

**SCHOOL DISTRICT
OF
ROXBURY TOWNSHIP**

**Roxbury Township School District
Board of Education
Succasunna, New Jersey**

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

**Comprehensive Annual
Financial Report**

of the

**Roxbury Township School District
Board of Education**

Succasunna, New Jersey

For the Fiscal Year Ended June 30, 2021

Prepared by

**Roxbury Township School District
Board of Education**

ROXBURY TOWNSHIP SCHOOL DISTRICT
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INTRODUCTORY SECTION

ROXBURY TOWNSHIP PUBLIC SCHOOLS

BOARD OF EDUCATION OFFICE

42 NORTH HILLSIDE AVENUE, SUCCASUNNA, NEW JERSEY 07876

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October 25, 2021

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

Dear Board Members:

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

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the Independent Auditors' Report, the management's discussion and analysis, the basic financial statements and notes providing an overview of the District's financial position and operating results, and supplementary schedules providing detailed budgetary information. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditors' reports on internal control and compliance with applicable laws, regulations, contracts and grants along with findings and questioned costs, are included in the single audit section of this report.

1) **REPORTING ENTITY AND ITS SERVICES:** The Roxbury Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board ("GASB") in codification section 2100. All funds of the District are included in this report. The Roxbury Township School District and all its schools constitute the District's reporting entity.

The Roxbury Township School District provides a full range of educational services appropriate to grade levels K through 12 for students residing in Roxbury Township. These include regular, vocational as well as special education for handicapped youngsters.

2) ECONOMIC CONDITION AND OUTLOOK: The District relies on local property taxes to support its budget.

The Roxbury Township School District is committed to limiting tax increases, however; due to a recent change to the state's funding formula, the District has lost almost \$4.4 million since 2019. The District is projecting another \$2 million loss through 2025.

In anticipation of this loss, the District continues to explore alternate sources of revenue. We are currently providing transportation and maintenance services to other Districts within close proximity. We continue to partner with Morris County Vo-Tech to offer students in Morris County the opportunity to attend our Athletic Trainer/Physical Therapy (ATPT) Academy. The District is also a part of the Inter-District School Choice Program. The Before and After Care program B.A.S.E.S. launched in September 2021.

Over the past few years, the District has seen a 5% decrease in enrollment. The District is hoping that new developments such as the Woodmont Parc development as well as the Shops at Ledgewood Commons will bring new families into Roxbury.

The District has seven schools with the oldest built in 1918 and the newest in 1971. Over the past couple of years, all schools in the District have been retrofitted with secure vestibules. The District is only able to move forward on improvements like this and others by making annual deposits into the Capital and Maintenance Reserve Accounts.

3) MAJOR INITIATIVES: The vision for Roxbury School District, "to prepare the children of today for tomorrow," is exemplified in our efforts to review our curriculum, programs, personnel, facilities, and resources to align our budget to our goals. We strive to provide an engaging, personalized curriculum that inspires and empowers learners through choice and opportunity in order to satisfy students' unique interests, needs, abilities, and talents.

Supporting our one-to-one technology initiative provides a personalized learning experience that includes blended and self-directed learning. It fosters the growth and development of collaboration, communication, critical-thinking, and creativity. We have expanded our one-to-one program so that it now supports classroom instruction for all students in Kindergarten through Grade 12 as well as provides professional development opportunities for teachers.

Professional development in the district is focused on implementing a variety of instructional strategies as well as social emotional learning that includes mindfulness, zones of regulation, and mental health lessons.

Professional Learning Communities (PLCs) have been reinvigorated with additional training and guidance as provided by our Director of Research, Planning, and Evaluation.

Curriculum work is conducted throughout the year and during the summer in accordance with NJDOE guidelines for alignment with the New Jersey Student Learning Standards. A Five Year Curriculum Plan has been developed as well as Roxbury's Portrait of a Graduate and Pathways towards Careers. Two new programs continue to flourish through the impact of the pandemic: Athletic Training/Physical Therapy and Structural Fabrication and Design. In addition, an Aviation Career Pathway is in its second in coordination with AOPA culminating with four-year participants being eligible to take their ground assessment for manned piloting or their Part 107 assessment as a UAS pilot. Programming and curricular design are focused on connections to credentials, college credit/dual enrollment, and real world experiences. This is highlighted through increased connections between Senior Options, the District's Portrait of a Graduate, and workplace experiences.

3) MAJOR INITIATIVES: To foster learning, a safe and secure environment is necessary. The district continues to ensure appropriate crisis planning and preparation. Along with safety and security, the environment should also reflect an invitation to learning. A safe learning environment is also described as one where students feel supported and ready to learn. Therefore, classroom design and flexible seating is being expanded across the district and being analyzed for further educational impact. The enhancement of the K - 4 SEL program and inception of Responsive Classroom in grades 5 - 8 support students in their ability to participate in an exciting learning experience driven by regularly revised, standards-based curriculum. Further expansion of career pathways and secondary SEL are being explored and implemented in grades 9 - 12.

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

As a recipient of federal and state awards, the District also is responsible for ensuring that an adequate internal control system is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control system is also subject to periodic evaluation by the District's management. As part of the District's single audit described earlier, tests are made to determine the adequacy of the internal control system, including that portion related to major federal and state award programs, as well as to determine that the District has complied with applicable laws, regulations, contracts and grants.

5) BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by a vote of the Board of Education. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

6) ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles, as promulgated by the GASB. The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic Financial Statements", Note 1.

7) CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Basic Financial Statements", Note 3. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

8) RISK MANAGEMENT: The Board carries various forms of insurance, including, but not limited to, general liability, excess liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. The District oversees its own risk management. A schedule of insurance coverage is found on J-20.

9) OTHER INFORMATION: Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia LLP, CPAs, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The Auditors' Report on the basic financial statements and specific required supplementary information is included in the financial section of this report. The Auditors' Reports related specifically to the single audit and *Government Auditing Standards* are included in the single audit section of this report.

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

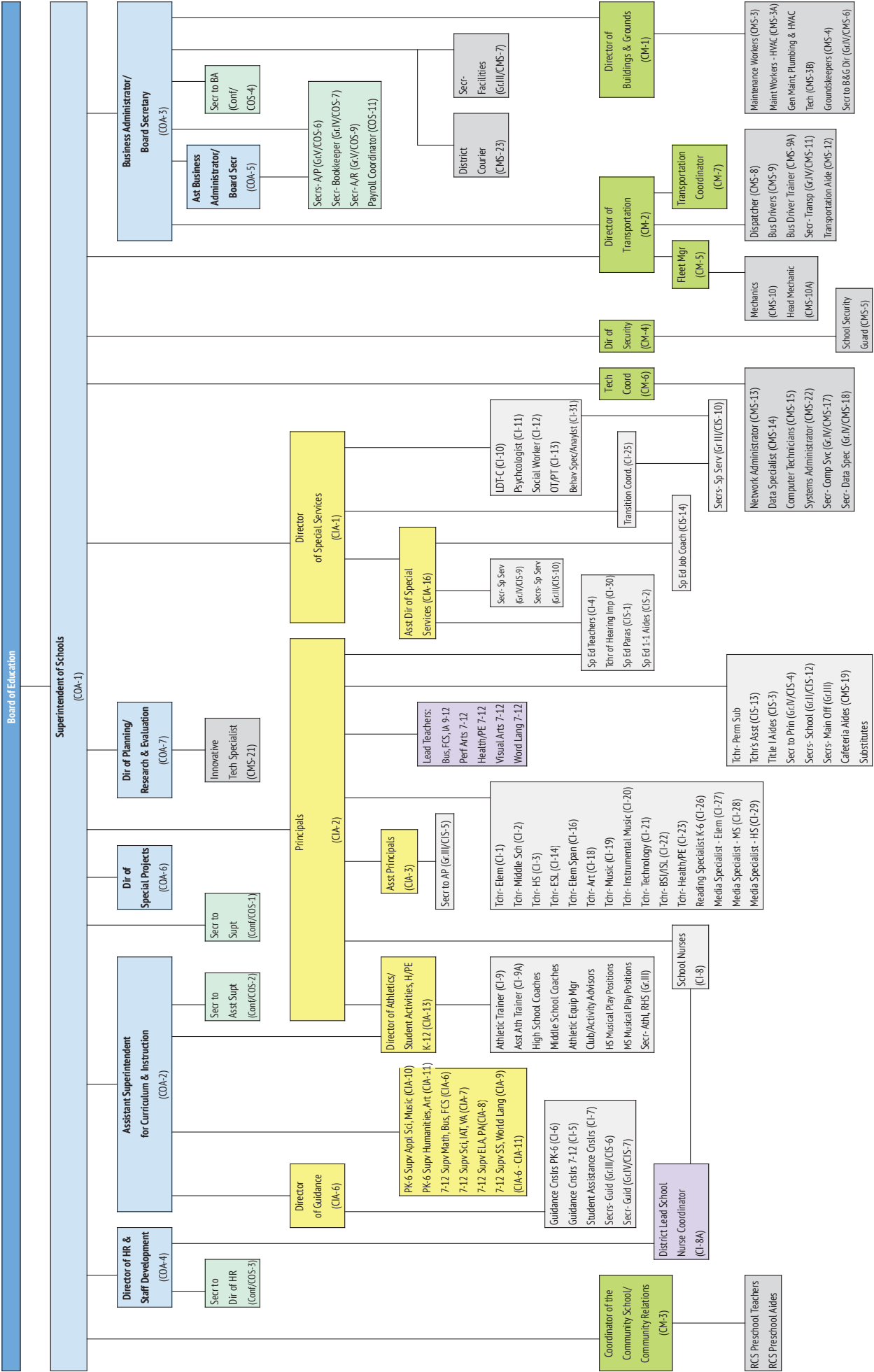
Respectfully submitted,



Loretta Radulic
Superintendent of Schools



Joseph Mondanaro
Business Administrator/Board Secretary



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

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Carol Scheneck, President	2022
Dan Masi, Vice President	2022
Joseph Bocchino, IV	2023
Heather Champagne	2023
Leo Coakley	2021
Anne Colucci	2023
Michelle Danielson	2022
Danielle McCabe	2021
Kathy Purcell	2021
Edwin Botero, Mt. Arlington Representative	

<u>Other Officers</u>	<u>Title</u>
Loretta Radulic	Superintendent
Charles Seipp	Assistant Superintendent
Joseph Mondanaro	School Business Administrator/Board Secretary
Lisa Palmieri	Treasurer of School Monies

ROXBURY TOWNSHIP BOARD OF EDUCATION

Consultants and Advisors

Audit Firm

Nisivoccia LLP, CPAs
Mount Arlington Corporate Center
200 Valley Road Suite 300
Mount Arlington, NJ 07856-1320

And

Lawrence Business Park
11 Lawrence Road
Newton, NJ 07860

Attorney

Scarinci & Hollenbeck, LLC
110 Valley Brook Avenue
P.O. Box 790
Lyndhurst, NJ 07071

Official Depository

TD Bank
240 Route 10
Succasunna, NJ 07876

FINANCIAL SECTION

Independent Auditors' Report

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

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

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

Emphasis of Matter

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis, which follows this report, the pension and post-employment benefit schedules in Exhibits L-1 through L-5 and the related notes and the budgetary comparison information in Exhibits C-1 through C-3 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

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

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 25, 2021 on our consideration of the District’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District’s internal control over financial reporting and compliance.

October 25, 2021
Mount Arlington, New Jersey

Nisivoccia LLP
NISIVOCCIA LLP

Man C Lee

Man C. Lee
Licensed Public School Accountant #2527
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2021

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

Overview of the Financial Statements

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

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

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the District's budget for the year. Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

Figure A-1
Organization of the School District's Financial Report

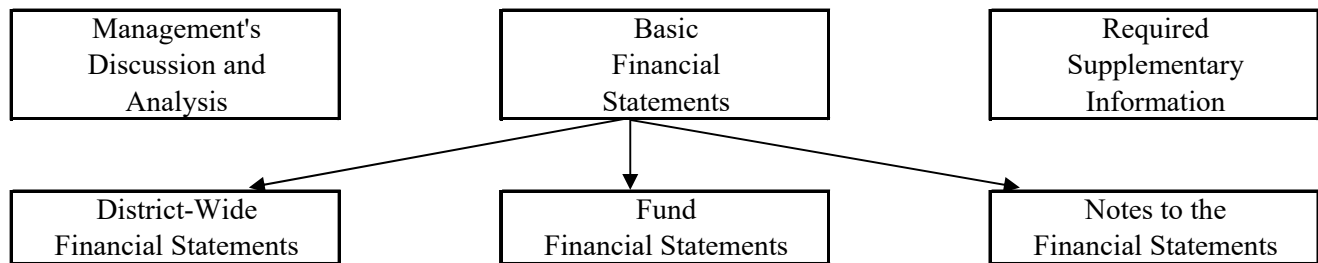


Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents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

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

Figure A-2

Major Features of the District-Wide and Fund Financial Statements

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

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2021

District-wide Statements

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

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

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

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

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

Fund Financial Statements

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

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

The District has two kinds of funds:

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

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

Fund Financial Statements

Notes to Basic Financial Statements: Provide additional information essential to a full understanding of the District-wide and fund financial statements.

Financial Analysis of the District as a Whole

Net Position. Figure A-3 represents the District's net position. The District's combined net position increased by \$5,794,738. Net position from governmental activities increased by \$5,716,842 and net position from business-type activities increased by \$77,896. Net investment in capital assets increased by \$2,463,823, restricted net position decreased by \$2,496,847, and unrestricted net position increased by \$5,827,762.

Figure A-3

Condensed Statement of Net Position

	Government Activities		Business-Type Activities		Total School District		Percentage Change 2020/21
	2020/21	(Restated) 2019/20	2020/21	2019/20	2020/21	(Restated) 2019/20	
Current and							
Other Assets	\$ 23,088,564	\$ 20,891,586	\$ 425,973	\$ 237,336	\$ 23,514,537	\$ 21,128,922	
Capital Assets, Net	47,233,121	46,763,636	596,666	652,190	47,829,787	47,415,826	
Total Assets	<u>70,321,685</u>	<u>67,655,222</u>	<u>1,022,639</u>	<u>889,526</u>	<u>71,344,324</u>	<u>68,544,748</u>	4.08%
Deferred Outflows of Resources	<u>2,104,204</u>	<u>2,794,787</u>			<u>2,104,204</u>	<u>2,794,787</u>	-24.71%
Other Liabilities	1,458,703	1,278,492	123,495	68,278	1,582,198	1,346,770	
Long-Term Liabilities	<u>23,463,325</u>	<u>27,228,957</u>			<u>23,463,325</u>	<u>27,228,957</u>	
Total Liabilities	<u>24,922,028</u>	<u>28,507,449</u>	<u>123,495</u>	<u>68,278</u>	<u>25,045,523</u>	<u>28,575,727</u>	-14.10%
Deferred Inflows of Resources	<u>5,830,060</u>	<u>5,985,601</u>			<u>5,830,060</u>	<u>5,985,601</u>	-2.67%
Net Position:							
Net Investment in							
Capital Assets	37,847,392	35,328,045	596,666	652,190	38,444,058	35,980,235	
Restricted	15,032,119	17,528,966			15,032,119	17,528,966	
Unrestricted/(Deficit)	<u>(11,205,710)</u>	<u>(16,900,052)</u>	<u>302,478</u>	<u>169,058</u>	<u>(10,903,232)</u>	<u>(16,730,994)</u>	
Total Net Position	<u>\$ 41,673,801</u>	<u>\$ 35,956,959</u>	<u>\$ 899,144</u>	<u>\$ 821,248</u>	<u>\$ 42,572,945</u>	<u>\$ 36,778,207</u>	15.76%

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

Figure A-4 represents the *Changes in Net Position*. The District's *combined* net position was \$42,572,945 on June 30, 2021, an increase of \$5,794,738 or 15.76% more than the year before. (See Figure A-3). Net Investment in Capital Assets increased by \$2,463,823 due to the current year maturity of serial bonds payable of \$1,845,000, \$786,969 pay down on capital leases payable, as well as current year capital assets additions (net of deletions) of \$3,706,792; offset by current year depreciation expense of \$3,292,831, a new capital lease of \$500,000 and the amortization of \$82,107 of the deferred amount on refunding. Restricted net position decreased by \$2,496,847 mainly due to the net decrease of \$3,958,766 in Capital Reserve; offset by a net increase of \$218,237 in Maintenance Reserve and \$1,209,885 in excess surplus. The \$5,827,762 increase in unrestricted net position was primarily due to the changes in net pension liability and related deferred outflows and inflows, as well as an increase in resources committed for capital projects, an increase in General Fund unassigned fund balance and an increase in designated for subsequent year's expenditures.

Figure A-4

	Changes in Net Position from Operating Results						
	Governmental	Business-	Governmental	Business-	Total	Total	Percentage
	Activities	Type	Activities	Type	School	School	Change
	2020/21	2020/21	2019/20	2019/20	District	District	2020/21
Revenue:							
Program Revenue:							
Charges for Services	\$ 5,398,159	\$ 312,088	\$ 5,491,434	\$ 938,778	\$ 5,710,247	\$ 6,430,212	
Operating Grants and Contributions	21,845,015	1,464,679	23,676,423	334,280	23,309,694	24,010,703	
Capital Grants and Contributions			2,039,065			2,039,065	
General Revenue:							
Property Taxes	59,316,721		58,188,974		59,316,721	58,188,974	
Unrestricted State and Federal Aid	8,245,600		9,699,382		8,245,600	9,699,382	
Other	643,161		558,400		643,161	558,400	
Total Revenue	<u>95,448,656</u>	<u>1,776,767</u>	<u>99,653,678</u>	<u>1,273,058</u>	<u>97,225,423</u>	<u>100,926,736</u>	-3.67%
Expenses:							
Instruction	52,093,294		54,367,828		52,093,294	54,367,828	
Pupil and Instruction Services	14,731,599		13,553,291		14,731,599	13,553,291	
Administrative and Business	8,524,144		8,842,469		8,524,144	8,842,469	
Maintenance and Operations	8,159,096		9,010,872		8,159,096	9,010,872	
Transportation	5,911,280		6,155,072		5,911,280	6,155,072	
Special Schools	192,246		319,243		192,246	319,243	
Other	120,155	1,698,871	233,052	1,259,009	1,819,026	1,492,061	
Total Expenses	<u>89,731,814</u>	<u>1,698,871</u>	<u>92,481,827</u>	<u>1,259,009</u>	<u>91,430,685</u>	<u>93,740,836</u>	-2.46%
Other Item			(605)			(605)	100.00%
Increase/(Decrease) in Net Position	<u>\$ 5,716,842</u>	<u>\$ 77,896</u>	<u>\$ 7,171,246</u>	<u>\$ 14,049</u>	<u>\$ 5,794,738</u>	<u>\$ 7,185,295</u>	-19.35%

Governmental Activities

The financial position of the District is healthy despite continued use of fund balance as revenue. Maintaining existing programs that accommodate regular pupil enrollment and the provision of a multitude of special programs and services for disabled pupils place great demands on the District's resources. The past few years, veteran teachers have retired and have been replaced by teachers of less experience and therefore lower on the salary guide. This does generate savings but not enough to offset increases in special education programs, technology needs in the classroom, and rising health benefit costs.

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

Governmental Activities (Cont'd)

Careful management of expenses remains essential for the District to sustain its financial health. Among the many significant cost savings actions implemented or continued during the fiscal year were:

- A significant number of disabled pupils continue to be educated in programs within the District rather than being sent out-of-district whereby the District would have to pay tuition as well as increased transportation costs.
- The District have outsourced its food service operations since 2013-14 to counter the losses experienced in prior years. No board contribution was needed to support the food service program during 2020-2021.
- The District continued the employees' health contributions programs in 2020-2021 which helped to offset some of the District's healthcare insurance costs.

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

Figure A-5

	Net Cost of Governmental Activities			
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
	<u>2020/21</u>	<u>2020/21</u>	<u>2019/20</u>	<u>2019/20</u>
Instruction	\$ 52,093,294	\$ 29,763,389	\$ 54,367,828	\$ 30,332,045
Pupil and Instruction Services	14,731,599	12,779,915	13,553,291	11,717,305
Administrative and Business	8,524,144	7,470,737	8,842,469	7,625,055
Maintenance and Operations	8,159,096	8,159,096	9,010,872	6,971,807
Transportation	5,911,280	4,054,815	6,155,072	4,183,289
Special Schools	192,246	140,533	319,243	212,352
Other	120,155	120,155	233,052	233,052
	<u>\$ 89,731,814</u>	<u>\$ 62,488,640</u>	<u>\$ 92,481,827</u>	<u>\$ 61,274,905</u>

Business-Type Activities

Net position from the District's business-type activity increased by \$77,896 mainly due to the following (Refer to Figure A-4):

- \$1,130,399 increase in subsidy reimbursements as a result of an increase in the number of meals claimed through the Seamless Summer Option (SSO); offset by a decrease of \$602,911 in daily sales as free meals were served to all students and an increase of \$417,303 in operating expenses as free meals were offered to children through the SSO program.
- The Community School Fund had a decrease of \$23,779 in operating revenue and an increase of \$22,559 in operating expenses.

Financial Analysis of the District's Funds

The District's financial position increased significantly by being fiscally responsible and efficient in what discretionary purchases the District makes. The District's budget, however, is 85% fixed costs. Expenditures during the recent fiscal years have increased as a result of an increased number of pupils with disabilities entering the District.

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

Financial Analysis of the District's Funds (Cont'd)

In addition to greater numbers, these pupils are more profoundly disabled and require more complex educational and related services. The District has established more in-house special education classrooms, saving the District funds by not sending children to out-of-district schools and generating additional income by accepting tuition students from area schools. State Aid is not increasing in line with what the District needs, which adds to the taxpayer's burden of supporting an educational system that the Township enjoys. It becomes more difficult to support the educational system without additional help from the State which puts the burden on the taxpayer.

General Fund Budgetary Highlights

Over the course of the year, the District revised the annual operating budget several times. These budget amendments were for changes made within budgetary line items for changes in school-based needs for programs, supplies and equipment.

Capital Asset and Long-Term Liabilities

Figure A-6

Capital Assets (Net of Depreciation)

	Government Activities		Business-Type Activities		Total School District		Percentage Change 2020/21
	2020/21	2019/20	2020/21	2019/20	2020/21	2019/20	
Sites and Site							
Improvements	\$ 651,143	\$ 498,593			\$ 651,143	\$ 498,593	
Construction in							
Progress	1,729,546	3,615,509			1,729,546	3,615,509	
Buildings and Building							
Improvements	38,889,602	37,151,106	\$ 90,618	\$ 95,207	38,980,220	37,246,313	
Machinery and							
Equipment	5,962,830	5,498,428	506,048	556,983	6,468,878	6,055,411	
Total	\$ 47,233,121	\$ 46,763,636	\$ 596,666	\$ 652,190	\$ 47,829,787	\$ 47,415,826	0.87%

The District had \$3,704,612 in capital asset additions for governmental activities and \$8,752 in capital asset additions for business-type activities, \$6,572 of capital assets disposals (net of accumulated depreciation), and depreciation expense was \$3,228,555 for governmental activities and \$64,276 for business-type activities in the current fiscal year.

Long-term Liabilities

Figure A-7

Outstanding Long-Term Liabilities

	Total School District		Percentage Change 2020/21
	2020/21	2019/20	
General Obligation Bonds (Financed with Property Taxes)	\$ 8,475,000	\$ 10,320,000	
Unamortized Bond Issuance Premium	365,020	471,710	
Net Pension Liability	12,302,059	13,803,244	
Capital Leases Payable	1,074,943	1,361,912	
Compensated Absences Payable	1,246,303	1,272,091	
Total	\$ 23,463,325	\$ 27,228,957	-13.83%

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2021

Long-term Liabilities (Cont'd)

- The District continued to pay down its outstanding debt, retiring \$1,845,000 of outstanding bonds.
- The District entered into a \$500,000 capital lease in the current fiscal year and paid down \$786,969 in capital lease principal.
- The District's net pension liability decreased by \$1,501,185.
- The District's compensated absences payable decreased by \$25,788.
- The District amortized \$106,690 in bond issuance premium.

More detailed information about the District's long-term liabilities is presented in Note 10 to the financial statements.

Factors Bearing on the District's Future Revenue/Expense Changes

The District continues to make classrooms available, where applicable, to allow additional in-house special education programs. This endeavor allows special education students to return from out-of-district settings, saving tuition and transportation costs for those students. It also allows the District to generate additional revenue by charging tuition for students from other school districts to attend these programs, provided space is available.

The District will continue to look for more opportunities to bring in alternate sources of revenue. We currently have shared service transportation agreements with Mine Hill, Mount Arlington, Dover, and Chester. We also offer fleet repair services to other districts.

The District expects to increase the balance in its capital reserve account to support capital projects that are outlined in the District's Long Range Facilities Plan.

The District continues to be concerned about the long term effects of Chapter 44. Employee contributions will decrease should they decide to switch to the new health plans. However, so will the plan premiums.

The Roxbury Township Public Schools is anticipating a total loss of \$6.5 in state aid by 2025. This is due to the new S2 funding formula.

Contacting the District's Financial Management

The financial report is designed to provide the District's citizens, taxpayers, customers, and investors and creditors with a general overview of the Districts' finances and to demonstrate the District's accountability for the money it receives. If you have questions about his report or need additional financial information, please contact the Board of Education Office, 42 North Hillside Avenue, Succasunna, NJ 07876.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

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

	Governmental Activities	Business-type Activities	Total
<u>ASSETS</u>			
Cash and Cash Equivalents	\$ 11,817,911	\$ 137,497	\$ 11,955,408
Receivables from State Government	1,245,571	16,254	1,261,825
Receivables from Federal Government	315,869	191,406	507,275
Receivables from Other Governments	567,373		567,373
Other Receivables	9,721		9,721
Inventories		80,816	80,816
Restricted Cash and Cash Equivalents	9,132,119		9,132,119
Capital Assets, Net:			
Sites (Land) and Construction in Progress	1,904,026		1,904,026
Depreciable Site Improvements, Buildings and Building Improvements and Machinery and Equipment	45,329,095	596,666	45,925,761
Total Assets	<u>70,321,685</u>	<u>1,022,639</u>	<u>71,344,324</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Deferred Amount on Refunding	164,214		164,214
Deferred Outflows Related to Pensions	1,939,990		1,939,990
Total Deferred Outflows of Resources	<u>2,104,204</u>		<u>2,104,204</u>
<u>LIABILITIES</u>			
Current Liabilities:			
Accounts Payable	1,149,541	250	1,149,791
Accrued Interest Payable	63,888		63,888
Payable to State Government	175,886		175,886
Payable to Federal Government	1,374		1,374
Unearned Revenue	68,014	123,245	191,259
Noncurrent Liabilities:			
Due Within One Year	2,647,466		2,647,466
Due Beyond One Year	20,815,859		20,815,859
Total Liabilities	<u>24,922,028</u>	<u>123,495</u>	<u>25,045,523</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Inflows Related to Pensions	5,830,060		5,830,060
Total Deferred Inflows of Resources	<u>5,830,060</u>		<u>5,830,060</u>
<u>NET POSITION/(DEFICIT)</u>			
Net Investment in Capital Assets	37,847,392	596,666	38,444,058
Restricted for:			
Capital Projects	6,034,526		6,034,526
Maintenance	2,113,331		2,113,331
Emergency	216,106		216,106
Excess Surplus	5,900,000		5,900,000
Unemployment Compensation	521,195		521,195
Student Activities	246,961		246,961
Unrestricted/(Deficit)	(11,205,710)	302,478	(10,903,232)
Total Net Position	<u>\$ 41,673,801</u>	<u>\$ 899,144</u>	<u>\$ 42,572,945</u>

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

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

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:						
Instruction:						
Regular	\$ 37,159,792	\$ 2,748,339	\$ 10,671,337	\$ (23,740,116)		\$ (23,740,116)
Special Education	11,435,476	1,256,374	7,105,574	(3,073,528)		(3,073,528)
Other Special Instruction	1,925,208		548,281	(1,376,927)		(1,376,927)
School Sponsored/Other Instruction	1,572,818			(1,572,818)		(1,572,818)
Support Services:						
Tuition	3,575,905			(3,575,905)		(3,575,905)
Student and Instruction Related Services	11,155,694	139,653	1,812,031	(9,204,010)		(9,204,010)
General Administrative Services	1,489,907		205,860	(1,284,047)		(1,284,047)
School Administrative Services	4,529,081		775,732	(3,753,349)		(3,753,349)
Central Services	1,107,235		71,815	(1,035,420)		(1,035,420)
Administrative Information Technology	1,397,921			(1,397,921)		(1,397,921)
Plant Operations and Maintenance	8,159,096			(8,159,096)		(8,159,096)
Pupil Transportation	5,911,280	1,253,793	602,672	(4,054,815)		(4,054,815)
Transfer of Funds to Charter School	48,880			(48,880)		(48,880)
Special Schools	192,246		51,713	(140,533)		(140,533)
Interest on Long-Term Debt	71,275			(71,275)		(71,275)
Total Governmental Activities	89,731,814	5,398,159	21,845,015	(62,488,640)		(62,488,640)
Business-Type Activities:						
Food Service	1,425,757	9,155	1,464,679		\$ 48,077	48,077
Community School	273,114	302,933			29,819	29,819
Total Business-Type Activities	1,698,871	312,088	1,464,679		77,896	77,896
Total Primary Government	\$ 91,430,685	\$ 5,710,247	\$ 23,309,694	(62,488,640)	77,896	(62,410,744)

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

	Net (Expense) Revenue and Changes in Net Position		
	Governmental Activities	Business-type Activities	Total
General Revenues and Transfers:			
General Revenues:			
Taxes:			
Property Taxes, Levied for General Purposes, Net	\$ 57,617,121		\$ 57,617,121
Taxes Levied for Debt Service	1,699,600		1,699,600
Federal, State and Local Aid not Restricted	8,245,600		8,245,600
Interest Earnings	35,260		35,260
Miscellaneous Income	607,901		607,901
	68,205,482		68,205,482
Total General Revenues and Transfers			
Change in Net Position	5,716,842	\$ 77,896	5,794,738
Net Position - Beginning (Restated)	35,956,959	821,248	36,778,207
Net Position - Ending	\$ 41,673,801	\$ 899,144	\$ 42,572,945

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

FUND FINANCIAL STATEMENTS

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

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS:					
Cash and Cash Equivalents	\$ 9,706,814		\$ 2,111,097		\$ 11,817,911
Interfund Receivable	51,782				51,782
Receivables From State Government	1,245,571				1,245,571
Receivables From Federal Government		\$ 315,869			315,869
Receivables From Other Governments	567,373				567,373
Other Accounts Receivables		9,721			9,721
Restricted Cash and Cash Equivalents	8,885,158	246,961			9,132,119
Total Assets	\$ 20,456,698	\$ 572,551	\$ 2,111,097	\$ -0-	\$ 23,140,346
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Accounts Payable	\$ 293,007	\$ 28,534			\$ 321,541
Interfund Payable		51,782			51,782
Payable to State Government		175,886			175,886
Payable to Federal Government		1,374			1,374
Unearned Revenue		68,014			68,014
Total Liabilities	293,007	325,590			618,597
Fund Balances:					
Restricted for:					
Capital Reserve	6,034,526				6,034,526
Maintenance Reserve	2,113,331				2,113,331
Emergency Reserve	216,106				216,106
Excess Surplus - 2022-2023	3,400,000				3,400,000
Excess Surplus - 2021-2022	2,500,000				2,500,000
Unemployment Compensation	521,195				521,195
Student Activities		246,961			246,961
Committed			\$ 2,111,097		2,111,097
Assigned:					
Other Purposes	1,228,981				1,228,981
Designated For Subsequent Year's Expenditures	913,058				913,058
Unassigned	3,236,494				3,236,494
Total Fund Balances	20,163,691	246,961	2,111,097		22,521,749
Total Liabilities and Fund Balances	\$ 20,456,698	\$ 572,551	\$ 2,111,097	\$ -0-	\$ 23,140,346

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

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

Total Fund Balances	\$ 22,521,749
Capital assets used in Governmental Activities are not financial resources and therefore are not reported in the funds.	47,233,121
Deferred Amount on Refunding is not reported as an expenditure in the Governmental Funds in the year of the expenditure.	164,214
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(10,796,246)
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.	(63,888)
Bond issuance premiums are reported as revenue in the Governmental Funds in the year of receipt.	(365,020)
The Net Pension Liability for PERS is not Due and Payable in the Current Period and is not Reported in the Governmental Funds.	(12,302,059)
Certain Amounts Related to the Net Pension Liability are Deferred and Amortized in the Statement of Activities and are not Reported in the Governmental Funds	<u>(4,718,070)</u>
Net Position of Governmental Activities (A-1)	<u><u>\$ 41,673,801</u></u>

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

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

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local Sources:					
Local Tax Levy	\$ 57,617,121			\$ 1,699,600	\$ 59,316,721
Tuition Charges	4,004,713				4,004,713
Transportation Fees	1,253,793				1,253,793
Interest Earned on Capital Reserve Funds	14,180				14,180
Rents and Royalties	75				75
Restricted Miscellaneous Revenue	43,423	\$ 139,653			183,076
Unrestricted Miscellaneous Revenue	585,483	4,953			590,436
Total - Local Sources	63,518,788	144,606		1,699,600	65,362,994
State Sources	25,724,535	181,962			25,906,497
Federal Sources	110,862	1,427,745			1,538,607
Total Revenues	89,354,185	1,754,313		1,699,600	92,808,098
EXPENDITURES:					
Current:					
Regular Instruction	20,922,404	519,434			21,441,838
Special Education Instruction	6,396,634	811,401			7,208,035
Other Special Instruction	1,116,355				1,116,355
School Sponsored/Other Instruction	1,318,734				1,318,734
Support Services and Undistributed Costs:					
Tuition	3,575,905				3,575,905
Student & Instruction Related Services	7,718,846	399,559			8,118,405
General Administrative Services	1,006,806				1,006,806
School Administrative Services	2,871,354				2,871,354
Central Services	809,032				809,032
Administration Information Technology	1,120,029				1,120,029
Plant Operations and Maintenance	7,757,316				7,757,316
Pupil Transportation	4,799,910				4,799,910
Unallocated Benefits	24,083,586				24,083,586
Debt Service:					
Principal				1,580,000	1,580,000
Interest and Other Charges				119,600	119,600
Capital Outlay	3,441,277	33,545	\$ 751,436		4,226,258
Special Schools	113,030				113,030
Transfer of Funds to Charter Schools	48,880				48,880
Total Expenditures	87,100,098	1,763,939	751,436	1,699,600	91,315,073
Excess/(Deficiency) of Revenue over/(under) Expenditures	2,254,087	(9,626)	(751,436)		1,493,025
OTHER FINANCING SOURCES/(USES):					
Capital Leases (Non-Budgeted)	500,000				500,000
Transfers	(2,050,669)		2,050,669		
Total Other Financing Sources/(Uses)	(1,550,669)		2,050,669		500,000
Net Change in Fund Balances	703,418	(9,626)	1,299,233		1,993,025
Fund Balance—July 1 (Restated)	19,460,273	256,587	811,864		20,528,724
Fund Balance—June 30	\$ 20,163,691	\$ 246,961	\$ 2,111,097	\$ -0-	\$ 22,521,749

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

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

Total Net Change in Fund Balances - Governmental Funds (from Exhibit B-2)	\$	1,993,025
Amounts reported for Governmental Activities in the Statement of Activities (A-2) are different because:		
Capital outlays are reported in the Governmental Funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation and disposals of capital assets in the period.		
Depreciation Expense	\$	(3,228,555)
Disposals of Capital Assets, Net of Depreciation		(6,572)
Capital Outlays		<u>3,704,612</u>
		469,485
Repayment of debt service principal and other long-term obligation liabilities is an expenditure in the governmental funds but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		
		1,845,000
Repayment of capital lease principal is an expenditure in the governmental funds but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		
		786,969
Capital leases entered into by the district are an other financing source in the governmental funds, however, the acquisition increases long-term liabilities in the statement of net position and is not reported in the statement of activities.		
		(500,000)
In the Statement of Activities, interest on long-term debt is accrued regardless of when it is due. In the Governmental Funds, interest is reported when due.		
		23,742
The governmental funds report the effect of the deferred amount on refunding relative to an advance refunding when debt is first issued whereas this amount is deferred and amortized in the statement of activities. (-)		
		(82,107)
The governmental funds report the effect of bond premiums when debt is first issued whereas these amounts are deferred and amortized in the statement of activities. (+)		
		106,690
The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:		
Change in Net Pension Liability		1,501,185
Changes in Deferred Outflows and Inflows Related to Pensions		(452,935)
In the Statement of Activities, certain operating expenses, e.g., compensated absences are measured by the amounts earned during the year. In the Governmental Funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		
		<u>25,788</u>
Change in Net Position of Governmental Activities (Exhibit A-2)	\$	<u><u>5,716,842</u></u>

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

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

	Business-Type Activities - Enterprise Funds		
	Major Funds		
	Food Service	Community School	Total Enterprise
ASSETS:			
Current Assets:			
Cash and Cash Equivalents		\$ 137,497	\$ 137,497
Intrafund Receivable		88,184	88,184
Intergovernmental Accounts Receivable:			
State	\$ 16,254		16,254
Federal	191,406		191,406
Inventories	80,816		80,816
Total Current Assets	288,476	225,681	514,157
Non-Current Assets:			
Capital Assets	1,087,274		1,087,274
Less: Accumulated Depreciation	(490,608)		(490,608)
Total Non-Current Assets	596,666		596,666
Total Assets	885,142	225,681	1,110,823
LIABILITIES:			
Current Liabilities:			
Intrafund Payable	88,184		88,184
Accounts Payable		250	250
Unearned Revenue	46,576	76,669	123,245
Total Current Liabilities	134,760	76,919	211,679
Total Liabilities	134,760	76,919	211,679
NET POSITION:			
Investment in Capital Assets	596,666		596,666
Unrestricted	153,716	148,762	302,478
Total Net Position	\$ 750,382	\$ 148,762	\$ 899,144

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

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

	<u>Business-Type Activities - Enterprise Funds</u>		
	<u>Major Funds</u>		
	<u>Food Service</u>	<u>Community School</u>	<u>Total Enterprise</u>
Operating Revenue:			
Daily Sales:			
Non-Reimbursable Programs	\$ 9,155		\$ 9,155
Charges for Services - Program Fees		\$ 302,933	302,933
Total Operating Revenue	<u>9,155</u>	<u>302,933</u>	<u>312,088</u>
Operating Expenses:			
Cost of Sales:			
Reimbursable Programs	598,244		598,244
Salaries	332,698	214,180	546,878
Employee Benefits	96,911		96,911
Purchased Professional Technical Services	45,424	13,359	58,783
Other Purchased Services	115,175	9,449	124,624
Supplies and Materials	121,029	36,126	157,155
Management Fee	52,000		52,000
Depreciation Expense	64,276		64,276
Total Operating Expenses	<u>1,425,757</u>	<u>273,114</u>	<u>1,698,871</u>
Operating Income/(Loss)	<u>(1,416,602)</u>	<u>29,819</u>	<u>(1,386,783)</u>
Non-Operating Revenue:			
State Sources:			
COVID-19 - Seamless Summer Option	60,967		60,967
Federal Sources:			
Food Distribution Program	37,251		37,251
COVID-19 - Seamless Summer Option	1,366,461		1,366,461
Total Non-Operating Revenue	<u>1,464,679</u>		<u>1,464,679</u>
Change in Net Position	48,077	29,819	77,896
Net Position - Beginning of Year	<u>702,305</u>	<u>118,943</u>	<u>821,248</u>
Net Position - End of Year	<u>\$ 750,382</u>	<u>\$ 148,762</u>	<u>\$ 899,144</u>

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

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

	Business-Type Activities - Enterprise Funds		
	Major Funds		
	Food Service	Community School	Total Enterprise
Cash Flows from Operating Activities:			
Receipts from Customers	\$ 4,306	\$ 351,070	\$ 355,376
Payments to Food Service Company	(1,177,468)		(1,177,468)
Payments to/for Employees	(29,101)	(214,180)	(243,281)
Payments to Suppliers	(135,482)	(58,684)	(194,166)
Net Cash Provided by/(Used for) Operating Activities	<u>(1,337,745)</u>	<u>78,206</u>	<u>(1,259,539)</u>
Cash flows from Capital and Related Financing Activities:			
Purchase of Capital Assets	(8,752)		(8,752)
Net Cash Used for Capital and Related Financing Activities	<u>(8,752)</u>		<u>(8,752)</u>
Cash Flows from Noncapital Financing Activities:			
Intrafund Advanced	88,184	(88,184)	
State Sources	44,981		44,981
Federal Sources	1,194,624		1,194,624
Net Cash Provided/(Used) by Noncapital Financing Activities	<u>1,327,789</u>	<u>(88,184)</u>	<u>1,239,605</u>
Net Decrease in Cash and Cash Equivalents	(18,708)	(9,978)	(28,686)
Cash and Cash Equivalents, July 1	<u>18,708</u>	<u>147,475</u>	<u>166,183</u>
Cash and Cash Equivalents, June 30	<u>\$ -0-</u>	<u>\$ 137,497</u>	<u>\$ 137,497</u>
Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:			
Operating Income/(Loss)	\$ (1,416,602)	\$ 29,819	\$ (1,386,783)
Depreciation	64,276		64,276
Food Distribution Program	37,251		37,251
Changes in Assets and Liabilities:			
Increase in Accounts Payable		250	250
Increase in Unearned Revenue	6,830	48,137	54,967
(Increase) in Inventory	(29,500)		(29,500)
Net Cash Provided by/(Used for) Operating Activities	<u>\$ (1,337,745)</u>	<u>\$ 78,206</u>	<u>\$ (1,259,539)</u>

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$48,930 and utilized U.S.D.A. Commodities valued at \$37,251.

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

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

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

B. Basis of Presentation

District-Wide Financial Statements:

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

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

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

(Continued)

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

B. Basis of Presentation (Cont'd)

District-Wide Financial Statements: (Cont'd)

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

Fund Financial Statements:

During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds. Separate statements for each fund category – governmental and proprietary – are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No. 34, paragraph 76. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

The District reports the following governmental funds:

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

As required by NJDOE, the District includes budgeted capital outlay in this fund. GAAP, as it pertains to governmental entities, states that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenue. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment.

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

Capital Projects Fund: The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election, funds appropriated from the General Fund, and from aid provided by the state to offset the cost of approved capital projects.

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

(Continued)

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

B. Basis of Presentation (Cont'd)

Debt Service Fund: The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

The District reports the following proprietary fund:

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

C. Measurement Focus and Basis of Accounting

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

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

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

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

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

(Continued)

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

D. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budget for the fiscal year ended June 30, 2021 was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. All budget amendments/transfers must be made by School Board resolution.

All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budget during the year). Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

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

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 89,181,905	\$ 1,690,249
Differences - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, Whereas the GAAP Basis does not.		
Current Year Encumbrances		(25,452)
Cancellation of Prior Year Encumbrances		(4,417)
Prior Year Encumbrances		93,933
Prior Year State Aid Payments Recognized for GAAP Purposes, not Recognized for Budgetary Statements	1,280,543	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(1,108,263)	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	\$ 89,354,185	\$ 1,754,313

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

(Continued)

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

D. Budgets/Budgetary Control (Cont'd)

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

	General Fund	Special Revenue Fund
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 87,100,098	\$ 1,699,875
Differences - Budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Current Year Encumbrances		(25,452)
Cancellation of Prior Year Encumbrances		(4,417)
Prior Year Encumbrances		93,933
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	\$ 87,100,098	\$ 1,763,939

E. Cash and Cash Equivalents and Investments

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

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

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

(Continued)

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

E. Cash and Cash Equivalents and Investments (Cont'd)

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

N.J.S.A 17:9-41et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a 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 market value of 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 the other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

F. Interfund Transactions:

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

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

G. Allowance for Uncollectible Accounts:

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

H. Encumbrances:

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

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

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

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

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

I. Short-term Interfund Receivables/Payables:

Short-term interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the District and that are due within one year.

J. Inventories and Prepaid Expenses:

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

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

K. Capital Assets:

During the year ended June 30, 1994, the District established a formal system of accounting for its capital assets. Capital assets acquired or constructed subsequent to June 30, 1994, are recorded at historical cost including ancillary charges necessary to place the asset into service. Capital assets acquired or constructed prior to the establishment of the formal system are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Land has been recorded at estimated historical cost. Donated capital assets are valued at acquisition value. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. Capital assets have been reviewed for impairment. The capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is \$2,000. The depreciation method is straight-line.

The estimated useful lives of capital assets reported in the District-wide statements and proprietary funds are as follows:

	Estimated Useful Life
Buildings and Building Improvements	50 years
Sites and Site Improvements	20 years
Machinery and Equipment	10 to 15 years
Computer and Related Technology	5 years
Vehicles	8 years

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

L. Long Term Liabilities:

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

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

(Continued)

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

M. Accrued Salaries and Wages

The District does not allow employees who provide services over the ten-month academic year the option to have their salaries evenly distributed during the entire twelve-month year, therefore, there are no accrued salaries and wages as of June 30, 2021.

N. Compensated Absences

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

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

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

O. Unearned Revenue

Unearned revenue in the special revenue and the enterprise funds represent cash which has been received but not yet earned.

P. Fund Balance Appropriated

General Fund: Of the \$20,163,691 General Fund fund balance at June 30, 2021, \$1,228,981 is assigned for encumbrances; \$913,058 is designated for subsequent year's expenditures; \$6,034,526 is restricted in the capital reserve account; \$2,113,331 is restricted in the maintenance reserve account; \$216,106 is restricted in the emergency reserve account; \$521,195 is restricted for unemployment compensation; \$2,500,000 is restricted for prior fiscal year excess surplus in accordance with N.J.S.A. 18A:7F-7 (S1701) and has been appropriated and included as anticipated revenue for the fiscal year ending June 30, 2022; \$3,400,000 is restricted for current fiscal year excess surplus in accordance with N.J.S.A.18A:7F (S1701) and will be appropriated and included as anticipated revenue for the fiscal year ended June 30, 2023; and \$3,236,494 is unassigned fund balance, which is \$1,108,263 less than the budgetary unassigned fund balance, due to the final two state aid payments, which are not recognized until the fiscal year ended June 30, 2022.

Special Revenue Fund: The Special Revenue Fund fund balance at June 30, 2021 of \$246,961 is restricted for student activities.

Capital Projects Fund: The Capital Projects Fund fund balance at June 30, 2021 of \$2,111,097 is committed.

Debt Service Fund: The Debt Service Fund has \$-0- fund balance at June 30, 2021.

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, C.73 (s1701), the designation for Restricted Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The District has excess surplus at June 30, 2021 as indicated above.

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

(Continued)

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

P. Fund Balance Appropriated (Cont'd)

P.L. 2003, C.97 provides that in the event state school aid payments are not made until the following school budget year, districts must record the last 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 last two state aid payments in the subsequent fiscal year, the school district cannot recognize these last two state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the final two state aid payments and not the fund balance reported on the fund statement which excludes the last two state aid payments noted above.

Q. Deficit Net Position

The District has a deficit in unrestricted net position of \$11,205,710 in its governmental activities, which is primarily due to deferred inflows, outflows and liabilities related to pensions and compensated absences. This deficit does not indicate that the District is in financial difficulties and is a permitted practice under generally accepted accounting principles.

R. Net Position:

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

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District had deferred outflows of resources at June 30, 2021 for the deferred amount on the refunding of debt related to the District's 2010 refunding bonds and deferred inflows and outflows related to pensions.

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

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

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

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

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

(Continued)

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

S. Fund Balance Restrictions, Commitments and Assignments

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

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

The District Board of Education has the responsibility to formally commit resources for specific purposes through a motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body. The Board of Education must also utilize a formal motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body in order to remove or change the commitment of resources. The District has committed resources at June 30, 2021 on the GAAP basis.

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

T. Revenue - Exchange and Nonexchange Transactions:

Revenue, resulting from exchange transactions in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available.

Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means within sixty days of the fiscal year end.

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

(Continued)

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

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

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

U. Operating Revenue and Expenses:

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

V. Management Estimates:

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

W. Pensions

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

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

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

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

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

Credit Risk - The District limits its investments to those authorized in its cash management plan which are those permitted under state statute as on the following pages.

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

(Continued)

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

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

Deposits:

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

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

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

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

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

Investments:

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

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located;
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983, c.313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by local units;
- (6) Local government investment pools;

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

(Continued)

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

Investments: (Cont'd)

- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or
- (8) Agreements for the repurchase of fully collateralized securities if:
 - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.);
 - (b) the custody of collateral is transferred to a third party;
 - (c) the maturity of the agreement is not more than 30 days;
 - (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
 - (e) a master repurchase agreement providing for the custody and security of collateral is executed; or
- (9) Deposit of funds in accordance with the following conditions:
 - (a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;
 - (b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;
 - (c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;
 - (d) The designated public depository acts as custodian for the school district with respect to these deposits; and
 - (e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

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

(Continued)

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

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

	Cash and Cash Equivalents	Restricted Cash and Cash Equivalents	Total
Checking Accounts	\$ 11,955,408	\$ 9,132,119	\$ 21,087,527
	\$ 11,955,408	\$ 9,132,119	\$ 21,087,527

During the period ended June 30, 2021, the District did not hold any investments. The carrying amount of the Board's cash and cash equivalents at June 30, 2021, was \$21,087,527 and the bank balance was \$22,397,841.

NOTE 4. CAPITAL RESERVE ACCOUNT

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

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the State Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes, or by transfer by board resolution at fiscal year-end of any unanticipated revenue or unexpended line item appropriation amounts or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to *N.J.S.A. 19:60-2*. Pursuant to *N.J.A.C. 6:23A-5.1(d)7*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

	Beginning Balance, July 1, 2020	\$ 9,993,292
Add:	Interest Earnings	14,180
	Unexpended Balance Returned from Capital Outlay	988,156
	Unexpended Balance Returned from Capital Projects Fund	74,674
Less:	Budgeted Withdrawal from Capital Reserve	(1,426,509)
	Transfer to Capital Outlay as per Board Resolutions	(1,483,924)
	Transfer to Capital Projects Fund as per Board Resolutions	(2,125,343)
	Ending Balance, June 30, 2021	\$ 6,034,526

The balance in the capital reserve account at June 30, 2021 does not exceed the LRFP balance of local support costs of uncompleted capital projects. Withdrawals from the capital reserve were for use in DOE approved facilities projects, consistent with the District's LRFP.

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

NOTE 5. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account was established by Board resolution on June 24, 2013. These funds may be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building.

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

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

Beginning Balance, July 1, 2020	\$ 1,895,094
Add: Transfer from Unassigned Fund Balance as per Board Resolution - June 7, 2021	826,076
Less: Withdrawal by Board Resolutions	<u>(607,839)</u>
Ending Balance, June 30, 2021	<u><u>\$ 2,113,331</u></u>

NOTE 6. EMERGENCY RESERVE ACCOUNT

An emergency reserve account was established by Board resolution in June 2011. The emergency reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The emergency reserve is restricted to be used to accumulate funds in accordance with N.J.S.A. 18A:7F-41c(1) to finance unanticipated general fund expenditures required for a thorough and efficient education. Unanticipated means reasonably unforeseeable and shall not include additional costs caused by poor planning. The maximum balance permitted at any time in this reserve is the greater of \$250,000 or 1% of the general fund budget not to exceed one million dollars. Deposits may be made to the emergency reserve account by board resolution at fiscal year-end of any unanticipated revenue or unexpended line item appropriation or both. The department has defined fiscal year end for the purpose of depositing surplus into reserve accounts as an amount approved by the district board of education between June 1st and June 30th. Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of four percent or to finance school security improvements.

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

(Continued)

NOTE 6. EMERGENCY RESERVE ACCOUNT (Cont'd)

Beginning Balance, July 1, 2020	\$ 216,106
Ending Balance, June 30, 2021	<u>\$ 216,106</u>

NOTE 7. CAPITAL ASSETS

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

	Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Governmental Activities:				
Capital Assets not Being Depreciated:				
Sites (Land)	\$ 174,480			\$ 174,480
Construction in Progress	3,615,509	\$ 751,436	\$ (2,637,399)	1,729,546
Total Capital Assets Not Being Depreciated	3,789,989	751,436	(2,637,399)	1,904,026
Capital Assets Being Depreciated:				
Site Improvements	2,081,065	183,245		2,264,310
Buildings and Building Improvements	69,892,561	1,273,088	2,637,399	73,803,048
Machinery and Equipment	14,000,513	1,496,843	(6,572)	15,490,784
Total Capital Assets Being Depreciated	85,974,139	2,953,176	2,630,827	91,558,142
Governmental Activities Capital Assets	89,764,128	3,704,612	(6,572)	93,462,168
Less Accumulated Depreciation for:				
Site Improvements	(1,756,952)	(30,695)		(1,787,647)
Buildings and Building Improvements	(32,741,455)	(2,171,991)		(34,913,446)
Machinery and Equipment	(8,502,085)	(1,025,869)		(9,527,954)
	(43,000,492)	(3,228,555)		(46,229,047)
Governmental Activities Capital Assets, Net of Accumulated Depreciation	\$ 46,763,636	\$ 476,057	\$ (6,572)	\$ 47,233,121
Business Type Activities:				
Capital Assets Being Depreciated:				
Machinery and Equipment	\$ 963,815	\$ 8,752		\$ 972,567
Building Improvements	114,707			114,707
	1,078,522	8,752		1,087,274
Less Accumulated Depreciation for:				
Machinery and Equipment	(406,832)	(59,687)		(466,519)
Building Improvements	(19,500)	(4,589)		(24,089)
	(426,332)	(64,276)		(490,608)
Business Type Activities Capital Assets, Net of Accumulated Depreciation	\$ 652,190	\$ (55,524)	\$ -0-	\$ 596,666

The District expended \$751,436 towards construction projects in progress during the fiscal year. As of June 30, 2021, the District has \$2,111,097 in active construction projects including \$2,070,697 of encumbrances.

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

(Continued)

NOTE 7. CAPITAL ASSETS (Cont'd)

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 1,485,134
Special Instruction	193,713
Student and Instruction Related Services	161,428
General Administration	96,857
School Administration	193,713
Central Services	64,571
Administrative Information Technology	129,143
Operations and Maintenance of Plant	355,141
Student Transportation	548,855
	<u>\$ 3,228,555</u>

NOTE 8. TRANSFERS TO CAPITAL OUTLAY

During the fiscal year ended June 30, 2021, the District transferred a net \$1,751,588 to the capital outlay accounts. \$813,472 was transferred to equipment which did not require County Superintendent approval. Of the \$938,116 transferred to facilities and construction services, \$1,483,924 was a Board approved withdrawal from Capital Reserve. The remaining \$545,808 transfer from capital outlay required approval from the County Superintendent, which the District obtained.

NOTE 9. OPERATING LEASES

The District has a commitment to lease copying equipment under an operating lease which expires in 2022. Future minimum lease payments are as follows:

<u>Fiscal Year Ending</u>	<u>Amount</u>
June 30, 2022	\$ 60,183
Total future minimum lease payments	<u>\$ 60,183</u>

NOTE 10. LONG-TERM LIABILITIES

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

	<u>Balance</u> <u>6/30/2020</u>	<u>Accrued</u>	<u>Retired</u>	<u>Balance</u> <u>6/30/2021</u>
Serial Bonds Payable	\$ 10,320,000		\$ 1,845,000	\$ 8,475,000
Unamortized Bond Issuance Premium	471,710		106,690	365,020
Net Pension Liability	13,803,244		1,501,185	12,302,059
Capital Leases Payable	1,361,912	\$ 500,000	786,969	1,074,943
Compensated Absences Payable	1,272,091	142,444	168,232	1,246,303
	<u>\$ 27,228,957</u>	<u>\$ 642,444</u>	<u>\$ 4,408,076</u>	<u>\$ 23,463,325</u>

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

NOTE 10. LONG-TERM LIABILITIES (Cont'd)

A. Bonds Payable:

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

On April 24, 2014, the District issued energy savings obligation refunding bonds of \$7,740,000 with interest rates ranging from 2.0% to 4.0%. The bonds mature on April 15, 2014 through 2035. The energy savings obligation refunding bonds were issued to fund the implementation of the District's energy savings improvement plan ("ESIP"), entailing various permitted energy conservation measures under the ESIP Law, at all six schools in the District. This includes installation of interior and exterior lighting upgrades and replacements, lighting occupancy sensors, energy management systems, HVAC systems and control systems, building exterior weatherization improvements and small-scale solar PV systems.

The ESIP Law (P.L. 2009, c. 4) allowed the District to issue energy savings obligation refunding bonds without voter approval to fund certain improvements that result in reduced energy use, facilities for production of renewable energy or water conservation improvements (collectively, "ECMs"); provided that the value of the savings will cover the cost of the ECMs. The ESIP law provides, however, that notwithstanding any law to the contrary, energy savings obligation refunding bonds shall not be excepted from any budget or school levy limitation otherwise provided by law, and shall be funded through appropriations in the General Fund annual budget, on the basis that the costs of implemented energy conservation measures should be fully offset by energy savings to be generated by such measures (on both an annual and aggregate basis).

The District had serial bonds outstanding as of June 30, 2021 as follows:

Purpose	Issue Date	Interest Rate	Final Mat- urity Date	Amount
School Refunding Bonds	08/19/10	4.00%	09/01/22	\$ 2,200,000
Energy Savings Improvement Program (ESIP)	04/24/14	2.625%-4.00%	04/15/35	6,275,000
				<u>\$ 8,475,000</u>

Principal and interest due on serial bonds outstanding are as follows:

Fiscal Year Ending June 30,	Bonds		
	Principal	Interest	Total
2022	\$ 1,935,000	\$ 273,663	\$ 2,208,663
2023	860,000	218,262	1,078,262
2024	330,000	199,125	529,125
2025	350,000	190,463	540,463
2026	375,000	181,275	556,275
2027-2031	2,240,000	721,600	2,961,600
2032-2035	2,385,000	246,200	2,631,200
	<u>\$ 8,475,000</u>	<u>\$ 2,030,588</u>	<u>\$ 10,505,588</u>

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

NOTE 10. LONG-TERM LIABILITIES (Cont'd)

A. Bonds Payable: (Cont'd)

The Debt Service Fund will be used to liquidate the school refunding bonds payable. The energy savings improvement program bonds will be liquidated by General Fund.

B. Bonds Authorized But Not Issued:

As of June 30, 2021, the Board had \$260,000 of energy savings improvement program bonds authorized but not issued.

C. Unamortized Bond Issuance Premium:

The unamortized bond issuance premium of the governmental fund types is recorded in the noncurrent liabilities. The current portion of the unamortized bond issuance premium balance of the governmental funds is \$106,690 and is separated from the long-term liability balance of \$258,330.

D. Capital Leases Payable:

The District's capital leases relate to the purchases of school buses and various technology equipment. The capital leases total \$3,135,447, of which \$2,060,504 has been liquidated as of June 30, 2021. The capital leases are for terms of five years. The following is a schedule of the future minimum lease payments under the District's three capital leases, and the present value of the net minimum lease payments at June 30, 2021.

<u>Fiscal Year Ending</u>	<u>Amount</u>
June 30, 2022	\$ 587,125
June 30, 2023	337,124
June 30, 2024	168,176
Total minimum lease payments	1,092,425
Less: Amount representing interest	(17,482)
Present value of net minimum lease payments	<u>\$ 1,074,943</u>

The current portion of capital lease payable at June 30, 2021 in the governmental activities is \$576,463 and the long-term portion is \$498,480. The General Fund will be used to liquidate the capital lease payable in the governmental activities.

E. Compensated Absences Payable:

The liability for compensated absences of the governmental fund types is recorded in the current and long-term liabilities. The current portion of the compensated absences balance of the governmental funds is \$29,313 and is separated from the long-term liability balance of compensated absences of \$1,216,990. The General Fund will be used to liquidate the governmental funds Compensated Absences Payable.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2021, \$-0- is recorded for compensated absences in the Enterprise Fund.

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

NOTE 10. LONG-TERM LIABILITIES (Cont'd)

F. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in the current and long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2021 is \$-0- and the long-term portion is \$12,302,059. See Note 11 for further information on the PERS.

NOTE 11. PENSION PLANS

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

A. Public Employees' Retirement System (PERS)

Plan Description

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

Benefits Provided

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

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 with 25 or more years of service credit before age 62 and 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 members 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 50 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.

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

(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years, beginning with 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. District contributions to PERS amounted to \$841,845 for fiscal year 2021. The employee contribution rate was 7.50% effective July 1, 2018.

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

At June 30, 2021, the District reported a liability of \$12,302,059 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019 which was rolled forward to June 30, 2020. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2020, the District's proportion was 0.075%, which was a decrease of 0.001% from its proportion measured as of June 30, 2019.

For the fiscal year ended June 30, 2021, the District recognized an actual pension benefit in the amount of (\$206,406). At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2016	5.57	\$ 399,093	
	2017	5.48		\$ 1,164,491
	2018	5.63		1,142,446
	2019	5.21		907,266
	2020	5.16		1,936,786
				399,093

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

(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

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

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	2016	5.57	\$ 12,111	
	2017	5.48	34,632	
	2018	5.63		\$ 43,505
	2019	5.21	69,352	
	2020	5.16	107,905	
			<u>224,000</u>	<u>43,505</u>
Changes in Proportion	2016	5.57		20,706
	2017	5.48		158,856
	2018	5.63	68,403	
	2019	5.21		244,098
	2020	5.16		211,906
			<u>68,403</u>	<u>635,566</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2017	5	(150,541)	
	2018	5	(139,617)	
	2019	5	33,788	
	2020	5	676,864	
			<u>420,494</u>	
District Contribution Subsequent to the Measurement Date	2020	1.00	828,000	
			<u>\$ 1,939,990</u>	<u>\$ 5,830,060</u>

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

Fiscal Year Ending June 30,	Total
2021	\$ (1,543,683)
2022	(1,407,370)
2023	(804,276)
2024	(325,236)
2025	(70,342)
	<u>\$ (4,150,907)</u>

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

NOTE 11. PENSION PLANS (Cont'd)

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

Actuarial Assumptions

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

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

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

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

Long Term Expected Rate of Return

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

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

(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return (Cont'd)

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

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2020. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based upon 78% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

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

NOTE 11. PENSION PLANS (Cont'd)

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

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

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

	June 30, 2020		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
District's proportionate share of the Net Pension Liability	\$ 15,451,935	\$ 12,302,059	\$ 9,578,928

Pension plan Fiduciary Net Position

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

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

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

Benefits Provided

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

The following represents the membership tiers for TPAF:

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

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

(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

Benefits Provided (Cont'd)

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

Contributions

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which included the employer portion of the normal cost and an amortization of the unfunded accrued liability. For fiscal year 2021, the State's pension contribution was less than the actuarially determined amount.

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers, such as the District. This note discloses the portion of the District's total proportionate share of the net pension liability that is associated with the District. During the fiscal year ended 2021, the State of New Jersey contributed \$7,978,185 to the TPAF for normal pension benefits on behalf of the District, which is less than the contractually required contribution of \$10,985,615.

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

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

At June 30, 2021, the State's proportionate share of the net pension liability associated with the District was \$176,662,317. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019 which was rolled forward to June 30, 2020. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2020, the District's proportion was 0.268%, which was a decrease of 0.014% from its proportion measured as of June 30, 2019.

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

(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

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

District's Proportionate Share of the Net Pension Liability	\$	-0-
State's Proportionate Share of the Net Pension Liability Associated with the District		176,662,317
Total	\$	<u>176,662,317</u>

For the fiscal year ended June 30, 2020, the State recognized pension expense on behalf of the District in the amount of \$10,985,615 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2021 financial statements. The State reported collective deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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

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

NOTE 11. PENSION PLANS (Cont'd)

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

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

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

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

Actuarial Assumptions

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

Inflation Rate	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	1.55 – 4.45% based on years of service
Thereafter	2.75 – 5.65% based on years of service
Investment Rate of Return	7.00%

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

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

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

NOTE 11. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

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

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

Discount Rate – TPAF

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

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

NOTE 11. PENSION PLANS (Cont'd)

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

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

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

	June 30, 2020		
	At 1% Decrease (4.40%)	At Current Discount Rate (5.40%)	At 1% Increase (6.40%)
Total Net Pension Liability	\$ 207,510,581	\$ 176,662,317	\$ 151,048,011

Pension Plan Fiduciary Net Position

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

C. Defined Contribution Retirement Program (DCRP)

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

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

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

For DCRP, the District recognized pension expense of \$117,972 for the fiscal year ended June 30, 2021. Employee contributions to DCRP amounted to \$157,952 for the fiscal year ended June 30, 2021.

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

(Continued)

NOTE 12. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions; injuries to employees; and natural disasters. Health benefits coverage is provided by Horizon Blue Cross/Blue Shield of New Jersey.

Property and Liability Insurance

The District is a member of the School Alliance Insurance Fund (the “Fund”). This public entity risk management pool provides general liability and property and automobile coverage for its members. The District is also a member of the New Jersey Schools Insurance Group (“NJSIG”). The NJSIG is a public entity risk management pool that provides workers’ compensation for its members. A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report. The Fund and NJSIG are risk-sharing public entity risk pools that are an insured and self-administered group of school boards established for the purpose of providing low-cost insurance for its respective members in order to keep local property taxes to a minimum. Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for the Fund and NJSIG are elected.

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

The June 30, 2021 audit report for the Fund and NJSIG are not available as of the date of this report. Selected, summarized financial information for the Fund and NJSIG as of June 30, 2020 are detailed below:

	NJSIG	Fund
Total Assets	\$ 384,022,002	\$ 51,526,293
Net Position	\$ 138,857,553	\$ 20,539,909
Total Revenue	\$ 144,445,665	\$ 43,264,723
Total Expenses	\$ 113,037,156	\$ 41,642,801
Change in Net Position	\$ 31,408,509	\$ 1,621,922
Members Dividends	\$ -0-	\$ -0-

Financial statements for the Fund and NJSIG are available at their respective Executive Director’s Office:

Public Entity Group Administrative Services
51 Everett Drive, Suite B-40
West Windsor, NJ 08550
(609) 275-1155

New Jersey Schools Insurance Group
6000 Midlantic Drive, Suite 300 North
Mount Laurel, NJ 08054
(609) 386-6060
www.njsig.org

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

NOTE 12. RISK MANAGEMENT (Cont'd)

New Jersey Unemployment Compensation Insurance

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method.” Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. The following is a summary of District contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the District’s Unemployment Compensation Restricted Fund Balance in the General Fund for the current and previous two years:

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Interest Earned</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2020-2021	\$ -0-	\$ -0-	\$ 194,964	\$ 151,541	\$ 521,195
2019-2020	-0-	-0-	139,613	149,326	477,772
2018-2019	123,581	-0-	162,397	133,047	487,485

NOTE 13. ECONOMIC DEPENDENCY

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

NOTE 14. INTERFUND BALANCES AND TRANSFERS

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 51,782	
Special Revenue Fund		\$ 51,782
Proprietary Funds:		
Food Service Fund		88,184
Community School Fund	88,184	
	<u>\$ 139,966</u>	<u>\$ 139,966</u>

The interfund between the General Fund and the Special Revenue Fund is due to a deficit in cash and cash equivalents in the Special Revenue Fund. This deficit is due to timing between expenditure and reimbursement of grants from the State of New Jersey. The interfund between the Food Service Fund and the Community School Fund is due to a deficit in cash and cash equivalents in the Food Service Fund. This deficit is due to timing between expenditure and subsidy reimbursement from the State of New Jersey.

During the fiscal year, the District transferred \$2,125,343 from the Capital Reserve in the General Fund to the Capital Projects Fund to fully fund three other facilities projects.

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

NOTE 15. DEFERRED COMPENSATION

The Board offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403(b). The plans, which are administered by the entities listed below, permit participants to defer a portion of their salary until future fiscal 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	Oppenheimer Funds
Lincoln Financial Advisors	Lincoln Investment Planning
Variable Annuity Life Insurance (VALIC)	MetLife
The Legend Group	Security Benefit

NOTE 16. TAX CALENDAR

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

NOTE 17. ACCOUNTS PAYABLE

The following accounts payable balances existed as of June 30, 2021:

	Governmental Funds		District Contribution	Total	Business- Type Activities
	General Fund	Special Revenue Fund	Subsequent to the Measure- ment Date	Governmental Activities	Proprietary Funds
Due to State of New Jersey			\$ 828,000	\$ 828,000	
Vendors	\$ 33,191	\$ 28,534		61,725	\$ 250
Payroll Deductions and Withholdings	259,816			259,816	
	\$ 293,007	\$ 28,534	\$ 828,000	\$ 1,149,541	\$ 250

NOTE 18. COMMITMENTS AND CONTINGENCIES

Grant Programs

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

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

NOTE 18. COMMITMENTS AND CONTINGENCIES (Cont'd)

Litigation

The District is periodically involved in claims and pending lawsuits. The District estimates that the potential claims against it resulting from such litigation and not covered by insurance would not materially affect the financial statements of the District.

Arbitrage

The District may have a liability for arbitrage payable to the federal government relative to its school bond issues. The amount of liability at June 30, 2021, if any, is unknown.

Encumbrances

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

General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
\$ 1,228,981	\$ 25,452	\$ 2,070,697	\$ 3,325,130

On the District's Governmental Funds Balance Sheet as of June 30, 2021, \$-0- is assigned for year-end encumbrances in the Special Revenue Fund, which is \$25,452 less than the actual year-end encumbrances on a budgetary basis. Encumbrances are not recognized on a GAAP basis and are reflected as either a reduction in grant receivables or an increase in unearned revenue. The \$2,070,697 year-end encumbrances in the Capital Projects Fund is included in the \$2,111,097 committed fund balance on a GAAP basis at June 30, 2021, which is \$-0- less than the budgetary committed fund balance.

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund)

General Information about the OPEB Plan

Plan Description and Benefits Provided

The District is in a “special funding situation”, as described in GASB Statement No. 75, in that OPEB contributions and expenses are legally required to be made by and are the sole responsibility of the State of New Jersey, not the District.

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

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

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund) (Cont'd)

General Information about the OPEB Plan (Cont'd)

Plan Description and Benefits Provided (Cont'd)

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

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

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

Employees Covered by Benefit Terms

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

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

Total Nonemployer OPEB Liability

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

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

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund) (Cont'd)

Actuarial Assumptions and Other Inputs

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

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

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

Mortality Rates

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

Health Care Trend Assumptions

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

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

(Continued)

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund) (Cont'd)

Discount Rate

The discount rate for June 30, 2019 was 3.50%. The discount rate for June 30, 2018 was 3.87%, a change of -.37%. This represents the municipal bond rate as chosen by the State of New Jersey Division of Pensions and Benefits. The source is the Bond Buyer Go 20-Bond Municipal bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Changes in the State's Proportionate Share of the Total OPEB Liability Associated with the District

	Total OPEB Liability
Balance at June 30, 2018	\$ 144,906,448
Changes for Year:	
Service Cost	4,444,570
Interest on the Total OPEB Liability	5,706,143
Difference between Actual and Expected Experience	(23,969,750)
Changes of Assumptions	1,925,873
Contributions from Members	117,534
Gross Benefit Payments by the State	(3,965,005)
Net Changes	(15,740,635)
Balance at June 30, 2019	\$ 129,165,813

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

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

	June 30, 2019		
	At 1% Decrease (2.50%)	At Discount Rate (3.50%)	At 1% Increase (4.50%)
	Total OPEB Liability Attributable to the District	\$ 152,595,868	\$ 129,165,813

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

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund) (Cont'd)

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

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

	June 30, 2019		
	1%	Healthcare	1%
	Decrease	Cost Trend Rate	Increase
Total OPEB Liability Attributable to the District	\$ 106,426,873	\$ 129,165,813	\$ 159,267,501

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

For the fiscal year ended June 30, 2021, the District recognized OPEB expense of \$2,180,938 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

In accordance with GASB Codification Section P50, as the District's proportionate share of the OPEB liability is \$-0-, there is no recognition of the allocation of the proportionate share of the deferred inflows and outflows of resources. At June 30, 2019 the State had deferred outflows of resources and deferred inflows of resources related to OPEB associated with the District from the following sources:

	Deferral Year	Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		\$ 15,037,512
	2018	9.51		12,934,296
	2019	9.29		(1,718,567)
				26,253,241
Differences between Expected and Actual Experience	2018	9.51		12,226,934
	2019	9.29		20,227,628
Changes in Proportion	N/A	N/A	\$ 2,512,622	2,984,373
			\$ 2,512,622	\$ 61,692,176

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

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund) (Cont'd)

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

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

Fiscal Year Ending June 30,	Total
2020	\$ (7,882,373)
2021	(7,882,375)
2022	(7,882,375)
2023	(7,882,375)
2024	(7,882,375)
Thereafter	(19,295,930)
	\$ (58,707,803)

NOTE 20. SUBSEQUENT EVENT

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

The District's Food Service Fund has been impacted by COVID-19 for the fiscal year ending June 30, 2022 as the District continues to offer free lunch to all students under the Seamless Summer Option. The Community School Fund will likely be impacted by COVID-19 for the fiscal year ending June 30, 2022 due to the impact on program enrollment.

NOTE 21. PRIOR YEAR ADJUSTMENT

GASB 84, *Fiduciary Activities*, was implemented during the fiscal year ended June 30, 2021. As part of this implementation, the activity for the Unemployment Compensation Insurance Trust Fund which had previously been reported in the Fiduciary Funds is now reported in the General Fund. The Student Activities Fund is now reported in the Special Revenue Fund. The ending balances as of June 30, 2020 were restated due to this implementation as follows:

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

NOTE 21. PRIOR YEAR ADJUSTMENT (Cont'd)

	<u>June 30, 2020</u> <u>as Previously</u> <u>Reported</u>	<u>Retroactive</u> <u>Adjustments</u>	<u>Balance</u> <u>June 30, 2020</u> <u>as Restated</u>
<u>Statement of Net Activities - Governmental Activities:</u>			
Net Position - Ending	\$ 35,222,600	\$ 734,359	\$ 35,956,959
<u>Statement of Revenues, Expenditures and Changes in</u> <u>Fund Balance - Governmental Funds:</u>			
General Fund:			
Fund Balance - June 30	18,982,501	477,772	19,460,273
Special Revenue Fund:			
Fund Balance - June 30	-0-	256,587	256,587
<u>Statement of Changes in Fiduciary Net Position -</u> <u>Fiduciary Funds:</u>			
Unemployment Compensation Trust:			
Net Position - End of the Year	477,772	(477,772)	-0-

SCHEDULES OF REQUIRED
SUPPLEMENTARY INFORMATION

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

	Fiscal Year Ending June 30,						
	2015	2016	2017	2018	2019	2020	2021
District's proportion of the net pension liability	0.0879080154%	0.0814226014%	0.0804038141%	0.0777058812%	0.0783550900%	0.0766060281%	0.0754385785%
District's proportionate share of the net pension liability	\$ 16,458,785	\$ 18,277,742	\$ 23,813,304	\$ 18,088,687	\$ 15,427,727	\$ 13,803,244	\$ 12,302,059
District's covered employee payroll	\$ 5,655,443	\$ 5,465,431	\$ 5,410,830	\$ 5,462,441	\$ 5,349,876	\$ 5,295,503	\$ 5,274,654
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	291.03%	334.42%	440.10%	331.15%	288.38%	260.66%	233.23%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%

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

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

	Fiscal Year Ending June 30,						
	2015	2016	2017	2018	2019	2020	2021
Contractually required contributor	\$ 724,701	\$ 700,016	\$ 717,605	\$ 758,062	\$ 782,879	\$ 747,670	\$ 841,845
Contributions in relation to the contractually required contribution	<u>(724,701)</u>	<u>(700,016)</u>	<u>(717,605)</u>	<u>(758,062)</u>	<u>(782,879)</u>	<u>(747,670)</u>	<u>(841,845)</u>
Contribution deficiency/(excess)	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
District's covered employee payroll	\$ 5,465,431	\$ 5,410,830	\$ 5,462,441	\$ 5,349,876	\$ 5,295,503	\$ 5,274,654	\$ 5,229,180
Contributions as a percentage of covered employee payroll	13.26%	12.94%	13.14%	14.17%	14.78%	14.17%	16.10%

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

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

	Fiscal Year Ending June 30,						
	2015	2016	2017	2018	2019	2020	2021
State's proportion of the net pension liability attributable to the District	0.2823140342%	0.2838710877%	0.2848933108%	0.2810293175%	0.2718068090%	0.2826809447%	0.2682848067%
State's proportionate share of the net pension liability attributable to the District	\$ 150,887,663	\$ 179,418,650	\$ 224,115,218	\$ 189,480,099	\$ 172,917,654	\$ 173,483,964	\$ 176,662,317
District's covered employee payroll	\$ 28,514,332	\$ 28,760,876	\$ 28,149,592	\$ 29,328,741	\$ 28,231,178	\$ 29,142,608	\$ 30,139,169
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	529.16%	623.83%	796.16%	646.06%	612.51%	595.29%	586.16%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%

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

ROXBURY TOWNSHIP SCHOOL DISTRICT
 REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
 SCHEDULE OF STATE CONTRIBUTIONS
 TEACHERS' PENSION AND ANNUITY FUND
 LAST SEVEN FISCAL YEARS

	Fiscal Year Ending June 30,						
	2015	2016	2017	2018	2019	2020	2021
Contractually required contribution	\$ 8,119,173	\$ 10,955,124	\$ 16,839,140	\$ 13,126,222	\$ 10,080,494	\$ 10,232,548	\$ 10,985,615
Contributions in relation to the contractually required contributor	(1,534,711)	(2,280,967)	(3,050,500)	(4,002,755)	(5,559,650)	(5,884,513)	(7,978,185)
Contribution deficiency/(excess)	<u>\$ 6,584,462</u>	<u>\$ 8,674,157</u>	<u>\$ 13,788,640</u>	<u>\$ 9,123,467</u>	<u>\$ 4,520,844</u>	<u>\$ 4,348,035</u>	<u>\$ 3,007,430</u>
District's covered employee payroll	\$ 28,760,876	\$ 28,149,592	\$ 29,328,741	\$ 28,231,178	\$ 29,142,608	\$ 30,139,169	\$ 30,503,600
Contributions as a percentage of covered employee payroll	5.34%	8.10%	10.40%	14.18%	19.08%	19.52%	26.15%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2014.

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

	Fiscal Year Ending		
	2017	2018	2019
Total OPEB Liability			
Service Cost	\$ 5,989,340	\$ 4,971,231	\$ 4,444,570
Interest Cost	5,230,192	6,044,432	5,706,143
Difference between Expected and Actual Experience		(11,461,254)	(23,969,750)
Changes in Assumptions	(21,162,559)	(16,628,740)	1,925,873
Member Contributions	141,342	133,917	117,534
Gross Benefit Payments	(3,838,464)	(3,874,747)	(3,965,005)
Net Change in Total OPEB Liability	(13,640,149)	(20,815,161)	(15,740,635)
Total OPEB Liability - Beginning	179,361,758	165,721,609	144,906,448
Total OPEB Liability - Ending	<u>\$ 165,721,609</u>	<u>\$ 144,906,448</u>	<u>\$ 129,165,813</u>
District's Covered Employee Payroll *	\$ 33,560,422	\$ 34,791,182	\$ 33,581,054
Total OPEB Liability as a Percentage of Covered Employee Payroll	494%	417%	385%

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

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

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

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

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

B. TEACHERS PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

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

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

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

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

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

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

Changes of Actuarial Assumptions (Cont'd)

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

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

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

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

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

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

BUDGETARY COMPARISON SCHEDULES

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 57,617,121		\$ 57,617,121	\$ 57,617,121	
Tuition From Other LEAs	3,951,501		3,951,501	4,004,713	\$ 53,212
Transportation Fees From Other LEAs	1,117,565		1,117,565	1,253,793	136,228
Interest Earned on Capital Reserve Funds	26,000		26,000	14,180	(11,820)
Rents and Royalties	30,000		30,000	75	(29,925)
Restricted Miscellaneous Revenue				43,423	43,423
Unrestricted Miscellaneous Revenue	310,000		310,000	585,483	275,483
Total - Local Sources	63,052,187		63,052,187	63,518,788	466,601
State Sources:					
Equalization Aid	8,017,609		8,017,609	8,017,609	
School Choice Aid	303,840		303,840	303,840	
Transportation Aid	558,875		558,875	558,875	
Special Education Aid	2,433,575		2,433,575	2,433,575	
Security Aid	61,433		61,433	61,433	
Extraordinary Special Education Costs Aid				1,202,651	1,202,651
Extraordinary Special Education Costs Aid - Excess Prior Year				64,829	64,829
Excess Nonpublic School Transportation Costs				42,920	42,920
On-Behalf TPAF Post Retirement Contributions (Non-Budgeted)				2,547,810	2,547,810
On-Behalf TPAF Pension Contributions (Non-Budgeted)				7,978,185	7,978,185
On-Behalf TPAF Non-Contributory Insurance (Non-Budgeted)				151,796	151,796
On-Behalf TPAF Long-Term Disability Insurance (Non-Budgeted)				5,133	5,133
TPAF Social Security (Reimbursed - Non-Budgeted)				2,183,599	2,183,599
Total State Sources	11,375,332		11,375,332	25,552,255	14,176,923
Federal Sources:					
Medicaid Assistance Program	85,232		85,232	110,862	25,630
Total - Federal Sources	85,232		85,232	110,862	25,630
Total Revenues	74,512,751		74,512,751	89,181,905	14,669,154

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Regular Programs - Instruction:					
Kindergarten - Salaries of Teachers	\$ 832,305	\$ 78,230	\$ 910,535	\$ 821,281	\$ 89,254
Grades 1-5 - Salaries of Teachers	6,189,574	(188,451)	6,001,123	5,947,575	53,548
Grades 6-8 - Salaries of Teachers	3,971,982	118,405	4,090,387	4,088,961	1,426
Grades 9-12 - Salaries of Teachers	8,598,423	(158,938)	8,439,485	8,172,967	266,518
Regular Programs - Home Instruction:					
Salaries of Teachers	35,000		35,000	7,630	27,370
Purchased Professional-Educational Services	32,410	(16,846)	15,564	14,427	1,137
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction		64,947	64,947	64,947	
Purchased Professional-Educational Services	45,650	(19,860)	25,790	12,740	13,050
Other Purchased Services (400-500 series)	935,759	200,040	1,135,799	1,043,016	92,783
General Supplies	1,039,915	(51,647)	988,268	709,620	278,648
Textbooks	63,050	(10,214)	52,836	27,726	25,110
Other Objects	16,465	(3,411)	13,054	11,514	1,540
Total Regular Programs - Instruction	21,760,533	12,255	21,772,788	20,922,404	850,384
Special Education - Instruction:					
Learning and/or Language Disabilities:					
Salaries of Teachers	512,974	13,410	526,384	526,384	
Other Salaries for Instruction	183,128	232,000	415,128	277,360	137,768
General Supplies	3,300	(1,442)	1,858	1,552	306
Textbooks	1,800		1,800	1,800	
Total Learning and/or Language Disabilities	701,202	243,968	945,170	807,096	138,074
Behavioral Disabilities:					
Salaries of Teachers	475,708	4,263	479,971	420,416	59,555
Other Salaries for Instruction	246,862	56,016	302,878	255,121	47,757
General Supplies	4,250		4,250	3,189	1,061
Other Objects	2,667		2,667	245	2,422
Total Behavioral Disabilities	729,487	60,279	789,766	678,971	110,795

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Special Education - Instruction: (Cont'd)					
Multiple Disabilities:					
Salaries of Teachers	\$ 143,493	\$ (28,413)	\$ 115,080	\$ 115,060	\$ 20
Other Salaries for Instruction	188,873	39,554	228,427	227,953	474.00
Purchased Professional-Educational Services	165,000	8,379	173,379	156,129	17,250
General Supplies	40,058	(21,500)	18,558	8,325	10,233
Textbooks	500		500	500	
Other Objects	2,666		2,666		2,666
Total Multiple Disabilities	<u>540,590</u>	<u>(1,980)</u>	<u>538,610</u>	<u>507,967</u>	<u>30,643</u>
Resource Room/Resource Center:					
Salaries of Teachers	2,980,362	126,691	3,107,053	3,107,053	
Other Salaries for Instruction	469,024	48,611	517,635	500,125	17,510
General Supplies	17,100		17,100	17,069	31
Textbooks	5,000		5,000	5,000	
Total Resource Room/Resource Center	<u>3,471,486</u>	<u>175,302</u>	<u>3,646,788</u>	<u>3,629,247</u>	<u>17,541</u>
Autism:					
Salaries of Teachers	240,072	(685)	239,387	183,874	55,513
Other Salaries for Instruction	92,082	78,240	170,322	110,406	59,916
General Supplies	2,250		2,250	726	1,524
Textbooks	2,000		2,000	2,000	
Other Objects	2,667		2,667		2,667
Total Autism	<u>339,071</u>	<u>77,555</u>	<u>416,626</u>	<u>297,006</u>	<u>119,620</u>
Preschool Disabilities - Part-Time:					
Salaries of Teachers	55,638	(55,638)			
Other Salaries for Instruction	57,134	(57,134)			
Total Preschool Disabilities - Part-Time	<u>112,772</u>	<u>(112,772)</u>			

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Special Education - Instruction:					
Preschool Disabilities - Full-Time:					
Salaries of Teachers	\$ 256,644	\$ 24,192	\$ 280,836	\$ 259,462	\$ 21,374
Other Salaries for Instruction	126,867	44,147	171,014	171,014	
General Supplies	3,500		3,500	3,087	413
Total Preschool Disabilities - Full-Time	387,011	68,339	455,350	433,563	21,787
Home Instruction:					
Salaries of Teachers		8,584	8,584	8,584	
Purchased Professional-Educational Services	57,470	(18,740)	38,730	34,200	4,530
Total Home Instruction	57,470	(10,156)	47,314	42,784	4,530
Total Special Education - Instruction	6,339,089	500,535	6,839,624	6,396,634	442,990
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	617,789	138,172	755,961	755,961	
General Supplies	2,500		2,500	1,537	963
Total Basic Skills/Remedial - Instruction	620,289	138,172	758,461	757,498	963
Bilingual Education - Instruction:					
Salaries of Teachers	315,056		315,056	304,092	10,964
Other Purchased Services (400-500 series)	500		500		500
General Supplies	2,500	52,660	55,160	54,765	395
Total Bilingual Education - Instruction	318,056	52,660	370,716	358,857	11,859
School Sponsored Cocurricular Activities:					
Salaries	240,500	7,628	248,128	242,364	5,764
Purchased Services (300-500 series)	25,009		25,009	10,425	14,584
Supplies and Materials	27,465	57	27,522	15,396	12,126
Other Objects	54,026	(2)	54,024	13,802	40,222
Total School-Sponsored Cocurricular Activities	347,000	7,683	354,683	281,987	72,696

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
School-Sponsored Athletics:					
Salaries	\$ 756,281	\$ (32,462)	\$ 723,819	\$ 704,988	\$ 18,831
Purchased Services (300-500 series)	213,778	(4,484)	209,294	151,064	58,230
Supplies and Materials	112,666	(505)	112,161	98,578	13,583
Other Objects	148,880	(6,350)	142,530	82,117	60,413
Total School-Sponsored Athletics	1,231,605	(43,801)	1,187,804	1,036,747	151,057
Total Instruction	30,616,572	667,504	31,284,076	29,754,127	1,529,949
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEAs Within the State - Regular	42,220	(24,328)	17,892	8,361	9,531
Tuition to Other LEA's Within the State - Special	574,142	173,930	748,072	741,223	6,849
Tuition to County Vocational School - Regular	432,250	114,157	546,407	546,407	
Tuition to County Vocational School - Special	32,404	9,940	42,344	32,013	10,331
Tuition to CSSD & Regional Day Schools		24,066	24,066	24,066	
Tuition to Private Schools for the Handicapped Within State	2,231,549	(276,773)	1,954,776	1,923,918	30,858
Tuition - State Facilities	79,744		79,744	79,744	
Tuition - Other	391,417	(20,991)	370,426	220,173	150,253
Total Instruction	3,783,726	1	3,783,727	3,575,905	207,822
Attendance and Social Work Services:					
Salaries	93,614	533	94,147	88,550	5,597
Supplies and Materials	680		680	170	510
Total Attendance and Social Work Services	94,294	533	94,827	88,720	6,107
Health Services:					
Salaries	613,465	43,461	656,926	617,146	39,780
Purchased Professional and Technical Services	36,000	12,741	48,741	46,237	2,504
Other Purchased Services		415	415.00		415
Supplies and Materials	23,781	2,060	25,841	19,382	6,459
Total Health Services	673,246	58,677	731,923	682,765	49,158

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Undistributed Expenditures: (Cont'd)					
Speech, OT, PT & Related Services:					
Salaries	\$ 925,633	\$ (39,555)	\$ 886,078	\$ 814,127	\$ 71,951
Purchased Professional - Educational Services	614,002	48,477	662,479	643,290	19,189
Supplies and Materials	15,476		15,476	14,392	1,084
Total Speech, OT, PT & Related Services	1,555,111	8,922	1,564,033	1,471,809	92,224
Other Support Services - Extraordinary Services:					
Salaries	1,031,453	(639,581)	391,872	391,872	
Purchased Professional - Educational Services	760,358	2,127	762,485	721,966	40,519
Total Other Support Services - Extraordinary Services	1,791,811	(637,454)	1,154,357	1,113,838	40,519
Guidance:					
Salaries of Other Professional Staff	1,045,269	(80,044)	965,225	956,887	8,338
Salaries of Secretarial and Clerical Assistants	146,384	(5,352)	141,032	138,459	2,573
Purchased Professional-Educational Services	58,300		58,300	49,001	9,299
Purchased Professional and Technical Services	4,000		4,000	1,664	2,336
Other Purchased Services (400-500 series)	21,750		21,750	16,000	5,750
Supplies and Materials	16,028	5,461	21,489	9,129	12,360
Other Objects	3,055		3,055	1,557	1,498
Total Guidance	1,294,786	(79,935)	1,214,851	1,172,697	42,154
Child Study Team:					
Salaries of Other Professional Staff	1,414,049	(47,242)	1,366,807	1,268,430	98,377
Salaries of Secretarial and Clerical Assistants	207,488	495	207,983	202,816	5,167
Unused Vacation Payment to Terminated/Retired Staff		2,647	2,647	2,647	
Purchased Professional - Educational Services	72,000	(377)	71,623	58,410	13,213
Other Purchased Professional and Technical Services	50,000	24,208	74,208	69,043	5,165
Other Purchased Services (400-500 series)	6,723		6,723	297	6,426

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Undistributed Expenditures: (Cont'd)					
Child Study Team: (Cont'd)					
Supplies and Materials	\$ 34,388	\$ (1,233)	\$ 33,155	\$ 20,039	\$ 13,116
Other Objects	1,816		1,816	681	1,135
Total Child Study Team	<u>1,786,464</u>	<u>(21,502)</u>	<u>1,764,962</u>	<u>1,622,363</u>	<u>142,599</u>
Improvement of Instructional Services:					
Salaries of Supervisors of Instruction	402,302	16,900	419,202	323,002	96,200
Salaries of Other Professional Staff	75,000	(36,145)	38,855	38,153	702
Salaries of Secretarial and Clerical Assistants	29,051	35	29,086	29,086	
Unused Vacation Payment to Terminated/Retired Staff		15,107	15,107	15,107	
Supplies and Materials	215,889		215,889	215,866	23
Total Improvement of Instructional Services	<u>722,242</u>	<u>(4,103)</u>	<u>718,139</u>	<u>621,214</u>	<u>96,925</u>
Educational Media Services/School Library:					
Salaries	397,730	1,628	399,358	399,358	
Purchased Professional and Technical Services	22,470		22,470	18,605	3,865
Supplies and Materials	72,621	1,230	73,851	65,636	8,215
Total Educational Media Services/School Library	<u>492,821</u>	<u>2,858</u>	<u>495,679</u>	<u>483,599</u>	<u>12,080</u>
Instructional Staff Training Services:					
Salaries of Supervisors of Instruction	402,302	14,099	416,401	320,602	95,799
Salaries of Secretarial and Clerical Assistants	29,051	35	29,086	29,086	
Other Salaries	27,500	(21,034)	6,466	2,156	4,310
Unused Vacation Payment to Terminated/Retired Staff		25,161	25,161	25,161	
Purchased Professional - Educational Services	74,475	(5,850)	68,625	58,508	10,117
Other Purchased Services (400-500 series)	57,799	2,746	60,545	26,328	34,217
Supplies and Materials	330		330		330
Total Instructional Staff Training Services	<u>591,457</u>	<u>15,157</u>	<u>606,614</u>	<u>461,841</u>	<u>144,773</u>

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Undistributed Expenditures: (Cont'd)					
General Administration:					
Salaries	\$ 572,962	\$ 16,251	\$ 589,213	\$ 589,213	\$ 19,094
Legal Services	102,799	(12,175)	90,624	71,530	
Audit Fees	58,580	1,175	59,755	59,755	
Architectural/Engineering Services	22,380	27,919	50,299	44,071	6,228
Other Purchased Professional Services	127,501	(31,861)	95,640	87,503	8,137
Communications/Telephone	100,250	(15,338)	84,912	81,739	3,173
BOE Other Purchased Services	17,000	(11,237)	5,763	2,481	3,282
Other Purchased Services (400-500)	15,160	(160)	15,000	6,198	8,802
General Supplies	12,750		12,750	4,276	8,474
Judgments Against the School District		20,000	20,000	20,000	
Miscellaneous Expenditures	19,965		19,965	12,341	7,624
BOE Membership Dues and Fees	30,000		30,000	27,699	2,301
Total General Administration	<u>1,079,347</u>	<u>(5,426)</u>	<u>1,073,921</u>	<u>1,006,806</u>	<u>67,115</u>
School Administration:					
Salaries of Principals/Assistant Principals	1,492,791	7,021	1,499,812	1,499,812	
Salaries of Other Professional Staff	516,022	(31,756)	484,266	478,923	5,343
Salaries of Secretarial and Clerical Assistants	739,962	4,696	744,658	744,658	
Unused Vacation Payment to Terminated/Retired Staff		52,127	52,127	52,127	
Purchased Professional and Technical Services	11,250		11,250	1,585	9,665
Other Purchased Services (400-500)	5,000		5,000	1,781	3,219
Supplies and Materials	64,807	(1,080)	63,727	50,770	12,957
Other Objects	49,875		49,875	41,698	8,177
Total School Administration	<u>2,879,707</u>	<u>31,008</u>	<u>2,910,715</u>	<u>2,871,354</u>	<u>39,361</u>
Central Services:					
Salaries	739,661	(78,368)	661,293	645,707	15,586
Purchased Professional Services	2,500	919	3,419	3,419	
Purchased Technical Services	103,500	(919)	102,581	96,199	6,382

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Undistributed Expenditures: (Cont'd)					
Central Services (Cont'd):					
Miscellaneous Purchased Services (400-500)	\$ 127,356	\$ (8,095)	\$ 119,261	\$ 48,324	\$ 70,937
Supplies and Materials	22,500		22,500	10,697	11,803
Miscellaneous Expenditures	6,500	102	6,602	4,686	1,916
Total Central Services	<u>1,002,017</u>	<u>(86,361)</u>	<u>915,656</u>	<u>809,032</u>	<u>106,624</u>
Administrative Information Technology:					
Salaries	584,494	(9,677)	574,817	524,799	50,018
Unused Vacation Payment to Terminated/Retired Staff		5,815	5,815	5,815	
Purchased Professional Services		21,170	21,170	21,170	
Other Purchased Services (400-500)	577,186	1,775	578,961	395,654	183,307
Supplies and Materials	388,836	(89,780)	299,056	171,226	127,830
Other Objects	2,955		2,955	1,365	1,590
Total Administrative Information Technology	<u>1,553,471</u>	<u>(70,697)</u>	<u>1,482,774</u>	<u>1,120,029</u>	<u>362,745</u>
Required Maintenance for School Facilities:					
Salaries	546,660	7,172	553,832	523,625	30,207
Cleaning, Repair and Maintenance Services	1,549,789	260,464	1,810,253	1,329,799	480,454
General Supplies	416,029	273,241	689,270	457,047	232,223
Other Objects	1,500		1,500		1,500
Total Required Maintenance for School Facilities	<u>2,513,978</u>	<u>540,877</u>	<u>3,054,855</u>	<u>2,310,471</u>	<u>744,384</u>
Custodial Services:					
Salaries	323,244	3,941	327,185	321,309	5,876
Purchased Professional and Technical Services	80,136	(36,894)	43,242	18,104	25,138
Cleaning, Repair and Maintenance Services	2,418,908		2,418,908	2,374,546	44,362
Rental of Land & Bldg. Other Than Lease Pur Agrmt	32,000	5,157	37,157	33,434	3,723
Other Purchased Property Services	127,181	34,591	161,772	148,492	13,280
Insurance	432,000	56,642	488,642	434,194	54,448
Miscellaneous Purchased Services	2,500		2,500	1,208	1,292
General Supplies	159,881	4,346	164,227	132,385	31,842

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Undistributed Expenditures: (Cont'd)					
Custodial Services (Cont'd):					
Energy (Natural Gas)	\$ 347,527	\$ 130,000	\$ 477,527	\$ 391,650	\$ 85,877
Energy (Electricity)	625,000		625,000	518,834	106,166
Other Objects	10,000		10,000	5,442	4,558
Interest - Energy Savings Improvement Program Bonds	229,263		229,263	229,262	1
Principal - Energy Savings Impr Prog Bonds	265,000		265,000	265,000	
Total Custodial Services	5,052,640	197,783	5,250,423	4,873,860	376,563
Care & Upkeep of Grounds:					
Salaries	252,658	125	252,783	252,783	
Cleaning, Repair and Maintenance Services	146,470	(43,394)	103,076	21,960	81,116
General Supplies	91,175	(500)	90,675	75,455	15,220
Other Objects	500	500	500	195	305
Total Care & Upkeep of Grounds	490,303	(43,269)	447,034	350,393	96,641
Security:					
Salaries	221,366	2,969	224,335	217,755	6,580
Cleaning, Repair and Maintenance Services	3,500		3,500		3,500
General Supplies	7,700		7,700	4,837	2,863
Total Security	232,566	2,969	235,535	222,592	12,943
Student Transportation Services:					
Salaries for Pupil Transportation:					
Between Home and School - Regular	2,716,515	(97,126)	2,619,389	2,438,370	181,019
Between Home and School - Special Education	227,379		227,379	221,022	6,357
Other than Between Home and School	73,000	(11,893)	61,107	2,740	58,367
Between Home and School - Non Public Schools	82,000		82,000	43,187	38,813
Unused Vacation Payment to Terminated/Retired Staff		5,961	5,961	5,960	1
Other Purchased Professional and Technical Services	15,000		15,000	8,992	6,008
Cleaning, Repair and Maintenance Services	70,000	(2,016)	67,984	39,942	28,042
Lease Payments - Buses	139,181		139,181	139,181	
Aid in Lieu of Payments for Nonpublic School Students	100,000	45,000	145,000	112,450	32,550

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Undistributed Expenditures: (Cont'd)					
Student Transportation Services (Cont'd):					
Contracted Services:					
Other than Between Home and School - Vendors	\$ 5,000		\$ 5,000		\$ 5,000
Between Home and School - Joint Agreements	18,000		18,000	\$ 17,728	272
Special Education Students - Vendors	15,000	\$ 33,357	48,357	48,357	
Special Education Students - Joint Agreements	1,100,000	69,702	1,169,702	1,124,774	44,928
Regular Education Students - ESCs & CTSA's	160,000		160,000	143,752	16,248
Miscellaneous Purchased Services - Transportation	166,750	(119,000)	47,750	45,413	2,337
General Supplies	621,455	(47,700)	573,755	402,924	170,831
Other Objects	3,000	2,700	5,700	5,118	582
Total Student Transportation Services	5,512,280	(121,015)	5,391,265	4,799,910	591,355
Unallocated Benefits:					
Social Security Contributions	927,000		927,000	901,700	25,300
Other Retirement Contributions - PERS	844,584	(1)	844,583	841,845	2,738
Other Retirement Contributions - Regular	116,853	2,147	119,000	117,972	1,028
Unemployment Compensation	127,000	(50,000)	77,000	1,482	75,518
Workmen's Compensation	350,452	29,773	380,225	380,225	
Health Benefits	8,877,443	(96,124)	8,781,319	8,415,650	365,669
Tuition Reimbursement	163,200	300	163,500	119,938	43,562
Other Employee Benefits	341,400	(300)	341,100	333,821	7,279
Unused Sick Payment to Terminated/Retired Staff	200,000	(2,147)	197,853	104,430	93,423
Total Unallocated Benefits	11,947,932	(116,352)	11,831,580	11,217,063	614,517
On-Behalf Contributions (Non-budgeted):					
TPAF Post Retirement Contributions (Non-Budgeted)				2,547,810	(2,547,810)
TPAF Pension Contributions (Non-Budgeted)				7,978,185	(7,978,185)
TPAF Non-Contributory Insurance (Non-Budgeted)				151,796	(151,796)
TPAF Long-Term Disability Insurance (Non-Budgeted)				5,133	(5,133)
Reimbursed TPAF Social Security Contributions				2,183,599	(2,183,599)
Total On-Behalf Contributions (Non-Budgeted)				12,866,523	(12,866,523)

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Total Employee Benefits	\$ 11,947,932	\$ (116,352)	\$ 11,831,580	\$ 24,083,586	\$ (12,252,006)
Total Undistributed Expenditures	45,050,199	(327,329)	44,722,870	53,742,784	(9,019,914)
TOTAL GENERAL CURRENT EXPENSE	75,666,771	340,175	76,006,946	83,496,911	(7,489,965)
CAPITAL OUTLAY:					
Equipment:					
Regular Programs - Instruction:					
Grades 6-8	4,420	9,280	13,700	13,700	
Grades 9-12	41,696	58,030	99,726	95,952	3,774
Special Education - Instruction:					
Multiple Disabilities	5,000		5,000		5,000
School-Sponsored/Athletics	14,000	59,304	73,304	48,243	25,061
Undistributed Expenditures:					
Administrative Information Technology		44,532	44,532	26,053	18,479
Required Maint for School Fac.		50,000	50,000		50,000
Care and Upkeep of Grounds	56,622	40,300	96,922	96,922	
Student Transportation - Non-Instructional	98,000	578,958	676,958	674,855	2,103
School Buses - Regular	450,000	(26,932)	423,068	423,068	
Total Equipment	669,738	813,472	1,483,210	1,378,793	104,417
Facilities Acquisition and Construction Services:					
Architectural/Engineering Services	104,322		104,322	18,650	85,672
Other Purchased Professional and Technical Services	48,700		48,700		48,700
Construction Services	2,498,752	978,116	3,476,868	1,477,532	1,999,336
Supplies & Materials	9,638		9,638	9,638	
Land and Improvements	40,000	(40,000)			
Assessment for Debt Service on SDA Funding	56,664		56,664	56,664	
Total Facilities Acquisition and Construction Services	2,758,076	938,116	3,696,192	1,562,484	2,133,708

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CAPITAL OUTLAY: (Cont'd)					
Assets Acquired Under Capital Leases (Non-Budgeted):					
Regular Programs - Equipment				\$ 500,000	\$ (500,000)
Total Assets Acquired Under Capital Leases (Non-Budgeted)				500,000	(500,000)
TOTAL CAPITAL OUTLAY	\$ 3,427,814	\$ 1,751,588	\$ 5,179,402	3,441,277	1,738,125
Special Schools:					
Other Special Schools - Instruction:					
Salaries of Teachers	95,156		95,156	90,980	4,176
Other Salaries for Instruction	73,908		73,908	22,050	51,858
Total Other Special Schools - Instruction	169,064		169,064	113,030	56,034
Other Special Schools - Support Services:					
Salaries	4,323		4,323		4,323
Total Other Special Schools - Support Services	4,323		4,323		4,323
Total Other Special Schools	173,387		173,387	113,030	60,357
Total Special Schools	173,387		173,387	113,030	60,357
Transfer of Funds to Charter Schools	152,500		152,500	48,880	103,620
TOTAL EXPENDITURES	79,420,472	2,091,763	81,512,235	87,100,098	(5,587,863)
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(4,907,721)	(2,091,763)	(6,999,484)	2,081,807	9,081,291

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Financing Sources/(Uses):					
Capital Reserve - Transfer to Capital Projects Fund				\$ (2,125,343)	\$ (2,125,343)
Capital Reserve - Unexpended Balance Transfer from Capital Projects Fund				74,674	74,674
Capital Leases (Non-budgeted)				500,000	500,000
Total Other Financing Sources/(Uses)				<u>(1,550,669)</u>	<u>(1,550,669)</u>
Excess/(Deficit) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	\$ (4,907,721)	\$ (2,091,763)	\$ (6,999,484)	531,138	7,530,622
Fund Balance, July 1 (Restated)	<u>20,740,816</u>		<u>20,740,816</u>	<u>20,740,816</u>	
Fund Balance, June 30	<u>\$ 15,833,095</u>	<u>\$ (2,091,763)</u>	<u>\$ 13,741,332</u>	<u>\$ 21,271,954</u>	<u>\$ 7,530,622</u>
Recapitulation:					
Restricted Fund Balance:				\$ 6,034,526	
Capital Reserve				2,113,331	
Maintenance Reserve				216,106	
Emergency Reserve				3,400,000	
Excess Surplus - Restricted For 2022-2023				2,500,000	
Excess Surplus - Restricted For 2021-2022				521,195	
Unemployment Compensation					
Assigned Fund Balance:					
Year End Encumbrances				1,228,981	
Designated for Subsequent Year's Expenditures				913,058	
Unassigned Fund Balance				<u>4,344,757</u>	
Reconciliation to Governmental Funds Statement (GAAP):				21,271,954	
Last State Aid Payments not Recognized on GAAP basis				<u>(1,108,263)</u>	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 20,163,691</u>	

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources	\$ 66,542	\$ 139,394	\$ 205,936	\$ 144,606	\$ (61,330)
State Sources	223,892	140,195	364,087	191,092	(172,995)
Federal Sources	1,002,879	622,360	1,625,239	1,354,551	(270,688)
Total Revenues	1,293,313	901,949	2,195,262	1,690,249	(505,013)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	178,516	13,734	192,250	143,891	48,359
Purchased Professional and Technical Services	145,475	136,063	281,538	110,128	171,410
Tuition	762,409	148,392	910,801	803,364	107,437
General Supplies	122,557	192,491	315,048	239,969	75,079
Textbooks	12,052	2,732	14,784	14,140	644
Other Objects		6,895	6,895		6,895
Total Instruction	1,221,009	500,307	1,721,316	1,311,492	409,824
Support Services:					
Salaries of Program Directors		12,030	12,030	74	11,956
Personal Services - Employee Benefits		15,628	15,628		15,628
Purchased Professional and Technical Services	72,304	106,623	178,927	119,653	59,274
Purchased Professional and Educational Services		24,990	24,990	24,990	
Other Purchased Services		14,041	14,041	6,397	7,644
Supplies and Materials		86,177	86,177	85,490	687
Student Activities		149,279	149,279	149,279	
Total Support Services	72,304	408,768	481,072	385,883	95,189
Facilities Acquisition and Construction Services:					
Instructional Equipment		2,500	2,500	2,500	
Total Facilities Acquisition and Construction Services		2,500	2,500	2,500	
Total Expenditures	1,293,313	911,575	2,204,888	1,699,875	505,013
Deficit of Revenue Under Expenditures	\$ -0-	\$ (9,626)	\$ (9,626)	\$ (9,626)	\$ -0-

ROXBURY 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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 89,181,905	\$ 1,690,249
Difference - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognized Encumbrances as Expenditures and Revenue while the GAAP Basis does not:		
Current Year Encumbrances		(25,452)
Cancellation of Prior Year Encumbrances		(4,417)
Prior Year Encumbrances		93,933
Prior Year State Aid Payments Recognized for GAAP Purposes, not Recognized for Budgetary Statements	1,280,543	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	<u>(1,108,263)</u>	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	<u>\$ 89,354,185</u>	<u>\$ 1,754,313</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 87,100,098	\$ 1,699,875
Differences - Budget to GAAP:		
Encumbrances for Supplies and Equipment Ordered but Not Received are Reported in the Year the Order is Placed for Budgetary Purposes, but in the Year the Supplies are Received for Financial Reporting Purposes:		
Current Year Encumbrances		(25,452)
Cancellation of Prior Year Encumbrances		(4,417)
Prior Year Encumbrances		93,933
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 87,100,098</u>	<u>\$ 1,763,939</u>

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

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budget for the fiscal year ended June 30, 2021 was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are not substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

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

SCHOOL LEVEL SCHEDULES
(NOT APPLICABLE)

SPECIAL REVENUE FUND

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

	Local Donations	Student Activities	Textbooks	Nursing	Security Aid
REVENUES:					
Local Sources	\$ 4,953	\$ 139,653			
State Sources			\$ 14,140	\$ 24,990	\$ 41,834
Federal Sources					
Total Revenues	4,953	139,653	14,140	24,990	41,834
EXPENDITURES:					
Instruction:					
Salaries of Teachers					
Purchased Professional and Technical Services					
Tuition	3,111		14,140		41,834
General Supplies					
Textbooks			14,140		
Total Instruction	3,111		14,140		41,834
Support Services:					
Salaries of Program Directors					
Purchased Professional and Technical Services				24,990	
Purchased Professional and Educational Services					
Other Purchased Services	800				
Supplies and Materials	1,042	149,279			
Student Activities					
Total Support Services	1,842	149,279		24,990	
Facilities Acquisition and Construction Services:					
Instructional Equipment					
Total Facilities Acquisition and Construction Services					
Total Expenditures	\$ 4,953	\$ 149,279	\$ 14,140	\$ 24,990	\$ 41,834

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

	Nonpublic Auxiliary Services	CARES Emergency Relief	Coronavirus Relief Fund	Bridging Digital Divide	I.D.E.A. Basic
REVENUES:					
Local Sources					
State Sources	\$ 55,045	\$ 80,610	\$ 147,241	\$ 10,475	\$ 877,550
Federal Sources					
Total Revenues	55,045	80,610	147,241	10,475	877,550
EXPENDITURES:					
Instruction:					
Salaries of Teachers	55,045				803,364
Purchased Professional and Technical Services		55,016	85,887	10,475	
Tuition					
General Supplies					
Textbooks					
Total Instruction	55,045	55,016	85,887	10,475	803,364
Support Services:					
Salaries of Program Directors					74,186
Purchased Professional and Technical Services					
Purchased Professional and Educational Services					
Other Purchased Services		25,594	58,854		
Supplies and Materials					
Student Activities					
Total Support Services		25,594	58,854		74,186
Facilities Acquisition and Construction Services:					
Instructional Equipment			2,500		
Total Facilities Acquisition and Construction Services			2,500		
Total Expenditures	55,045	\$ 80,610	\$ 147,241	\$ 10,475	\$ 877,550

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

	Elementary and Secondary Education Act				
	Title I	Title IIA	Title III	Title III Immigrant	Title IV
REVENUES:					
Local Sources					
State Sources					
Federal Sources	\$ 162,260	\$ 47,567	\$ 10,067	\$ 1,607	\$ 14,196
Total Revenues	<u>162,260</u>	<u>47,567</u>	<u>10,067</u>	<u>1,607</u>	<u>14,196</u>
EXPENDITURES:					
Instruction:					
Salaries of Teachers	143,891				
Purchased Professional and Technical Services					
Tuition					
General Supplies	18,295		6,570	1,607	14,196
Textbooks					
Total Instruction	<u>162,186</u>		<u>6,570</u>	<u>1,607</u>	<u>14,196</u>
Support Services:					
Salaries of Program Directors	74				
Purchased Professional and Technical Services		42,967	2,500		
Purchased Professional and Educational Services					
Other Purchased Services		4,600	997		
Supplies and Materials					
Student Activities					
Total Support Services	<u>74</u>	<u>47,567</u>	<u>3,497</u>		
Facilities Acquisition and Construction Services:					
Instructional Equipment					
Total Facilities Acquisition and Construction Services					
Total Expenditures	<u>\$ 162,260</u>	<u>\$ 47,567</u>	<u>\$ 10,067</u>	<u>\$ 1,607</u>	<u>\$ 14,196</u>

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

	National School Lunch Program Equipment Assistance	Nonpublic Handicapped Services Examination and Classification	Corrective Speech	Supplementary Instruction	Totals
REVENUES:					
Local Sources					\$ 144,606
State Sources	\$ 2,978	\$ 22,875	\$ 13,671	\$ 18,537	191,092
Federal Sources					1,354,551
Total Revenues	<u>2,978</u>	<u>22,875</u>	<u>13,671</u>	<u>18,537</u>	<u>1,690,249</u>
EXPENDITURES:					
Instruction:					
Salaries of Teachers					143,891
Purchased Professional and Technical Services		22,875	13,671	18,537	110,128
Tuition					803,364
General Supplies	2,978				239,969
Textbooks					14,140
Total Instruction	<u>2,978</u>	<u>22,875</u>	<u>13,671</u>	<u>18,537</u>	<u>1,311,492</u>
Support Services:					
Salaries of Program Directors					74
Purchased Professional and Technical Services					119,653
Purchased Professional and Educational Services					24,990
Other Purchased Services					6,397
Supplies and Materials					85,490
Student Activities					149,279
Total Support Services					<u>385,883</u>
Facilities Acquisition and Construction Services:					
Instructional Equipment					2,500
Total Facilities Acquisition and Construction Services					<u>2,500</u>
Total Expenditures	<u>\$ 2,978</u>	<u>\$ 22,875</u>	<u>\$ 13,671</u>	<u>\$ 18,537</u>	<u>\$ 1,699,875</u>

CAPITAL PROJECTS FUND

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

Revenue and Other Financing Sources:	
Transfer from Capital Reserve	\$ 2,125,343
	<hr/>
Total Revenue and Other Financing Sources	2,125,343
	<hr/>
Expenditures and Other Financing Uses:	
Purchased Professional and Technical Services	44,760
Construction Services	706,676
Transfer to General Fund:	
Unexpended Balances to Capital Reserve	74,674
	<hr/>
Total Expenditures and Other Financing Uses	826,110
	<hr/>
Excess of Revenue and Other Financing Sources Over Expenditures and Other Financing Uses	1,299,233
	<hr/>
Fund Balance - Beginning of Year	811,864
	<hr/>
Fund Balance - End of Year	\$ 2,111,097
	<hr/> <hr/>
<u>Recapitulation:</u>	
Committed Fund Balance	\$ 40,400
Committed - Year End Encumbrances	2,070,697
	<hr/>
Total Fund Balance - Budgetary Basis	2,111,097
	<hr/>
<u>Reconciliation to Governmental Funds Statements (GAAP):</u>	
SDA Grant Receivable not Recognized on the GAAP Basis	-0-
	<hr/>
Fund Balance per Governmental Funds (GAAP)	\$ 2,111,097
	<hr/> <hr/>

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
FRANKLIN BOILER ROOM UPGRADES
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 392,996	\$ (225)	\$ 392,771	\$ 392,771
Total Revenue and Other Financing Sources	<u>392,996</u>	<u>(225)</u>	<u>392,771</u>	<u>392,771</u>
Expenditures:				
Purchased Professional and Technical Services	31,187		31,187	31,187
Construction Services	<u>361,584</u>		<u>361,584</u>	<u>361,584</u>
Total Expenditures	<u>392,771</u>		<u>392,771</u>	<u>392,771</u>
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 225</u>	<u>\$ (225)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

Additional Project Information:

Project Numbers	4560-060-18-2000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 390,412
Additional Authorized Cost	2,584
Cancellation	<u>(225)</u>
Revised Authorized Cost	<u>\$ 392,771</u>

Percentage Increase over Original Authorized Cost	1%
Percentage Completion	100%
Original Target Completion Date	06/19
Revised Target Completion Date	N/A

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
LINCOLN ROOSEVELT PARTIAL WINDOW REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 293,080	\$ (15,895)	\$ 277,185	\$ 277,185
Total Revenue and Other Financing Sources	<u>293,080</u>	<u>(15,895)</u>	<u>277,185</u>	<u>277,185</u>
Expenditures:				
Purchased Professional and Technical Services	20,185		20,185	20,185
Construction Services	<u>257,000</u>		<u>257,000</u>	<u>257,000</u>
Total Expenditures	<u>277,185</u>		<u>277,185</u>	<u>277,185</u>
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 15,895</u>	<u>\$ (15,895)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

Additional Project Information:

Project Numbers	4560-080-18-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 293,080
Cancellation	<u>(15,895)</u>
Revised Authorized Cost	<u>\$ 277,185</u>
Percentage Increase over Original Authorized Cost	0%
Percentage Completion	100%
Original Target Completion Date	06/19
Revised Target Completion Date	06/20

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
ROXBURY HIGH SCHOOL REIMAGINED PHASE I
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 423,200	\$ (10,633)	\$ 412,567	\$ 412,567
Total Revenue and Other Financing Sources	<u>423,200</u>	<u>(10,633)</u>	<u>412,567</u>	<u>412,567</u>
Expenditures:				
Purchased Professional and Technical Services	32,200		32,200	32,200
Construction Services	<u>380,367</u>		<u>380,367</u>	<u>380,367</u>
Total Expenditures	<u>412,567</u>		<u>412,567</u>	<u>412,567</u>
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 10,633</u>	<u>\$ (10,633)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

Additional Project Information:

Project Numbers	4560-050-19-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 423,200
Cancellation	<u>(10,633)</u>
Revised Authorized Cost	<u>\$ 412,567</u>

Percentage Increase over Original Authorized Cost	0%
Percentage Completion	100%
Original Target Completion Date	09/19
Revised Target Completion Date	N/A

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
ROXBURY HIGH SCHOOL REIMAGINED PHASE II
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 683,000	\$ (20,391)	\$ 662,609	\$ 662,609
Total Revenue and Other Financing Sources	<u>683,000</u>	<u>(20,391)</u>	<u>662,609</u>	<u>662,609</u>
Expenditures:				
Purchased Professional and Technical Services	59,650	1,300	60,950	60,950
Construction Services	<u>601,659</u>	<u> </u>	<u>601,659</u>	<u>601,659</u>
Total Expenditures	<u>661,309</u>	<u>1,300</u>	<u>662,609</u>	<u>662,609</u>
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 21,691</u>	<u>\$ (21,691)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

Additional Project Information:

Project Numbers	4560-050-19-2000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 677,500
Additional Authorized Cost	5,500
Cancellation	<u>(20,391)</u>
Revised Authorized Cost	<u>\$ 662,609</u>

Percentage Increase over Original Authorized Cost	1%
Percentage Completion	100%
Original Target Completion Date	06/20
Revised Target Completion Date	07/20

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
LINCOLN ROOSEVELT AND ADMINISTRATION BUILDING ROOF REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 681,000	\$ (27,530)	\$ 653,470	\$ 653,470
Total Revenue and Other Financing Sources	<u>681,000</u>	<u>(27,530)</u>	<u>653,470</u>	<u>653,470</u>
Expenditures:				
Purchased Professional and Technical Services	98,000		98,000	98,000
Construction Services	<u>555,470</u>		<u>555,470</u>	<u>555,470</u>
Total Expenditures	<u>653,470</u>		<u>653,470</u>	<u>653,470</u>
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 27,530</u>	<u>\$ (27,530)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

Additional Project Information:

Project Numbers	4560-X02-19-1000; 4560-080-19-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 681,000
Cancellation	<u>(27,530)</u>
Revised Authorized Cost	<u>\$ 653,470</u>
Percentage Increase over Original Authorized Cost	0%
Percentage Completion	100%
Original Target Completion Date	06/20
Revised Target Completion Date	03/20

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
JEFFERSON ELEMENTARY SCHOOL AND EISENHOWER MIDDLE SCHOOL PARTIAL ROOF REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 1,715,300		\$ 1,715,300	\$ 1,715,300
Total Revenue and Other Financing Sources	<u>1,715,300</u>		<u>1,715,300</u>	<u>1,715,300</u>
Expenditures:				
Purchased Professional and Technical Services	59,090	\$ 17,210	76,300	76,300
Construction Services	<u>920,320</u>	<u>678,280</u>	<u>1,598,600</u>	<u>1,639,000</u>
Total Expenditures	<u>979,410</u>	<u>695,490</u>	<u>1,674,900</u>	<u>1,715,300</u>
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 735,890</u>	<u>\$ (695,490)</u>	<u>\$ 40,400</u>	<u>\$ -0-</u>

Additional Project Information:

Project Numbers	4560-055-20-2000; 4560-065-20-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,715,300
Additional Authorized Cost	<u>-0-</u>
Revised Authorized Cost	<u>1,715,300</u>
Percentage Increase over Original Authorized Cost	0%
Percentage Completion	98%
Original Target Completion Date	12/20
Revised Target Completion Date	10/21

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
ROXBURY HIGH SCHOOL SCIENCE LABS
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Prior Periods	Current Year	Totals	Project Authorization
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 72,447	\$ 72,447	\$ 72,447
Total Revenue and Other Financing Sources		72,447	72,447	72,447
Expenditures:				
Purchased Professional and Technical Services				
Construction Services				72,447
Total Expenditures				72,447
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ -0-	\$ 72,447	\$ 72,447	\$ -0-

Additional Project Information:

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 72,447
Additional Authorized Cost	-0-
Revised Authorized Cost	<u>\$ 72,447</u>
Percentage Increase over Original Authorized Cost	0%
Percentage Completion	0%
Original Target Completion Date	10/21
Revised Target Completion Date	N/A

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
PARTIAL WINDOW REPLACEMENTS AT KENNEDY AND NIXON ELEMENTARY SCHOOLS
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 1,166,500	\$ 1,166,500	\$ 1,166,500
Total Revenue and Other Financing Sources		1,166,500	1,166,500	1,166,500
Expenditures:				
Purchased Professional and Technical Services		26,250	26,250	34,500
Construction Services				1,132,000
Total Expenditures		26,250	26,250	1,166,500
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ -0-	\$ 1,140,250	\$ 1,140,250	\$ -0-

Additional Project Information:

Project Numbers	4560-067-21-1000; 4560-085-21-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,166,500
Additional Authorized Cost	-0-
Revised Authorized Cost	<u>\$ 1,166,500</u>
Percentage Increase over Original Authorized Cost	0%
Percentage Completion	2%
Original Target Completion Date	10/21
Revised Target Completion Date	N/A

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
ROXBURY HIGH SCHOOL ELEVATOR REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 886,396	\$ 886,396	\$ 886,396
Total Revenue and Other Financing Sources		886,396	886,396	886,396
Expenditures:				
Purchased Professional and Technical Services				
Construction Services		28,396	28,396	886,396
Total Expenditures		28,396	28,396	886,396
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ -0-	\$ 858,000	\$ 858,000	\$ -0-

Additional Project Information:

Project Numbers	4560-050-21-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 886,396
Additional Authorized Cost	-0-
Revised Authorized Cost	<u>\$ 886,396</u>

Percentage Increase over Original Authorized Cost	0%
Percentage Completion	3%
Original Target Completion Date	10/21
Revised Target Completion Date	N/A

PROPRIETARY FUNDS

ROXBURY TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2021

	Major Funds		Totals
	Food Service	Community School	
ASSETS:			
Current Assets:			
Cash and Cash Equivalents		\$ 137,497	\$ 137,497
Intrafund Receivable		88,184	88,184
Intergovernmental Accounts Receivable:			
State	\$ 16,254		16,254
Federal	191,406		191,406
Inventories	80,816		80,816
Total Current Assets	288,476	225,681	514,157
Non-Current Assets:			
Capital Assets	1,087,274		1,087,274
Less: Accumulated Depreciation	(490,608)		(490,608)
Total Non-Current Assets	596,666		596,666
Total Assets	885,142	225,681	1,110,823
LIABILITIES:			
Current Liabilities:			
Intrafund Payable	88,184		88,184
Accounts Payable		250	250
Unearned Revenue - Donated Commodities	11,679		11,679
Unearned Revenue - Prepaid Sales	34,897	76,669	111,566
Total Current Liabilities:	134,760	76,919	211,679
Total Liabilities	134,760	76,919	211,679
NET POSITION:			
Investment in Capital Assets	596,666		596,666
Unrestricted	153,716	148,762	302,478
Total Net Position	\$ 750,382	\$ 148,762	\$ 899,144

ROXBURY TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Major Funds		Totals
	Food Service	Community School	
Operating Revenue:			
Daily Sales:			
Non-Reimbursable Programs	\$ 9,155		\$ 9,155
Charges for Services - Program Fees		\$ 302,933	302,933
Total Operating Revenue	9,155	302,933	312,088
Operating Expenses:			
Cost of Sales:			
Reimbursable Programs	598,244		598,244
Salaries	332,698	214,180	546,878
Employee Benefits	96,911		96,911
Purchased Professional Technical Services	45,424	13,359	58,783
Other Purchased Services	115,175	9,449	124,624
Supplies and Materials	121,029	36,126	157,155
Management Fee	52,000		52,000
Depreciation Expense	64,276		64,276
Total Operating Expenses	1,425,757	273,114	1,698,871
Operating Income/(Loss)	(1,416,602)	29,819	(1,386,783)
Non-Operating Revenue:			
State Sources:			
COVID - Seamless Summer Option	60,967		60,967
Federal Sources:			
Food Distribution Program	37,251		37,251
COVID - Seamless Summer Option	1,366,461		1,366,461
Total Non-Operating Revenue	1,464,679		1,464,679
Change in Net Position	48,077	29,819	77,896
Net Position - Beginning of Year	702,305	118,943	821,248
Net Position - End of Year	\$ 750,382	\$ 148,762	\$ 899,144

ROXBURY TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Major Funds		Totals
	Food Service	Community School	
Cash Flows from Operating Activities:			
Receipts from Customers	\$ 4,306	\$ 351,070	\$ 355,376
Payments to Food Service Company	(1,177,468)		(1,177,468)
Payments to/for Employees	(29,101)	(214,180)	(243,281)
Payments to Suppliers	(135,482)	(58,684)	(194,166)
Net Cash Provided by/(Used for) Operating Activities	<u>(1,337,745)</u>	<u>78,206</u>	<u>(1,259,539)</u>
Cash Flows from Capital and Related Financing Activities:			
Purchase of Capital Assets	(8,752)		(8,752)
Net Cash Used for Capital and Related Financing Activities	<u>(8,752)</u>		<u>(8,752)</u>
Cash Flows by Noncapital Financing Activities:			
Intrafund Advanced	88,184	(88,184)	
State Sources	44,981		44,981
Federal Sources	1,194,624		1,194,624
Net Cash Provided/(Used) by Noncapital Financing Activities	<u>1,327,789</u>	<u>(88,184)</u>	<u>1,239,605</u>
Net Decrease in Cash and Cash Equivalents	(18,708)	(9,978)	(28,686)
Cash and Cash Equivalents, July 1	18,708	147,475	166,183
Cash and Cash Equivalents, June 30	<u>\$ -0-</u>	<u>\$ 137,497</u>	<u>\$ 137,497</u>
Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:			
Operating Income/(Loss)	\$ (1,416,602)	\$ 29,819	\$ (1,386,783)
Depreciation	64,276		64,276
Food Distribution Program	37,251		37,251
Changes in Assets and Liabilities:			
Increase in Accounts Payable		250	250
Increase in Unearned Revenue	6,830	48,137	54,967
(Increase) in Inventory	(29,500)		(29,500)
Net Cash Provided by/(Used for) Operating Activities	<u>\$ (1,337,745)</u>	<u>\$ 78,206</u>	<u>\$ (1,259,539)</u>

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$48,930 and utilized U.S.D.A. Commodities valued at \$37,251.

LONG-TERM DEBT

ROXBURY TOWNSHIP SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds		Interest Rate	Balance June 30, 2020	Matured	Balance June 30, 2021
			Date	Outstanding June 30, 2021 Amount				
School Refunding Bonds	08/19/10	\$ 13,305,000	09/01/21	\$ 1,650,000	4.000%			
			09/01/22	550,000	4.000%	\$ 3,780,000	\$ 1,580,000	\$ 2,200,000
Energy Savings Improvement Program	04/24/14	7,740,000	04/15/22	285,000	4.000%			
			04/15/23	310,000	2.625%			
			04/15/24	330,000	2.625%			
			04/15/25	350,000	2.625%			
			04/15/26	375,000	3.000%			
			04/15/27	395,000	3.000%			
			04/15/28	420,000	3.000%			
			04/15/29	445,000	3.000%			
			04/15/30	475,000	3.500%			
			04/15/31	505,000	4.000%			
			04/15/32	540,000	4.000%			
		04/15/33	575,000	4.000%				
		04/15/34	615,000	4.000%				
		04/15/35	655,000	4.000%				
						6,540,000	265,000	6,275,000
						<u>\$ 10,320,000</u>	<u>\$ 1,845,000</u>	<u>\$ 8,475,000</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
LONG-TERM DEBT
STATEMENT OF OBLIGATIONS UNDER CAPITAL LEASES

Purpose	Original Issue	Interest Rate	Balance July 1, 2020	Issued	Matured	Balance June 30, 2021
Seven 54-Passenger School Buses	\$ 676,571	1.5490%	\$ 137,058		\$ 137,058	
Technology Equipment	729,286	2.8677%	243,031		243,031	
Technology Equipment	729,590	2.5050%	481,823		237,932	\$ 243,891
Technology Equipment	500,000	1.3750%	500,000		168,948	331,052
Technology Equipment	500,000	0.9050%		<u>\$ 500,000</u>		<u>500,000</u>
			<u>\$ 1,361,912</u>	<u>\$ 500,000</u>	<u>\$ 786,969</u>	<u>\$ 1,074,943</u>

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUE:					
Local Sources:					
Local Tax Levy	\$ 1,699,600		\$ 1,699,600	\$ 1,699,600	
Total Revenue	1,699,600		1,699,600	1,699,600	
EXPENDITURES:					
Regular Debt Service:					
Interest	119,600		119,600	119,600	
Redemption of Principal	1,580,000		1,580,000	1,580,000	
Total Regular Debt Service	1,699,600		1,699,600	1,699,600	
Total Expenditures	1,699,600		1,699,600	1,699,600	
Excess of Revenue Over Expenditures	-0-		-0-	-0-	
Fund Balance, July 1					
Fund Balance, June 30	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-

STATISTICAL SECTION
(UNAUDITED)

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

Contents

Exhibit

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

J-1 thru J-5

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property taxes.

J-6 thru J-9

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

J-10 thru J-13

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.

J-14 thru J-15

Operating Information

These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.

J-16 thru J-20

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

ROXBURY TOWNSHIP SCHOOL DISTRICT
NET POSITION BY COMPONENT,
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

June 30,

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
									(Restated)	
									2020	
Governmental Activities:										
Net Investment in Capital Assets	\$ 22,108,128	\$ 22,794,344	\$ 16,721,930	\$ 27,882,466	\$ 31,298,592	\$ 26,484,580	\$ 29,059,302	\$ 32,031,630	\$ 35,328,045	\$ 37,847,392
Restricted	4,284,834	5,441,352	11,988,077	6,405,015	7,812,901	9,319,866	12,383,608	14,734,565	17,528,966	15,032,119
Unrestricted/(Deficit)	(3,862,985)	(2,260,897)	(19,138,751)	(20,981,192)	(20,802,612)	(20,309,198)	(20,091,469)	(18,714,841)	(16,900,052)	(11,205,710)
Total Governmental Activities Net Position	\$ 22,529,977	\$ 25,974,799	\$ 9,571,256	\$ 13,306,289	\$ 18,308,881	\$ 15,495,248	\$ 21,351,441	\$ 28,051,354	\$ 35,956,959	\$ 41,673,801
Business-Type Activities:										
Investment in Capital Assets	\$ 155,055	\$ 147,116	\$ 199,654	\$ 171,468	\$ 174,915	\$ 438,586	\$ 710,848	\$ 671,562	\$ 652,190	\$ 596,666
Unrestricted	1,864			95,282	86,272	351,298	75,010	135,637	169,058	302,478
Total Business-Type Activities Net Position	\$ 156,919	\$ 147,116	\$ 199,654	\$ 266,750	\$ 261,187	\$ 789,884	\$ 785,858	\$ 807,199	\$ 821,248	\$ 899,144
District-Wide:										
Net Investment in Capital Assets	\$ 22,263,183	\$ 22,941,460	\$ 16,921,584	\$ 28,053,934	\$ 31,473,507	\$ 26,923,166	\$ 29,770,150	\$ 32,703,192	\$ 35,980,235	\$ 38,444,058
Restricted	4,284,834	5,441,352	11,988,077	6,405,015	7,812,901	9,319,866	12,383,608	14,734,565	17,528,966	15,032,119
Unrestricted/(Deficit)	(3,861,121)	(2,260,897)	(19,138,751)	(20,885,910)	(20,716,340)	(19,957,900)	(20,016,459)	(18,579,204)	(16,730,994)	(10,903,232)
Total District Net Position	\$ 22,686,896	\$ 26,121,915	\$ 9,770,910	\$ 13,573,039	\$ 18,570,068	\$ 16,285,132	\$ 22,137,299	\$ 28,858,553	\$ 36,778,207	\$ 42,572,945

Source: School District Financial Reports

ROXBURY TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	Fiscal Year Ending June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses:										
Governmental Activities:										
Instruction:										
Regular	\$ 26,787,547	\$ 27,421,786	\$ 27,008,806	\$ 32,785,807	\$ 37,027,321	\$ 39,505,711	\$ 36,739,365	\$ 36,594,849	\$ 38,421,997	\$ 37,159,792
Special Education	7,570,082	8,272,538	8,562,387	10,716,558	12,225,720	11,713,365	11,575,972	11,232,196	12,517,748	11,435,476
Other Special Education	805,326	676,111	784,274	1,334,298	988,051	1,089,796	1,345,174	1,559,740	1,722,543	1,925,208
Other Instruction	1,341,120	1,525,030	1,548,947	1,495,906	1,434,560	1,793,872	1,706,548	1,738,650	1,705,540	1,572,818
Support Services:										
Tuition	4,086,895	5,237,483	4,814,149	3,538,980	2,924,336	3,090,198	2,518,256	2,743,823	3,023,269	3,575,905
Student and Instruction Related Services	9,480,921	9,382,819	9,275,889	12,061,374	11,350,812	11,967,604	12,609,501	12,819,257	10,530,022	11,155,694
General Administrative Services	761,463	899,917	885,954	1,066,758	1,053,382	1,497,676	1,259,150	1,468,234	1,604,582	1,489,907
School Administrative Services	3,009,291	3,166,986	3,146,231	3,610,516	3,472,245	4,783,205	4,495,137	4,913,524	4,543,196	4,529,081
Central Services	1,136,733	1,202,245	1,274,730	1,245,370	1,000,404	1,289,114	1,280,716	1,294,975	1,187,542	1,107,235
Administrative Information Technology	10,313	83,650	100,284	105,992	134,442	1,738,285	1,320,865	1,509,651	1,507,149	1,397,921
Plant Operations and Maintenance	6,726,867	6,310,143	6,675,981	6,775,335	6,836,125	6,894,118	8,002,064	7,194,994	9,010,872	8,159,096
Pupil Transportation	5,720,656	5,752,185	5,779,495	5,267,105	5,023,207	5,645,318	5,656,385	6,110,549	6,155,072	5,911,280
Special Schools	719,627	635,563	672,758	841,394	533,488	859,803	835,404	314,566	319,243	192,246
Charter Schools	804,515	52,082	19,374	58,082	42,044	195,324	202,199	213,148	98,743	48,880
Interest on Long-Term Debt	727,330	550,537	543,737	427,217	374,601	313,097	252,950	185,142	134,309	71,275
Unallocated Depreciation		758,700	760,780							
Total Governmental Activities Expenses	69,688,686	71,927,775	71,853,776	81,330,692	84,420,738	92,376,486	89,799,686	89,893,298	92,481,827	89,731,814
Business-Type Activities:										
Food Service	1,574,866	1,417,658	1,101,136	1,101,557	1,112,108	1,127,222	1,124,587	1,235,997	1,008,454	1,425,757
Community School								373,284	250,555	273,114
Total Business-Type Activities Expense	1,574,866	1,417,658	1,101,136	1,101,557	1,112,108	1,127,222	1,124,587	1,609,281	1,259,009	1,698,871
Total District Expenses	\$ 71,263,552	\$ 73,345,433	\$ 72,954,912	\$ 82,432,249	\$ 85,532,846	\$ 93,503,708	\$ 90,924,273	\$ 91,502,579	\$ 93,740,836	\$ 91,430,685
Program Revenues:										
Governmental Activities:										
Charges for Services:										
Tuition	\$ 2,602,361	\$ 2,741,246	\$ 2,766,919	\$ 3,342,924	\$ 3,587,623	\$ 4,035,671	\$ 4,545,524	\$ 4,357,342	\$ 4,091,911	\$ 4,004,713
Student and Instruction Related Services										139,653
Pupil Transportation	21,418	62,319	139,384	57,575	56,163	48,200	370,716	740,414	1,399,523	1,253,793
Operating Grants and Contributions	8,650,196	10,469,091	9,684,847	17,333,605	20,524,419	26,841,000	22,949,934	23,645,156	23,676,423	21,845,015
Capital Grants and Contributions								725,079		
Total Governmental Activities Program Revenues	11,273,975	13,272,656	12,591,150	20,734,104	24,168,205	30,924,871	27,866,174	29,467,991	31,206,922	27,243,174

ROXBURY TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED
(CONTINUED)

	Fiscal Year Ending June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Program Revenues:										
Business-Type Activities:										
Charges for Services:										
Food Service	\$ 1,286,052	\$ 1,081,466	\$ 856,283	\$ 887,758	\$ 904,584	\$ 921,744	\$ 902,647	\$ 916,709	\$ 612,066	\$ 9,155
Community School								416,070	326,712	302,933
Operating grants and contributions	261,804	225,138	235,186	280,895	207,061	207,568	217,914	295,904	334,280	1,464,679
Total Business-Type Activities Program Revenues	1,547,856	1,306,604	1,091,469	1,168,653	1,111,645	1,129,312	1,120,561	1,628,683	1,273,058	1,776,767
Total District Program Revenues	\$ 12,821,831	\$ 14,579,260	\$ 13,682,619	\$ 21,902,757	\$ 25,279,850	\$ 32,054,183	\$ 28,986,735	\$ 31,096,674	\$ 32,479,980	\$ 29,019,941
Net (Expense)/Revenue:										
Governmental Activities	\$ (58,414,711)	\$ (58,655,119)	\$ (59,262,626)	\$ (60,596,588)	\$ (60,252,533)	\$ (61,451,615)	\$ (61,933,512)	\$ (60,425,307)	\$ (61,274,905)	\$ (62,488,640)
Business-Type Activities	(27,010)	(111,054)	(9,667)	67,096	(463)	2,090	(4,026)	19,402	14,049	77,896
Total District-Wide Net Expense	\$ (58,441,721)	\$ (58,766,173)	\$ (59,272,293)	\$ (60,529,492)	\$ (60,252,996)	\$ (61,449,525)	\$ (61,937,538)	\$ (60,405,905)	\$ (61,260,856)	\$ (62,410,744)
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 48,003,153	\$ 48,723,200	\$ 49,648,941	\$ 50,636,955	\$ 51,644,630	\$ 53,234,534	\$ 54,299,224	\$ 55,379,778	\$ 56,487,374	\$ 57,617,121
Taxes Levied for Debt Service	2,226,747	2,166,330	2,227,877	2,235,484	2,295,454	2,475,791	2,163,224	671,694	1,701,600	1,699,600
Federal and State Aid not Restricted	11,277,693	10,758,556	10,914,722	10,883,688	10,903,265	10,931,095	10,943,978	10,420,307	9,699,382	8,245,600
Investment Earnings	7,241	3,187	5,337	7,828	9,870	15,946	57,314	132,547	204,338	35,260
Miscellaneous Income	711,152	486,099	903,264	565,788	397,898	613,769	320,840	519,191	354,062	607,901
Transfers		(91,135)	(11,182)	1,878	4,008	(288,920)	5,125	1,703		
Other Items									(605)	
Total Governmental Activities	62,225,986	62,046,237	63,688,959	64,331,621	65,255,125	66,982,215	67,789,705	67,125,220	68,446,151	68,205,482
Business-Type Activities:										
Transfers		91,135	62,205		(5,100)	290,000		1,939		
Disposals of Capital Assets, Net										
Total Business-Type Activities		91,135	62,205		(5,100)	290,000		1,939		
Total District-Wide	\$ 62,225,986	\$ 62,137,372	\$ 63,751,164	\$ 64,331,621	\$ 65,250,025	\$ 67,272,215	\$ 67,789,705	\$ 67,127,159	\$ 68,446,151	\$ 68,205,482
Change in Net Position:										
Governmental Activities	\$ 3,811,275	\$ 3,391,118	\$ 4,426,333	\$ 3,735,033	\$ 5,002,592	\$ 5,530,600	\$ 5,856,193	\$ 6,699,913	\$ 7,171,246	\$ 5,716,842
Business-Type Activities	(27,010)	(19,919)	52,538	67,096	(5,563)	292,090	(4,026)	21,341	14,049	77,896
Total District	\$ 3,784,265	\$ 3,371,199	\$ 4,478,871	\$ 3,802,129	\$ 4,997,029	\$ 5,822,690	\$ 5,852,167	\$ 6,721,254	\$ 7,185,295	\$ 5,794,738

Source: School District Financial Reports

ROXBURY TOWNSHIP SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
	(Restated)									
General Fund:										
Restricted	\$ 3,941,154	\$ 5,298,203	\$ 5,456,681	\$ 5,309,971	\$ 7,626,238	\$ 8,733,304	\$ 11,354,102	\$ 14,734,565	\$ 17,272,379	\$ 14,785,158
Assigned	1,157,339	1,292,321	2,384,338	1,261,143	557,378	643,917	592,848	1,474,987	1,317,097	2,142,039
Unassigned	135,080	149,269	382,771	312,422	35,069	141,129	578,756	746,507	870,797	3,236,494
Total General Fund	\$ 5,233,573	\$ 6,739,793	\$ 8,223,790	\$ 6,883,536	\$ 8,218,685	\$ 9,518,350	\$ 12,525,706	\$ 16,956,059	\$ 19,460,273	\$ 20,163,691

All Other Governmental Funds:

Restricted for:										
Capital Projects Fund		\$ 6,530,366	\$ 1,094,014	\$ 138,124	\$ 27,179					
Debt Service Fund	\$ 60,029	\$ 2,258	1,030	1,030	48,539	559,383	\$ 1,029,506			
Student Activities						503,114	197,158		\$ 256,587	\$ 246,961
Committed	283,651	140,891		(637,072)	(7,082)		(199)		811,864	2,111,097
Unassigned/(Deficit)										
Total All Other Governmental Funds	\$ 343,680	\$ 143,149	\$ 6,531,396	\$ 457,972	\$ 179,581	\$ 1,089,676	\$ 1,226,465	\$ (87,141)	\$ 1,068,451	\$ 2,358,058
Total All Governmental Funds	\$ 5,577,253	\$ 6,882,942	\$ 14,755,186	\$ 7,341,508	\$ 8,398,266	\$ 10,608,026	\$ 13,752,171	\$ 16,868,918	\$ 20,528,724	\$ 22,521,749

Source: School District Financial Reports

ROXBURY TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	Fiscal Year Ending June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues:										
Tax Levy	\$ 50,229,900	\$ 50,889,550	\$ 51,876,818	\$ 52,872,439	\$ 53,940,084	\$ 55,710,325	\$ 56,462,448	\$ 56,051,472	\$ 58,188,974	\$ 59,316,721
Tuition Charges	2,602,361	2,741,246	2,766,919	3,342,924	3,587,623	4,035,671	4,545,524	4,357,342	4,091,911	4,004,713
Transportation Fees from Individuals		62,319	139,384	57,575	56,163	48,200	370,716	740,414	1,399,523	1,253,793
Interest Earnings - Capital Reserve Fund	76	215	215					37,985	95,066	14,180
Miscellaneous	763,806	501,344	918,687	578,167	410,620	635,429	389,249	639,102	484,687	773,587
State Sources	18,143,013	20,046,042	19,364,528	20,498,977	21,574,344	22,790,804	23,482,034	25,821,603	26,323,311	25,906,497
Federal Sources	1,760,805	1,169,352	1,224,740	1,129,303	1,176,331	1,186,937	1,277,316	1,299,609	1,246,572	1,538,607
Total Revenue	73,499,961	75,410,028	76,291,291	78,479,385	80,745,165	84,407,366	86,527,287	88,947,527	91,830,044	92,808,098
Expenditures:										
Instruction:										
Regular Instruction	19,674,836	19,630,540	19,794,737	20,168,005	20,646,364	21,017,913	20,238,948	20,859,169	21,337,490	21,441,838
Special Education Instruction	5,803,320	5,920,508	6,326,808	7,262,478	7,613,155	6,829,552	7,112,303	7,037,621	7,770,902	7,208,035
Other Special Instruction	582,753	472,833	565,861	812,073	624,708	554,372	734,280	865,103	935,346	1,116,355
Other Instruction	1,062,039	1,169,063	1,223,454	1,221,353	1,277,031	1,334,306	1,363,849	1,420,027	1,413,629	1,318,734
Support Services:										
Tuition	4,086,895	5,237,483	4,814,149	3,538,980	2,924,336	3,090,198	2,518,256	2,743,823	3,023,269	3,575,905
Student and Instruction Related Services	7,334,867	7,074,710	7,038,840	8,338,657	8,101,535	6,822,109	7,796,230	8,076,604	7,483,057	8,118,405
General Administrative Services	664,346	690,381	698,758	739,405	765,784	950,879	789,084	969,127	1,149,898	1,006,806
School Administrative Services	2,178,305	2,229,080	2,267,196	2,361,345	2,373,429	2,729,589	2,750,947	2,730,336	2,797,637	2,871,354
Central Services	815,883	861,520	968,943	918,042	898,193	834,544	873,646	939,707	862,017	809,032
Administration Information Technology	52,178	59,947	72,413	79,826	75,933	1,453,167	1,049,487	1,232,494	1,255,974	1,120,029
Plant Operations and Maintenance	5,932,064	5,639,082	6,351,512	6,421,043	6,892,997	7,044,120	7,568,520	6,810,236	8,514,226	7,757,316
Pupil Transportation	4,301,213	4,482,796	4,628,685	5,267,709	4,130,179	4,276,315	4,345,519	4,867,774	4,974,861	4,799,910
Allocated Benefits					6,233,986					
Unallocated Benefits	15,051,387	16,126,871	15,057,212	16,448,655	11,126,462	19,345,801	20,211,647	21,174,283	20,699,809	24,083,586
Special Schools	544,916	429,065	507,558	578,149	376,649	491,290	518,388	204,771	173,384	113,030
Charter Schools		52,082	19,374	58,082	42,044	195,324	202,199	213,148	98,743	48,880
Capital Outlay	1,202,308	1,713,142	6,061,270	11,075,561	3,341,685	3,650,831	4,356,641	4,718,285	5,941,740	4,226,258
Debt Service:										
Principal	1,565,000	1,650,000	1,720,000	1,770,000	1,830,000	1,605,000	1,395,000	1,460,000	1,520,000	1,580,000
Interest and Other Charges	660,519	574,101	509,105	465,484	417,945	359,947	298,300	241,200	181,600	119,600
Total Expenditures	71,512,829	74,013,204	78,625,875	87,524,847	79,692,415	82,585,257	84,123,244	86,563,708	90,133,582	91,315,073
Excess (Deficiency) of revenues over (under) expenditures	1,987,132	1,396,824	(2,334,584)	(9,045,462)	1,052,750	1,822,109	2,404,043	2,383,819	1,696,462	1,493,025

ROXBURY TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Other Financing sources (uses)										
Bond Proceeds			\$ 7,740,000							
Bond Premium			278,010	\$ 540,000						
Capital Lease Proceeds										
Cancellation of Capital Lease Receivable			2,200,000	1,089,906	\$ 4,008	\$ 676,571	\$ 734,977	\$ 729,286	\$ (605)	\$ 500,000
Capital Leases	\$ 306,470	\$ (91,135)	(11,182)	1,878	\$ 4,008	(288,920)	5,125	3,642	1,229,590	
Transfers		(91,135)	10,206,828	1,631,784	4,008	387,651	740,102	732,928	1,228,985	500,000
Total other financing sources (uses)	\$ 2,293,602	\$ 1,305,689	\$ 7,872,244	\$ (7,413,678)	\$ 1,056,758	\$ 2,209,760	\$ 3,144,145	\$ 3,116,747	\$ 2,925,447	\$ 1,993,025
Net Change in Fund Balances	3.17 %	3.08 %	3.07 %	2.92 %	2.94 %	2.49 %	2.12 %	2.08 %	2.02 %	1.95 %
Debt Service as a Percentage of Noncapital Expenditures										

Source: School District Financial Reports

ROXBURY TOWNSHIP SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

Fiscal Year Ending June 30,	Interest on Investments	Transportation	Tuition	Rentals - Use of Facilities	Prior Year Refunds	Community Adult School	School Enrichment	Gate Receipts	Athletic/ Activity		Total
									Fees	Other	
2012	\$ 7,241	\$ 21,418	\$ 2,602,361	\$ 38,417		\$ 438,918	\$ 43,127	\$ 24,313	\$ 3,175	\$ 163,202	\$ 3,342,172
2013	3,187	62,319	2,741,246	40,453	\$ 11,661	291,678	46,613	28,673		67,021	3,292,851
2014	5,337	139,384	2,766,919	8,678	52,153	208,834	46,587	21,412		565,600 *	3,814,904
2015	7,828	57,575	3,342,924	15,906	95,602	164,687	105,657	20,382		163,554	3,974,115
2016	9,870	56,163	3,587,623	47,408		227,862		16,509		106,119	4,051,554
2017	15,946	48,200	4,035,671	33,480		380,239		25,199		174,851	4,713,586
2018	57,314	370,716	4,200,543	31,627	274	344,981		27,897		261,042	5,294,394
2019	132,547	740,414	4,357,342	74,408				24,642		420,141	5,749,494
2020	204,338	1,399,523	4,091,911	46,519				15,478		292,065	6,049,834
2021	35,260	1,253,793	4,004,713	75				4,993		602,833	5,901,667

* Includes \$435,459 in favorable settlements in excess of receivables recorded.

Source: Roxbury Township School District records

ROXBURY TOWNSHIP SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
LAST TEN YEARS
UNAUDITED

Year Ended December 31,	Vacant Land	Residential	Farm		Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities ^a	Net Valuation Taxable	Tax-Exempt Property	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
			Regular	Qualified									
2011	\$ 32,226,000	\$ 1,636,148,300	\$ 3,828,900	\$ 226,000	\$ 314,474,500	\$ 64,775,600	\$ 9,584,900	\$ 2,061,264,200	\$ 7,216,033	\$ 2,068,480,233	\$ 97,111,900	2.40	\$ 3,642,015,229
2012	31,208,400	1,635,612,800	3,834,600	226,000	317,718,200	64,715,800	9,584,900	2,062,900,700	7,427,104	2,070,327,804	97,598,500	2.44	3,513,190,500
2013	41,400,600	1,632,602,200	4,164,100	227,600	305,435,800	64,715,800	9,584,900	2,058,131,000	-0-	2,058,131,000	98,367,700	2.50	3,290,349,682
2014	26,665,900	1,631,922,500	4,164,100	227,600	303,970,800	76,346,800	9,584,900	2,052,882,600	-0-	2,052,882,600	98,731,500	2.55	3,104,453,299
2015	26,741,600	1,631,433,400	4,164,100	227,600	303,811,000	75,093,500	9,584,500	2,051,055,700	-0-	2,051,055,700	98,655,900	2.61	3,141,577,131
2016	26,282,700	1,633,500,700	4,172,700	227,600	302,200,500	67,309,400	9,584,500	2,043,278,100	-0-	2,043,278,100	99,030,900	2.66	3,289,984,499
2017	26,247,200	1,636,332,200	3,957,400	228,800	295,975,300	67,309,400	12,901,900	2,042,952,200	-0-	2,042,952,200	99,429,200	2.75	3,252,973,487
2018	25,587,400	1,637,991,900	3,895,800	228,800	296,732,900	67,354,400	12,800,400	2,044,591,600	-0-	2,044,591,600	99,864,300	2.75	3,323,835,987
2019*	41,836,500	2,702,387,000	6,022,700	226,700	585,818,700	114,021,800	33,974,600	3,484,288,000	-0-	3,484,288,000	237,797,200	1.66	3,285,301,216
2020	42,749,700	2,697,625,700	6,022,700	226,700	558,699,400	114,017,100	38,564,600	3,457,905,900	-0-	3,457,905,900	238,751,400	1.70	3,413,570,979

* - Revaluation

^a Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies
^b Tax rates are per \$100

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

Source: Municipal Tax Assessor

ROXBURY TOWNSHIP SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
(RATE PER \$100 OF ASSESSED VALUE)
UNAUDITED

Year Ended December 31,	Roxbury Township School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate ^a	Debt Service ^b	General Obligation Total Direct	Roxbury Township	Morris County	
2011	\$ 2.294	\$ 0.106	\$ 2.400	\$ 1.050	\$ 0.420	\$ 3.870
2012	2.336	0.104	2.440	1.070	0.420	3.930
2013	2.393	0.107	2.500	1.070	0.400	3.970
2014	2.443	0.108	2.551	1.099	0.383	4.033
2015	2.494	0.111	2.605	1.109	0.385	4.099
2016	2.546	0.118	2.664	1.127	0.411	4.202
2017	2.640	0.105	2.745	1.127	0.414	4.286
2018	2.719	0.033	2.752	1.135	0.423	4.310
2019	* 1.613	0.049	1.662	0.671	0.246	2.579
2020	1.651	0.049	1.700	0.671	0.257	2.628

* - Revaluation

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

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

Note: NJSA 18A:7F-5d limits the amount that the District can submit for a General Fund tax levy. The levy when added to other components of the District's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculation.

Source: Municipal Tax Collector and School Business Administrator

ROXBURY TOWNSHIP SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

Taxpayer	2020		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Roxville Associates	\$ 55,970,200	1	2.71 %
AC I Ledgewood LLC	21,300,000	2	1.03 %
Hercules, Inc.	14,999,000	3	0.73 %
Roxbury 2002, LLC	14,440,000	4	0.70 %
Strategic Environmental Partners	11,631,000	5	0.56 %
National Retail Properties LP	8,386,000	6	0.41 %
200 Route 10 LLC	7,044,700	7	0.34 %
118 Main Street, Inc.	6,541,600	8	0.32 %
Individual Taxpayer #1	5,000,000	9	0.24 %
KBC Properties, LLC	4,994,700	10	0.24 %
Total	<u>\$ 150,307,200</u>		<u>4.35%</u>

Taxpayer	2011		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Roxville Associates	\$ 67,828,000	1	3.28 %
AC I Ledgewood LLC	21,300,000	2	1.03 %
Hercules, Inc.	14,995,600	3	0.72 %
Roxbury 2002, LLC	14,440,000	4	0.70 %
National Retail Properties LP	7,724,000	5	0.37 %
Roxbury Enterprises LLC	7,605,000	6	0.37 %
Verizon	7,423,987	7	0.36 %
200 Route 10 LLC	7,044,700	8	0.34 %
118 Main Street, Inc.	6,541,600	9	0.32 %
Wellfleet Developers	5,047,000	10	0.24 %
Total	<u>\$ 159,949,887</u>		<u>7.72%</u>

Source: Municipal Tax Assessor

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

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2012	\$ 50,229,900	\$ 50,229,900	100.00 %	\$ -0-
2013	50,889,530	50,889,530	100.00 %	-0-
2014	51,876,818	51,876,818	100.00 %	-0-
2015	52,872,439	52,872,439	100.00 %	-0-
2016	53,940,084	53,940,079	100.00 %	-0-
2017	55,710,325	55,710,325	100.00 %	-0-
2018	56,462,448	56,462,448	100.00 %	-0-
2019	56,051,472	56,051,472	100.00 %	-0-
2020	58,188,974	58,188,974	100.00 %	-0-
2021	59,316,721	59,316,721	100.00 %	-0-

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

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

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

Fiscal Year Ended June 30,	Governmental Activities		Business- Type Activities	Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds ^b	Capital Leases	Capital Leases			
2012	\$ 16,730,000	\$ -0-	\$ -0-	\$ 16,730,000	0.90 %	\$ 714.65
2013	15,080,000	-0-	-0-	15,080,000	0.80 %	644.36
2014	21,100,000	1,796,932	-0-	22,896,932	1.17 %	982.15
2015	19,330,000	1,755,933	-0-	21,085,933	1.03 %	907.00
2016	17,275,000	1,179,717	407,114	18,454,717	0.88 %	797.73
2017	15,425,000	778,214	313,215	16,203,214	0.75 %	702.93
2018	13,770,000	1,011,221	-0-	14,781,221	0.66 %	646.57
2019	12,085,000	997,042	-0-	13,082,042	0.57 %	579.60
2020	10,320,000	1,361,912	-0-	11,681,912	0.50 %	512.97
2021	8,475,000	1,074,943	-0-	9,549,943	0.41 %	419.35

^a See J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

^b Includes Early Retirement Incentive Loan Revenue Bonds and Energy Savings Improvement Bonds

Note: Details regarding the District's Outstanding Debt can be found in the Notes to the Financial Statements.

Source: School District Financial Reports

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

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Net Valuation Taxable ^b	Per Capita ^c
	General Obligation Bonds ^a	Deductions	Net General Bonded Debt Outstanding		
2012	\$ 16,730,000	\$ -0-	\$ 16,730,000	0.81 %	\$ 715
2013	15,080,000	-0-	15,080,000	0.73 %	644
2014	21,100,000	-0-	21,100,000	1.03 %	905
2015	19,330,000	-0-	19,330,000	0.94 %	831
2016	17,275,000	-0-	17,275,000	0.84 %	747
2017	15,425,000	-0-	15,425,000	0.75 %	669
2018	13,770,000	-0-	13,770,000	0.67 %	602
2019	12,085,000	-0-	12,085,000	0.59 %	535
2020	10,320,000	-0-	10,320,000	0.30 %	453
2021	8,475,000	-0-	8,475,000	0.25 %	372

^a Includes Early Retirement Incentive Loan Revenue Bonds

^b See Exhibit J-6 for property tax data. This ratio is calculated using valuation data for the prior calendar year.

^c See Exhibit J-14 for population data. This ratio is calculated using population for the prior calendar year.

Note: Details regarding the District's Outstanding Debt can be found in the Notes to the Financial Statements.

Source: School District Financial Reports

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

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes			
Roxbury Township	\$ 3,596,199	100.00 %	\$ 3,596,199
Morris County General Obligation Debt	250,902,245	3.52 %	<u>8,831,909</u>
Subtotal, Overlapping Debt			12,428,108
Roxbury Township School District Direct Debt			<u>8,740,000</u>
Total Direct and Overlapping Debt			<u><u>\$ 21,168,108</u></u>

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

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

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

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

Legal Debt Margin Calculation for Fiscal Year 2021

	Equalized Valuation Basis
	2020 \$ 3,540,759,676
	2019 \$ 3,425,371,608
	2018 3,267,164,589
	\$ 10,233,295,873
Average Equalized Valuation of Taxable Property	\$ 3,411,098,624
Debt Limit (4% of Average Equalization Value)	\$ 136,443,945 ^a
Net Bonded School Debt	8,475,000
Legal Debt Margin	\$ 127,968,945

	Fiscal Year				
	2017	2018	2019	2020	2021
Debt Limit	\$ 128,753,937	\$ 131,113,227	\$ 130,835,394	\$ 133,324,723	\$ 136,443,945
Total Net Debt Applicable to Limit	15,425,000	13,770,000	12,085,000	10,320,000	8,475,000
Legal Debt Margin	\$ 113,328,937	\$ 117,343,227	\$ 118,750,394	\$ 123,004,723	\$ 127,968,945
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	11.98 %	10.50 %	9.24 %	7.74 %	6.21 %
	Fiscal Year				
	2012	2013	2014	2015	2016
Debt Limit	\$ 144,448,148	\$ 138,440,814	\$ 131,512,141	\$ 126,771,789	\$ 126,862,266
Total Net Debt Applicable to Limit	16,730,000	15,080,000	21,100,000	19,330,000	17,275,000
Legal Debt Margin	\$ 127,718,148	\$ 123,360,814	\$ 132,052,892	\$ 107,441,789	\$ 109,587,266
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	11.58 %	10.89 %	16.04 %	15.25 %	13.62 %

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

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

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

<u>Year</u>	<u>Population ^a</u>	<u>Morris County Per Capita Personal Income ^b</u>	<u>Township of Roxbury Personal Income ^c</u>	<u>Unemployment Rate ^d</u>
2012	23,410	\$ 79,775	\$ 1,867,532,750	6.7 %
2013	23,403	80,815	1,891,313,445	5.5 %
2014	23,313	84,278	1,964,773,014	5.4 %
2015	23,248	88,335	2,053,612,080	4.6 %
2016	23,134	91,148	2,108,617,832	4.3 %
2017	23,051	93,633	2,158,334,283	3.6 %
2018	22,861	97,819	2,236,240,159	3.6 %
2019	22,571	101,646	2,294,251,866	3.2 %
2020	22,773	101,646 *	2,314,784,358	9.0 %
2021	22,773 **	101,646 *	2,314,784,358 ***	N/A

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

** - Latest population data available (2020) was used for calculation purposes.

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

N/A - Information unavailable.

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

^b Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.

^c Personal income has been estimated based upon the municipal population and per capita personal income presented

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

ROXBURY TOWNSHIP SCHOOL DISTRICT
PRINCIPAL EMPLOYERS, COUNTY OF MORRIS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

Employer	2020		
	Employees	Rank (Optional)	Percentage of Total Employment
Atlantic Health System	7,642	1	3.28%
Picatinny Arsenal	6,000	2	2.58%
Novartis	5,200	3	2.23%
Bayer	3,483	4	1.50%
Barclays	2,560	5	1.10%
ADP	2,400	6	1.03%
Accenture	1,826	7	0.78%
Honeywell	1,704	8	0.73%
Saint Clare's Health	1,638	9	0.70%
County of Morris	1,469	10	0.63%
	<u>33,922</u>		<u>14.56%</u>
Total Employment	<u>232,958</u>		
Employer	2011		
	Employees	Rank (Optional)	Percentage of Total Employment
Novartis	6,200	1	2.44%
U.S. Army Armament Research and Development	5,274	2	2.08%
Atlantic Health Systems	5,013	3	1.98%
United Parcel Service	2,332	4	0.92%
County of Morris	1,928	5	0.76%
ADP	1,924	6	0.76%
St. Clare's Health System	1,841	7	0.73%
AT&T	1,550	8	0.61%
Chilton Memorial	1,440	9	0.57%
BASF	1,400	10	0.55%
	<u>28,902</u>		<u>11.39%</u>
Total Employment	<u>253,719</u>		

Source: County of Morris

ROXBURY TOWNSHIP SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
UNAUDITED

<u>Function/Program</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Instruction	261	259	254	254	299	299	299	283	283	281
Regular	97	121	126	126	97	113	113	126	126	120
Special education										
Support Services:										
Student & instruction related services	88	74	74	71	88	88	88	111	125	94
School administrative services	40	30	30	30	26	26	26	36	37	36
General and business administrative services	23	35	35	35	23	23	23	9	9	9
Plant operations and maintenance	65	35	33	33	46	46	46	36	36	36
Pupil transportation	63	60	62	62	58	58	58	73	79	81
Total	637	614	614	611	637	653	653	674	695	657

Source: District Personnel Records

ROXBURY TOWNSHIP SCHOOL DISTRICT
OPERATING STATISTICS,
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year	Enrollment ^d	Operating Expenditures ^a	Cost Per Pupil ^b	Percentage Change	Teaching Staff ^c	Teacher/Pupil Ratio			Average Daily Enrollment (ADE) ^d	Average Daily Attendance (ADA) ^d	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary School	Middle School	High School				
2012	3,396	\$ 68,085,002	\$ 20,049	-0.79 %	483	1:12.1	1:10.3	1:10.6	4,019	3,868	-2.99 %	96.24 %
2013	3,888	70,075,961	18,024	-10.10 %	494	1:12.1	1:10.1	1:10.8	3,888	3,731	-3.26 %	95.96 %
2014	3,865	70,335,500	18,198	0.97 %	459	1:12.1	1:10.1	1:10.6	3,624	3,479	-6.79 %	96.00 %
2015	3,709	74,213,802	20,009	9.95 %	459	1:12.1	1:10.1	1:10.6	3,624	3,479	0.00 %	96.00 %
2016	3,662	74,102,785	20,236	1.13 %	537	1:12.1	1:10.1	1:10.6	3,636	3,490	0.33 %	95.98 %
2017	3,573	76,969,479	21,542	6.46 %	537	1:12.1	1:10.1	1:10.6	3,577	3,443	-1.62 %	96.25 %
2018	3,541	78,073,303	22,048	2.35 %	537	1:12.1	1:10.1	1:10.6	3,600	3,461	0.64 %	96.14 %
2019	3,495	80,144,223	22,931	4.00 %	345	1:12.1	1:10.1	1:10.6	3,506	3,368	-2.61 %	96.06 %
2020	3,432	82,490,242	24,036	4.82 %	344	1:12.1	1:10.1	1:10.6	3,468	3,333	-1.08 %	96.11 %
2021	3,304	85,389,215	25,844	7.52 %	345	1:12.1	1:10.1	1:10.6	3,438	3,309	-0.87 %	96.25 %

^a Operating expenditures equal total expenditures less debt service and capital outlay

^b The Cost per Pupil calculated above is the sum of the operating expenditures divided by enrollment. This Cost per Pupil may be different from other Cost per Pupil calculations.

^c Teaching staff includes only full-time equivalents of certificated staff

^d Enrollment, average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS)

Sources: Roxbury Township School District records

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

District Building	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Roosevelt/Lincoln Intermediate School										
Square Feet	119,550	119,550	119,550	119,550	119,550	119,550	119,550	119,550	119,550	119,550
Capacity (students)	831	831	831	831	831	831	831	831	831	831
Enrollment	634	540	539	551	496	495	499	480	481	505
Nixon Elementary School										
Square Feet	50,890	50,890	50,890	50,890	50,890	50,890	50,890	50,890	50,890	50,890
Capacity (students)	464	464	464	464	464	464	464	464	464	464
Enrollment	350	280	277	284	289	269	276	256	259	258
Kennedy Elementary School										
Square Feet	46,970	46,970	46,970	46,970	46,970	46,970	46,970	46,970	46,970	46,970
Capacity (students)	426	426	426	426	426	426	426	426	426	426
Enrollment	318	229	229	220	219	225	248	255	248	254
Jefferson Elementary School										
Square Feet	47,050	47,050	47,050	47,050	47,050	47,050	47,050	47,050	47,050	47,050
Capacity (students)	614	614	614	614	614	614	614	614	614	614
Enrollment	480	387	388	335	334	345	349	364	345	341
Franklin Elementary School										
Square Feet	47,260	47,260	47,260	47,260	47,260	47,260	47,260	47,260	47,260	47,260
Capacity (students)	482	482	482	482	482	482	482	482	482	482
Enrollment	362	350	349	332	330	304	320	332	319	303
Eisenhower Middle School										
Square Feet	105,840	105,840	105,840	105,840	105,840	105,840	105,840	105,840	105,840	105,840
Capacity (students)	864	864	864	864	864	864	864	864	864	864
Enrollment	674	645	642	568	582	588	518	527	518	486
Roxbury High School										
Square Feet	281,740	281,740	281,740	281,740	281,740	281,740	281,740	281,740	281,740	281,740
Capacity (students)	1,968	1,968	1,968	1,968	1,968	1,968	1,968	1,968	1,968	1,968
Enrollment	578	1,457	1,441	1,419	1,412	1,347	1,331	1,281	1,262	1,157
Central Administration										
Square Feet	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000
Special Education Building										
Square Feet	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000

Number of Schools at June 30, 2021

- Elementary = 5
- Middle School = 1
- High School = 1
- Other = 2

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

ROXBURY TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS
UNAUDITED

Undistributed Expenditures - Required Maintenance for School Facilities
 11-000-261-xxx

Fiscal Year Ended June 30,	Roosevelt/ Lincoln		Nixon		Kennedy		Jefferson		Franklin		Eisenhower		Roxbury		Total
	Intermediate School		Elementary School		Elementary School		Elementary School		Elementary School		Middle School		High School		
2012	\$ 213,665	\$	91,350	\$	86,414	\$	84,699	\$	85,935	\$	191,555	\$	509,414	\$	1,263,032
2013	210,899		65,626		55,678		53,123		64,669		142,733		426,283		1,019,011
2014	295,121		127,713		114,769		122,535		114,769		260,604		690,340		1,725,851
2015	186,717		80,474		77,229		172,635		77,295		161,678		781,829		1,537,857
2016	264,514		82,907		166,759		293,658		76,209		220,806		710,325		1,815,178
2017	187,472		74,139		97,467		194,716		72,157		143,910		1,105,477		1,875,338
2018	283,591		108,757		100,659		218,527		119,037		808,070		812,659		2,451,300
2019	234,173		94,006		90,629		204,037		86,368		232,814		632,495		1,574,522
2020	481,167		317,172		197,249		211,737		193,820		538,907		1,163,020		3,103,072
2021	386,993		166,972		144,615		196,161		181,671		327,177		906,883		2,310,471

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

Source: Roxbury Township School District records

ROXBURY TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2021
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
School Alliance Insurance Fund (SAIF):		
School Package Policy:		
Building & Personal Property	\$ 500,000,000 Occurrence	\$ 2,500
Auto Physical Damage		1,000
General Liability including Auto, Employee Benefits:	5,000,000	
Per Occurrence		
General Aggregate	Agreed upon based on membership	
Product/Completed Ops		
Personal Injury		
Fire Damage	2,500,000	
Medical Expenses (excluding students taking part in athletics)	10,000	
Automobile Coverage		
Combined Single Limit		
Hired/Non-owned		
Security Guard Liability		
Environmental Impairment Liability	1,000,000 / 25,000,000 Fund Aggregate	10,000
		Fungi & Legionella 100,000
Crime Coverage	50,000 Inside/Outside	1,000
Blanket Dishonesty Bond	500,000	1,000
Boiler and Machinery	100,000	2,500
Excess Liability (AL/GL/SLPL)	5,000,000	
School Board Legal Liability (SLPL)	5,000,000	10,000
Cyber Liability	2,000,000	10,000
Shared Excess Liability	50,000,000	
New Jersey Schools Insurance Group:		
Workers' Compensation:	Statutory	
Employer's Liability	5,000,000	
Supplemental Indemnity	Statutory	
Public Officials' Bonds:		
Treasurer of School Monies	355,000	
School Business Administrator/Board Secretary	100,000	
Assistant School Business Administrator/Board Secretary	100,000	
Bollinger Insurance:		
Student Accident	6,000,000	

Source: School District Insurance Agent

SINGLE AUDIT SECTION

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

Independent Auditors' Report

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Department"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of Roxbury Township, in the County of Morris (the "District") as of and for the fiscal year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated October 25, 2021.

Internal Control Over Financial Reporting

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

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

October 25, 2021
Mount Arlington, New Jersey

Nisivoccia LLP
NISIVOCCIA LLP

Man C Lee

Man C. Lee
Licensed Public School Accountant #2527
Certified Public Accountant

Report on Compliance For Each Major Federal and State Program
and Report on Internal Control Over Compliance

Independent Auditors' Report

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

Report on Compliance for Each Major Federal and State Program

We have audited the Board of Education of the Roxbury Township's (the "District's") 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 District's major federal and state programs for the fiscal year ended June 30, 2021. The District's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major 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; the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Those standards, the Uniform Guidance and New Jersey's OMB Circular 15-08 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Basis for Qualified Opinion on the Child Nutrition Cluster Federal Program

As described in the accompanying Schedule of Findings and Questioned Costs, the District did not comply with requirements regarding activities allowed or unallowed for its Child Nutrition Cluster program as described in Finding 2021-001. Compliance with such requirement is necessary, in our opinion, for the District to comply with the requirements applicable to the program.

The Honorable President and Members
of the Board of Education
Roxbury Township School District
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Qualified Opinion on the Child Nutrition Cluster Federal Program

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion paragraph, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the Child Nutrition Cluster program for the fiscal year ended June 30, 2021.

Unmodified Opinion on Each of the Other State Programs

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs for the fiscal year ended June 30, 2021.

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses and significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we did identify a certain deficiency in internal control over compliance, described in the accompanying Schedule of Findings and Questioned Costs as Finding 2021-001 that we consider to be a significant deficiency.

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

The District's response to the internal control over compliance finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. The 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.

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

October 25, 2021
Mount Arlington, New Jersey

Nisivoccia LLP
NISIVOCCIA LLP

Man C Lee

Man C. Lee
Licensed Public School Accountant #2527
Certified Public Accountant

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

Federal Program/Cluster Title	Federal CFDA Number	Grant or State Project No.	Grant Period	Award Amount	Balance at June 30, 2020		Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	Cancellation of Prior Year Encumbrances/ Acc'ts Payable	Balance at June 30, 2021		Amounts Provided to Subrecipients
					Budgetary Accounts Receivable	Due to Grantor						Budgetary Accounts Receivable	Budgetary Unearned Revenue	
U.S. Department of Agriculture:														
Passed-through State Department of Agriculture:														
Child Nutrition Cluster:														
Special Revenue Fund:														
National School Lunch Program														
Equipment Assistance														
Food Service Fund:														
Food Distribution Program														
COVID-19 - Seamless Summer Option														
COVID-19 - Seamless Summer Option														
Total Child Nutrition Cluster														
Total U.S. Department of Agriculture														
U.S. Department of Treasury:														
Passed-through State Department of Education:														
Special Revenue Fund:														
COVID 19 - Coronavirus Relief Fund														
Total U.S. Department of Treasury														
U.S. Department of Education:														
Passed-through State Department of Education:														
Special Revenue Fund:														
Elementary and Secondary Education Act:														
Title I														
Title I														
Title I														
Total Title I														
Title II														
Title II														
Total Title II														
Title III														
Title III														
Title III - Immigrant														
Total Title III														
Title IV														
Title IV														
Total Title IV														
Education Stabilization Fund:														
COVID 19 - CARES Emergency Relief														
Digital Divide Discretionary Grant														

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

Federal Grantor/Pass Through Grantor/ Program/Cluster Title	Federal CFDA Number	Grant or State Project No.	Grant Period	Award Amount	Balance at June 30, 2020		Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	Cancellation of Prior Year Encumbrances/ Accs Payable	Balance at June 30, 2021		Amounts Provided to Subrecipients
					Budgetary Accounts Receivable	Due to Grantor					Budgetary Accounts Receivable	Unearned Revenue	
U.S. Department of Education: (Cont'd)													
Special Revenue Fund: (Cont'd)													
Passed-through State Department of Education:													
Special Education Cluster:													
I.D.E.A. Part B, Basic	84-027	IDEA456021	7/1/20-9/30/21	\$ 987,165		\$ 660,915	\$ (877,550)	\$ 1	\$ 1,928		\$ (216,635)		
I.D.E.A. Part B, Basic	84-027	IDEA456020	7/1/19-9/30/20	930,072		132,225				1,928	(216,635)		
Total Special Education Cluster						793,140	(877,550)	1		1,928	(216,635)		
Total U.S. Department of Education						1,161,264	(1,204,332)	1	(4,191)	4,417	(323,223)	\$ 1,189	
U.S. Department of Health and Human Services:													
Medicaid Cluster:													
Medicaid Assistance Program	93-778	N/A	7/1/20-6/30/21	96,059		96,059	(96,059)						
Medicaid Assistance Program	93-778	N/A	7/1/19-6/30/20	77,506		4,795	(4,795)						
COVID-19 - Medicaid Assistance Program	93-778	N/A	7/1/20-6/30/21	10,008		10,008	(10,008)						
Total U.S. Department of Health and Human Services/Medicaid Cluster						110,862	(110,862)						
Total Federal Awards						\$ 2,663,106	\$ (2,869,125)	\$ 1	\$ (4,191)	\$ 4,417	\$ (517,607)	\$ 11,679	\$ 1,374
													\$ -0-

N/A - Not Applicable

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

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

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2020		Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Cancellation of Prior Year Accounts Payable	Balance at June 30, 2021		MEMO
				Budgetary Accounts Receivable	Due to Grantor					GAAP Accounts Receivable	Due to Grantor	
State Department of Education:												
General Fund State Aid:												
Equalization Aid	21-495-034-5120-078	7/1/20-6/30/21	\$ 8,017,609	\$	\$ 7,236,478	\$ (8,017,609)	\$	\$	\$	\$ (781,131)	\$ 8,017,609	
Transportation Aid	21-495-034-5120-014	7/1/20-6/30/21	558,875		504,426	(558,875)				(54,449)	558,875	
Special Education Aid	21-495-034-5120-089	7/1/20-6/30/21	2,433,575		2,196,479	(2,433,575)				(237,096)	2,433,575	
Security Aid	21-495-034-5120-084	7/1/20-6/30/21	61,433		55,448	(61,433)				(5,985)	61,433	
School Choice Aid	21-495-034-5120-068	7/1/20-6/30/21	303,840		274,238	(303,840)				(29,602)	303,840	
Extraordinary Special Education Costs Aid	21-495-034-5120-044	7/1/20-6/30/21	1,202,651			(1,202,651)			\$ (1,202,651)	(1,202,651)	1,202,651	
Excess Nonpublic Transportation Costs	21-495-034-5120-014	7/1/20-6/30/21	42,920			(42,920)			(42,920)	(42,920)	42,920	
Reimbursed TPAF Social Security Contributions	21-495-034-5094-003	7/1/20-6/30/21	2,183,599		2,183,599	(2,183,599)					2,183,599	
On-Behalf TPAF Post Retirement Contributions	21-495-034-5094-001	7/1/20-6/30/21	2,547,810		2,547,810	(2,547,810)					2,547,810	
On-Behalf TPAF Pension Contributions	21-495-034-5094-002	7/1/20-6/30/21	7,978,185		7,978,185	(7,978,185)					7,978,185	
On-Behalf TPAF Non-Contributory Insurance	21-495-034-5094-004	7/1/20-6/30/21	151,796		151,796	(151,796)					151,796	
On-Behalf TPAF Long-Term Disability Insurance	21-495-034-5094-004	7/1/20-6/30/21	5,133		5,133	(5,133)					5,133	
Equalization Aid	20-495-034-5120-078	7/1/19-6/30/20	9,572,015	\$ (947,592)	947,592						9,572,015	
Transportation Aid	20-495-034-5120-014	7/1/19-6/30/20	558,875	(55,326)	55,326						558,875	
Special Education Aid	20-495-034-5120-089	7/1/19-6/30/20	2,433,575	(240,915)	240,915						2,433,575	
Security Aid	20-495-034-5120-084	7/1/19-6/30/20	61,433	(6,082)	6,082						61,433	
School Choice Aid	20-495-034-5120-068	7/1/19-6/30/20	309,388	(30,628)	30,628						309,388	
Extraordinary Special Education Costs Aid	20-495-034-5120-044	7/1/19-6/30/20	712,060	(647,231)	712,060	(64,829)					712,060	
Excess Nonpublic Transportation Costs	20-495-034-5120-014	7/1/19-6/30/20	13,720	(13,720)	13,720						13,720	
Reimbursed TPAF Social Security Contributions	20-495-034-5094-003	7/1/19-6/30/20	2,183,827	(112,203)	112,203						2,183,827	
Subtotal - General Fund				(2,053,697)	25,252,118	(25,552,255)				(1,245,571)	(2,353,834)	41,332,319
Special Revenue Fund Aid:												
Nonpublic Auxiliary Services:												
Compensatory Education	21-100-034-5120-067	7/1/20-6/30/21	128,111		128,111	(55,045)				\$ 73,066	55,045	
Transportation	20-100-034-5120-067	7/1/20-6/30/21	17,917		17,917			\$ (12,492)		17,917	45,589	
Transportation	20-100-034-5120-067	7/1/19-6/30/20	20,223		2,022						20,223	
Nonpublic Handicapped Services:												
Supplementary Instruction	21-100-034-5120-066	7/1/20-6/30/21	60,954		60,954	(18,537)				42,417	18,537	
Supplementary Instruction	20-100-034-5120-066	7/1/19-6/30/20	33,998	(3,400)	3,400			(13,598)			20,400	
Corrective Speech	21-100-034-5120-066	7/1/20-6/30/21	28,527		28,527	(13,671)				14,856	13,671	
Corrective Speech	20-100-034-5120-066	7/1/19-6/30/20	23,696	(2,370)	2,370			(6,835)			16,861	
Examination and Classification	21-100-034-5120-066	7/1/20-6/30/21	45,929		45,929	(22,875)				23,054	22,875	
Examination and Classification	20-100-034-5120-066	7/1/19-6/30/20	40,502	(4,049)	4,049			(17,276)			23,226	
N.J. Nonpublic Textbook Aid	21-100-034-5120-064	7/1/20-6/30/21	14,784		14,784	(14,140)				644	14,140	
N.J. Nonpublic Textbook Aid	20-100-034-5120-064	7/1/19-6/30/20	14,179		88			(88)			14,091	
N.J. Nonpublic Nursing Aid	21-100-034-5120-066	7/1/20-6/30/21	24,990		24,990	(24,990)			\$ 2,891	2,891	24,990	
N.J. Nonpublic Nursing Aid	20-100-034-5120-066	7/1/19-6/30/20	26,287		42,875	(41,834)				1,041	23,396	
N.J. Nonpublic Security Aid	21-100-034-5120-509	7/1/20-6/30/21	40,650					(2,146)			41,834	
N.J. Nonpublic Security Aid	20-100-034-5120-509	7/1/19-6/30/20		(18,184)	382,271	(191,092)		(52,435)		175,886	38,504	
Subtotal - Special Revenue Fund				(18,184)	52,435	(191,092)		(52,435)		175,886	403,066	

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

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2020		Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Cancellation of Prior Year Accounts Payable	Balance at June 30, 2021		MEMO	
				Budgetary Accounts Receivable	Due to Grantor					GAAP Accounts Receivable	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
State Department of Education:													
Food Service Fund:													
COVID-19 - Seamless Summer Option	21-100-010-3350-023	7/1/20-6/30/21	\$ 60,967	\$ (268)	\$ 44,713	\$ (60,967)	\$ (60,967)	\$ (52,435)	\$ 2,891	\$ (16,254)	\$ (16,254)	\$ (16,254)	\$ 60,967
COVID-19 - Seamless Summer Option	20-100-010-3350-023	3/1/20-6/30/20	1,157		268								1,157
Subtotal - Food Service Fund				(268)	44,981	(60,967)	(60,967)	(52,435)	2,891	(16,254)	(16,254)	(16,254)	62,124
Total State Department of Education				(2,072,149)	25,679,370	(25,804,314)	(25,804,314)	(52,435)	2,891	(1,261,825)	(1,261,825)	(2,370,088)	41,797,509
Total State Awards Subject to Single Audit Determination				\$ (2,072,149)	\$ 25,679,370	\$ (25,804,314)	\$ (25,804,314)	\$ (52,435)	\$ 2,891	\$ (1,261,825)	\$ (1,261,825)	\$ (2,370,088)	\$ 41,797,509
Less: State Awards Not Subject to Single Audit Major Program Determination													
On-Behalf TPAF Pension System Contributions:													
On-Behalf TPAF Post Retirement Contributions	21-495-034-5094-001	7/1/20-6/30/21	(2,547,810)			2,547,810							
On-Behalf TPAF Pension Contributions	21-495-034-5094-002	7/1/20-6/30/21	(7,978,185)			7,978,185							
On-Behalf TPAF Non-Contributory Insurance	21-495-034-5094-004	7/1/20-6/30/21	(151,796)			151,796							
On-Behalf TPAF Long-Term Disability Insurance	21-495-034-5094-004	7/1/20-6/30/21	(5,133)			5,133							
Subtotal - On-Behalf TPAF Pension System Contributions						10,682,924							
Total State Awards Subject to Single Audit Major Program Determination						\$ (15,121,390)							

N/A - Not Applicable/Available

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

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

NOTE 1. BASIS OF PRESENTATION

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 3. 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.

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$172,280 for the general fund and \$64,064 for the special revenue fund. See Note 1D for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Revenue from federal and state awards is reported in the Board’s basic financial statements on a GAAP basis as presented below:

	Federal	State	Total
General Fund	\$ 110,862	\$ 25,724,535	\$ 25,835,397
Special Revenue Fund	1,427,745	181,962	1,609,707
Food Service Fund	1,403,712	60,967	1,464,679
Total Awards	\$ 2,942,319	\$ 25,967,464	\$ 28,909,783

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
(Continued)

NOTE 4. INDIRECT COST RATE

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

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. OTHER

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

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

Summary of Auditors' Results:

- The Independent Auditors' Report expresses an unmodified opinion on the financial statements of the District.
- There were no material weaknesses or significant deficiencies disclosed during the audit of the financial statements as reported in the *Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards*.
- No instances of noncompliance material to the financial statements of the District which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
- There was a significant deficiency in internal control over a major federal program disclosed during the audit as reported in the *Independent Auditors' Report on Compliance For Each Major Federal and State Program; Report on Internal Control Over Compliance* as Finding 2021-001. No material weaknesses were reported.
- The auditor's report on compliance for each major federal and state program for the District expresses a qualified opinion on the District's compliance for the Child Nutrition Cluster federal program and an unmodified opinion on each of the state programs.
- Audit finding 2021-001 which is required to be reported in accordance with New Jersey's OMB Circular 15-08 or 2 CFR 200.516(a) of the Uniform Guidance is reported on this schedule.
- The District's programs tested as major federal and state programs for the current fiscal year consisted of the following:

	<u>C.F.D.A./</u> <u>State Grant Number</u>	<u>Grant Period</u>	<u>Award</u> <u>Amount</u>	<u>Budgetary</u> <u>Expenditures</u>
<u>Federal:</u>				
Child Nutrition Cluster:				
National School Lunch Program				
Equipment Assistance	10.579	2/16/21-6/30/21	\$ 3,470	\$ 2,978
Food Distribution Program	10.555	7/1/20-6/30/21	48,930	37,251
COVID-19 - Seamless Summer Option	10.555	7/1/20-6/30/21	1,366,461	1,366,461
<u>State:</u>				
Extraordinary Special	21-495-034-5120-044	7/1/20-6/30/21	1,202,651	1,202,651
Education Costs Aid	20-495-034-5120-044	7/1/19-6/30/20	712,060	712,060
Reimbursed TPAF Social Security Contributions	21-495-034-5094-003	7/1/20-6/30/21	2,183,599	2,183,599

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

Summary of Auditors' Results: (Cont'd)

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

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

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

Findings and Questioned Costs for Federal Awards:

Finding 2021-001: U.S. Department of Agriculture – Passed-through N.J. Department of Agriculture – Child Nutrition Cluster – Activities Allowed or Unallowed and Significant Deficiency.

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>Budgetary Expenditures</u>	<u>Questioned Costs</u>
<u>Child Nutrition Cluster:</u>					
National School Lunch Program					
Equipment Assistance	10.579	2/16/21-6/30/21	\$ 3,470	\$ 2,978	\$ -0-
Food Distribution Program	10.555	7/1/20-6/30/21	48,930	37,251	-0-
COVID-19 - Seamless Summer Option	10.555	7/1/20-6/30/21	1,366,461	1,366,461	2,674

Criteria:

While edit checks are not required under the Seamless Summer Option (SSO) program, Districts must be in compliance with meal counting and claiming requirements.

Condition and Context:

During our review of the District’s meal count records, we noted the following for 3 out of 10 months we tested:

1. Certain instances where daily meal count records were not maintained on file.
2. Certain meal count records did not agree with the number of meals claimed through the School Nutrition Electronic Application and Reimbursement System (“SNEARS”).

Effect:

The District overclaimed 884 meals for reimbursement in the amount of \$2,674 (591 lunches overclaimed totaling \$2,115, 278 breakfasts overclaimed totaling \$525 and 15 severe breakfasts overclaimed totaling \$34).

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

Findings and Questioned Costs for Federal Awards: (Cont'd)

Cause:

The District was not consistent in applying a standard meal counting system at each site location. Extra care was not taken to ensure that the daily meal count tally sheets maintained by each site location were complete and accurate and agreed to the monthly reimbursement claims.

Recommendation:

It is recommended that the District implement a standard meal counting system at each site location and take extra care to ensure that the daily meal count tally sheets maintained by each site location are complete and accurate and agree to the monthly reimbursement claims.

Management Response:

The District will implement a standard meal counting system at each site location and take extra care to ensure that the daily meal count tally sheets maintained by each site location are accurate and agree to the monthly reimbursement claims.

Findings and Questioned Costs for State Awards:

- The audit did not disclose any findings or questioned costs for state awards as defined in 2 CFR 200.516(a) of the Uniform Guidance and New Jersey's OMB Circular 15-08.

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

Status of Prior Year Findings:

The District had no prior year audit findings.