. 322 industrial corridor partially in Logan Township and partially in adjacent Woolwich Township. Pureland Industrial Park is the largest industrial park in the state and has been hailed as the top "ultra-successful" business park in the U.S. according to Site Selection magazine. Currently, the assessed value for the Commercial and Industrial Land (4a & B) in the Industrial Park, which includes 208 properties, is \$994,641,440.

The Logan Township population increased from 3,078 in 1980 to 5,944 in 2017. Preliminary census indicates that the population as of 2020 will be approximately 6000.

The continuing increase in commercial and industrial ratables has softened the effect of taxes increases on residential property over the years.

- 2012 - \$ 614,301,549
- 2013 - \$1,048,963,089
- 2014 - \$1,045,919,769
- 2015 - \$1,033,308,512
- 2016 - \$1,052,335,560
- 2017 - \$1,064,176,460
- 2018 - \$1,384,277,890
- 2019 - \$1,422,687,640
- 2020 - \$1,456,775,440
- 2021 - \$1,512,045,740

## MAJOR INITIATIVES

- Logan Township has always been considered an innovative school district, which places a priority on excellence, equity and student academic, social and emotional growth. The district is extremely proud of the academic achievement of our students as reflected by the ranking we have achieved when compared with other Gloucester County School Districts using the Spring 2019 New Jersey Student Assessments (NJSLA). (State Assessment data was not available for Spring 2020 or Spring 2021 due to the Covid-19 pandemic.) The district's scores for all tested grades 3 to 8 have been one of the highest in the county and across the state. The Spring 2019 Math scores for grades 3, 4, 5, 7 and 8 were the highest (highest % of students who are meeting or exceeding grade level expectations) **of all districts in Gloucester County**. The Spring 2019 ELA scores also showed that the District's students rank among the top districts in the County in all grades with the percentage of 8<sup>th</sup> graders' ELA scores ranking the **highest** in all of Gloucester County. Meanwhile, the demographic group of African American 4<sup>th</sup> grade students had the greatest Mean in Math out of **all of the districts in the state of New Jersey**. All of this data points to the fact that the money that has been spent over the years in our district has been used wisely, namely it has been spent for teaching and learning so that all students' academic, social and emotional needs are met!
- The District strives to remain on the cutting edge in the area of technology in order that our students have the proper technological skills that are required in the 21<sup>st</sup> century workplace environment, which proved extremely beneficial, during the pandemic, when schools were forced to teach remotely. Logan Township School District has been committed to providing an infrastructure, which supports the ever-growing integration of technology to increase effectiveness and efficiency. Over the past nine years, with the addition of a full-time Technology Coach and a full-time Curriculum Supervisor to our staff, there is on-going communication and coordination in district to fully integrate technology into daily instruction and usage, thus mirroring tomorrow's work environment. Chromebooks are used on a daily basis, giving students the opportunity to compose on the computer on a regular basis as early as second grade. Over the past year, Chromebooks were purchased for the districts' youngest student (grades K and 1), thanks to Cares Act Funds. Hatch Tables are used in our Pre-K classes to have students develop language while using technology. Besides these resources, the district has dedicated 3 district staff members to provide support for the various technological needs (both in the classroom and in school and district offices) to maintain a 21<sup>st</sup> century technology-centric environment. This type of support has proven invaluable in the past year, as our students and teachers used the expertise of the Technology Department to successfully teach and learn in a remote environment. Technology Education (S.T.E.M./Science, Technology, Engineering and Mathematics) is provided for many students in the elementary and middle schools.
- Logan Township School District continues to offer early morning classes to middle school students interested in advanced courses including: Italian I (partially funded through an Italian Consulate grant) and Spanish I. Eighth grade students who meet district criteria have the opportunity to enroll in Algebra I. For the past several years, a team of administrators and teachers developed "CHOICE" classes for the eighth grade, which are offered as special area electives. Examples of CHOICE courses include: Coding, Storytelling, Advanced Art Studio, Pre- Engineering, Choir, Band, STEM, Italian 1, Spanish 1 and Culture. All students in 1<sup>st</sup> through 7<sup>th</sup> grades have weekly World Language (Spanish or Italian) instruction.
- The Arts continue to be integral to meet our community's expectations with concerts and a spring musical being important programs for the community (when not in a pandemic year). The district has offered after school programs and clubs, which has provided students the opportunity to participate in drama, choir, dance, art, board games, athletics, and many other extra-curricular areas. Performing Arts activities provide opportunities for students to share their particular talent. As our schools are centered in a culturally diverse community, our faculty is dedicated to ensuring equitable access to all students in each of these programs. We are grateful that the awarding of a School Transformation Grant, which we share with three other districts and Rowan University has helped us provide some afterschool and summer programs for our students.
- The District continues to be a leader in pre-school education. A state grant (ELLI) had been used for many years to serve the at-risk preschool population. In 2010, the District was able to utilize ARRA Federal Stimulus Funds to expand the pre-school program to provide a more inclusive educational environment. During the 2017-2018 school year, the district applied for and was fortunate enough to be awarded a PEEA grant in the amount of \$654,940, which allowed the District to open **four** full-day classrooms for the district's four year-old students. In the summer of 2018, the district applied for and was awarded the PEEA Expansion Grant for a total amount of \$982,410, which expanded full day services to 37 additional three

year old students. Over the past few years, the NJDOE has approved applications to increase the district's full day PreK program to 10 classrooms. We also offered one PreSchool Disabled Class for students who are not able to be integrated into one of the 10 PreK classrooms.

- The District continues to be proactive in addressing building maintenance issues. Many components of the Five-Year Facility Maintenance Plan have been addressed. These include upgrades to the security cameras to include new placements in corridors and additional placements around the exterior of the Logan Schools building and Center Square School and various safety upgrades to the physical plant on both campuses. Energy-cost savings initiatives include changes to the lighting in both district buildings. Several years ago, the District was successful in their application for four R.O.D. (Regular Operating District) Grants which, include replacing Logan School's cooling tower, the addition of an HVAC cooling system to the gymnasium, replacing the boiler, and replacing exterior doors at the Logan Schools building. The District was able to completely pay down long-term debt, which was accomplished in the 2018-2019 school year. This provided the District with the opportunity to ask the voters to support a \$7.8 million Bond Referendum (which was passed in January 2019 by a 81% majority vote) in order to take care of major capital projects that could never be paid for, while keeping the district's budget, within our budget cap. The referendum projects included a new roof on the larger of our two buildings, safety and security upgrades, lighting upgrades, HVAC projects, parking lot paving, new windows etc. The referendum reduced the strain from our capital/maintenance budgets during the time we are experiencing a significant reduction in state aid.
- District curricula are continually being revised by teams of teachers, under the direction of the District's full time Curriculum Supervisor, because the district is committed to maintaining alignment to the New Jersey Student Learning Standards (NJSLS) and to the Next Generation Science Standards (NGSS). A continuous upgrading of instructional resources and teacher training, provided as a result of the partnership of the Supervisor of Curriculum and the three schools' principals, succeed in focusing the teaching and learning on the State's Standards. Focus continues to be on implementing the Marzano Causal Framework for Teaching and Learning as the foundation for the successful implementation of the Marzano Teacher Evaluation System.
- Over the past several years, the District has partnered with Rowan University's Center for Access, Success and Equity (C.A.S.E.) in an effort to review the district curricula through a culturally responsive lens, which provides students and teachers to teach and learn from multiple perspectives. In the fall of 2019, the district was notified that they were one of four districts and Rowan University, who were awarded participation in a four year grant, sponsored by the USDOE in the amount of \$2.4 million. All four districts are committed to equity and access for all students, families, communities and staff. The four districts value cultural, linguistic, economic and ability diversity, as well as all other forms, of the people in our schools, communities and world.
- Professional Learning Opportunities are carefully planned and executed. Training in the various elements of the Marzano Evaluation Model, on the ever-changing technology world, on development of assessments, which inform instruction and on the area of equity are the foci of professional learning opportunities. During the past few years, the District has been able to provide Personalized Professional Learning for teachers by allowing for flexibility in the various professional learning opportunities and the timing of various workshops. The professional staff has responded positively to this type of CHOICE professional learning opportunities. A comprehensive mentor plan outlines services and support provided to teachers new to the profession.

## **INTERNAL ACCOUNTING CONTROLS**

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

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

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

## **BUDGETARY CONTROLS**

In addition to internal accounting controls, the School 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. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section. An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either cancelled or included as re-appropriations of fund balance in the subsequent year.

## **ACCOUNTING SYSTEM AND REPORTS**

The School District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The School District's accounting system is organized on the basis of funds. The funds are explained in "Notes to Financial Statements", Note 1.

## **FINANCIAL POLICIES**

The intent of the School Board is to ensure that the School District manages its budget and finance in a fiscally prudent and responsible way by establishing financial policies for the Budget, Fund Balance and the maintenance of adequate reserves. The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the liability is incurred. Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues except for certain grant revenues, are recognized when susceptible to accrual that is when they become measurable and available. Property taxes, interest and certain General Fund revenues are the significant revenue sources considered susceptible to accrual.

## **OTHER INFORMATION**


### ***INDEPENDENT AUDIT***

State statutes require an annual audit by independent certified public accountants. The accounting firm of Holt McNally and Associates was appointed by the Board of Education. In addition to meeting the requirements set forth in the State statutes, the audit was also designed to meet the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditor's report on the basic financial statements and combining statements and related major fund supporting statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the Single Audit section of this report.

## **ACKNOWLEDGEMENTS**

We would like to express our appreciation to the members of the 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 accomplished without the efficient and dedicated services of our business office staff.

Respectfully submitted,

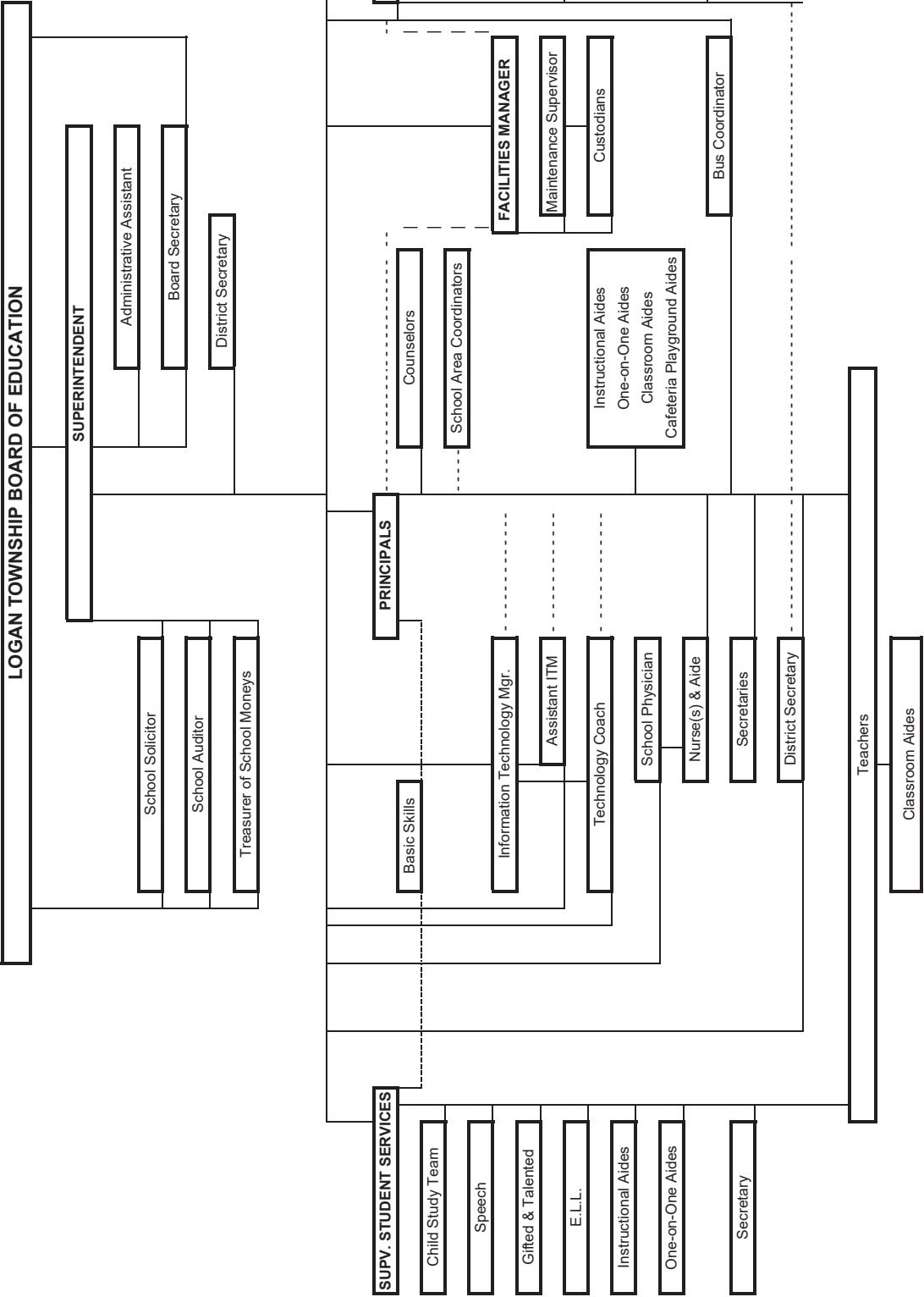
A handwritten signature in blue ink that reads "Patricia L. Haney". The signature is written in a cursive style with a large, flowing "P" and a long, sweeping underline.

Superintendent

A handwritten signature in blue ink that reads "Sarah Bell". The signature is written in a cursive style with a large, flowing "S" and a long, sweeping underline.

School Business Administrator





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**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**110 School Lane**  
**Logan Township, New Jersey 08085**

**ROSTER OF OFFICIALS**

**June 30, 2021**

<b>MEMBERS OF THE BOARD OF EDUCATION</b>	<b>TERM EXPIRES</b>
Carolyn W. Kegler, President	2021
LynNae Hill, Vice President	2022
Kristen Lombardo	2021
John Russell	2022
Stephen Asay	2023
Kelley Mason	2022
Alexis Rhone	2023
Brian Bowen	2023
Kimberly Reid	2023

**OTHER OFFICIALS**

Patricia L. Haney, Superintendent

Sarah J. Bell, Business Administrator

Lisa Toff, Board Secretary

Joseph F. Betley, Esq., Solicitor

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**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**LOGAN TOWNSHIP, NEW JERSEY**

**CONSULTANTS AND ADVISORS**

**AUDIT FIRM**

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**FINANCIAL ADVISOR**

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Mt. Laurel, New Jersey 08054

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**FINANCIAL SECTION**

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## **INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Education  
Logan Township School District  
County of Gloucester  
Swedesboro, New Jersey

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

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

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

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

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

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

## **Opinions**

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

## **Emphasis of Matter**

### *Change in Accounting Principle*

As discussed in Note 1 to the financial statements, during the fiscal year ended June 30, 2021 the School District adopted new accounting guidance, *GASB Statement No. 84, Fiduciary Activities*. Our opinion is not modified with respect to this matter.

### *Prior Period Restatement*

Due to the implementation of GASB Statement No. 84, fund balance as of June 30, 2020 on the statement of activities and the statement of revenues, expenditures, and changes in fund balances has been restated, as discussed in Note 21 to the financial statements. Our opinion is not modified with respect to this matter.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and the schedules related to accounting and reporting for pensions and other post-employment benefits, as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Logan Township School District's basic financial statements. The introductory section, combining and individual fund statements long-term debt schedules and statistical section, are presented

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

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated February 13, 2022 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

Respectfully Submitted,

**HOLT MCNALLY & ASSOCIATES, INC.**  
*Certified Public Accountants & Advisors*



Michael Holt  
Certified Public Accountant  
Public School Accountant, No. 1148

Medford, New Jersey  
February 13, 2022

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**REQUIRED SUPPLEMENTARY INFORMATION - PART I**

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**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**  
**(Unaudited)**

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

**Overview of the Basic Financial Statements**

This discussion and analysis is intended to serve as an introduction to the School District's basic financial statements. Comparison to the prior year's activity is provided in this document. The basic financial statements are comprised of three components:

- 1) Government-Wide financial statements, 2) Fund financial statements, and 3) Notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-Wide Financial Statements**

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

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

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

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

**Fund Financial Statements**

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

**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**  
**(Unaudited) (Continued)**

**Overview of the Basic Financial Statements (continued)**

**Fund Financial Statements (continued)**

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

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

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

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

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

The School District's one enterprise fund (Food Service Fund) is listed individually and is considered to be a major fund.

**Notes to the Basic Financial Statements**

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

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

Recall that the Statement of Net Position provides the perspective of the school district as a whole (governmental and business-type activities). Net position may serve over time as a useful indicator of a government's financial position.

The School District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt and other long-term liabilities, the acquisition and disposal of capital assets, and the depreciation of capital assets.



**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**  
**(Unaudited) (Continued)**

**Financial Analysis of the School District as a Whole (continued)**

As described in Note 1 to the financial statements "Adopted Accounting Pronouncements", the district has adopted the provisions of GASB Statement No. 84, *Fiduciary Activities*, for the year ended June 30, 2021. The adoption of this principle resulted in a restatement of the District's opening net position as of July 1, 2020 in the amount of \$121,503, as indicated in Note 21 to the Financial Statements. Prior years' balances reflected in the MD&A have been updated to reflect this change.

Table 1 provides a summary of the School Districts net position for the fiscal years 2021 compared to fiscal year 2020.

**Table 1**  
**Summary of Net Position**

	June 30, <u>2021</u>	June 30, <u>2020</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Current & Other Assets	\$ 8,054,114	\$ 6,650,042	\$ 1,404,072	21.1%
Capital Assets, Net	14,403,875	14,795,804	(391,929)	-2.6%
Total Assets	<u>22,457,989</u>	<u>21,445,846</u>	<u>1,012,143</u>	4.7%
Deferred Outflow of Resources	<u>671,123</u>	<u>1,002,789</u>	<u>(331,666)</u>	-33.1%
Current and other Liabilities	1,140,042	783,287	356,755	45.5%
Noncurrent Liabilities	10,118,785	11,257,087	(1,138,302)	-10.1%
Total Liabilities	<u>11,258,827</u>	<u>12,040,374</u>	<u>(781,547)</u>	-6.5%
Deferred Inflow of Resources	<u>1,508,417</u>	<u>1,285,234</u>	<u>223,183</u>	100.0%
Net Position:				
Net Investment in Capital Assets	8,273,071	8,423,108	(150,037)	-1.8%
Restricted	5,117,156	4,375,777	741,379	16.9%
Unrestricted (Deficit)	(3,028,359)	(3,675,858)	647,499	-17.6%
Total Net Position	<u>\$ 10,361,868</u>	<u>\$ 9,123,027</u>	<u>\$ 1,238,841</u>	13.6%

**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**  
**(Unaudited) (Continued)**

Table 2 shows the changes in net position for fiscal year 2021 compared to fiscal year 2020.

**Table 2**  
**Summary of Changes in Net Position**

	June 30, <u>2021</u>	June 30, <u>2020</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
<b>Revenues:</b>				
Program Revenues:				
Charges for Services	\$ -	\$ 123,337	\$ (123,337)	-100.0%
Operating Grants & Contributions	8,004,987	5,037,137	2,967,850	58.9%
General Revenues:				
Property Taxes	13,735,602	13,332,484	403,118	3.0%
Federal & State Aid	4,304,179	4,873,187	(569,008)	-11.7%
Other General Revenues	237,571	261,917	(24,346)	-9.3%
Total Revenues	<u>26,282,339</u>	<u>23,628,062</u>	<u>2,654,277</u>	<u>11.2%</u>
<b>Function/Program Expenditures:</b>				
Regular Instruction	5,517,934	5,503,258	14,676	0.3%
Special Education Instruction	1,086,605	1,164,328	(77,723)	-6.7%
Basic Skill/Remedial Instruction	482,349	519,399	(37,050)	-7.1%
Other Instruction	21,501	32,852	(11,351)	-34.6%
Tuition	3,985,914	3,607,211	378,703	10.5%
Student & Instruction Related Services	2,317,355	2,169,411	147,944	6.8%
General Administrative	690,666	685,299	5,367	0.8%
School Administrative Services	194,878	250,289	(55,411)	-22.1%
Plant Operations & Maintenance	1,230,707	1,388,851	(158,144)	-11.4%
Pupil Transportation	899,995	1,267,454	(367,459)	-29.0%
Unallocated Benefits	7,266,658	5,999,793	1,266,865	21.1%
Adjustment to Fixed Assets	-	287,305	(287,305)	-100.0%
Interest & Other Charges	204,332	205,731	(1,399)	-0.7%
Unallocated Depreciation	900,789	688,366	212,423	30.9%
Food Service	365,318	284,240	81,078	28.5%
Total Expenditures	<u>25,165,001</u>	<u>24,053,787</u>	<u>1,111,214</u>	<u>4.6%</u>
Change In Net Position	1,117,338	(425,725)	1,543,063	-362.5%
Net Position - Beginning, as restated	9,244,530	9,548,752	(304,222)	-3.2%
Net Position - Ending	<u>\$ 10,361,868</u>	<u>\$ 9,123,027</u>	<u>\$ 1,278,296</u>	<u>14.0%</u>

**Governmental Activities**

During the fiscal year 2021, the net position of governmental activities increased by \$1,117,338 or 12.1%. The primary reason for the increase was due to a decrease in operating expenditures for the District as a result of the 20/21 school year being virtual as a result of the Covid-19 pandemic.

The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$9,742,971, with an unrestricted deficit balance of \$(3,384,550). The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable, GASB 68 net pension liability, and the last two state aid payments. In addition, state statutes prohibit school districts from maintaining more than 4% of its adopted budget as unassigned fund balance.

**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**  
**(Unaudited) (Continued)**

The School District's governmental activities unrestricted net position had GASB 68 pension not been implemented would have been as follows:

**Table 3**  
**GASB 68 Effect on Unrestricted Net Position**

Unrestricted Net Position (With GASB 68)	\$ (3,384,550)
Add back: PERS Pension Liability	2,448,531
Less: Deferred Outflows related to pensions	(671,123)
Add back: Deferred Inflows related to pensions	<u>1,508,417</u>
Unrestricted Net Position (Without GASB 68)	<u><u>\$ (98,725)</u></u>

**Business-type Activities**

During the fiscal year 2021, the net position of business-type activities increased by \$280,573 or 82.9%.

The assets and deferred outflows of the business-type activities exceeded liabilities and deferred inflows by \$618,897.

**General Fund Budgeting Highlights**

Final budgeted revenues were \$17,442,185, which was the same as the original budget. Excluding nonbudgeted revenues, the School District's actual revenues exceeded budgeted revenues by \$113,343.

Final budgeted appropriations were \$19,900,713, which was an increase of \$76,348 from the original budget. The increase is due to prior year reserve for encumbrances, which increase the budget appropriations in the subsequent fiscal year's budget. Excluding nonbudgeted expenditures, the School District's budget appropriations exceeded actual expenditures by \$3,324,375.

The School District's general fund balance – budgetary basis (Exhibit C-1) was \$5,914,333 at June 30, 2021, an increase of \$979,190 from the prior year.

**Governmental Funds**

At the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$6,771,999, an increase of \$711,702 from the prior year.

*General fund* - During the current fiscal year, the fund balance of the School District's general fund increased by \$1,052,183 or 23.3% to \$5,564,511 at June 30, 2021, compared to an increase of \$432,894 in fund balance in the prior fiscal year.

*Special revenue fund* – During the current fiscal year, the fund balance of the School District's special revenue fund decreased by \$(55,179) to \$(117,741) at June 30, 2021, compared to a decrease of \$(1,733) in fund balance in the prior fiscal year.

**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**  
**(Unaudited) (Continued)**

*Capital projects fund* – During the current fiscal year, the fund balance of the School District's capital projects fund decreased by \$(243,108) to \$1,254,196 at June 30, 2021 compared to a decrease of \$1,497,304 in fund balance in the prior fiscal year. The primary factor for the decrease was related to the expenditures for the various capital projects of the District.

*Debt service fund* - During the current fiscal year, the fund balance of the School District's debt service fund decreased by \$(42,194) to \$71,033 at June 30, 2021, compared to an increase of \$69,143 in fund balance in the prior fiscal year.

**Proprietary Funds**

*Food service fund* - During the current fiscal year, the net position of the School District's food service fund increased by \$280,573 or 82.9% to \$618,897 at June 30, 2021, compared to an increase of \$37,939 in fund balance in the prior fiscal year.

**Capital Assets**

The School District's capital assets for its governmental and business-type activities as of June 30, 2021, totaled \$14,403,875 (net of accumulated depreciation). Capital assets includes land, land improvements, buildings and improvements and equipment. The School District's "Net Investment in Capital Assets" component of net position represents capital assets, net of accumulated depreciation less any outstanding debt associated with the capital assets. There was a net decrease in the School District's investment in capital assets for the current fiscal year for \$391,929. This decrease is primarily due to the current year depreciation exceeding current year additions of capital assets. Table 4 shows fiscal 2021 balances compared to 2020.

**Table 4**  
**Summary of Capital Assets**

	June 30, <u>2021</u>	June 30, <u>2020</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
<u>Capital Asset (Net of Depreciation):</u>				
Land	\$ 115,872	\$ 115,872	\$ -	0.0%
Construction in Progress	-	6,372,696	(6,372,696)	-100.0%
Land Improvements	195,844	217,288	(21,444)	-9.9%
Building and Improvements	13,364,740	7,535,286	5,829,454	77.4%
Equipment	727,419	554,662	172,757	31.1%
	<u>\$ 14,403,875</u>	<u>\$ 14,795,804</u>	<u>\$ (391,929)</u>	-2.6%

Depreciation expense for the year was \$917,031. Additional information on the School District's capital assets can be found in the notes to the basic financial statements (Note 5) of this report.

**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**  
**(Unaudited) (Continued)**

**Debt Administration**

**Long-term debt** – At the end of the current fiscal year, the School District had total bonded debt outstanding of \$7,385,000, which is a decrease of \$485,000 from the prior year.

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

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

- The future of state aid is uncertain for New Jersey School Districts, especially those with declining enrollment over the past ten years (Logan Township is one of those districts). The District was notified in late June of 2017 of a loss in state aid in the amount of \$108,328.
- This situation was exacerbated as a result of ongoing state aid reductions over the past four years, and is projected to continue for the next three years, as a result of the S2 legislation. Overall, the total loss for the District, due to the S2 legislation, is a reduction of the district Equalization Aid by 100%. (Equalization Aid made up 77% of the total state aid Logan received.) State aid cuts over the past four years included:
  - \$232,800 in FY2019
  - \$492,502 in FY2020
  - \$749,883 in FY2021
  - \$947,715 in FY2022
- There continues to be a gloomy financial outlook through no fault of the district. Previous to the S2 legislation, the district received \$5,215,466 in state aid. The state has notified us that we should project to have the district's state aid cut by a total of \$3,788,474 by FY2025, which includes the following projections in continued state aid loss
  - \$879,382 in FY 2023
  - \$546,816 in FY 2024
  - \$172,679 in FY 2025
- Due to this continuous reduction in state aid, the district has been forced to reduce staff. Up to this point, most of this reduction in staff has been achieved through attrition, not through RIFs, but this is projected to change in the coming years, as the state aid cuts continue to slaughter this district.
- Besides being on the receiving end of these catastrophic cuts, the district which receives 2/3 of our high school resident students (Kingsway Regional) is likely to increase the tuition payments we are set to make because they have received an increase in state aid (they were deemed to be "underfunded") and therefore they can spend more on their students. Couple those two factors (decrease in state aid and the projection of steady increases in high school tuition) with the fact that the district is still not able to exceed raising taxes by more than the 2% of the tax levy, the financial future does not look bright for this district, again through no fault of their own.
- Meanwhile, the district's New Jersey State Learning Assessment (NJSLA) scores for all tested grades 3 to 8 remain one of the highest in the county and across the state. The Spring 2019 (the last year students were assessed by the state) Math scores for grades 3, 4, 5, 7 and 8 were the highest (highest % of students who are meeting or exceeding grade level expectations) of all districts in Gloucester County. The Spring 2019 ELA scores also showed us ranking among the top districts in the County with the

**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**  
**(Unaudited) (Continued)**

percentage of 8th graders' ELA scores ranking the highest in all of Gloucester County. Meanwhile, the demographic group of African American 4th grade students had the greatest Mean in Math out of all of the districts in the state of New Jersey. (Please note that State Assessment did not occur in the Spring 2020, due to the pandemic.) All of this data points to the fact that the money that has been spent over the years in our district has been put to good use, namely it has been spent for teaching and learning so that all students can achieve!

- The District has been able to make deposits into capital and maintenance reserves, which has paid for improvements in facilities over the years.
- The District was able to completely pay down long term debt, which was accomplished in the 2018-2019 school year. This provided the District with the opportunity to present to the voters a \$7.8 million Bond Referendum (which was passed in January 2019 by a 81% majority vote) in order to take care of major capital projects that could never fall within the district budget cap. The projects include a new roof on the larger of our two buildings, safety and security upgrades, lighting upgrades, HVAC projects, parking lot paving, and new windows, etc. The referendum has allowed the district to take some pressure off of our capital/maintenance budgets during the time we continue to experience a significant reduction in state aid.
- The District successfully negotiated a three year Collective Bargaining Agreement with the Logan Teacher Education Association (LTEA) in March 2020, which extends through June 2022. This process proved challenging due to the financial situation the District found itself in, due to the S2 legislation.
- The District is proud of its community support of the public schools. The Board of Education has supported innovative programs in the past and had hoped to continue their support in the future for such programs as the Arts (Music, Art and Drama) and Pre-Engineering/S.T.E.M. However, it seems unlikely that the BOE will be able to continue this support in the budget in the future. We are hopeful that various community organizations and parents, such as the Home and School League and a newly-formed Educational Foundation, might be able to assist the district in the future.
- The District expects limited growth in enrollment over the next few years. The current schools' capacity is sufficient to accommodate this growth. It may be many years before any proposal for housing development (which would have significant impact upon the district) takes hold. The district continues to approach this subject with the mayor at meetings that are held at least twice a year.

In summary, the Logan Township School District is very concerned about how they will meet the fiscal challenges described above, in the future.

**Contacting the School Districts Financial Management**

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Office of the Business Administrator, Logan Township School District, 110 School Lane, Logan Township, NJ 08085. Please visit our website at [www.logan.k12.nj.us](http://www.logan.k12.nj.us).

## **BASIC FINANCIAL STATEMENTS**

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## A. Government-Wide Financial Statements

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**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2021**

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL
Cash & Cash Equivalents	\$ 5,624,996	\$ 336,626	\$ 5,961,622
Receivables, Net (Note 4)	187,036	37,780	224,816
Inventory	-	10,187	10,187
Restricted Cash & Cash Equivalents	1,857,489	-	1,857,489
Capital Assets, Net (Note 5)			
Depreciable	14,141,169	262,706	14,403,875
Total Assets	21,810,690	647,299	22,457,989
DEFERED OUTFLOWS OF RESOURCES			
Related to Pensions (Note 8)	671,123	-	671,123
Total Deferred Outflows of Resources	671,123	-	671,123
Total Assets and Deferred Outflows of Resources	22,481,813	647,299	23,129,112
LIABILITIES			
Accounts Payable	307,033	10,840	317,873
Accrued Interest on Debt	57,261	-	57,261
Unearned Revenue	249,210	17,562	266,772
Payroll Withholdings and Deductions Payable	341,279	-	341,279
Due to Other Governments	156,857	-	156,857
Noncurrent Liabilities (Note 7):			
Due Within One Year	345,000	-	345,000
Due Beyond One Year	9,773,785	-	9,773,785
Total Liabilities	11,230,425	28,402	11,258,827
DEFERED INFLOWS OF RESOURCES			
Related to Pensions (Note 8)	1,508,417	-	1,508,417
Total Deferred Inflows of Resources	1,508,417	-	1,508,417
Total Liabilities and Deferred Inflows of Resources	12,738,842	28,402	12,767,244
NET POSITION			
Net Investments in Capital Assets	8,010,365	262,706	8,273,071
Restricted For:			
Debt Service	71,033	-	71,033
Capital Reserve	757,866	-	757,866
Maintenance Reserve	999,623	-	999,623
Tuition Reserve	100,000	-	100,000
Unemployment Compensation	78,750	-	78,750
Student Activities	30,048	-	30,048
Scholarships	4,720	-	4,720
Excess Surplus	3,075,116	-	3,075,116
Unrestricted (Deficit)	(3,384,550)	356,191	(3,028,359)
Total Net Position	\$ 9,742,971	\$ 618,897	\$ 10,361,868

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2021**

FUNCTIONS/PROGRAMS	NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION					TOTAL
	PROGRAM REVENUES			GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS			
Governmental Activities:						
Instruction:						
Regular	\$ 5,517,934	\$ -	\$ 1,277,003	\$ (4,240,931)	\$ -	(4,240,931)
Special Education	1,086,605	-	-	(1,086,605)	-	(1,086,605)
Basic Skill/Remedial Instruction	482,349	-	-	(482,349)	-	(482,349)
Other Instruction	21,501	-	-	(21,501)	-	(21,501)
Support Services & Undistributed Costs:						
Tuition	3,985,914	-	-	(3,985,914)	-	(3,985,914)
Student & Instruction Related Services	2,317,355	-	847,475	(1,469,880)	-	(1,469,880)
School Administrative Services	194,878	-	-	(194,878)	-	(194,878)
General & Business Administrative Services	690,666	-	-	(690,666)	-	(690,666)
Plant Operations & Maintenance	1,230,707	-	-	(1,230,707)	-	(1,230,707)
Pupil Transportation	899,995	-	-	(899,995)	-	(899,995)
Unallocated Benefits	7,266,658	-	5,234,618	(2,032,040)	-	(2,032,040)
Interest and Charges on Long-Term Debt	204,332	-	-	(204,332)	-	(204,332)
Unallocated Depreciation	900,789	-	-	(900,789)	-	(900,789)
Total Governmental Activities	24,799,683	-	7,359,096	(17,440,587)	-	(17,440,587)

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

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION	
		CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL
Business-Type Activities:						
Food Service	365,318	-	645,891	-	280,573	280,573
Total Business - Type Activities	365,318	-	645,891	-	280,573	280,573
Total Primary Government	25,165,001	-	8,004,987	(17,440,587)	280,573	(17,160,014)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes				13,392,491	-	13,392,491
Taxes Levied for Debt Service				343,111	-	343,111
Federal & State Restricted				303,830	-	303,830
Federal & State Aid Not Restricted				4,000,349	-	4,000,349
Tuition Received				50,607	-	50,607
Miscellaneous Income				186,964	-	186,964
Total General Revenues & Transfers				18,277,352	-	18,277,352
Change In Net Position				836,765	280,573	1,117,338
Net Position - Beginning, as previously stated				8,784,703	338,324	9,123,027
Prior Period Adjustment				121,503	-	121,503
Net Position - Beginning, as re-stated				8,906,206	338,324	9,244,530
Net Position - Ending				\$ 9,742,971	\$ 618,897	\$ 10,361,868

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

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## B. Fund Financial Statements

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## Governmental Funds

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**LOGAN TOWNSHIP SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
JUNE 30, 2021**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL
<b>Assets:</b>					
Cash & Cash Equivalents	\$ 4,204,668	\$ 49,359	\$ 1,299,936	\$ 71,033	\$ 5,624,996
Receivables:					
State	44,475	-	-	-	44,475
Federal	-	103,834	-	-	103,834
Other	2,845	35,882	-	-	38,727
Due from Other Funds	18,882	-	-	-	18,882
Restricted Cash & Cash Equivalents	1,857,489	-	-	-	1,857,489
<b>Total Assets</b>	<b>\$ 6,128,359</b>	<b>\$ 189,075</b>	<b>\$ 1,299,936</b>	<b>\$ 71,033</b>	<b>\$ 7,688,403</b>
<b>Liabilities &amp; Fund Balances:</b>					
<b>Liabilities:</b>					
Accounts Payable	\$ 208,563	\$ 52,730	\$ 45,740	\$ -	\$ 307,033
Due to Other Funds	-	18,882	-	-	18,882
Payroll Withholdings and Deductions Payable	341,279	-	-	-	341,279
Unearned Revenue	14,006	235,204	-	-	249,210
<b>Total Liabilities</b>	<b>563,848</b>	<b>306,816</b>	<b>45,740</b>	<b>-</b>	<b>916,404</b>
<b>Fund Balances:</b>					
Restricted for:					
Capital Reserve Account	757,866	-	-	-	757,866
Maintenance Reserve	999,623	-	-	-	999,623
Tuition Reserve	100,000	-	-	-	100,000
Excess Surplus	1,567,983	-	-	-	1,567,983
Excess Surplus Designated for Subsequent Year's Expenditures	1,507,133	-	-	-	1,507,133
Capital Projects Fund	-	-	931,956	-	931,956
Debt Service Fund	-	-	-	71,033	71,033
Unemployment Compensation	78,750	-	-	-	78,750
Student Activities	-	30,048	-	-	30,048
Scholarships	-	4,720	-	-	4,720
Assigned to:					
Designated for Subsequent Year Expenditures	80,974	-	-	-	80,974
Other Purposes	117,026	-	322,240	-	439,266
Unassigned Fund Balance:					
General Fund	355,156	-	-	-	355,156
Special Revenue Fund	-	(152,509)	-	-	(152,509)
<b>Total Fund Balances</b>	<b>5,564,511</b>	<b>(117,741)</b>	<b>1,254,196</b>	<b>71,033</b>	<b>6,771,999</b>
<b>Total Liabilities &amp; Fund Balances</b>	<b>\$ 6,128,359</b>	<b>\$ 189,075</b>	<b>\$ 1,299,936</b>	<b>\$ 71,033</b>	

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 \$30,941,021 and the accumulated depreciation is \$16,799,852.	14,141,169
Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refunding are applicable to future reporting periods and therefore are not reported in the funds.	
Deferred Outflows related to pensions	671,123
Deferred Inflows related to pensions	(1,508,417)
Long-term liabilities, including net pension liability on bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(10,118,785)
Accrued pension contributions for the June 30, 2020 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.	(156,857)
Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported as a liability in the funds.	(57,261)
Net position of Governmental Activities	<u>\$ 9,742,971</u>

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

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

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL
Revenues:					
Local Sources:					
Local Tax Levy	\$ 13,392,491	\$ -	\$ -	\$ 343,111	\$ 13,735,602
Tuition Charges	50,607	-	-	-	50,607
Miscellaneous	98,519	86,555	1,890	-	186,964
Total Local Sources	13,541,617	86,555	1,890	343,111	13,973,173
State Sources	7,229,938	1,532,219	-	303,830	9,065,987
Federal Sources	-	505,704	-	-	505,704
Total Revenues	20,771,555	2,124,478	1,890	646,941	23,544,864
Expenditures:					
Current:					
Regular Instruction	4,185,752	1,332,182	-	-	5,517,934
Special Education Instruction	1,086,605	-	-	-	1,086,605
Basic Skills/Remedial - Instruction	482,349	-	-	-	482,349
Other Instruction	21,501	-	-	-	21,501
Support Services & Undistributed Costs:					
Tuition	3,985,914	-	-	-	3,985,914
Student & Instruction Related Services	1,531,492	785,863	-	-	2,317,355
School Administrative Services	194,878	-	-	-	194,878
General & Business Administrative Services	690,666	-	-	-	690,666
Plant Operations & Maintenance	1,230,707	-	-	-	1,230,707
Pupil Transportation	899,995	-	-	-	899,995
Unallocated Benefits	2,137,891	-	-	-	2,137,891
On Behalf TPAF Pension and Social Security Contributions	3,143,034	-	-	-	3,143,034
Capital Outlay	127,451	61,612	243,108	-	432,171
Debt Service:					
Principal	-	-	-	485,000	485,000
Interest & Other Charges	1,137	-	-	206,025	207,162
Total Expenditures	19,719,372	2,179,657	243,108	691,025	22,833,162
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	1,052,183	(55,179)	(241,218)	(44,084)	711,702
Other Financing Sources/(Uses):					
Operating Transfer In	-	-	-	1,890	1,890
Operating Transfer Out	-	-	(1,890)	-	(1,890)
Total Other Financing Sources & Uses	-	-	(1,890)	1,890	-
Net Change in Fund Balances	1,052,183	(55,179)	(243,108)	(42,194)	711,702
Fund Balance, July 1, Restated	4,512,328	(62,562)	1,497,304	113,227	6,060,297
Fund Balance - June 30	\$ 5,564,511	\$ (117,741)	\$ 1,254,196	\$ 71,033	\$ 6,771,999

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

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

Total Net Change in Fund Balances - Governmental Funds (From B-2)	\$ 711,702
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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.

When capital outlays and other adjustments exceed depreciation, the difference is an addition in the reconciliation (+); when depreciation and other adjustments exceed capital outlays the difference is a reduction to the reconciliation (-)

Depreciation Expense	\$	(900,789)	
Capital Outlays		432,171	(468,618)

Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period.

64,716

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. The accrued interest is an addition in the reconciliation (+).

2,830

In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).

41,135

Change in Net Position of Governmental Activities	\$ 836,765
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The accompanying Notes to Financial Statements are an integral part of this statement.

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## Proprietary Funds

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

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS	
	FOOD SERVICE	TOTAL
Current Assets:		
Cash & Cash Equivalents	\$ 336,626	\$ 336,626
Accounts Receivable		
State	1,683	1,683
Federal	36,097	36,097
Inventories	10,187	10,187
Total Current Assets	384,593	384,593
Noncurrent Assets:		
Furniture, Machinery & Equipment	429,899	429,899
Less: Accumulated Depreciation	(167,193)	(167,193)
Total Noncurrent Assets	262,706	262,706
Total Assets	647,299	647,299
LIABILITIES		
Current Liabilities:		
Accounts Payable	10,840	10,840
Unearned Revenue	17,562	17,562
Total Liabilities	28,402	28,402
NET POSITION		
Net Investments in Capital Assets	262,706	262,706
Unrestricted	356,191	356,191
Total Net Position	\$ 618,897	\$ 618,897

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
PROPRIETARY FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
AS OF JUNE 30, 2021**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS	
	FOOD SERVICE	TOTAL
Operating Revenues:		
Charges for Services:		
Daily Sales - Reimbursable Programs	\$ -	\$ -
Total Operating Revenues	-	-
Operating Expenses:		
Salaries & Benefits	72,032	72,032
Supplies & Materials	13,823	13,823
Cost of Sales - Reimbursable Programs	211,070	211,070
Depreciation	16,242	16,242
Miscellaneous	52,151	52,151
Total Operating Expenses	365,318	365,318
Operating Income/(loss)	(365,318)	(365,318)
Nonoperating Revenues/(Expenses):		
State Sources:		
State School Lunch Program	16,167	16,167
Federal Sources:		
National School Lunch Program	391,251	391,251
National School Breakfast Program	206,645	206,645
Food Distribution Program	31,774	31,774
Interest & Investment Revenue	54	54
Total Nonoperating Revenues/(Expenses)	645,891	645,891
Income/(Loss) Before Contributions & Transfers	280,573	280,573
Change in Net Position	280,573	280,573
Total Net Position, Beginning	338,324	338,324
Total Net Position - Ending	\$ 618,897	\$ 618,897

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
PROPRIETARY FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
AS OF JUNE 30, 2021**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS	
	FOOD SERVICE	TOTAL
Cash Flows From Operating Activities:		
Receipts from Customers	\$ 13,413	\$ 13,413
Payments to Employees	(72,032)	(72,032)
Payments to Suppliers	(243,933)	(243,933)
Net Cash Provided/(Used) by Operating Activities	(302,552)	(302,552)
Cash Flows From Noncapital Financing Activities:		
State & Federal Sources	614,063	614,063
Net Cash Provided/(Used) by Noncapital Financing Activities	614,063	614,063
Cash Flows From Investing Activities:		
Net Cash Provided/(Used) by Investing Activities	54	54
Net Cash Provided/(Used) by Investing Activities	54	54
Cash Flows from Capital Financing Activities:		
Purchase of Capital Assets	(92,931)	(92,931)
Net Cash Used by Capital Financing Activities	(92,931)	(92,931)
Net Increase/(Decrease) in Cash & Cash Equivalents	218,634	218,634
Balances - Beginning of Year	117,992	117,992
Balances - End of Year	\$ 336,626	\$ 336,626

**Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:**

Operating Income/(Loss)	\$ (365,318)	\$ (365,318)
Adjustments to Reconcile Operating Income/(Loss) to		
Net Cash Provided/(Used) by Operating Activities:		
Depreciation & Net Amortization	16,242	16,242
Food Distribution Program	31,774	31,774
Changes in Assets & Liabilities:		
(Increase)/Decrease in Accounts Receivable	(7,409)	(7,409)
(Increase)/Decrease in Inventories	1,337	1,337
Increase/(Decrease) in Current Liabilities	20,822	20,822
Total Adjustments	62,766	62,766
Net Cash Provided/(Used) by Operating Activities	\$ (302,552)	\$ (302,552)

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

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**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2021**

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**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 1. Summary of Significant Accounting Policies**

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

**Reporting Entity**

The Logan Township School District (hereafter referred to as the “District”) is a Type II School District located in the County of Gloucester, State of New Jersey. As a Type II School District, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three members’ terms expire each year. The purpose of the School District is to educate students in grades kindergarten through eighth at its two schools. The School District has an approximate enrollment at June 30, 2021 of 841 students.

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

**Component Units**

GASB Statement No.14, The Financial Reporting Entity, provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, Determining Whether Certain Organizations are Component Units, GASB Statement No. 61, The Financial Reporting Entity: Omnis - an amendment of GASB Statements No. 14 and No. 34, GASB Statement No. 80, Blending Requirements for Certain Component Units – an Amendment of GASB Statement No. 14 and GASB Statement No. 90 – Majority Equity Interests – an Amendment of GASB Statements No. 14 & No. 61. The School District had no component units as of for the year ended June 30, 2021.

**Government-Wide Financial Statements**

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

These statements are presented on an “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all of the District’s assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

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

related cash flows. The types of transactions reported as program revenues for the District are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions.

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

**Governmental Fund Financial Statements**

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

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

**Proprietary Fund Financial Statements**

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

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



**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

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

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

**Measurement Focus, Basis of Accounting and Financial Statement Presentation**

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

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

While government-wide and fund financial statements are presented separately, they are interrelated. The governmental activities column of the government wide statements incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the District's enterprise funds. Separate financial statements are provided for governmental funds and proprietary funds.

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

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

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

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

the Food Service Fund. Program revenues are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, employee salaries and benefits, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

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

The District reports the following major governmental funds:

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

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

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

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

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

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

The District reports the following major proprietary funds:

**Food Service Fund** – The food service fund accounts for the financial transactions related to the food service operations of the School District.

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

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

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

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

**Budgets/Budgetary Control**

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

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

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

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

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounts as presented in the General Fund Budgetary Comparison Schedules and the Special Revenue Fund Budgetary Comparison Schedule to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds. Note that the District does not report encumbrances outstanding at fiscal

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

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

year-end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the last state aid payments.

**Encumbrances**

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

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

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

**Cash and Cash Equivalents**

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

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

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

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

**Tuition Payable/Receivable**

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

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

**Inventories**

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

**Interfund Receivables/Payables**

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

**Capital Assets**

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

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

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

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

**Compensated Absences**

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

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

**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2021**

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

**Unearned Revenue**

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

**Accrued Liabilities and Long-Term Obligations**

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

**Accounting Estimates**

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

**Interfund Activity**

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

**Fund Balance**

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

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



**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

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

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

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

**Net Position**

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

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

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

**Impact of Recently Issued Accounting Principles**

Adopted Accounting Pronouncements

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

GASB Statement No. 84, "*Fiduciary Activities*". The objective GASB Statement No. 84 is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. GASB Statement No. 84 establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. Statement No. 84 is effective for reporting periods beginning after December 15, 2019. Management has implemented this Statement in the School District's financial statements for the year ended June 30, 2021 with a prior period restatement to beginning net position. See Note 21 for further details.

Statement No. 90, *Majority Equity Interests - an amendment of GASB Statements No. 14 and No. 61*. The primary objectives of this Statement are to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. It defines a majority equity interest and specifies that a majority equity interest in a legally separate organization should be reported as an investment if a government's holding of the equity interest meets the definition of an investment. A majority equity interest that meets the definition of an investment should be measured using the equity method, unless it is held by a special-purpose government engaged only in fiduciary activities, a fiduciary fund, or an endowment (including permanent and term endowments) or permanent fund. Those governments and funds should measure the majority equity interest at fair value. Statement No. 90 is effective for reporting periods beginning after December 15, 2019.

Recently Issued Accounting Pronouncements

The GASB has issued the following Statements which will become effective in future years as shown below:

Statement No. 87, *Leases*. Statement No. 87 establishes a single approach to accounting for and reporting leases by state and local governments. The GASB based the new standard on the principle that leases are financing of the right to use an underlying asset. Statement No. 87 is effective for reporting periods beginning after June 15, 2021. Management has not yet determined the potential impact on the School District's financial statements.

**Bond Premiums, Discounts and Issuance Costs**

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

In governmental fund financial statements, bond premiums and discounts, as well as debt issuance costs are recognized in the current period. The face amount of the debt is reported as other financing sources.



**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

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

Premiums received on debt issuance are also reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds, are reported as debt service expenditures.

**Deferred Loss on Refunding Debt**

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

**Deferred Outflows and Deferred Inflows of Resources**

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

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

**Pensions**

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

**Note 2. Cash Deposits and Investments**

**Cash Deposits**

**Custodial Credit Risk** – Custodial credit risk is the risk that, in the event of a bank failure, the Board's deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000.00 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2021, the District's bank balance of \$7,890,023 was exposed to custodial credit risk as follows:

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 2. Cash Deposits and Investments (continued):**

Insured under FDIC and GUDPA	\$ 7,459,340
Uninsured and Uncollateralized	<u>430,683</u>
	<u><u>\$ 7,890,023</u></u>

**Investments**

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

**Note 3. Reserve Accounts**

**A. Capital Reserve**

A capital reserve account was established by the School District by inclusion of \$150,000 in the 1995-1996 original capital budget, for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

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	\$ 507,557
Increased by:	
Interest Earnings	309
Return of Unspent Funds	449,000
Deposits approved by Board (June 16, 2021)	<u>300,000</u>
	1,256,866
Decreased by:	
Budget Withdrawals	<u>(499,000)</u>
Ending Balance, June 30, 2021	<u><u>\$ 757,866</u></u>

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

**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2021**

**Note 3. Reserve Accounts (continued):**

**Maintenance Reserve**

The School District established a maintenance reserve account for the accumulation of funds for use as required maintenance of a facility in subsequent fiscal years.

Funds placed in the maintenance reserve account are restricted to maintenance projects in the School District's approved Maintenance Plan (M-1). A School District may increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. The balance in the account cannot at any time exceed four percent of the replacement cost of the school district's school facilities for the current year.

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

Beginning Balance, July 1, 2020	\$ 511,973
Increased by:	
Interest Earnings	250
Deposits approved by Board (June 16, 2021)	<u>700,000</u>
	1,212,223
Decreased by:	
Budget Withdrawals	<u>(212,600)</u>
Ending Balance, June 30, 2021	<u><u>\$ 999,623</u></u>

**Tuition Reserve**

The School District established a tuition reserve account for the accumulation of funds for a foreseeable future tuition adjustment pursuant to N.J.A.C. 6A:23A-17.1(f)..

Funds placed in the tuition reserve account are restricted to future tuition payments in the School District's approved budget. A School District may increase the balance in the tuition reserve account by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both.

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

Beginning Balance, July 1, 2020	\$ 300,000
Decreased by:	
Budget Withdrawals	<u>(200,000)</u>
Ending Balance, June 30, 2021	<u><u>\$ 100,000</u></u>

**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2021**

**Note 4. Accounts Receivable**

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

<u>Description</u>	<u>Governmental Funds</u>			<u>Proprietary Funds</u>	
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total Governmental Activities</u>	<u>Food Service Fund</u>	<u>Total Business-Type Activities</u>
Federal Awards	\$ -	\$ 103,834	\$ 103,834	\$ 36,097	\$ 36,097
State Awards	44,475	-	44,475	1,683	1,683
Other	2,845	35,882	38,727	-	-
<b>Total</b>	<b>\$ 47,320</b>	<b>\$ 139,716</b>	<b>\$ 187,036</b>	<b>\$ 37,780</b>	<b>\$ 37,780</b>

**Note 5. Capital Assets**

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

	<u>Balance July 1, 2020</u>	<u>Additions</u>	<u>Retirements and Transfers</u>	<u>Balance June 30, 2021</u>
<b>Governmental Activities:</b>				
Capital assets not being depreciated:				
Land	\$ 115,872	\$ -	\$ -	\$ 115,872
Construction in Progress	6,372,696	-	(6,372,696)	-
Total Capital Assets not being depreciated	6,488,568	-	(6,372,696)	115,872
Capital Assets being depreciated:				
Land Improvements	874,103	-	-	874,103
Buildings and Improvements	20,812,266	201,582	6,372,696	27,386,544
Equipment	2,333,913	230,589	-	2,564,502
Total Capital Assets being depreciated	24,020,282	432,171	6,372,696	30,825,149
Less: Accumulated Depreciation:				
Land Improvements	(656,915)	(21,344)	-	(678,259)
Buildings and Improvements	(13,276,880)	(744,924)	-	(14,021,804)
Equipment	(1,965,268)	(134,521)	-	(2,099,789)
Total Accumulated Depreciation	(15,899,063)	(900,789)	-	(16,799,852)
Total Capital Assets being depreciated, net	8,121,219	(468,618)	6,372,696	14,025,297
Total Governmental Activities Capital Assets, net	\$ 14,609,787	\$ (468,618)	\$ -	\$ 14,141,169

**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2021**

**Note 5. Capital Assets (continued):**

	Balance July 1, <u>2020</u>	<u>Additions</u>	Retirements and Transfers	Balance June 30, <u>2021</u>
<b>Business-Type Activities:</b>				
Equipment	\$ 336,968	\$ 92,931		\$ 429,899
	<u>336,968</u>	<u>92,931</u>	<u>-</u>	<u>429,899</u>
Less: Accumulated Depreciation:				
Equipment	(150,951)	(16,242)		(167,193)
	<u>(150,951)</u>	<u>(16,242)</u>	<u>-</u>	<u>(167,193)</u>
Total Business-Type Activities Capital Assets, net	<u>\$ 186,017</u>	<u>\$ 76,689</u>	<u>\$ -</u>	<u>\$ 262,706</u>

**Note 6. Interfund Receivables, Payables and Transfers**

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

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 18,882	\$ -
Special Revenue Fund	<u>-</u>	<u>18,882</u>
	<u>\$ 18,882</u>	<u>\$ 18,882</u>

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

The summary of interfund transfers is as follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
Debt Service Fund	\$ 1,890	\$ -
Capital Projects Fund	<u>-</u>	<u>1,890</u>
	<u>\$ 1,890</u>	<u>\$ 1,890</u>

The purpose of interfund transfers were for the transfer for interest earned on capital project balances that were transferred to debt service to offset future debt payments.

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 7. Long-Term Obligations**

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

	Balance <u>July 1, 2020</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2021</u>	Balance Due Within <u>One Year</u>
Governmental Activities:					
General Obligation Bonds	\$ 7,870,000	\$ -	\$ 485,000	\$ 7,385,000	\$ 345,000
Compensated Absences	326,389	-	41,135	285,254	-
Net Pension Liability	3,060,698	-	612,167	2,448,531	-
	<u>\$ 11,257,087</u>	<u>\$ -</u>	<u>\$ 1,138,302</u>	<u>\$ 10,118,785</u>	<u>\$ 345,000</u>

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

**A. Bonds Payable:**

The voters of the municipality through referendums authorize bonds in accordance with State Law. All bonds are retired in serial installments within the statutory period of usefulness.

On March 21, 2019, the School District issued \$7,870,000 of General Obligation Bonds. The General Obligation Bonds were issued at interest rates varying from 2.00% to 3.00% and mature on March 15, 2037.

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

Fiscal Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 345,000	\$ 196,325	\$ 541,325
2023	365,000	189,425	554,425
2024	380,000	182,125	562,125
2025	395,000	174,525	569,525
2026	400,000	166,625	566,625
2027-2031	2,235,000	685,100	2,920,100
2032-2036	2,665,000	335,400	3,000,400
2037	600,000	18,000	618,000
	<u>\$ 7,385,000</u>	<u>\$ 1,947,525</u>	<u>\$ 9,332,525</u>

**Bonds Authorized But Not Issued:**

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 8. Pension Plans**

**A. Public Employees' Retirement System (PERS)**

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

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

The following represents the membership tiers for PERS:

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

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

**Contributions** - The contribution policy for PERS is set by *N.J.S.A. 15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2020, the State's pension contribution was less than the actuarial determined amount.

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 8. Pension Plans (continued)**

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

**Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources** - At June 30, 2021, the School District reported a liability of \$2,448,531 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2019, to the measurement date of June 30, 2020. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2020. The School District's proportion measured as of June 30, 2020, was 0.01501%, which was a decrease of 0.00197% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the School District recognized full accrual pension expense of \$99,539 in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2020 measurement date. At June 30, 2021 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between Expected and Actual Experience	\$ 44,584	\$ 8,659
Changes of Assumptions	79,433	1,025,223
Net Difference between Projected and Actual Earnings on Pension Plan Investments	83,693	-
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	306,556	474,535
School District Contributions Subsequent to Measurement Date	<u>156,857</u>	<u>                    </u>
	<u><u>\$ 671,123</u></u>	<u><u>\$ 1,508,417</u></u>

\$156,857 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is based on the amount payable to the State due April 1, 2022 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:



**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 8. Pension Plans (continued)**

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

<b>Year Ending <u>Dec 31,</u></b>	<b><u>Amount</u></b>
2021	\$ (328,700)
2022	(343,986)
2023	(210,394)
2024	(137,409)
2025	<u>26,338</u>
	<u>\$ (994,151)</u>

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 8. Pension Plans (continued)**

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

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 8. Pension Plans (continued)**

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

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

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

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

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

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 8. Pension Plans (continued)**

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

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

**Discount Rate** - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2020. The single blended discount rate was based on long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 3.50% as of June 30, 2019 based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipals bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on 70% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2057. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2057 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

**Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate** - The following presents the School District's proportionate share of the net pension liability as of June 30, 2020, calculated using the discount rate of 7.00% as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	<b>1% Decrease (6.00%)</b>	<b>Current Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
District's Proportionate Share of the Net Pension Liability	<u>\$ 3,106,529</u>	<u>\$ 2,448,531</u>	<u>\$ 1,925,793</u>

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 8. Pension Plans (continued)**

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

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

**Balances at June 30, 2021 and June 30, 2020**

	<u>6/30/2021</u>	<u>6/29/2020</u>
Actuarial valuation date (including roll forward)	June 30, 2020	June 30, 2019
Collective Deferred Outflows of Resources	\$ 1,383,360,202	\$ 2,122,619,897
Collective Deferred Inflows of Resources	6,885,723,332	6,618,184,855
Collective Net Pension Liability	16,435,616,426	18,143,832,135
District's portion of the Plan's total Net Pension Liability	0.01501%	0.01699%

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

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

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

The following represents the membership tiers for TPAF:

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

Service retirement benefits of 1/55<sup>th</sup> of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60<sup>th</sup> of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 8. Pension Plans (continued)**

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

years of service credit, and tier 5 before age 65 with 30 or more years of service credit. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the retirement age for his/her respective tier. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

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

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

**Pension Liability and Pension Expense** - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2020 was \$42,912,109. The School District's proportionate share was \$-0-.

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. The State's proportionate share of the net pension liability associated with the School District was based on projection of the State's long-term contributions to the pension plan associated with the School District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2020, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.06517%, which was a decrease of 0.00084% from its proportion measured as of June 30, 2019.

For the fiscal year ended June 30, 2021, the School District recognized \$2,668,458 in on-behalf pension expense and revenue in the government-wide financial statements, for the State of New Jersey on-behalf TPAF pension contributions. This pension expense and revenue was based on the pension plans June 30, 2020 measurement date.

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 8. Pension Plans (continued)**

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

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

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

The actuarial assumptions used in the July 1, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2015 to June 30, 2018.

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 8. Pension Plans (continued)**

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

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

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

**Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate** – As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. The following represents the State's proportionate share of the net pension liability, attributable to the School District calculated using the discount rate of 5.40% as well as what the State's proportionate share of the net pension liability, attributable to the School District's 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:



**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 8. Pension Plans (continued)**

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

	<b>1% Decrease (4.40%)</b>	<b>Current Discount Rate (5.40%)</b>	<b>1% Increase (6.40%)</b>
Logan Township School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Logan Township School District	50,405,291	42,912,109	36,690,274
	<u>\$ 50,405,291</u>	<u>\$ 42,912,109</u>	<u>\$ 36,690,274</u>

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

**Additional Information** – The following is a summary of the collective balances of the local group at June 30, 2020 and 2019:

**Balances at June 30, 2021 and June 30, 2020**

Actuarial valuation date (including roll forward)	<u>6/30/2020</u>	<u>6/30/2019</u>
Collective Deferred Outflows of Resources	\$ 9,458,881,999	\$ 9,932,767,606
Collective Deferred Inflows of Resources	14,424,322,612	17,539,845,423
Collective Net Pension Liability	65,993,498,688	61,519,112,443
District's portion of the Plan's total Net Pension Liability	0.06517%	0.06600%

**C. Defined Contribution Plan (DCRP)**

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

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007;
- Employees enrolled in the Public Employees' Retirement System (PERS) or Teachers' Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits;

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 8. Pension Plans (continued)**

**C. Defined Contribution Plan (DCRP) (continued)**

- Employees enrolled in the Police and Firemen's Retirement System (PFRS) or State Police Retirement System (SPRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits;
- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually. The minimum salary in 2020 is \$8,300 and is subject to adjustment in future years.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually. The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees

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

For the year ended June 30, 2021, employee contributions totaled \$20,544, and the School District recognized an expense for payments made to the Defined Contribution Retirement program in the amount of \$15,128.

**Note 9. Other Post-Retirement Benefits**

**General Information about the OPEB Plan**

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

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 9. Other Post-Retirement Benefits (continued)**

**General Information about the OPEB Plan (continued)**

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 is the responsibility of the individual local education employers.

**Basis of Presentation**

The Schedule presents the State of New Jersey's obligation under NJSA 52:14-17.32f. The Schedule does not purport to be a complete presentation of the financial position or changes in financial position of the State Health Benefit Local Education Retired Employees Plan or the State of New Jersey. The accompanying Schedule was prepared in accordance with U.S. generally accepted accounting principles.

Such preparation requires management of the State of New Jersey to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

**Total Nonemployer OPEB Liability**

The total nonemployer OPEB liability as of June 30, 2020, was determined by an actuarial valuation as of June 30, 2019, which was rolled forward to June 30, 2020. The 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.

Total Nonemployer OPEB Liability:                      \$        67,809,962,608

**Inflation Rate:**    2.5%

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

Preretirement mortality rates were based on the Pub-2010 Healthy "Teachers" (TPAF/ABP), "General" (PERS), and "Safety" (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019. Postretirement mortality rates were based on the Pub-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2020. Disability mortality was based on the Pub-2010 "General" classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2020.

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 9. Other Post-Retirement Benefits (continued)**

**OPEB Obligation and OPEB Expense** - The State's proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2020 was \$46,829,200. The School District's proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2020, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. The State's proportionate share of the OPEB Obligation associated with the District was based on projection of the State's long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2020, the State proportionate share of the OPEB Obligation attributable to the School District was 0.0691%, which was an increase of 0.0001% from its proportion measured as of June 30, 2019.

For the fiscal year ended June 30, 2021, the State of New Jersey recognized an OPEB expense in the amount of \$2,323,432 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2020 measurement date.

**Health Care Trend Assumptions**

For pre-Medicare medical benefits, the trend rate is initially 5.6% and decreases to a 4.5% long-term trend rate after seven years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rates for fiscal year 2021 through 2022 are reflected. The assumed post-65 medical trend is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.0% and decreases to a 4.5% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

**Discount Rate**

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

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

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 9. Other Post-Retirement Benefits (continued)**

**Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate (continued)**

	<b>June 30, 2020</b>		
	<b>At 1% Decrease (1.21%)</b>	<b>At Discount Rate (2.21%)</b>	<b>At 1% Increase (3.21%)</b>
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 56,455,018	\$ 46,829,200	\$ 39,302,738
State of New Jersey's Total Non- employer Liability	\$ 81,748,410,002	\$ 67,809,962,608	\$ 56,911,439,160

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

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

	<b>June 30, 2020</b>		
	<b>1% Decrease</b>	<b>Healthcare Cost Trend Rate *</b>	<b>1% Increase</b>
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 37,802,109	\$ 46,829,200	\$ 57,578,459
State of New Jersey's Total Nonemployer OPEB Liability	\$ 54,738,488,540	\$ 67,809,962,608	\$ 83,375,182,975

\* See Healthcare Cost Trend Assumptions for details of rates.

**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2021**

**Note 9. Other Post-Retirement Benefits (continued)**

**Additional Information**

Collective balances of the Local Group at June 30, 2020 are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change in Proportion Differences between Expected & Actual Experience	\$ 10,295,318,750	\$ (9,170,703,615)
Change in Assumptions	-	-
Contributions Made in Fiscal Year Year Ending 2020 After June 30, 2019 Measurement Date **	11,534,251,250	(7,737,500,827)
	TBD	-
	<u>\$ 21,829,570,000</u>	<u>\$ (16,908,204,442)</u>

\*\* Employer Contributions made after June 30, 2020 are reported as a deferred outflow of resources, but are not amortized in expense.

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

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

**Plan Membership**

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

	June 30, 2019
Active Plan Members	216,804
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	149,304
	<u>366,108</u>

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 9. Other Post-Retirement Benefits (continued)**

**Changes in the Total OPEB Liability**

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

**Total OPEB Liability**

Service Cost	\$ 1,790,973,822
Interest Cost	1,503,341,357
Difference Between Expected & Actual Experience	11,544,750,637
Changes of Assumptions	12,386,549,981
Contributions: Member	35,781,384
Gross Benefit Payments	<u>(1,180,515,618)</u>
Net Change in Total OPEB Liability	26,080,881,563
Total OPEB Liability (Beginning)	<u>41,729,084,045</u>
Total OPEB Liability (Ending)	<u><u>\$ 67,809,965,608</u></u>
Total Covered Employee Payroll	\$ 14,267,738,658
Net OPEB Liability as a Percentage of Payroll	475%

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

As previously mentioned, the School District receives on-behalf payments from the State of New Jersey for normal costs and post-retirement medical costs related to the Teachers' Pension and Annuity Fund (TPAF) pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2021, the on-behalf payments for pension, social security, post-retirement medical costs, and long-term disability were \$2,006,992, \$505,774, \$628,960 and \$1,308, respectively.

**Note 11. Risk Management**

The School 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.

**New Jersey Unemployment Compensation Insurance** – The School District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan the School District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The School District is billed quarterly for amounts due to the State. The following is a summary of School District contributions, reimbursements to the State for benefits paid and the ending balance of the School District's trust fund for the current and previous two years:

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 11. Risk Management (continued)**

<u>Fiscal Year</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2020-2021	\$ 5,265	\$ 41	\$ 7,578	\$ 78,750
2019-2020	15,623	1,017	6,350	81,022
2018-2019	14,000	1,275	1,893	70,732

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

**Joint Insurance Pool** – The School District also participates in the School Alliance Insurance Fund and, public entity risk pool. The Pool provides its members with the following coverage:

Property – Blanket Building & Grounds	General & Automobile Liability
Environmental Impairment Liability	Workers' Compensation
School Board Legal Liability	Excess Liability
Employers Liability	Comprehensive Crime Coverage

**Note 12. Contingencies**

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

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

**Note 13. Economic Dependency**

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



**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2021**

**Note 14. Deferred Compensation**

The School District offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. The plans, which are administered by the entities listed below, 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:

AXA Equitable  
ING Financial Services

**Note 15. Compensated Absences**

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

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

The liability for vested compensated absences of the governmental fund types is recorded in the statement of net position under governmental activities. The current portion of the compensated absence balance is not considered material to the applicable funds total liabilities, and is therefore not shown separately from the long-term liability balance of compensated absences. The amount at June 30, 2021 is \$285,254.

**Note 16. Tax Abatements**

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

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

**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2021**

**Note 17. Calculation of Excess Surplus**

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A.18A:7F-7. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2021 was \$1,567,983.

**Note 18. Fund Balance**

**General Fund** – Of the \$5,564,511 General Fund fund balance at June 30, 2021, \$757,866 has been reserved in the Capital Reserve Account; \$999,623 has been reserved in the Maintenance Reserve Account; \$100,000 has been reserved in the Tuition Reserve account \$1,567,983 is restricted for current year excess surplus; \$1,507,133 is restricted for excess surplus – designated for subsequent year's expenditures; \$78,750 is restricted for unemployment compensation; \$117,026 has been assigned to other purposes; \$80,974 has been assigned as designated for subsequent year's expenditures and \$355,156 is unassigned.

**Special Revenue Fund** – Of the \$(117,741) Special Revenue Fund fund balance at June 30, 2021, \$30,048 is restricted for student activities; \$4,720 is restricted for scholarships; and \$(152,509) is unassigned.

**Capital Projects Fund** – Of the \$1,254,196 Capital Projects Fund fund balance at June 30, 2021, \$1,254,196 is restricted for capital projects of the District.

**Debt Service Fund** – Of the \$71,033 Debt Service Fund fund balance at June 30, 2021, \$71,033 is restricted for future debt service payments.

**Note 19. Deficit Fund Balances**

The School District has a deficit fund balance of \$(117,741) in the Special Revenue Fund as of June 30, 2021 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payment(s) in the subsequent fiscal year, the school district cannot recognize the June state aid payment(s) (on the GAAP financial statements) until the year the State records the payable. Due to the timing difference of recording the June state aid payment(s), the Special Revenue Fund balance deficit does not alone indicate that the district is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unassigned fund balance that is reported as a direct result from a delay in the June payment(s) of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The School District deficit in the fund statements (modified accrual basis) of \$117,741 is less than the last state aid payment.

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 20. Deficit in Net Position**

**Unrestricted Net Position** – The School District had a deficit in unrestricted net position in the amount of \$(3,384,550) at June 30, 2021. The primary causes of the deficit are the School District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the Public Employees' Retirement System (PERS) as of June 30, 2021. This deficit in unrestricted net position for governmental activities does not indicate that the School District is facing financial difficulties.

**Note 21. Prior Period Adjustment**

As discussed in Note 1, the School District has implemented GASB Statement No. 84 – *Fiduciary Activities* in the School District's financial statements for the year ended June 30, 2021. As a result, net position and fund balances as of July 1, 2020 has been restated as follows:

Governmental Activities (Exhibit A-2):

Net Position as previously reported at June 30, 2020	\$ 8,784,703
Prior Period Adjustment:	
Unemployment Fund	84,091
Scholarship Fund	4,817
Student Activities Fund	<u>32,595</u>
Total Prior Period Adjustment	121,503
Net Position as restated, July 1, 2020	<u><u>\$ 8,906,206</u></u>

General Fund (Exhibit B-2):

Fund Balance as previously reported at June 30, 2020	\$ 4,428,237
Prior Period Adjustment:	
Unemployment Fund	<u>84,091</u>
Fund Balance as restated, July 1, 2020	<u><u>\$ 4,512,328</u></u>

Special Revenue Fund (Exhibit B-2):

Fund Balance as previously reported at June 30, 2020	\$ (99,974)
Prior Period Adjustment:	
Scholarship Fund	4,817
Student Activities Fund	<u>32,595</u>
Total Prior Period Adjustment	37,412
Fund Balance as restated, July 1, 2020	<u><u>\$ (62,562)</u></u>

**LOGAN TOWNSHIP SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021**

**Note 22. Subsequent Events**

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2021 and February 13, 2022, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items other than the below have come to the attention of the School District that would require disclosure.

The COVID-19 pandemic is ongoing. Because of the evolving nature of the outbreak and federal, state and local responses, it cannot be predicted how the outbreak will impact the financial condition or operations of the District, or if there will be any impact on the assessed values of property within the School District or deferral of tax payments to municipalities. To date the School District has not been materially and adversely affected financially due to the virus.

**REQUIRED SUPPLEMENTARY INFORMATION - PART II**

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### C. Budgetary Comparison Schedules

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

	ACCOUNT NUMBERS	JUNE 30, 2021				VARIANCE FINAL TO ACTUAL FAVORABLE/ (UNFAVORABLE)
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:						
Local Sources:						
Local Tax Levy	10-1210-000-000	\$ 13,392,491	\$ -	\$ 13,392,491	\$ 13,392,491	\$ -
Tuition from Individuals	10-1310-000-000	-	-	-	11,000	11,000
Tuition from LEA's Within State	10-1320-000-000	25,000	-	25,000	39,607	14,607
Interest Earned on Capital Reserve	10-1000-000-000	500	-	500	308	(192)
Interest Earned on Maintenance Reserve	10-1000-000-000	800	-	800	250	(550)
Miscellaneous	10-1000-000-000	10,000	-	10,000	97,961	87,961
Total Local Sources		13,428,791	-	13,428,791	13,541,617	112,826
State Sources:						
Extraordinary Aid	10-3000-000-000	-	-	-	34,384	34,384
Nonpublic Transportation Aid	10-3200-000-000	-	-	-	7,540	7,540
School Choice Aid	10-3116-000-000	11,176	-	11,176	11,176	-
Categorical Special Education Aid	10-3132-000-000	768,262	-	768,262	768,262	-
Equalization Aid	10-3176-000-000	2,748,565	-	2,748,565	2,748,565	-
Categorical Security Aid	10-3177-000-000	129,058	-	129,058	129,058	-
Categorical Transportation Aid	10-3121-000-000	314,926	-	314,926	314,926	-
Securing our Children's Future Bond Act	10-3256-000-000	41,407	-	41,407	-	(41,407)
Nonbudgeted:						
On-Behalf TPAF Pension Contributions		-	-	-	2,006,992	2,006,992
On-Behalf TPAF Medical Contributions		-	-	-	628,960	628,960
On-Behalf TPAF Long-Term Disability Insurance		-	-	-	1,308	1,308
Reimbursed TPAF Social Contributions		-	-	-	505,774	505,774
Total State Sources		4,013,394	-	4,013,394	7,156,945	3,143,551
Total Revenues		17,442,185	-	17,442,185	20,698,562	3,256,377
Expenditures:						
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Preschool	11-105-100-101	650	-	650	104	546
Local Contribution - Transfer to Special Revenue	11-105-100-936	-	200,000	200,000	200,000	-
Kindergarten	11-110-100-101	344,800	30,063	374,863	371,595	3,268
Grades 1 - 5	11-120-100-101	1,823,120	(79,294)	1,743,826	1,719,299	24,527
Grades 6 - 8	11-130-100-101	1,603,310	(125,465)	1,477,845	1,381,129	96,716
Home Instruction:						
Salaries of Teachers	11-150-100-101	2,000	2,616	4,616	4,616	-
Purchased Professional - Educational Services	11-150-100-320	43,638	(1,000)	42,638	39,645	2,993
Other Purchased Services	11-150-100-500	200	-	200	-	200
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	11-190-100-106	139,829	-	139,829	89,168	50,661
Purchased Professional - Educational Services	11-190-100-320	105,800	-	105,800	12,556	93,244
Purchased Technical Services	11-190-100-340	72,972	(6,000)	66,972	59,886	7,086
Other Purchased Services	11-190-100-500	254,870	(51)	254,819	216,658	38,161
General Supplies	11-190-100-610	128,115	5,930	134,045	81,574	52,471
Textbooks	11-190-100-640	2,600	1,341	3,941	1,674	2,267
Other Objects	11-190-100-800	11,604	-	11,604	7,848	3,756
Total Regular Programs - Instruction		4,533,508	28,140	4,561,648	4,185,752	375,896
Special Education:						
Learning & Language Disabilities:						
Salaries of Teachers	11-204-100-101	145,501	(16,105)	129,396	129,395	1
Other Salaries for Instruction	11-204-100-106	19,540	17,592	37,132	36,678	454
Purchased Professional - Educational Services	11-204-100-320	2,500	-	2,500	-	2,500
General Supplies	11-204-100-610	1,900	150	2,050	2,050	-
Total Learning & Language Disabilities		169,441	1,637	171,078	168,123	2,955

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

	ACCOUNT NUMBERS	JUNE 30, 2021				VARIANCE FINAL TO ACTUAL FAVORABLE/ (UNFAVORABLE)
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	59,399	1,300	60,699	60,699	-
Other Salaries for Instruction	11-212-100-106	17,126	8,782	25,908	25,908	-
Purchased Professional - Educational Services	11-212-100-320	2,500	-	2,500	-	2,500
General Supplies	11-212-100-610	1,400	(150)	1,250	932	318
Total Multiple Disabilities		80,425	9,932	90,357	87,539	2,818
Resource Room/Resource Center:						
Salaries of Teachers	11-213-100-101	554,204	76,395	630,599	630,599	-
Other Salaries for Instruction	11-213-100-106	69,067	(3,965)	65,102	65,038	64
Purchased Professional - Educational Services	11-213-100-320	5,000	-	5,000	88	4,912
General Supplies	11-213-100-610	3,000	-	3,000	2,301	699
Total Resource Room/Resource Center		631,271	72,430	703,701	698,026	5,675
Preschool Disabilities - Part-Time:						
Salaries of Teachers	11-215-100-101	152,256	(13,522)	138,734	55,273	83,461
Other Salaries for Instruction	11-215-100-106	85,392	(1)	85,391	76,814	8,577
Purchased Professional - Educational Services	11-215-100-320	1,000	-	1,000	214	786
General Supplies	11-215-100-610	700	460	1,160	616	544
Total Preschool Disabilities - Part-Time		239,348	(13,063)	226,285	132,917	93,368
Total Special Education		1,120,485	70,936	1,191,421	1,086,605	104,816
Basic Skills/Remedial:						
Salaries of Teachers	11-230-100-101	478,756	2,815	481,571	481,571	-
Purchased Professional - Educational Services	11-230-100-320	3,500	-	3,500	-	3,500
General Supplies	11-230-100-610	1,900	-	1,900	764	1,136
Total Basic Skills/Remedial		484,156	2,815	486,971	482,335	4,636
Bilingual Education - Instruction:						
Salaries of Teachers	11-240-100-101	27,052	(211)	26,841	-	26,841
General Supplies	11-240-100-610	600	-	600	14	586
Total Bilingual Education - Instruction		27,652	(211)	27,441	14	27,427
School Sponsored Cocurricular Activities:						
Salaries	11-401-100-100	-	5,302	5,302	3,604	1,698
Purchased Services	11-401-100-500	1,000	-	1,000	-	1,000
Supplies and Materials	11-401-100-600	13,000	-	13,000	869	12,131
Total School Sponsored Cocurricular Activities		14,000	5,302	19,302	4,473	14,829
Other Instructional Programs - Instruction:						
Salaries	11-403-100-100	4,620	-	4,620	4,620	-
Purchased Services	11-403-100-500	4,000	-	4,000	3,700	300
Supplies and Materials	11-403-100-600	1,000	-	1,000	-	1,000
Total Other Instructional Programs - Instruction		9,620	-	9,620	8,320	1,300
Summer School - Instruction:						
Salaries	11-422-100-101	16,600	-	16,600	7,888	8,712
Other Salaries of Instruction	11-422-100-106	2,000	-	2,000	820	1,180
General Supplies	11-422-100-610	750	-	750	-	750
Total Summer School - Instruction		19,350	-	19,350	8,708	10,642
Summer School - Support Services:						
Salaries	11-422-200-101	2,700	-	2,700	-	2,700
Total Summer School - Support Services		2,700	-	2,700	-	2,700
Total Instruction		6,211,471	106,982	6,318,453	5,776,207	542,246

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

	ACCOUNT NUMBERS	JUNE 30, 2021				VARIANCE FINAL TO ACTUAL FAVORABLE/ (UNFAVORABLE)
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Undistributed Expenditures:						
Instruction:						
Tuition to Other LEA's - State Regular	11-000-100-561	2,820,925	-	2,820,925	2,787,477	33,448
Tuition to Other LEA's - State Special	11-000-100-562	356,578	(1,318)	355,260	243,004	112,256
Tuition to County Vocational Regular	11-100-100-563	210,158	(1,837)	208,321	147,451	60,870
Tuition to County Vocational Special	11-100-100-564	31,374	3,155	34,529	34,529	-
Tuition to County Special Services & Day Schools	11-000-100-565	608,125	(30,240)	577,885	492,484	85,401
Tuition to Private Schools for the Handicapped - State	11-100-100-566	348,473	-	348,473	280,969	67,504
Total Undistributed Expenditures - Instruction		4,375,633	(30,240)	4,345,393	3,985,914	359,479
Attendance & Social Work Services:						
Salaries of Teachers	11-000-211-100	23,623	5,152	28,775	28,775	-
Total Attendance & Social Work Services		23,623	5,152	28,775	28,775	-
Health Services:						
Salaries	11-000-213-100	143,746	(1,990)	141,756	140,164	1,592
Purchased Professional & Technical Services	11-000-213-300	5,000	-	5,000	3,500	1,500
Other Purchased Services	11-000-213-500	320	290	610	606	4
Supplies and Materials	11-000-213-600	3,580	340	3,920	2,599	1,321
Other Objects	11-000-213-800	1,260	110	1,370	1,332	38
Total Health Services		153,906	(1,250)	152,656	148,201	4,455
Other Support Services - Students - Related Services:						
Salaries	11-000-216-100	125,928	-	125,928	97,138	28,790
Purchased Professional - Educational Services	11-000-216-320	57,424	44,340	101,764	93,390	8,374
Supplies and Materials	11-000-216-600	6,925	(5,697)	1,228	1,228	-
Total Other Support Services - Students - Related Services		190,277	38,643	228,920	191,756	37,164
Other Support Services - Special Education - Extraordinary Services:						
Salaries	11-000-217-100	20,623	-	20,623	-	20,623
Purchased Professional - Educational Services	11-000-217-320	285,669	(131,179)	154,490	43,059	111,431
Total Other Support Services - Special Education - Extraordinary Services		306,292	(131,179)	175,113	43,059	132,054
Other Support Services - Students - Regular:						
Salaries of Other Professional Staff	11-000-218-104	166,434	3,330	169,764	169,764	-
Supplies and Materials	11-000-218-600	825	-	825	147	678
Other Objects	11-000-218-800	50	-	50	-	50
Total Other Support Services - Students - Regular		167,309	3,330	170,639	169,911	728
Other Support Services - Students - Special Services:						
Salaries of Other Professional Staff	11-000-219-104	257,415	61,214	318,629	318,629	-
Salaries of Secretarial & Clerical Assistants	11-000-219-105	38,791	-	38,791	38,791	-
Purchased Professional - Technical Services	11-000-219-390	4,500	3,917	8,417	5,613	2,804
Other Purchased Services	11-000-219-500	4,100	(1,590)	2,510	1,129	1,381
Supplies and Materials	11-000-219-600	1,600	900	2,500	2,149	351
Total Other Support Services - Students Special Services		306,406	64,441	370,847	366,311	4,536
Improvement of Instruction Services/Other Support Services - Instruction Staff:						
Salaries of Supervisors of Instruction	11-000-221-102	296,630	(4,470)	292,160	291,344	816
Salaries of Other Professional Staff	11-000-221-104	13,000	-	13,000	13,000	-
Salaries of Secretarial & Clerical Assistants	11-000-221-105	5,750	-	5,750	4,750	1,000

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

	ACCOUNT NUMBERS	JUNE 30, 2021				VARIANCE FINAL TO ACTUAL FAVORABLE/ (UNFAVORABLE)
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Improvement of Instruction Services/Other Support Services - Instruction Staff (continued):						
Purchased Professional - Educational Services	11-000-221-320	350	-	350	-	350
Other Purchased Services	11-000-221-500	800	(145)	655	-	655
Supplies and Materials	11-000-221-600	200	120	320	305	15
Other Objects	11-000-221-800	1,059	25	1,084	1,084	-
Total Improvement of Instruction Services/Other Support Services Instructional Staff		317,789	(4,470)	313,319	310,483	2,836
Educational Media Services/School Library:						
Salaries	11-000-222-100	127,256	(2,380)	124,876	124,440	436
Salaries of Technology Coordinators	11-000-222-177	71,072	48,001	119,073	119,073	-
Other Purchased Services	11-000-222-500	12,400	6,000	18,400	17,502	898
Supplies and Materials	11-000-222-600	12,500	-	12,500	11,743	757
Total Educational Media Services/Library		223,228	51,621	274,849	272,758	2,091
Instructional Staff Training Services:						
Purchased Professional - Educational Services	11-000-223-320	21,690	-	21,690	238	21,452
Other Purchased Services	11-000-223-500	20,400	-	20,400	-	20,400
Total Instructional Staff Training Services		42,090	-	42,090	238	41,852
Support Services General Administration:						
Salaries	11-000-230-100	225,160	-	225,160	217,542	7,618
Legal Services	11-000-230-331	45,000	(4,425)	40,575	13,392	27,183
Audit Fees	11-000-230-332	26,500	-	26,500	26,000	500
Other Purchased Professional Services	11-000-230-339	10,000	4,425	14,425	12,049	2,376
Purchased Technical Services	11-000-230-340	5,850	-	5,850	4,850	1,000
Communications/Telephone	11-000-230-530	24,400	-	24,400	17,360	7,040
BOE Other Purchased Services	11-000-230-585	2,500	-	2,500	796	1,704
Other Purchased Services	11-000-230-590	59,900	-	59,900	52,833	7,067
General Supplies	11-000-230-610	3,150	-	3,150	1,295	1,855
BOE In-House Training/Meeting Supplies	11-000-230-630	900	-	900	133	767
Miscellaneous Expenditures	11-000-230-890	4,505	-	4,505	2,646	1,859
BOE Membership Dues & Fees	11-000-230-895	10,000	-	10,000	9,577	423
Total Support Services General Administration		417,865	-	417,865	358,473	59,392
Support Services School Administration:						
Salaries of Principals & Assistant Principals	11-000-240-103	104,767	4,472	109,239	109,237	2
Salaries of Secretarial & Clerical Assistants	11-000-240-105	112,410	(2,301)	110,109	85,641	24,468
Other Purchased Services	11-000-240-500	4,500	-	4,500	-	4,500
Supplies and Materials	11-000-240-600	3,100	-	3,100	-	3,100
Total Support Services School Administration		224,777	2,171	226,948	194,878	32,070
Central Services:						
Salaries	11-000-251-100	216,871	-	216,871	211,103	5,768
Purchased Professional Services	11-000-251-330	14,000	-	14,000	12,317	1,683
Purchased Technical Services	11-000-251-340	7,450	-	7,450	6,493	957
Miscellaneous Purchased Services	11-000-251-592	3,500	-	3,500	250	3,250
Supplies and Materials	11-000-251-600	3,570	-	3,570	2,895	675
Miscellaneous Expenditures	11-000-251-890	1,400	-	1,400	1,190	210
Total Central Services		246,791	-	246,791	234,248	12,543
Administrative Information Technology:						
Salaries	11-000-252-100	47,575	-	47,575	47,575	-
Purchased Technical Services	11-000-252-340	55,290	-	55,290	50,370	4,920
Other Purchased Services	11-000-252-500	1,300	-	1,300	-	1,300
Total Administrative Information Technology		104,165	-	104,165	97,945	6,220
Allowable Maintenance for School Facilities:						
Salaries	11-000-261-100	130,191	-	130,191	126,869	3,322
Cleaning, Repair & Maintenance Services	11-000-261-420	46,820	-	46,820	37,042	9,778
Lead Testing of Drinking Water	11-000-261-421	500	-	500	-	500
General Supplies	11-000-261-610	35,100	-	35,100	34,695	405
Other Objects	11-000-261-800	-	800	800	352	448
Total Allowable Maintenance for School Facilities		212,611	800	213,411	198,958	14,453

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

	ACCOUNT NUMBERS	JUNE 30, 2021				VARIANCE FINAL TO ACTUAL FAVORABLE/ (UNFAVORABLE)
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Operation & Maintenance of Plant Services & School Facilities:						
Salaries	11-000-262-100	51,764	-	51,764	49,399	2,365
Salaries of Noninstructional Aides	11-000-262-107	50,648	-	50,648	20,471	30,177
Purchased Professional & Technical Services	11-000-262-300	1,000	-	1,000	74	926
Cleaning, Repair & Maintenance Services	11-000-262-420	529,744	(3,600)	526,144	521,314	4,830
Other Purchased Property Services	11-000-262-490	57,173	-	57,173	48,122	9,051
Insurance	11-000-262-520	64,000	7,404	71,404	67,904	3,500
Miscellaneous Purchased Services	11-000-262-590	400	-	400	-	400
General Supplies	11-000-262-610	38,165	-	38,165	28,533	9,632
Energy (Natural Gas)	11-000-262-621	80,000	-	80,000	53,277	26,723
Energy (Electricity)	11-000-262-622	321,600	-	321,600	183,117	138,483
Other Objects	11-000-262-800	2,200	(800)	1,400	510	890
Total Operation & Maintenance of Plant Services & School Facilities		1,196,694	3,004	1,199,698	972,721	226,977
Care & Upkeep of Grounds:						
Other Purchased Professional Technical Services	11-000-263-300	48,500	5,225	53,725	32,980	20,745
General Supplies	11-000-263-610	7,600	-	7,600	4,129	3,471
Total Care & Upkeep of Grounds		56,100	5,225	61,325	37,109	24,216
Security:						
Other Purchased Professional Technical Services	11-000-266-300	5,000	-	5,000	4,027	973
Cleaning, Repair & Maintenance Services	11-000-266-420	9,100	-	9,100	8,272	828
General Supplies	11-000-266-610	12,200	-	12,200	9,620	2,580
Total Security		26,300	-	26,300	21,919	4,381
Student Transportation Services:						
Salaries of Noninstructional Aides	11-000-270-107	700	-	700	-	700
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	30,931	1,682	32,613	32,613	-
Contracted Services (Between Home & School) - Vendors	11-000-270-511	719,378	(5,302)	714,076	486,829	227,247
Contracted Services (Other Than Between Home & School) - Vendors	11-000-270-512	20,500	-	20,500	-	20,500
Contracted Services (Special Education Students) - Vendors	11-000-270-514	-	59,166	59,166	57,085	2,081
Contracted Services (Between Home & School) - Joint Agreements	11-000-270-515	585,560	(59,167)	526,393	292,211	234,182
Contracted Service - Aid in Lieu of Payments	11-000-270-503	47,000	(360)	46,640	30,798	15,842
Misc. Purchased Svc.- Transp.	11-000-270-593	850	-	850	-	850
General Supplies	11-000-270-610	650	-	650	259	391
Miscellaneous Expenditures	11-000-270-800	200	-	200	200	-
Total Student Transportation Services		1,405,769	(3,981)	1,401,788	899,995	501,793
Unallocated Benefits - Employee Benefits:						
Social Security Contributions	11-000-291-220	155,000	-	155,000	131,563	23,437
Other Retirement Contribution - PERS	11-000-291-241	170,000	-	170,000	167,013	2,987
Other Retirement Contribution - Regular	11-000-291-249	20,600	-	20,600	14,995	5,605
Unemployment Compensation	11-000-291-250	35,000	-	35,000	27,232	7,768
Workmen's Compensation	11-000-291-260	74,500	(3,804)	70,696	60,968	9,728
Health Benefits	11-000-291-270	2,131,060	(100,000)	2,031,060	1,568,811	462,249
Tuition Reimbursements	11-000-291-280	40,000	-	40,000	13,199	26,801
Other Employee Benefits	11-000-291-290	216,665	-	216,665	154,110	62,555
Total Unallocated Benefits - Employee Benefits		2,842,825	(103,804)	2,739,021	2,137,891	601,130

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

	ACCOUNT NUMBERS	JUNE 30, 2021				VARIANCE FINAL TO ACTUAL FAVORABLE/ (UNFAVORABLE)
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Nonbudgeted:						
On-Behalf TPAF Pension Contributions		-	-	-	2,006,992	(2,006,992)
On-Behalf TPAF Medical Contributions		-	-	-	628,960	(628,960)
On-Behalf TPAF Long-Term Disability		-	-	-	1,308	(1,308)
Reimbursed TPAF Social Security Contributions		-	-	-	505,774	(505,774)
Total Undistributed Expenditures		12,840,450	(100,537)	12,739,913	13,814,577	(1,074,664)
Total Expenditures - Current Expense		19,051,921	6,445	19,058,366	19,590,784	(532,418)
Capital Outlay:						
Increase in Capital Reserve	10-604-000-000	500	-	500	-	500
Increase in Maintenance Reserve	10-606-000-000	800	-	800	-	800
Equipment:						
Undistributed Expenditures:						
Instruction	12-000-100-730	40,600	69,903	110,503	109,047	1,456
Non-Instructional Services	12-000-300-730	189,000	-	189,000	-	189,000
Facilities Acquisition & Construction Services:						
Construction Services	12-000-400-450	465,407	-	465,407	18,404	447,003
Land and Improvements	12-000-400-710	75,000	-	75,000	-	75,000
Assessment for Debt Service on SDA Funding	12-000-400-896	1,137	-	1,137	1,137	-
Total Capital Outlay		772,444	69,903	842,347	128,588	713,759
Total Expenditures		19,824,365	76,348	19,900,713	19,719,372	181,341
Excess/(Deficiency) of Revenues Over/(Under)						
Expenditures Before Other Financing Sources/(Uses)		(2,382,180)	(76,348)	(2,458,528)	979,190	3,437,718
Excess/(Deficiency) of Revenues Over/(Under)						
Expenditures After Other Financing Sources/(Uses)		(2,382,180)	(76,348)	(2,458,528)	979,190	3,437,718
Fund Balances, July 1, as restated		4,935,143	-	4,935,143	4,935,143	-
Fund Balances, June 30		\$ 2,552,963	\$ (76,348)	\$ 2,476,615	\$ 5,914,333	\$ 3,437,718

RECAPITULATION OF BUDGET TRANSFERS:

Prior Year Encumbrances	\$ 76,348
Total	\$ 76,348

RECAPITULATION OF FUND BALANCE

<b>Restricted Fund Balance:</b>	
Capital Reserve	757,866
Maintenance Reserve	999,623
Tuition Reserve	100,000
Unemployment Compensation	78,750
Excess Surplus - Designated for Subsequent Year	1,507,133
Excess Surplus	1,567,983
<b>Assigned Fund Balance:</b>	
Designated for Subsequent Year Expenditures	80,974
Year End Encumbrances	117,026
<b>Unassigned Fund Balance</b>	<u>704,978</u>
Subtotal	<u>5,914,333</u>
Reconciliation to Governmental Fund Statements (GAAP):	
Last State Aid Payment Not Recognized on GAAP Basis	<u>(349,822)</u>
Fund Balance per Governmental Funds (GAAP)	<u>\$ 5,564,511</u>

**LOGAN TOWNSHIP BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR FISCAL YEAR ENDED JUNE 30, 2021**

	JUNE 30, 2021				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
REVENUES:					
State Sources	\$ 1,575,095	\$ 235,828	\$ 1,810,923	\$ 1,584,754	\$ (226,169)
Federal Sources	284,486	202,539	487,025	462,918	(24,107)
Local Sources	10,000	70,244	80,244	86,555	6,311
Total Revenues	1,869,581	508,611	2,378,192	2,134,227	(243,965)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	721,886	73,301	795,187	766,850	28,337
Salaries of Aides	247,689	4,992	252,681	155,882	96,799
Purchased Professional Educational Services	85,820	-	85,820	55,852	29,968
General Supplies	15,500	163,376	178,876	126,996	51,880
Tuition	186,196	33,724	219,920	217,646	2,274
Student Activities	-	-	-	8,856	(8,856)
Scholarships Awarded	-	-	-	100	(100)
Total Instruction	1,257,091	275,393	1,532,484	1,332,182	200,302
Support Services:					
Salaries of Supervisors of Instruction	13,262	818	14,080	14,080	-
Salaries of Principals	66,022	-	66,022	66,022	-
Salaries of Other Professional Staff	174,928	23,423	198,351	187,917	10,434
Salaries of Secretarial and Clerical Assistants	25,697	-	25,697	25,697	-
Employee Benefits	119,104	202,371	321,475	298,177	23,298
Purchased Professional Services	6,000	20,811	26,811	6,877	19,934
Other Purchased Services	138,000	(32,942)	105,058	73,396	31,662
Miscellaneous Purchased Services	2,000	(977)	1,023	523	500
General Supplies	2,727	18,714	21,441	70,040	(48,599)
Other Objects	750	-	750	348	402
Total Support Services	548,490	232,218	780,708	743,077	37,631
Facilities Acquisition & Construction Services:					
Instructional Equipment	-	30,000	30,000	26,923	3,077
Non-Instructional Equipment	64,000	(29,000)	35,000	34,689	311
Total Facilities Acquisition & Construction Services	64,000	1,000	65,000	61,612	3,388
Total Expenditures	1,869,581	508,611	2,378,192	2,136,871	241,321
Total Outflows	1,869,581	508,611	2,378,192	2,136,871	241,321
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/ (Uses)	-	-	-	(2,644)	(2,644)
Fund Balances, July 1, as previously stated	-	-	-	-	-
Prior Period Adjustment	37,412	-	37,412	37,412	-
Fund Balances, July 1, as restated	37,412	-	37,412	37,412	-
Fund Balances, June 30	\$ 37,412	\$ -	\$ 37,412	\$ 34,768	\$ (2,644)

**Recapitulation of Fund Balance:**

Restricted for:	
Scholarships	\$ 4,720
Student Activities	30,048
Total Fund Balance	<u>\$ 34,768</u>

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**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART II**

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

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

	GENERAL FUND	SPECIAL REVENUE FUND
<b>Sources/Inflows of Resources:</b>		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 20,698,562	\$ 2,134,227
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.	-	42,786
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	422,815	99,974
State aid payment recognized for budgetary purposes, not recognized for GAAP Statements until the subsequent year	(349,822)	(152,509)
	<hr/>	<hr/>
Total Revenue as reported on the statement of revenues, expenditures and changes in fund balances – governmental funds	\$ 20,771,555	\$ 2,124,478
	<hr/>	<hr/>
<b>Uses/outflows of resources:</b>		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 19,719,372	\$ 2,136,871
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.	-	42,786
	<hr/>	<hr/>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	\$ 19,719,372	\$ 2,179,657
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**REQUIRED SUPPLEMENTARY INFORMATION - PART III**

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

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

	2021	2020	2019	2018	2017	2016	2015	2014
School District's proportion of the net pension liability	0.01501%	0.01699%	0.01545%	0.01656%	0.01502%	0.01494%	0.01334%	0.01321%
School District's proportionate share of the net pension liability	\$ 2,448,531	\$ 3,060,698	\$ 3,041,997	\$ 3,854,257	\$ 4,449,442	\$ 3,352,766	\$ 2,496,772	\$ 2,523,941
School District's covered payroll	\$ 900,979	\$ 955,298	\$ 1,092,836	\$ 1,120,331	\$ 998,410	\$ 978,010	\$ 965,149	N/A
School District's proportionate share of the net pension liability as a percentage of its covered payroll	271.76%	320.39%	278.36%	344.03%	445.65%	342.82%	258.69%	N/A
Plan fiduciary net position as a percentage of the total pension liability	58.32%	56.27%	53.60%	48.10%	40.14%	56.31%	62.41%	58.70%

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

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

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

	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution	\$ 164,255	\$ 165,228	\$ 153,676	\$ 153,385	\$ 133,464	\$ 128,407	109,936	99,505
Contributions in relation to the contractually required contribution	(164,255)	(165,228)	(153,676)	(153,385)	(133,464)	(128,407)	(109,936)	(99,505)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 900,979	\$ 955,298	\$ 1,092,836	\$ 1,120,331	\$ 998,410	\$ 978,010	\$ 965,149	N/A
Contributions as a percentage of covered-employee payroll	18.23%	17.30%	14.06%	14.04%	11.91%	13.13%	11.24%	N/A

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

LOGAN TOWNSHIP SCHOOL DISTRICT  
**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**TEACHERS' PENSION AND ANNUITY FUND (TPAF)**  
**LAST SEVEN FISCAL YEARS\***

	2021	2020	2019	2018	2017	2016	2015	2014
School District's proportion of the net pension liability	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	\$ 42,912,109	\$ 40,507,423	\$ 41,239,247	\$ 41,316,959	\$ 45,887,248	\$ 38,498,334	\$ 32,915,040	\$ 30,082,270
School District's covered payroll	\$ 42,912,109	\$ 40,507,423	\$ 41,239,247	\$ 41,316,959	\$ 45,887,248	\$ 38,498,334	\$ 32,915,040	\$ 30,082,270
School District's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	26.95%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

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

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS  
TEACHERS' PENSION AND ANNUITY FUND (TPAF)  
LAST TEN FISCAL YEARS**

This schedule is not applicable. There is a special funding situation where the State of New Jersey pays 100% of the required contributions associated with the School District.

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

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**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**SCHEDULE OF THE CHANGE IN NET OPEB LIABILITY AND RELATED RATIOS**  
**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)**  
**LAST FOUR FISCAL YEARS\***

	2,021	2020	2019	2018
Total OPEB Liability Associated with the District				
Service Cost	1,195,918	1,114,379	1,231,167	1,491,132
Interest Cost	1,022,214	1,240,560	1,334,274	1,155,012
Differences Between Expected and Actual	8,445,455	(4,890,747)	(3,236,952)	-
Changes of Assumptions	8,554,086	423,477	(3,598,765)	(4,832,147)
Contributions: Member	24,710	25,844	28,982	31,079
Gross Benefit Payments	(815,258)	(871,859)	(838,566)	(844,034)
Net Change in Total OPEB Liability Associated with the District	18,427,125	(2,958,346)	(5,079,860)	(2,998,958)
Total OPEB Liability Associated with the District (Beginning)	28,402,075	31,360,421	36,440,281	39,439,239
Total OPEB Liability Associated with the District (Ending)	46,829,200	28,402,075	31,360,421	36,440,281
District's Covered Employee Payroll	7,932,474	7,980,163	8,486,513	7,913,776
Net OPEB Liability Associated with the District as a Percentage of Payroll	590.35%	355.91%	369.53%	460.47%

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

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

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

**Teachers Pension and Annuity Fund (TPAF)**

**Changes in Benefit Terms** - None.

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

**Public Employees' Retirement System (PERS)**

**Changes in Benefit Terms** - None.

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

**State Health Benefit Local Education Retired Employees Plan (OPEB)**

**Changes in Benefit Terms** - None.

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



**OTHER SUPPLEMENTARY INFORMATION**

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D. School Based Budget Schedules

Not Applicable

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#### E. Special Revenue Fund

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

	I.D.E.A. - PART B		NO CHILD LEFT BEHIND			
	BASIC REGULAR PROGRAM	PRESCHOOL INCENTIVE PROGRAM	TITLE I	TITLE II PART A	STUDENT ACTIVITIES	SCHOLARSHIP
Revenues:						
Federal Sources	\$ 219,951	\$ 8,205	\$ 93,749	\$ 5,550	\$ -	\$ -
Local Sources	-	-	-	-	6,310	2
Total Revenues	\$ 219,951	\$ 8,205	\$ 93,749	\$ 5,550	\$ 6,310	\$ 2
Expenditures:						
Instruction:						
Salaries of Teachers	\$ -	\$ 1,811	\$ 66,964	\$ 558	\$ -	\$ -
Salaries of Aides	-	-	-	2,165	-	-
Tuition	217,646	-	-	-	-	-
General Supplies	2,305	6,394	-	-	-	-
Student Activities	-	-	-	-	8,856	-
Scholarships Awarded	-	-	-	-	-	100
Total Instruction	219,951	8,205	66,964	2,723	8,856	100
Support Services:						
Employee Benefits	-	-	26,785	-	-	-
Purchase Professional & Technical Services	-	-	-	2,827	-	-
Total Support Services	-	-	26,785	2,827	-	-
Total Expenditures	219,951	8,205	93,749	5,550	8,856	100
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	(2,546)	(98)
Fund Balance, July 1	-	-	-	-	-	-
Prior Period Adjustment	-	-	-	-	32,595	4,817
Fund Balance, July 1 (Restated)	-	-	-	-	32,595	4,817
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ 30,049	\$ 4,719

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

	ITALIAN GRANT	PRESCHOOL EDUCATION EXPANSION AID	SCTG	DIGITAL DIVIDE	COVID RELIEF FUNDS	CARES	TOTAL
Revenues:							
Federal Sources	\$ -	\$ -	\$ -	\$ 52,962	\$ 49,019	\$ 33,482	\$ 462,918
State Sources	-	1,584,754	-	-	-	-	1,584,754
Local Sources	25,000	-	55,243	-	-	-	86,555
Total Revenues	\$ 25,000	\$ 1,584,754	\$ 55,243	\$ 52,962	\$ 49,019	\$ 33,482	\$ 2,134,227
Expenditures:							
Instruction:							
Salaries of Teachers	\$ 25,000	\$ 670,779	\$ -	\$ -	\$ -	\$ 1,738	\$ 766,850
Salaries of Aides	-	153,717	-	-	-	-	155,882
Purchased Professional Educational Services	-	55,852	-	-	-	-	55,852
Tuition	-	-	-	-	-	-	217,646
General Supplies	-	45,034	-	52,962	-	20,301	126,996
Student Activities	-	-	-	-	-	-	8,856
Scholarships Awarded	-	-	-	-	-	-	100
Total Instruction	25,000	925,382	-	52,962	-	22,039	1,332,182
Support Services:							
Salaries of Supervisors of Instruction	-	14,080	-	-	-	-	14,080
Salaries of Principals	-	66,022	-	-	-	-	66,022
Salaries of Other Professional Staff	-	152,148	35,769	-	-	-	187,917
Salaries of Secretarial and Clerical Assistants	-	25,697	-	-	-	-	25,697
Employee Benefits	-	268,523	2,736	-	-	133	298,177
Purchased Professional Educational Services	-	3,000	1,050	-	-	-	6,877
Other Purchased Services	-	63,338	10,058	-	-	-	73,396
Miscellaneous Purchased Services	-	523	-	-	-	-	523
General Supplies	-	4,081	5,630	-	49,019	11,310	70,040
Other Objects	-	348	-	-	-	-	348
Total Support Services	-	597,760	55,243	-	49,019	11,443	743,077
Facilities Acquisition & Construction Services							
Instructional Equipment	-	26,923	-	-	-	-	26,923
Non-Instructional Equipment	-	34,689	-	-	-	-	34,689
Total Facilities Acquisition & Construction Services	-	61,612	-	-	-	-	61,612
Total Expenditures	25,000	1,584,754	55,243	52,962	49,019	33,482	2,136,871



**LOGAN TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
SCHEDULE OF PRESCHOOL EDUCATION EXPANSION AID  
STATEMENT OF EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	2021		
	BUDGETED	ACTUAL	VARIANCE
Expenditures:			
Instruction:			
Salaries of Teachers	\$ 694,195	\$ 670,779	\$ 23,416
Salaries of Aides	249,681	153,717	95,964
Purchased Professional Educational Services	85,820	55,852	29,968
Supplies	45,971	45,034	937
Total Instruction	1,075,667	925,382	150,285
Support Services:			
Salaries of Supervisors of Instruction	14,080	14,080	-
Salaries of Principals	66,022	66,022	-
Salaries of Other Professional Staff	162,582	152,148	10,434
Salaries of Secretarial and Clerical Assistants	25,697	25,697	-
Employee Benefits	291,602	268,523	23,079
Purchased Professional Educational Services	9,000	3,000	6,000
Other Purchased Services	95,500	63,338	32,162
Miscellaneous Purchased Services	523	523	-
General Supplies	4,500	4,081	419
Other Objects	750	348	402
Total Support Services	670,256	597,760	72,496
Facilities Acquisition & Construction Services:			
Instructional Equipment	30,000	26,923	3,077
Non-Instructional Equipment	35,000	34,689	311
Total Facilities Acquisition & Construction Services	65,000	61,612	3,388
Total Expenditures	\$ 1,810,923	\$ 1,584,754	\$ 226,169

**CALCULATION OF BUDGET AND CARRYOVER**

Total Revised 2020-2021 Preschool Education Expansion Aid Allocation	\$ 1,525,095
Add: Budgeted Transfer from General Fund	200,000
Add: Actual Preschool Education Expansion Aid Carryover June 30, 2020	85,828
Total Preschool Education Expansion Aid Funds Available for 2020-2021 Budget	1,810,923
Less: 2020-2021 Budgeted Preschool Education Expansion Aid (Prior Year Budget Carryover)	(1,810,923)
Available & Unbudgeted Preschool Education Expansion Aid Funds June 30, 2021	-
Add: June 30, 2021 Unexpended Preschool Education Expansion Aid	226,169
Total Actual Preschool Education Expansion Aid Carryover	\$ 226,169
2020-2021 Preschool Education Expansion Aid Carryover Budgeted in 2021-2022	\$ 100,000

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F. Capital Projects Fund

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**LOGAN TOWNSHIP SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY STATEMENT OF PROJECT EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2021**

PROJECT	DATE	APPROPRIATION	EXPENDITURES TO DATE		UNEXPENDED
			PRIOR	CURRENT	
Various School Improvement Projects	3/21/2019	\$ 7,870,000	\$ 6,372,696	\$ 243,108	\$ 1,254,196
		Total \$	6,372,696	\$ 243,108	\$ 1,254,196

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

Revenues & Other Financing Sources:	
Bond Proceeds	\$ -
	<hr/>
Total Revenues	-
	<hr/>
Expenditures & Other Financing Uses:	
Purchased Professional & Technical Services	38,728
Construction Services	204,380
	<hr/>
Total Expenditures	243,108
	<hr/>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(243,108)
Fund Balance - Beginning	1,497,304
	<hr/>
Fund Balance - Ending	\$ 1,254,196
	<hr/> <hr/>

**LOGAN TOWNSHIP SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND  
PROJECT STATUS - BUDGETARY BASIS  
VARIOUS SCHOOL IMPROVEMENT PROJECTS  
FOR THE YEAR ENDED JUNE 30, 2021**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Bond Proceeds	\$7,870,000	\$ -	\$7,870,000	\$ 7,870,000
Total Revenues	7,870,000	-	7,870,000	7,870,000
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	707,555	38,728	746,283	943,740
Construction Services	5,665,141	204,380	5,869,521	6,926,260
Total Expenditures	6,372,696	243,108	6,615,804	7,870,000
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$1,497,304	\$ (243,108)	\$1,254,196	\$ -

**ADDITIONAL PROJECT INFORMATION**

Project Number	
Grant Date	N/A
Bond Authorization Date	3/21/2019
Bonds Authorized	7,870,000
Bonds Issued	7,870,000
Original Authorized Cost	7,870,000
Revised Authorized Cost	7,870,000
Percentage Increase Over Original Authorized Cost	0%

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## G. Proprietary Funds

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#### Enterprise Funds

This section has been included on Exhibit B-4, B-5 & B-6

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## I. Long-Term Debt

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**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**LONG-TERM DEBT**  
**SCHEDULE OF SERIAL BONDS**  
**JUNE 30, 2021**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES		INTEREST RATE	BALANCE JULY 1, 2020	ISSUED	RETIRED	BALANCE JUNE 30, 2021
			DATE	AMOUNT					
School Bonds - Series 2019	3/21/2019	7,870,000	3/15/2022	\$ 345,000	2.00%	\$ 7,870,000	\$ -	\$ 485,000	\$ 7,385,000
			3/15/2023	365,000	2.00%				
			3/15/2024	380,000	2.00%				
			3/15/2025	395,000	2.00%				
			3/15/2026	400,000	2.00%				
			3/15/2027	415,000	2.25%				
			3/15/2028	430,000	2.50%				
			3/15/2029	445,000	2.75%				
			3/15/2030	465,000	3.00%				
			3/15/2031	480,000	3.00%				
			3/15/2032	495,000	3.00%				
			3/15/2033	515,000	3.00%				
			3/15/2034	535,000	3.00%				
			3/15/2035	550,000	3.00%				
			3/15/2036	570,000	3.00%				
			3/15/2037	600,000	3.00%				
Total						\$ 7,870,000	\$ -	\$ 485,000	\$ 7,385,000

**LOGAN TOWNSHIP SCHOOL DISTRICT  
DEBT SERVICE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR FISCAL YEAR ENDED JUNE 30, 2021**

	ACCOUNT NUMBERS	JUNE 30, 2021				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:						
Local Sources:						
Local Tax Levy	40-1210	\$ 343,111	\$ -	\$ 343,111	\$ 343,111	\$ -
State Sources:						
Debt Service Aid Type II	40-3160	303,830	-	303,830	303,830	-
Total Revenues		646,941	-	646,941	646,941	-
Expenditures:						
Regular Debt Service:						
Interest	40-701-510-834	206,025	-	206,025	206,025	-
Redemption of Principal	40-701-510-910	485,000	-	485,000	485,000	-
Total Expenditures		691,025	-	691,025	691,025	-
Other Financing Sources/(Uses):						
Transfers from Capital Projects Fund - Transfer of Interest		-	-	-	1,890	(1,890)
Total Other Financing Sources/(Uses)		-	-	-	1,890	(1,890)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		(44,084)	-	(44,084)	(42,194)	(1,890)
Fund Balance, July 1		113,227		113,227	113,227	-
Fund Balance, June 30		\$ 69,143	\$ -	\$ 69,143	\$ 71,033	\$ (1,890)



**STATISTICAL SECTION (Unaudited)**

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

	FISCAL YEAR ENDING JUNE 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<b>Governmental Activities:</b>										
Net Investment in Capital Assets	\$ 8,010,365	\$ 8,237,091	\$ 9,069,056	\$ 8,971,393	\$ 8,767,296	\$ 8,758,023	\$ 8,300,838	\$ 7,359,389	\$ 6,377,078	\$ 6,033,975
Restricted	5,117,156	4,375,777	4,079,724	4,013,485	3,834,205	3,478,095	3,716,891	3,455,685	3,666,374	3,103,881
Unrestricted	(3,384,550)	(3,828,165)	(3,900,413)	(3,756,883)	(3,447,653)	(3,002,291)	(2,901,683)	(259,289)	(293,140)	(274,214)
<b>Total Governmental Activities</b>	<b>\$ 9,742,971</b>	<b>\$ 8,784,703</b>	<b>\$ 9,248,367</b>	<b>\$ 9,227,995</b>	<b>\$ 9,153,848</b>	<b>\$ 9,233,827</b>	<b>\$ 9,116,046</b>	<b>\$ 10,555,785</b>	<b>\$ 9,750,312</b>	<b>\$ 8,883,642</b>
<b>Business-Type Activities:</b>										
Net Investment in Capital Assets	\$ 262,706	\$ 186,017	\$ 41,301	\$ 44,507	\$ 31,805	\$ 7,271	\$ 12,291	\$ 17,311	\$ 22,331	\$ 27,351
Unrestricted	356,191	152,307	98,126	64,869	85,755	119,594	91,147	90,125	86,368	72,203
<b>Total Business-Type Activities</b>	<b>\$ 618,897</b>	<b>\$ 338,324</b>	<b>\$ 139,427</b>	<b>\$ 109,376</b>	<b>\$ 117,560</b>	<b>\$ 126,865</b>	<b>\$ 103,438</b>	<b>\$ 107,436</b>	<b>\$ 108,699</b>	<b>\$ 99,554</b>
<b>Government-Wide:</b>										
Net Investment in Capital Assets	\$ 8,273,071	\$ 8,423,108	\$ 9,110,357	\$ 9,015,900	\$ 8,799,101	\$ 8,765,294	\$ 8,313,129	\$ 7,376,700	\$ 6,399,409	\$ 6,081,326
Restricted	5,117,156	4,375,777	4,079,724	4,013,485	3,834,205	3,478,095	3,716,891	3,455,685	3,666,374	3,103,881
Unrestricted	(3,028,359)	(3,675,858)	(3,802,287)	(3,692,014)	(3,361,898)	(2,882,697)	(2,810,536)	(169,164)	(206,772)	(202,011)
<b>Total Government-Wide Net Position</b>	<b>\$ 10,361,868</b>	<b>\$ 9,123,027</b>	<b>\$ 9,387,794</b>	<b>\$ 9,337,371</b>	<b>\$ 9,271,408</b>	<b>\$ 9,360,692</b>	<b>\$ 9,219,484</b>	<b>\$ 10,663,221</b>	<b>\$ 9,859,011</b>	<b>\$ 8,983,196</b>

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

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<b>Expenses:</b>										
Governmental Activities										
Instruction:										
Regular	\$ 5,517,934	\$ 5,503,258	\$ 5,879,855	\$ 5,641,950	\$ 5,422,319	\$ 5,471,789	\$ 5,303,490	\$ 5,297,351	\$ 5,183,958	\$ 5,144,823
Special Education	1,086,605	1,164,328	975,752	946,170	891,712	839,769	774,977	687,144	573,746	611,867
Basic Skill/Remedial Instruction	482,349	519,399	460,242	392,723	389,862	390,573	246,716	222,126	386,526	323,731
Other Instruction	21,501	32,852	53,625	52,729	44,692	47,786	65,471	57,919	63,143	50,335
Support Services:										
Tuition	3,985,914	3,607,211	3,475,026	3,549,861	3,309,968	3,496,071	3,838,861	4,011,053	3,579,020	3,231,290
Student & Instruction Related										
Services	2,317,355	2,169,411	2,172,117	2,043,561	1,839,235	1,686,687	1,524,815	1,480,940	1,321,244	1,241,427
School Administrative Services	194,878	250,289	258,492	238,444	268,207	261,465	314,592	319,580	374,501	360,831
General & Business Administrative										
Services	690,666	685,299	681,886	668,669	627,322	628,382	575,297	575,252	533,675	530,397
Plant Operations & Maintenance	1,230,707	1,388,851	1,531,972	1,496,258	1,512,407	1,546,971	1,466,792	1,431,213	1,335,059	1,360,706
Pupil Transportation	899,995	1,267,454	1,254,727	1,121,657	1,115,518	1,040,754	1,024,612	918,076	910,312	972,839
Allocated Benefits										
Unallocated Benefits	7,266,658	5,999,793	6,746,219	8,020,338	2,576,126	5,579,733	4,602,430	3,010,602	3,231,394	2,797,928
On-Behalf TPAF Pension and Social										
Security Contributions	-	-	-	-	1,759,928	-	-	-	-	-
Interest on Long-Term Debt	204,332	205,731	60,133	23,837	45,388	65,858	85,896	108,861	158,690	209,311
Revaluation of Fixed Assets	-	287,305	(4,666)	(147,241)	166,999	-	-	-	647,073	-
Unallocated Depreciation	900,789	688,366	669,272	669,272	633,880	629,466	595,871	619,354	587,816	763,459
<b>Total Governmental Activities</b>	<b>24,799,683</b>	<b>23,769,547</b>	<b>24,214,652</b>	<b>24,718,228</b>	<b>20,603,563</b>	<b>21,685,304</b>	<b>20,419,820</b>	<b>18,739,471</b>	<b>18,886,157</b>	<b>17,598,944</b>
<b>Expenses</b>										
Business-Type Activities:										
Food Service	365,318	284,240	300,543	304,051	318,075	283,058	311,501	191,758	328,623	343,046
<b>Total Business-Type Activities</b>	<b>365,318</b>	<b>284,240</b>	<b>300,543</b>	<b>304,051</b>	<b>318,075</b>	<b>283,058</b>	<b>311,501</b>	<b>191,758</b>	<b>328,623</b>	<b>343,046</b>
<b>Expense</b>										
<b>Total District Expenses</b>	<b>\$ 25,165,001</b>	<b>\$ 24,053,787</b>	<b>\$ 24,515,195</b>	<b>\$ 25,022,279</b>	<b>\$ 20,921,638</b>	<b>\$ 21,968,362</b>	<b>\$ 20,731,321</b>	<b>\$ 18,931,229</b>	<b>\$ 19,214,780</b>	<b>\$ 17,941,990</b>

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

	FISCAL YEAR ENDING JUNE 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Program Revenues:										
Operating Grants & Contributions	\$ 7,359,096	\$ 4,838,295	\$ 5,557,377	\$ 6,362,060	\$ 2,135,115	\$ 3,763,201	\$ 3,104,705	\$ 422,307	\$ 390,877	\$ 437,280
Total Governmental Activities Program Revenues	7,359,096	4,838,295	5,557,377	6,362,060	2,135,115	3,763,201	3,104,705	422,307	390,877	437,280
Business-Type Activities:										
Charges for Services:										
Food Service	-	123,337	212,469	182,515	192,778	202,096	191,758	185,429	213,016	224,536
Operating Grants & Contributions	645,891	198,842	118,125	113,352	115,992	104,389	115,745	120,374	124,752	100,546
Total Business Type Activities Program Revenues	645,891	322,179	330,594	295,867	308,770	306,485	307,503	305,803	337,768	325,082
Total District Program Revenues	\$ 8,004,987	\$ 5,160,474	\$ 5,887,971	\$ 6,657,927	\$ 2,443,885	\$ 4,069,686	\$ 3,412,208	\$ 728,110	\$ 728,645	\$ 762,362
Net (Expense)/Revenue:										
Governmental Activities	\$ (17,440,587)	\$ (18,931,252)	\$ (18,657,275)	\$ (18,356,168)	\$ (18,468,448)	\$ (17,922,103)	\$ (17,315,115)	\$ (18,317,164)	\$ (18,495,280)	\$ (17,161,664)
Business-Type Activities	280,573	37,939	30,051	(8,184)	(9,305)	23,427	(3,998)	114,045	9,145	(17,964)
Total District-Wide Net Expense	\$ (17,160,014)	\$ (18,893,313)	\$ (18,627,224)	\$ (18,364,352)	\$ (18,477,753)	\$ (17,898,676)	\$ (17,319,113)	\$ (18,203,119)	\$ (18,486,135)	\$ (17,179,628)

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

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
FISCAL YEAR ENDING JUNE 30,										
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 13,392,491	\$ 13,129,893	\$ 12,656,365	\$ 12,408,202	\$ 12,164,903	\$ 11,679,639	\$ 11,563,999	\$ 11,337,254	\$ 11,114,955	\$ 10,953,584
Taxes Levied for Debt Service	343,111	202,591	379,271	390,666	408,417	412,388	416,411	880,086	917,936	952,328
Unrestricted Grants & Contributions	4,000,349	4,873,187	5,295,340	5,371,279	5,466,234	5,648,602	5,627,066	6,918,957	7,074,009	6,991,984
Restricted Grants	303,830	-	176,628	181,934	190,201	109,467	324,116	31,103	-	-
Tuition	50,607	48,040	63,758	40,257	117,489	179,302	191,492	231,505	187,404	192,567
Investment Earnings	1,968	36,574	33,174	18,166	10,145	7,804	7,141	401	235	-
Miscellaneous Income	184,996	177,303	73,111	19,811	31,080	15,349	23,781	22,876	67,411	15,543
Net Increase in Capital Assets	-	-	-	-	-	(12,667)	(54,234)	-	-	-
Total Governmental Activities	18,277,352	18,467,588	18,677,647	18,430,315	18,388,469	18,039,884	18,099,772	19,422,182	19,361,950	19,106,006
Business-Type Activities:										
Investment Earnings	-	-	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	-
Total Business-Type Activities	-	-	-	-	-	-	-	-	-	-
Total District-Wide	\$ 18,277,352	\$ 18,467,588	\$ 18,677,647	\$ 18,430,315	\$ 18,388,469	\$ 18,039,884	\$ 18,099,772	\$ 19,422,182	\$ 19,361,950	\$ 19,106,006
Change in Net Position:										
Governmental Activities:	\$ 836,765	\$ (463,664)	\$ 20,372	\$ 74,147	\$ (79,979)	\$ 117,781	\$ 784,657	\$ 1,105,018	\$ 866,670	\$ 1,944,342
Business-Type Activities	280,573	37,939	30,051	(8,184)	(9,305)	23,427	(3,998)	114,045	9,145	(17,964)
Total District	\$ 1,117,338	\$ (425,725)	\$ 50,423	\$ 65,963	\$ (89,284)	\$ 141,208	\$ 780,659	\$ 1,219,063	\$ 875,815	\$ 1,926,378

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

	FISCAL YEAR ENDING JUNE 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
General Fund:										
Reserved	\$ 5,011,355	\$ 4,262,550	\$ 4,047,830	\$ 4,013,484	\$ 3,556,327	\$ 3,229,476	\$ 3,316,185	\$ 3,504,100	\$ 3,737,743	\$ 3,198,504
Assigned	198,000	111,041	-	-	-	-	-	-	-	-
Unreserved	355,156	54,646	(52,487)	(69,076)	(72,803)	(39,181)	(106,297)	1,821	(45,157)	(134,474)
Total General Fund	\$ 5,564,511	\$ 4,428,237	\$ 3,995,343	\$ 3,944,408	\$ 3,483,524	\$ 3,190,295	\$ 3,209,888	\$ 3,505,921	\$ 3,692,586	\$ 3,064,030
All Other Governmental Funds:										
Reserved	\$ 1,037,757	\$ 1,400,966	\$ 1,846,586	\$ 1	\$ 277,878	\$ 277,878	\$ 439,682	\$ 299,547	\$ 2	\$ -
Assigned	322,240	209,565	4,507,313	-	-	-	-	-	-	-
Unreserved, Reported in:										
Special Revenue Fund	(152,509)	(99,974)	(98,241)	(71,287)	(2,696)	(3,630)	(3,630)	(3,630)	(3,630)	(3,630)
Debt Service Fund	-	-	-	-	-	-	-	-	-	-
Total All Other Governmental Funds	\$ 1,207,488	\$ 1,510,557	\$ 6,255,658	\$ (71,286)	\$ 275,182	\$ 274,248	\$ 436,052	\$ 295,917	\$ (3,628)	\$ (3,630)

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

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<b>Revenues:</b>										
Tax Levy	\$ 13,735,602	\$ 13,332,484	\$ 13,035,636	\$ 12,798,868	\$ 12,573,320	\$ 12,092,027	\$ 11,980,410	\$ 12,217,340	\$ 12,032,891	\$ 12,004,146
Tuition Charges	50,607	48,040	63,758	40,257	117,489	179,302	191,492	231,505	187,404	214,851
Miscellaneous	186,964	213,877	106,285	37,977	41,225	35,372	49,237	38,277	73,646	5,069
State Sources	9,065,987	8,354,204	8,896,120	8,201,620	7,464,051	7,295,173	7,268,185	6,986,360	7,110,309	6,458,976
Federal Sources	505,704	328,551	335,005	333,719	327,499	330,232	327,556	371,007	348,577	498,671
<b>Total Revenue</b>	<b>23,544,864</b>	<b>22,277,156</b>	<b>22,436,804</b>	<b>21,412,441</b>	<b>20,523,584</b>	<b>19,932,106</b>	<b>19,816,880</b>	<b>19,844,489</b>	<b>19,752,827</b>	<b>19,181,713</b>
<b>Expenditures:</b>										
<b>Instruction:</b>										
Regular Instruction	5,517,934	5,503,258	5,879,855	5,641,950	5,422,319	5,471,789	5,303,490	5,297,351	5,183,958	5,092,056
Special Education Instruction	1,086,605	1,164,328	975,752	946,170	891,712	839,769	774,977	687,144	573,746	533,494
Basic Skill/Remedial Instruction	482,349	519,399	460,242	392,723	389,862	390,573	246,716	222,126	386,526	240,767
Bilingual Education							-	-	-	-
Other Instruction	21,501	32,852	53,625	52,729	44,692	47,786	65,471	57,919	63,143	32,280
<b>Support Services:</b>										
Tuition	3,985,914	3,607,211	3,475,026	3,549,861	3,309,968	3,496,071	3,838,861	4,011,053	3,579,020	3,584,333
Student & Instruction Related Services	2,317,355	2,169,411	2,172,117	2,046,587	1,862,723	1,742,579	1,642,549	1,604,494	1,509,922	1,309,254
School Administrative Services	194,878	250,289	258,492	238,444	268,207	261,465	314,592	319,580	374,501	347,943
General & Business Administration										
Services	690,666	685,299	681,886	668,669	627,322	628,382	575,297	575,252	533,675	520,965
Plant Operations & Maintenance	1,230,707	1,388,851	1,531,972	1,496,258	1,512,407	1,546,971	1,466,792	1,431,213	1,335,059	1,341,378
Pupil Transportation	899,995	1,267,454	1,254,727	1,121,657	1,115,518	1,040,754	1,024,612	918,076	910,312	871,551
Allocated Benefits							-	-	-	-
Unallocated Benefits	2,137,891	2,334,561	2,392,787	2,284,224	2,184,153	3,527,554	3,150,264	2,997,475	3,123,151	2,770,024
On Behalf TPAF Pension and Social Security Contributions	3,143,034	2,506,505	2,457,953	2,101,914	1,759,928	-	-	-	-	-
Special Schools										
Capital Outlay	432,171	4,956,217	1,777,454	183,102	241,664	514,563	958,820	398,762	309,181	216,153
Debt Service:										
Principal	485,000	-	545,000	540,000	545,000	530,000	515,000	1,160,000	1,165,000	1,160,000
Interest & Other Charges	207,162	203,728	12,037	33,737	54,755	74,438	95,337	130,678	181,204	282,180
<b>Total Expenditures</b>	<b>22,833,162</b>	<b>26,589,363</b>	<b>23,928,925</b>	<b>21,298,025</b>	<b>20,230,230</b>	<b>20,112,694</b>	<b>19,972,778</b>	<b>19,811,123</b>	<b>19,228,398</b>	<b>18,302,378</b>



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

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Excess (Deficiency) of Revenues Over/(Under) Expenditures	711,702	(4,312,207)	(1,492,121)	114,416	293,354	(180,588)	(155,898)	33,366	524,429	879,335
Other Financing Sources/(Uses):										
Capital Leases	-	-	-	-	-	-	-	79,514	104,129	288,578
Transfers In	1,890	69,143	44,084	277,877	-	26,983	626,310	346,200	-	-
Transfers Out	(1,890)	(69,143)	(44,084)	(277,877)	-	(26,983)	(626,310)	(346,200)	-	-
Bond Proceeds	-	-	7,870,000	-	-	-	-	-	-	-
Total Other Financing Sources/(Uses)	-	-	7,870,000	-	-	-	-	79,514	104,129	288,578
Net Change in Fund Balances	\$ 711,702	\$ (4,312,207)	\$ 6,377,879	\$ 114,416	\$ 293,354	\$ (180,588)	\$ (155,898)	\$ 112,880	\$ 628,558	\$ 1,167,913
Debt Service as a Percentage of Noncapital Expenditures	3.1%	0.9%	2.5%	2.7%	3.0%	3.1%	3.2%	6.6%	7.1%	8.0%

Source: District records

Note: Noncapital expenditures are total expenditures less capital outlay

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

FISCAL YEAR ENDING JUNE 30,	TUITION	INTEREST ON INVESTMENTS	CONTRIBUTIONS FROM PRIVATE SOURCES	SHARED SERVICES	PRIOR YEAR'S REFUNDS	MISCELLANEOUS	TOTAL
2021	\$ 50,607	\$ 1,968	\$ -	\$ -	\$ 39,445	\$ 57,106	\$ 149,126
2020	48,040	36,574	-	19,372	6,552	61,055	171,593
2019	63,758	33,174	-	-	3,392	16,635	116,959
2018	40,257	18,166	-	-	8,439	2,372	69,234
2017	115,728	10,145	-	-	18,141	2,503	146,517
2016	179,302	7,804	-	-	9,451	18,117	214,674
2015	191,492	7,141	-	-	19,291	22,805	240,729
2014	231,505	401	-	-	-	37,876	269,782
2013	187,404	235	18,315	-	-	67,411	273,365
2012	192,567	-	-	-	-	15,543	208,110

Source: District records

**LOGAN TOWNSHIP SCHOOL DISTRICT**  
**ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,**  
**LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	LESS: TAX EXEMPT PROPERTY	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE
2021	\$ 58,379,000	\$ 450,298,800	\$ 6,784,300	\$ 1,500,800	\$ 130,562,900	\$ 864,278,540	\$ -	\$ 1,511,604,340	\$ -	\$ -	\$ 1,511,604,340	0.922	\$ 1,603,734,066
2020	20,486,500	450,137,900	7,322,300	1,780,800	148,441,500	826,240,740	-	1,454,409,740	63,917,100	-	1,454,409,740	0.945	1,494,163,873
2019	23,990,200	451,093,900	7,094,900	1,818,200	114,394,500	822,754,240	-	1,421,145,940	63,435,100	-	1,421,145,940	0.938	1,499,361,538
2018	22,908,900	450,445,500	7,570,200	2,204,700	115,192,800	786,005,790	-	1,384,277,890	63,211,200	-	1,384,277,890	0.941	1,294,201,468
2017	25,965,400	400,704,200	8,604,500	2,444,200	125,684,800	500,773,360	-	1,064,176,460	73,751,200	-	1,064,176,460	1.202	1,064,176,460
2016	19,925,100	399,501,400	8,452,700	2,406,800	119,935,500	502,114,060	-	1,052,335,560	77,345,800	-	1,052,335,560	1.194	1,140,372,302
2015	22,293,100	398,884,100	8,670,900	2,381,400	99,747,800	499,349,300	-	1,031,326,600	54,150,700	1,981,912	1,033,308,512	1.170	1,132,703,569
2014	25,939,500	398,969,100	7,496,200	2,411,800	101,380,300	507,829,381	-	1,044,026,281	54,256,900	1,893,488	1,045,919,769	1.145	1,154,257,912
2013	26,653,300	394,150,700	9,144,600	2,570,400	115,569,200	498,306,200	-	1,046,394,400	53,894,900	2,598,689	1,048,993,089	1.165	1,172,134,424
2012	17,647,900	227,011,800	4,700,000	2,829,700	64,805,410	295,799,517	-	612,794,327	20,734,600	1,507,222	614,301,549	1.959	1,135,014,497

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

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

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE		OVERLAPPING RATES				TOTAL DIRECT & OVERLAPPING TAX RATE
	LOCAL SCHOOL	TOTAL DIRECT	LOGAN TOWNSHIP	GLOUCESTER COUNTY	COUNTY LIBRARY	COUNTY OPEN SPACE	
2021	0.922	0.922	0.467	0.686	0.048	0.042	2.165
2020	0.945	0.945	0.467	0.675	0.047	0.041	2.175
2019	0.938	0.938	0.467	0.677	0.048	0.042	2.172
2018	0.941	0.941	0.478	0.600	0.045	0.048	2.112
2017	1.202	1.202	0.488	0.717	0.054	0.046	2.507
2016	1.194	1.194	0.478	0.686	0.053	0.055	2.466
2015	1.170	1.170	0.228	0.679	0.051	0.052	2.180
2014	1.145	1.145	0.228	0.639	0.051	0.045	2.108
2013	1.165	1.165	0.208	0.631	0.049	0.052	2.105
2012	1.959	1.959	0.345	0.948	0.078	0.075	3.405

Source: District Records and Municipal Tax Collector

**LOGAN TOWNSHIP SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAX PAYERS,  
CURRENT YEAR AND NINE YEARS AGO**

TAXPAYER	2021		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
Liberty Venture I LP	\$119,372,875	1	7.897%
SVF Oldmans Creek Logan LLC	\$58,380,000	2	3.862%
MEPT 1150 Commerce	31,620,000	3	2.092%
RAR2 395 Pedricktown Rd- Ryan, LLC	28,900,000	4	1.912%
RAR2 2320 CTR SQ RDLLCAWS Group	27,325,000	5	1.808%
TR Birch Creek LLC	26,190,000	6	1.733%
Cabot Industrial Core Fund Operating	22,616,600	7	1.496%
Tech Data Corp	19,660,000	8	1.301%
Liberty Property LTD Partnership	19,558,400	9	1.294%
Columbia Gas Transmission Corp	18,751,400	10	1.240%
Total	<u>\$372,374,275</u>		<u>17.998%</u>

	2012		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
Liberty Ventures I, LLP	\$77,345,000	1	12.481%
Mid-Atlantic Ind. LLC	27,891,700	2	4.501%
Pureland VI Limited Partnership	14,832,900	3	2.394%
US Industrial REIT II	13,475,000	4	2.174%
Sun East Equity Funding	12,289,100	5	1.983%
Baker-Properties, LP	12,065,700	6	1.947%
Wachovia Development Corp	10,000,000	7	1.614%
Liberty Property LTD Partnership	8,036,400	8	1.297%
Allen Commercial Realty	7,502,800	9	1.211%
Cardinal Health 200, Inc	7,162,100	10	1.156%
Total	<u>\$190,600,700</u>		<u>30.758%</u>

Source: Municipal Tax Assessor

**LOGAN TOWNSHIP SCHOOL DISTRICT  
SCHOOL PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
2021	\$ 13,735,602	\$ 13,735,602	100.00%	-
2020	13,332,484	13,332,484	100.00%	-
2019	13,035,636	13,035,636	100.00%	-
2018	12,798,868	12,798,868	100.00%	-
2017	12,573,320	12,573,320	100.00%	-
2016	12,092,027	12,092,027	100.00%	-
2015	11,980,410	11,980,410	100.00%	-
2014	12,217,340	12,217,340	100.00%	-
2013	12,032,891	12,032,891	100.00%	-
2012	11,905,912	11,905,912	100.00%	-
2011	12,004,146	12,004,146	100.00%	-

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES				TOTAL DISTRICT	PER CAPITA
	GENERAL OBLIGATION BONDS	CERTIFICATES OF PARTICIPATION	CAPITAL LEASES			
2021	\$ 7,385,000	\$ -	\$ -	\$	7,385,000	N/A
2020	7,870,000	-	-		7,870,000	1,340
2019	7,870,000	-	-		7,870,000	1,334
2018	545,000	-	-		545,000	92
2017	1,085,000	-	3,026		1,088,026	183
2016	1,630,000	-	26,514		1,656,514	278
2015	2,160,000	-	82,406		2,242,406	375
2014	2,675,000	-	200,140		2,875,140	479
2013	5,000,000	-	235,050		5,235,050	869
2012	5,000,000	-	319,599		5,319,599	880

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING		NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS			
2021	\$ 7,385,000	\$ -	\$ 7,385,000	0.49%	N/A
2020	7,870,000	-	7,870,000	0.55%	1,340
2019	7,870,000	-	7,870,000	0.55%	1,334
2018	545,000	-	545,000	0.04%	92
2017	1,085,000	-	1,085,000	0.10%	183
2016	1,630,000	-	1,630,000	0.15%	273
2015	2,160,000	-	2,160,000	0.21%	361
2014	2,675,000	-	2,675,000	0.26%	446
2013	5,000,000	-	5,000,000	0.48%	830
2012	6,165,000	-	6,165,000	1.00%	1,020

**RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2020**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
Township of Logan	\$ 9,026,500	100.00%	\$ 9,026,500
County of Gloucester General Obligation Debt	173,810,000	5.65%	<u>9,827,601</u>
Subtotal, Overlapping Debt			18,854,101
Logan Township School District Direct Debt			<u>7,385,000</u>
Total Direct & Overlapping Debt			<u><u>\$ 26,239,101</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by the Logan Township or Gloucester County Board of Taxation.



**LOGAN TOWNSHIP SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**

	FISCAL YEAR									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Debt Limit	\$ 44,969,922	\$ 38,617,654	\$ 35,217,762	\$ 34,713,892	\$ 34,601,417	\$ 34,905,264	\$ 35,063,710	\$ 35,488,312	\$ 34,501,243	\$ 32,190,631
Total Net Debt Applicable to Limit	7,385,000	7,870,000	545,000	2,160,000	2,675,000	3,835,000	5,000,000	6,165,000	7,325,000	8,475,000
Legal Debt Margin	\$ 37,584,922	\$ 30,747,654	\$ 34,672,762	\$ 32,553,892	\$ 31,926,417	\$ 31,070,264	\$ 30,063,710	\$ 29,323,312	\$ 27,176,243	\$ 23,715,631
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	16.42%	20.38%	1.55%	6.22%	7.73%	10.99%	14.26%	17.37%	21.23%	26.33%

**Legal Debt Margin Calculation for Fiscal Year 2020**

	Equalized Valuation Basis	
	2020	\$ 1,540,035,726
	2019	1,499,361,538
	2018	1,457,594,914
		<u>\$ 4,496,992,178</u>
Average Equalized Valuation of Taxable Property		<u>\$ 1,498,997,393</u>
Debt Limit (3 % of Average Equalization Value) Net Bonded School Debt		<u>44,969,922</u> <u>7,385,000</u>
Legal Debt Margin		<u>\$ 37,584,922</u>

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

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

**LOGAN TOWNSHIP SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

YEAR	POPULATION	PER CAPITA PERSONAL INCOME	UNEMPLOYMENT RATE
2020	N/A	N/A	N/A
2019	5,874	N/A	2.7%
2018	5,899	54,745	3.2%
2017	5,915	52,455	4.2%
2016	5,934	50,747	3.8%
2015	5,965	49,665	4.8%
2014	5,983	47,392	5.4%
2013	5,997	45,900	8.6%
2012	6,023	44,940	4.3%
2011	6,044	43,791	4.2%

Source: State of New Jersey, Department of Labor and Workforce Development, Labor Planning and Analysis.

**LOGAN TOWNSHIP SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEARS AGO**

	2021		PERCENTAGE OF TOTAL EMPLOYMENT
	(1) EMPLOYEES	RANK	
Amazon	4,500	1	N/A
Rowan University	3,500	2	N/A
Inspira Health	2,051	3	N/A
Jefferson Health	2,015	4	N/A
Washington Township School District	1,550	5	N/A
Shop Rite	1,300	6	N/A
County of Gloucester	1,200	7	N/A
U.S. Food Services	1,014	8	N/A
Monroe Township School District	805	9	N/A
Walmart - Turnersville	800	10	N/A
	<u>11,491</u>		<u>N/A</u>

2012

N/A

This exhibit reflects principal employers for Gloucester County.

Source: (1) Gloucester County Office of Economic Development for company and employee data.

(2) New Jersey Department of Labor and Workforce Development for the total employment data.

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

Function/Program	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Instruction:										
Regular	59	63	67	67	66	63	64	63	63	63
Special Education	21	20	18	15	15	14	13	12	9	10
Other Special Education	7	7	8	7	7	7	4	4	5	5
Support Services:										
Student & Instruction Related Services	33	34	43	30	29	26	27	26	29	25
General & Business Administrative Services	2	2	2	2	2	2	2	2	2	2
School Administrative Services	3	4	4	4	4	4	4	3	3	3
Central Services	3	3	3	3	3	3	2	2	2	2
Administrative Information Technology	1	1	1	1	1	1	1	1	1	1
Plant Operations & Maintenance	5	6	6	6	6	6	5	5	5	5
Pupil Transportation	1	1	1	1	1	1	1	1	1	1
Food Service	-	-	-	-	-	-	-			1
Total	135	141	153	136	134	127	123	119	120	118

Source: School District Records.

**LOGAN TOWNSHIP SCHOOL DISTRICT  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS**

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/ TEACHER RATIO	AVERAGE DAILY ENROLLMENT (ADA) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
2021	841	\$ 21,708,829	25,813	2.08%	87	10.4:1	840.9	813.3	0.14%	96.72%
2020	839	21,429,418	25,542	3.83%	90	9.3:1	839.7	811.8	5.23%	95.90%
2019	854	21,594,434	25,286	9.94%	90	10.3:1	885.3	849.0	5.23%	95.90%
2018	835	20,541,186	24,600	12.68%	85	9.8:1	831.9	800.2	-2.06%	96.19%
2017	843	19,388,811	23,000	5.35%	84	10.2:1	841.3	811.3	1.01%	96.43%
2016	850	18,403,621	21,831	4.08%	83	10.2:1	849.4	817.6	1.25%	96.26%
2015	843	18,403,621	21,831	4.08%	79	10.7:1	832.9	800.9	-0.63%	96.16%
2014	839	18,121,683	21,599	2.97%	80	10.5:2	838.9	805.6	0.08%	96.03%
2013	838	17,577,304	20,975	9.16%	80	9.6:1	838.2	799.3	-4.64%	95.36%
2012	879	16,890,270	19,215	0.90%	81	10.8:1	879.0	846.1	0.56%	96.26%

**Sources:** District records

**LOGAN TOWNSHIP SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEAR  
REVISED**

DISTRICT BUILDINGS	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Elementary Schools:										
Logan Township (1991):										
Square Feet	131,068	131,068	131,068	131,068	131,068	131,068	131,068	131,068	131,068	131,068
Capacity (Students)	877	877	877	877	877	877	877	877	877	877
Enrollment	590	598	608	606	617	613	615	605	610	657
Center Square (2001):										
Square Feet	39,135	39,135	39,135	39,135	39,135	39,135	39,135	39,135	39,135	39,135
Capacity (Students)	266	266	266	266	266	266	266	266	266	266
Enrollment (a)	275	241	246	229	226	237	228	234	228	222

Number of Buildings at June 30, 2021:

Elementary = 2

Middle = 0

High School = 0

Other = 0

**Source:** District Facilities Office, Long Range Facility Plan - FES and District Capacity report.

**LOGAN TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF REQUIRED MAINTENANCE  
LAST TEN FISCAL YEARS**

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

	LOGAN TOWNSHIP ELEMENTARY	CENTER SQUARE ELEMENTARY	TOTAL
2021	\$ 150,318	\$ 48,640	\$ 198,958
2020	149,389	48,606	197,995
2019	172,789	52,967	225,756
2018	150,369	58,442	208,811
2017	152,748	53,466	206,214
2016	159,622	35,634	195,256
2015	133,803	34,549	168,352
2014	116,326	51,784	168,110
2013	115,606	53,582	169,188
2012	98,680	43,685	142,365

Total School Facilities

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

Source: District records

**LOGAN TOWNSHIP BOARD OF EDUCATION  
INSURANCE SCHEDULE  
JUNE 30, 2021**

	COVERAGE	DEDUCTIBLE
<b>School Package Policy:</b>		
Property:		
Blanket Building & Contents	\$ 48,473,055	\$ 2,500
Environmental Impairment Liability	1,000,000	10,000
Blanket Dishonesty-Crime Coverage		
Per Loss	500,000	1,000
Automobile Comprehensive & Collision Coverage	-	1,000
School Board Legal Liability	5,000,000	5,000
Workers Compensation Including Supplemental	5,000,000	-
Excess Liability-Auto, General Liability,		
Workers Compensation & School Board Legal	15,000,000	-
Excess Liability - Cyber Enhancement	2,000,000	-
General Liability & Automobile	5,000,000	-
Student Accident		
Maximum Benefit Per Injury	1,000,000	-
Surety Bonds:		
Business Administrator	250,000	-

Source: District records - SAIF Risk Mgmt Plan



**SINGLE AUDIT SECTION**

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

Honorable President and Members  
of the Board of Education  
Logan Township School District  
County of Gloucester  
Swedesboro, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Logan Township School District (the "School District") as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated February 13, 2022.

**Internal Control Over Financial Reporting**

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

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

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

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and are described in the accompanying schedule of findings and questioned costs as Finding 2021-001.

## **School District's Response to Findings**

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

## **Purpose of this Report**

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

Respectfully Submitted,

**HOLT MCNALLY & ASSOCIATES, INC.**

*Certified Public Accountants & Advisors*



Michael Holt  
Certified Public Accountant  
Public School Accountant, No. 1148

Medford, New Jersey  
February 13, 2022

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

Honorable President and Members  
of the Board of Education  
Logan Township School District  
County of Gloucester  
Swedesboro, New Jersey

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

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

**Management's Responsibility**

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

**Auditor's Responsibility**

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

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

### **Opinion on Each Major Federal and State Program**

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

### **Other Matters**

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

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

### **Report on Internal Control Over Compliance**

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

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

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

**Purpose of this Report**

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

Respectfully Submitted,

**HOLT MCNALLY & ASSOCIATES, INC.**

*Certified Public Accountants & Advisors*

A handwritten signature in black ink that reads "Michael Holt". The signature is written in a cursive, flowing style.

Michael Holt  
Certified Public Accountant  
Public School Accountant, No. 1148

Medford, New Jersey  
February 13, 2022

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

FEDERAL GRANTOR PASS-THROUGH GRANTOR GRANTOR/PROGRAM TITLE	ASSISTANCE LISTING NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	PASST THROUGH ENTITY IDENTIFYING NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2020	CASH RECEIVED	BUDGETARY EXPENDITURES	REPAYMENT OF PRIOR YEARS' BALANCES	SUBRECIPIENT EXPENDITURES	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2021	UNEARNED REVENUE AT JUNE 30, 2021	DUE TO GRANTOR JUNE 30, 2021
<b>U.S. DEPARTMENT OF AGRICULTURE PASSED-THROUGH</b>													
<b>Enterprise Fund:</b>													
<b>Child Nutrition Cluster</b>													
Noncash Assistance	10.555	21NJ304N1099	Unavailable	37,730	7/1/20-6/30/21	\$ -	\$ 37,730	\$ (31,774)	\$ -	\$ -	\$ -	\$ 5,956	\$ -
Cash Assistance	10.555	21NJ304N1099	100-010-3350-098	383,601	7/1/20-6/30/21	-	360,439	(383,601)	-	-	(23,162)	-	-
COVID-19 National School Lunch Program	10.555	20NJ304N1099	100-010-3350-098	58,870	3/1/20-6/30/20	(18,762)	-	-	-	-	-	-	-
COVID-19 National School Lunch Program	10.555	21NJ304N1099	100-010-3350-098	7,650	7/1/20-6/30/21	-	7,188	(7,650)	-	-	(462)	-	-
COVID-19 Healthy Hunger-Free Kids Act	10.555	20NJ304N1099	100-010-3350-098	1,208	3/1/20-6/30/20	(385)	-	-	-	-	-	-	-
COVID-19 National School Breakfast Program	10.555	21NJ304N1099	100-010-3350-100	206,645	7/1/20-6/30/21	-	194,173	(206,645)	-	-	(12,472)	-	-
COVID-19 National School Breakfast Program	10.555	20NJ304N1099	100-010-3350-100	31,766	3/1/20-6/30/20	(10,124)	10,124	-	-	-	-	-	-
Total Child Nutrition Cluster				(29,271)	628,801	(629,670)	-	-	-	-	(36,096)	5,956	-
Total Enterprise Fund				(29,271)	628,801	(629,670)	-	-	-	-	(36,096)	5,956	-
<b>U.S. DEPARTMENT OF TREASURY PASSED-THROUGH</b>													
<b>STATE DEPARTMENT OF EDUCATION:</b>													
<b>Special Revenue Fund:</b>													
COVID Relief Funds Cluster:	21.019	S42SD200027		52,969	7/1/20-10/31/20	-	52,962	(52,962)	-	-	-	-	-
Covid-19 Digital Divide				-	-	-	52,962	(52,962)	-	-	-	-	-
Subtotal				-	-	-	-	-	-	-	-	-	-
Covid-19 School Re-Opening and Remote Learning	21.019	S42SD200027		49,019	7/1/20-10/31/20	-	49,019	(49,019)	-	-	-	-	-
Subtotal				-	-	-	49,019	(49,019)	-	-	-	-	-
Total COVID Relief Funds Cluster				-	-	-	101,981	(101,981)	-	-	-	-	-
Total Special Revenue Fund				-	-	-	101,981	(101,981)	-	-	-	-	-
<b>U.S. DEPARTMENT OF EDUCATION PASSED-THROUGH</b>													
<b>STATE DEPARTMENT OF EDUCATION:</b>													
<b>Special Revenue Fund:</b>													
N.C.L.B.	84.010	S010A200030	100-034-5064-194	93,749	7/1/20-9/30/21	-	43,571	(93,749)	-	-	(50,178)	-	-
Title I	84.010	S010A190030	100-034-5064-194	83,050	7/1/19-9/30/20	(45,066)	45,066	-	-	-	-	-	-
Subtotal				-	-	(45,066)	88,637	(93,749)	-	-	(50,178)	-	-
Title II - Part A	84.367	S367A200029	100-034-5063-290	16,062	7/1/20-9/30/21	-	5,550	(5,550)	-	-	-	-	-
Title II - Part A	84.367	S367A190029	100-034-5063-290	21,479	7/1/19-9/30/20	(905)	905	-	-	-	-	-	-
Subtotal				-	-	(905)	6,455	(5,550)	-	-	-	-	-
Title III	84.365	S365A190030	unknown	3,637	7/1/19-9/30/20	(894)	1,106	-	-	-	-	212	-
Subtotal				-	-	(894)	1,106	-	-	-	-	212	-
Title IV	84.424	S424A190031	100-034-5063-348	10,000	7/1/19-9/30/20	(10,355)	10,355	-	-	-	-	-	-
Subtotal				-	-	(10,355)	10,355	-	-	-	-	-	-
Covid-19 CARES Emergency Relief Grant	84.425D	S42SD200027	100-034-5120-513	66,124	3/1/20-9/30/22	(43,629)	69,603	(33,482)	-	-	(7,508)	-	-
Subtotal				-	-	(43,629)	69,603	(33,482)	-	-	(7,508)	-	-
Special Education Cluster:													
I.D.E.A. B-Basic	84.027	H027A200100	100-034-5065-016	222,225	7/1/20-9/30/21	-	173,803	(219,951)	-	-	(46,148)	-	-
I.D.E.A. B-Basic	84.027	H027A190100	100-034-5065-016	210,534	7/1/19-9/30/20	(58,111)	58,111	-	-	-	-	-	-
Subtotal				-	-	(58,111)	231,914	(219,951)	-	-	(46,148)	-	-
I.D.E.A. - Preschool	84.173	H173A200114	100-034-5065-020	8,555	7/1/20-9/30/21	-	8,205	(8,205)	-	-	-	-	-
Subtotal				-	-	-	8,205	(8,205)	-	-	-	-	-
Total Special Education Cluster				(58,111)	240,119	(228,156)	-	-	-	-	(46,148)	-	-
Total Special Revenue Fund				(158,960)	416,275	(360,937)	-	-	-	-	(103,854)	212	-
Total Federal Financial Assistance				\$ (188,231)	\$ 1,147,057	\$ (1,092,588)	\$ -	\$ -	\$ -	\$ -	\$ (139,930)	\$ 6,168	\$ -

LOGAN TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

STATE GRANTOR/PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE		CASH RECEIVED	BUDGETARY EXPENDITURES	SUBRECEIPT EXPENDITURES	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2021	UNEARNED REVENUE AT JUNE 30, 2021	DUE TO GRANTOR JUNE 30, 2021	MEMO	
				AT JUNE 30, 2020								BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
						\$	\$	\$	\$	\$	\$	\$	\$
	495-034-5120-078	\$ 2,748,565	7/1/20-6/30/21	-	-	2,748,565	(2,748,565)	-	-	-	-	242,072	2,748,565
	495-034-5120-089	768,262	7/1/20-6/30/21	-	-	768,262	(768,262)	-	-	-	-	67,663	768,262
	495-034-5120-084	129,058	7/1/20-6/30/21	-	-	129,058	(129,058)	-	-	-	-	11,366	129,058
	495-034-5120-068	11,176	7/1/20-6/30/21	-	-	11,176	(11,176)	-	-	-	-	984	11,176
				-	-	3,657,061	(3,657,061)	-	-	-	-	322,085	3,657,061
Total State Aid Public													
	495-034-5120-014	314,926	7/1/20-6/30/21	-	-	314,926	(314,926)	-	-	-	-	27,736	314,926
	495-034-5120-044	122,202	7/1/19-6/30/20	(122,202)	-	122,202	-	-	-	-	-	-	-
	495-034-5120-044	34,384	7/1/20-6/30/21	-	-	-	(34,384)	-	-	-	-	-	34,384
	495-034-5120-014	7,540	7/1/20-6/30/21	-	-	-	(7,540)	-	-	-	-	-	7,540
	495-034-5094-003	505,774	7/1/20-6/30/21	-	-	503,223	(505,774)	-	-	-	-	-	505,774
	495-034-5094-003	510,393	7/1/19-6/30/20	(3,257)	-	3,257	-	-	-	-	-	-	-
	495-034-5094-002	2,006,992	7/1/20-6/30/21	-	-	2,006,992	(2,006,992)	-	-	-	-	-	2,006,992
	495-034-5094-001	628,960	7/1/20-6/30/21	-	-	628,960	(628,960)	-	-	-	-	-	628,960
	495-034-5094-004	1,308	7/1/20-6/30/21	-	-	1,308	(1,308)	-	-	-	-	-	1,308
				(125,459)	-	7,237,929	(7,156,945)	-	(44,475)	-	-	349,821	7,156,945
Total General Fund													
<b>Special Revenue Fund:</b>													
	Preschool Education Aid	999,726	7/1/19-6/30/20	(99,974)	-	99,974	-	-	-	-	-	-	-
	Preschool Education Aid	1,525,095	7/1/20-6/30/21	-	-	1,432,244	(1,584,754)	-	(152,510)	-	-	-	1,584,754
				(99,974)	-	1,532,218	(1,584,754)	-	(152,510)	-	-	-	1,584,754
Total Special Revenue Fund													
<b>Debt Service Fund:</b>													
	Debt Service Aid Type II	303,830	7/1/20-6/30/21	-	-	303,830	(303,830)	-	-	-	-	-	303,830
				-	-	303,830	(303,830)	-	-	-	-	-	303,830
Total Debt Service Fund													
<b>Enterprise Fund:</b>													
	National School Lunch Program	3,886	7/1/19-6/30/20	(1,100)	-	1,100	-	-	-	-	-	-	-
	National School Lunch Program	16,167	7/1/20-6/30/21	-	-	14,485	(16,167)	-	(1,682)	-	-	-	16,167
				(1,100)	-	15,585	(16,167)	-	(1,682)	-	-	-	16,167
	Total Enterprise Fund			\$ (226,533)	\$ 9,089,562	\$ (9,061,696)	\$ (198,667)	\$ -	\$ -	\$ -	\$ -	\$ 349,821	\$ 9,061,696
Total State Financial Assistance													
Less: Grants Not Subject to Type A/B Threshold Calculation:													
	On-Behalf TPAF Pension Contributions	2,006,992	7/1/20-6/30/21				2,006,992						
	On-Behalf TPAF Post-Retirement Medical	628,960	7/1/20-6/30/21				628,960						
	On-Behalf Long-Term Disability Insurance	1,308	7/1/20-6/30/21				1,308						
							\$ (6,424,436)						
Total State Financial Assistance subject to Major Program Determination													

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

**Note 1. Basis of Presentation**

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

**Note 2. Summary of Significant Accounting Policies**

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

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

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

**Note 3. Relationship to Basic Financial Statements**

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

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

**Note 3. Relationship to Basic Financial Statements (continued)**

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$72,993 for the general fund and (\$9,749) for the special revenue fund. See Exhibit C-3 Note A of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<u><b>Fund</b></u>	<u><b>Federal</b></u>	<u><b>State</b></u>	<u><b>Total</b></u>
General Fund	\$ -	\$ 7,229,938	\$ 7,229,938
Special Revenue Fund	505,704	1,532,219	2,037,923
Debt Service Fund	-	303,830	303,830
Food Service Fund	629,670	16,167	645,837
	<u>          </u>	<u>          </u>	<u>          </u>
Total Awards & Financial Assistance	<u>\$ 1,135,374</u>	<u>\$ 9,082,154</u>	<u>\$ 10,217,528</u>

**Note 4. Relationship to Federal and State Financial Reports**

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

**Note 5. Federal and State Loans Outstanding**

The Logan Township School District had no loan balances outstanding at June 30, 2021.

## Financial Statements

## Federal Awards

Identification of major programs:

Dollar threshold used to determine Type A programs	<u>\$750,000.00</u>		
Auditee qualified as low-risk auditee?	yes	x	no



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

**Section II – Financial Statement Findings**

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

**Finding 2021-001 (See Federal Awards Finding 2021-001):**

**Criteria or specific requirement:**

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

**Condition:**

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

**Context:**

Utilizing the USA net cash resource calculation form, it was determined that the District's net cash resources exceeded the three months average expenditure by \$241,281, as of June 30, 2021.

**Effect:**

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

**Cause:**

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

**Recommendation:**

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

**Views of responsible officials and planned corrective actions:**

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

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

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

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

**FEDERAL AWARDS**

**Finding 2020-001:**

**Criteria or specific requirement:**

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

**Condition:**

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

**Questioned Costs:**

None.

**Context:**

Utilizing the USA net cash resource calculation form, it was determined that the District's net cash resources exceeded the three months average expenditure by \$241,281, as of June 30, 2021.

**Effect:**

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

**Cause:**

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

**Recommendation:**

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

**Views of responsible officials and planned corrective actions:**

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



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

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

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

**STATE FINANCIAL ASSISTANCE**

None.

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

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

Financial Statement Findings

No Prior Year Findings.

Federal Awards

N/A – No Federal Single Audit in prior year.

State Financial Assistance

No Prior Year Findings.