

Comprehensive Annual Financial Report

of the

City of Somers Point Board of Education

Somers Point, New Jersey

For the Fiscal Year Ended June 30, 2021

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Introductory Section



SOMERS POINT SCHOOL DISTRICT

ADMINISTRATIVE OFFICES

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Somers Point, New Jersey 08244

Phone: (609) 927-2053 ~ Fax: (609) 927-7351 ~ www.sptsd.org

Michelle CarneyRay-Yoder, Ed.D., Superintendent/ Director of Special Education Ext: 3211
Julie Gallagher, Business Administrator/ Board Secretary Ext: 3220

March 11, 2022

Honorable President
and Members of the Board of Education
City of Somers Point School District
County of Atlantic, New Jersey

Dear Board Members:

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

The Comprehensive Annual Financial Report (CAFR) is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the general-purpose financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996, OMB Circular Uniform Guidance and NJ OMB 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, is included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES

The City of Somers Point School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board as established by GASB Statement No. 14. All funds and account groups of the District are included in this report. The City of Somers Point Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-K through 8. These include regular, vocational as well as special education for handicapped youngsters. The District completed the 2020-2021 fiscal year with an enrollment of 806, which is 47 students less than the previous year's enrollment (count includes out-of-district placements as well as Pre-3 and Pre-4-Year-old students).

The following details the changes in the student enrollment of the District over the last seven years.

Fiscal Year	Student Enrollment	Percent Change
2020-2021	806	-11.63%
2019-2020	853	-3.60%
2018-2019	884	-5.00%
2017-2018	924	-1.02%
2016-2017	944	-4.00%
2015-2016	963	-1.00%
2014-2015	986	-5.00%

2. ECONOMIC CONDITION AND OUTLOOK

The Somers Point School District, along with many districts in the area, continues to feel the impact of the closing of casinos in the Atlantic City area. As a result, enrollments are down, and the number of children qualifying for free and reduced lunch is close to 56%.

Costs to meet increases of students with special needs are also on the rise. We now have six self-contained classrooms. The Special Services Department, along with the Superintendent and Board have made it a goal to bring as many students back into the district. This has proven to be most cost effective, as well as educationally prudent for our students.

3. MAJOR INITIATIVES

The Somers Point Board of Education focused on three major initiatives during the 2019/2020 school year:

1. The continued Implementation of programs to address issues related to climate and culture in the school district.
2. Continuation of facility upgrades, including the balance of funds from the 2016 Referendum
3. Maintaining smaller class sizes at the lower elementary grades.

4. INTERNAL ACCOUNTING CONTROLS

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

As a recipient of federal and state financial assistance, the District also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is also subject to periodic 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 structure, including that portion related to federal and state financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.

5. BUDGETARY CONTROLS

In addition to internal accounting controls, the City of Somers Point School District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund and the debt service fund. 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 reservations of fund balance at June 30, 2021.

6. ACCOUNTING SYSTEM AND REPORTS

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

7. CASH MANAGEMENT

The investment policy of the City of Somers Point School District is guided in large part by state statute as detailed in "Notes to the Financial Statements," Note 2. The District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provision 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

Our Board of Education is a member of the Atlantic and Cape May Counties School Business Officials Joint Insurance Funds (ACCASBOJIF). This Fund was formed under the provision of N.J.S.A. 18A: 18B1-10.

The ACCASBOJIF provides members with a long-term alternative to the conventional insurance marketplace and is a means of stabilizing the otherwise cyclical nature of insurance expenditures. The Fund provides the following coverage:

1. Property, including buildings, contents, inland marine, crime, boiler and machinery, and auto physical damage; as well as premise/pollution insurance
2. General Liability, including school board legal liability
3. Automobile Liability
4. Workers' Compensation

The Fund provides coverage to its members either directly or through the commercial insurance market, through one or more of the following vehicles: excess insurance, reinsurance or an excess property and casualty joint insurance fund.

The Fund's Mission Statement is as follows: "The ACCASBOJIF is committed to uniting local school districts in a joint effort to better manage their risks and assure fiscal stability by providing cost-effective, comprehensive insurance coverage and minimizing losses through pro-active membership involvement in claims management and loss prevention activities."

Fidelity bonds are covered through an outside insurance carrier as required by the state statutes.

9. OTHER INFORMATION

A) Independent Audit - State statutes require an annual audit by independent registered municipal accountants. The accounting firm of Ford-Scott, and Associates, L.L.C., CPAs, is appointed by the Board on an annual basis. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1996, OMB Circular Uniform Guidance and NJ OMB 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditor's report on the financial statements and combining the individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

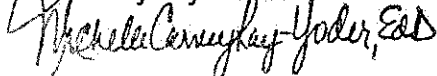
10. ACKNOWLEDGEMENTS

We would like to express our appreciation to the members of the City of Somers Point Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district, while at the same time, striving to provide the children of Somers Point with the highest quality education possible and contributing full support to the development and maintenance of our financial operation.

Sincere appreciation is offered to the business office staff for their knowledge and continued support in the various business elements and functionalities within the educational environment. Each staff member of the business office proved dedication and support to the district throughout this year.

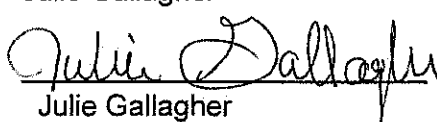
Respectfully submitted,

Michelle CarneyRay-Yoder



Michelle CarneyRay-Yoder, Ed. D.
Superintendent of Schools

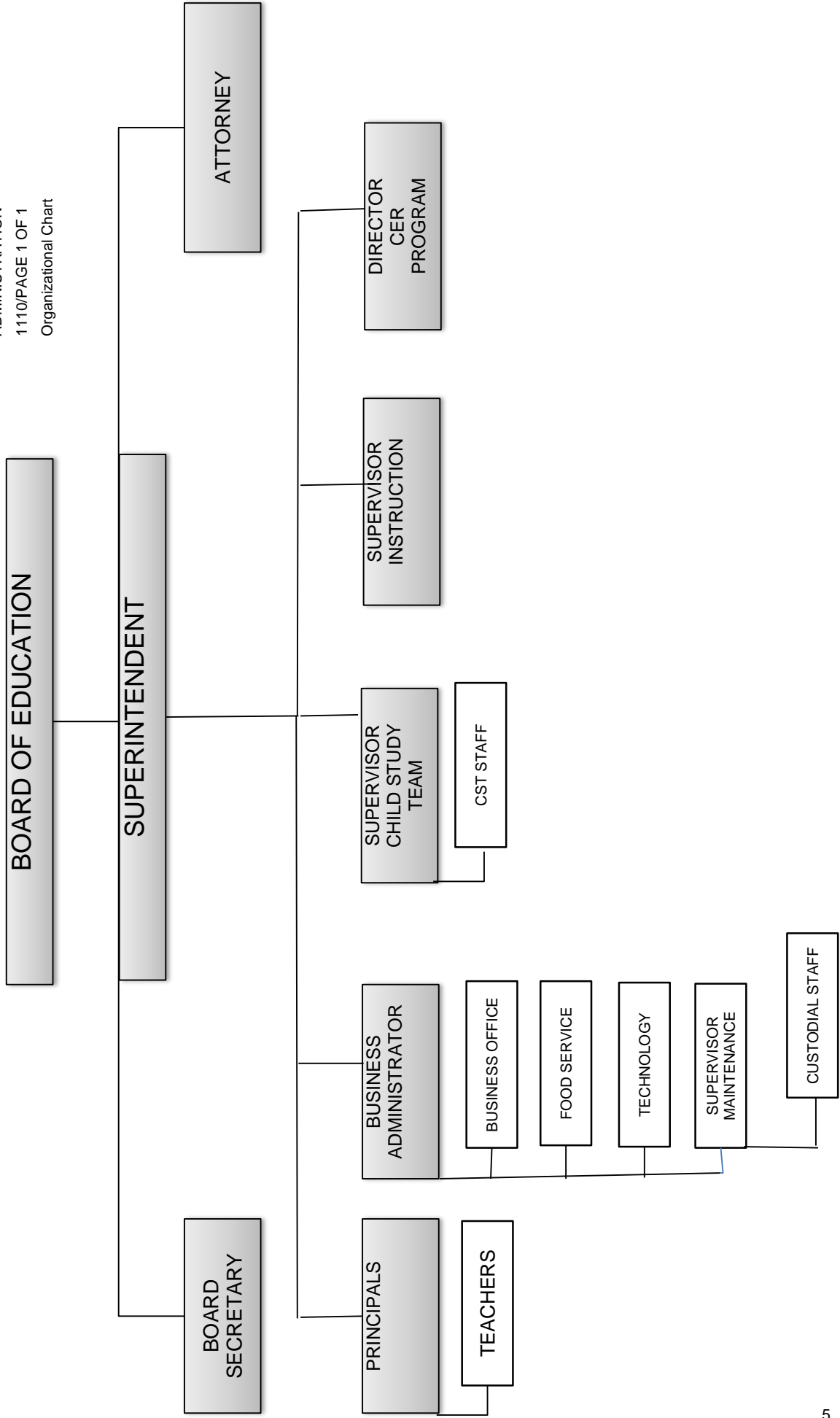
Julie Gallagher



Julie Gallagher
Business Administrator / Board Secretary

1110 ORGANIZATIONAL CHART

ADMINISTRATION
1110/PAGE 1 OF 1
Organizational Chart



SOMERS POINT SCHOOL DISTRICT
COUNTY OF ATLANTIC, NEW JERSEY

CURRENT ROSTER OF OFFICIALS

<u>MEMBERS OF THE BOARD OF EDUCATION</u>	<u>TERM EXPIRES</u>
Staci Endicott, President	2022
Heather Samuelson, Vice President	2024
John Conover	2024
Dr. Kathleen Dalton	2023
Jenna DeCicco	2022
Dr. Alice Myers	2022
Michael Sweeder	2023
Stacie Brookbank	2023
Open Seat	

OTHER OFFICIALS

Michelle CarneyRay-Yoder, Ed.D., Superintendent

Julie Gallagher, Business Administrator/ Board Secretary

**SOMERS POINT SCHOOL DISTRICT
CONSULTANTS AND ADVISORS**

ARCHITECT

Faridy, Veisz, Hopkins & Duthie, PC
1515 Lower Ferry Road
Trenton, NJ 08628

AUDIT FIRM

Ford, Scott, & Associates, L.L.C.
Certified Public Accountants
1535 Haven Avenue
Ocean City, NJ 08226-0538

ATTORNEY

Cooper Levenson
1125 Atlantic Avenue
Atlantic City, New Jersey 08401

BOND COUNSEL

Wilentz, Goldman & Spitzer, P.A.
90 Woodbridge Center, Suite 900
Woodbridge, NJ 07095

RISK MANAGEMENT CONSULTANT

Dennis Brown
Glenn Insurance Agency
500 East Absecon Boulevard
Absecon, NJ 08201

OFFICIAL DEPOSITORY

Ocean First Bank
1001 Asbury Avenue
Ocean City, NJ 08226

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Financial Section



FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

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Independent Auditor's Report

Honorable President and
Members of the Board of Education
City of Somers Point School District
County of Atlantic
Somers Point, 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 City of Somers Point School District, County of Atlantic, State of New Jersey, as of and for the fiscal year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *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 entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe 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 City of Somers Point School District, County of Atlantic, State of New Jersey, as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Somers Point School District's basic financial statements. The introductory section, combining and individual non-major fund financial statements, schedule of expenditures of federal 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* (Uniform Guidance), the schedule of state financial assistance as required by NJ OMB Circular 15-08, and statistical information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The introductory section, combining statements, and individual non-major fund financial statements, schedule of expenditures of federal 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* (Uniform Guidance), the schedule of state financial assistance as required by NJ OMB Circular 15-08, and statistical information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, schedule of expenditures of federal 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* (Uniform Guidance), the schedule of state financial assistance as required by NJ OMB Circular 15-08, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 11, 2022 on our consideration of the City of Somers Point School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 City of Somers Point School District's internal control over financial reporting and compliance.

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Michael S. Garcia
Michael S. Garcia
Certified Public Accountant
Licensed Public School Accountant
No. 2080

March 11, 2022

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Required Supplementary Information – Part I

**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
UNAUDITED**

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

Financial Highlights

Key financial highlights for 2021 are as follows:

- In total, net position increased \$3,383,312.61, which represents a 75% increase from 2020.
- General revenues accounted for \$19,644,902.30 of total revenue or 72% of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$7,561,438.57 or 28% of total revenues of \$27,206,340.87.
- Total assets of governmental activities increased by \$2,862,567.24 as cash and cash equivalents increased by \$1,849,940.77, receivables increased by \$59,870.51, inventory decreased \$479.36 and capital assets increased by \$953,235.32. The increase in capital assets is due to the completion of construction projects.
- The School District had \$23,823,028.26 in expenses; only \$7,561,438.57 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily taxes and state aid) of \$19,644,902.30 were adequate to provide for these programs.
- Among governmental funds, the General Fund had \$19,777,067.81 in revenues and \$18,328,475.78 in expenditures. The General Fund's fund balance increased \$1,458,196.25 from 2020.

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Somers Point School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Position and Statement of Activities provide information about the activities of the whole School district, presenting both an aggregate view of the School district's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School district's most significant funds with all other non-major funds presented in total in one column. In the case of Somers Point School District, the General Fund is by far the most significant fund.

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**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
UNAUDITED (CONTINUED)**

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

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

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

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

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

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the School District's funds. The School District uses many funds to account for a multitude of financial transaction. The School District's governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund.

Governmental Funds

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

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same.

**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
UNAUDITED (CONTINUED)**

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the District-wide and fund financial statements.

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole. Net position may serve over time as a useful indicator of a government's financial position.

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

Table 1 provides a summary of the School District's net position for 2021 and 2020.

**Table 1
Net Position**

	<u>2021</u>	<u>2020</u>
Assets		
Current and Other Assets	\$ 5,046,892.65	3,137,560.73
Capital Assets	17,882,058.43	16,928,823.11
Total Assets	<u>22,928,951.08</u>	<u>20,066,383.84</u>
Deferred Outflows of Resources		
Deferred Outflows Related to Pensions	332,451.00	540,833.00
Liabilities		
Long-Term Liabilities	13,092,894.87	14,350,950.74
Other Liabilities	516,264.44	265,326.74
Total Liabilities	<u>13,609,159.31</u>	<u>14,616,277.48</u>
Deferred Inflows of Resources		
Deferred Inflows Related to Pensions	1,558,603.00	1,502,393.00
Net Position		
Invested in Capital Assets, Net of Debt	8,329,058.43	6,715,823.11
Restricted	4,238,238.94	2,336,524.70
Unrestricted	(4,473,657.60)	(4,563,801.45)
Total Net Position	<u>\$ 8,093,639.77</u>	<u>4,488,546.36</u>

The District's combined net position was \$8,093,639.77 on June 30, 2021. This was a 75% increase from the prior year.

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**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
UNAUDITED (CONTINUED)**

Table 2 shows changes in net position for fiscal year 2021 and 2020.

**Table 2
Changes in Net Position**

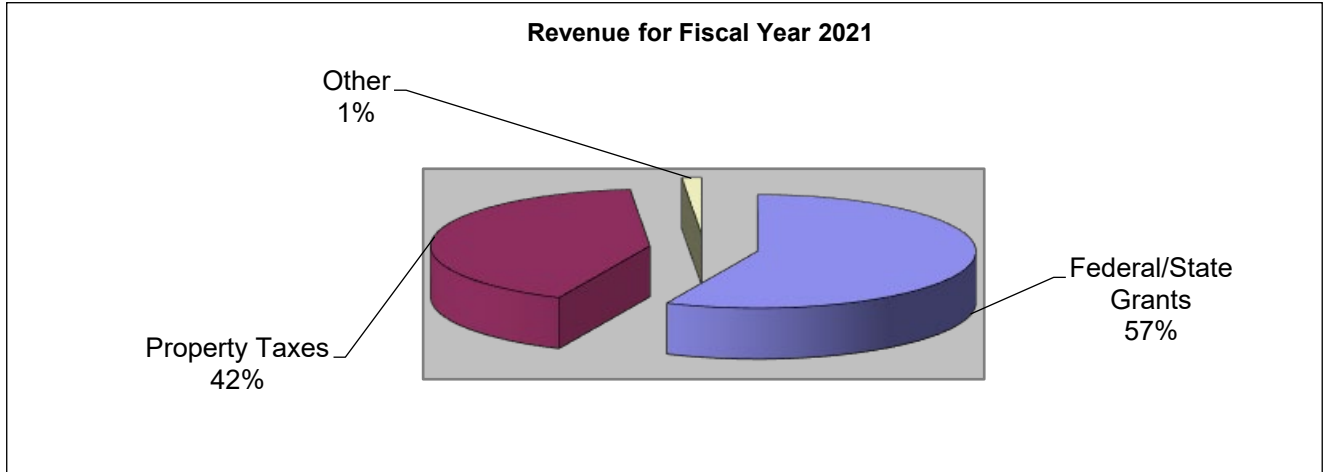
	<u>2021</u>	<u>2020</u>
Revenues		
Program Revenues:		
Charges for Services	\$ 310,238.89	562,448.33
Operating Grants and Contributions	7,251,199.68	6,651,237.32
General Revenues:		
Property Taxes	11,145,265.00	10,939,306.00
Grants and Entitlements	8,421,958.12	5,462,044.01
Other	77,679.18	90,749.73
Total Revenues	<u>27,206,340.87</u>	<u>23,705,785.39</u>
Program Expenses		
Instruction	15,405,380.11	13,316,196.15
Support Services:		
Tuition	254,175.74	245,129.91
Related Services - Pupils and Instructional Staff	4,718,026.59	4,133,515.29
General Administration, School Administration	1,440,212.55	1,441,932.88
Maintenance of Facilities	460,118.82	2,466,805.16
Pupil Transportation	260,237.01	327,565.53
Business and Other Support Services	609,992.43	654,820.49
Interest on Debt	319,116.00	338,995.00
Food Service Program	355,769.01	343,257.25
CER Program	-	221,331.50
Special Items	-	5,777.04
Total Expenses	<u>23,823,028.26</u>	<u>23,495,326.20</u>
Increase/(Decrease) in Net Position	<u>\$ 3,383,312.61</u>	<u>210,459.19</u>

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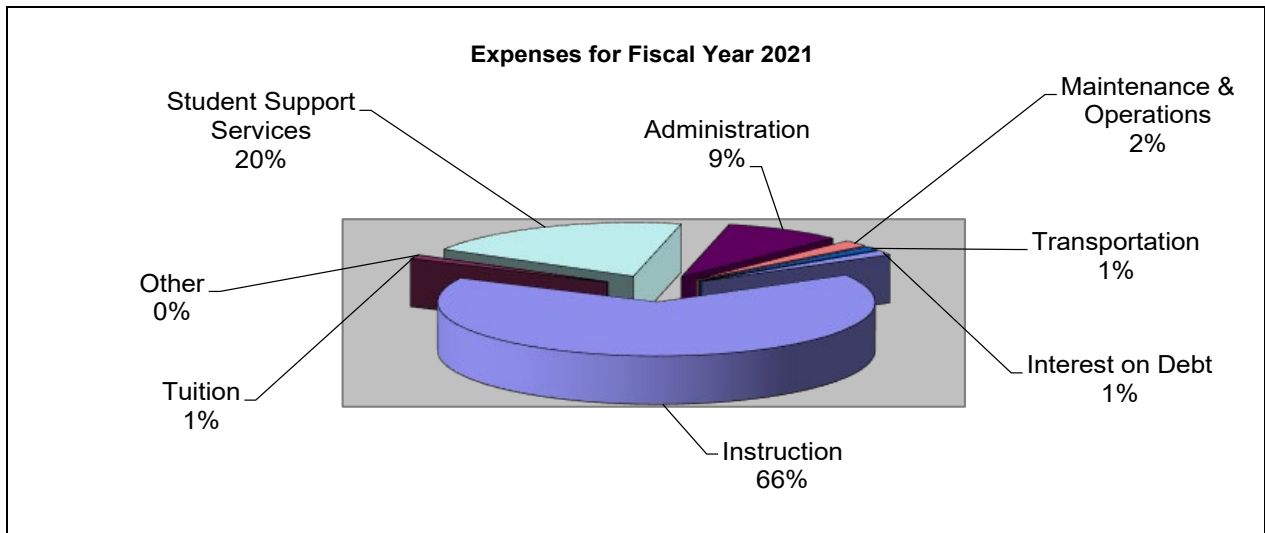
**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
UNAUDITED (CONTINUED)**

Governmental Activities

The District's total revenues were \$26,687,794.57 for the year ended June 30, 2021. Property taxes made up 42 percent of revenues for governmental activities for the City of Somers Point School District for fiscal year 2021. Federal, state, and local grants accounted for 57 percent of the revenue. Local revenue and charges for service make up 1 percent of the revenue.



The total cost of all program and services was \$23,467,259.25. Instruction comprises 66 percent of District expenses.



**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
UNAUDITED (CONTINUED)**

Business-Type Activities

Revenues for the District's business-type activities (food service and CER programs) were comprised of charges for services and federal and state reimbursements.

- Revenues exceeded expenses before investment income by \$162,563.10.
- Charges for services represent \$979.40 of revenue. This represents amounts paid by patrons for daily food service and childcare.
- For the food service operation, federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast, and donated commodities was \$517,352.71.

Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services. The net cost shows the financial burden that was placed on the District's taxpayers by each of these functions.

Table 3

	<u>Total Cost of Services 2021</u>	<u>Net Cost of Services 2021</u>	<u>Total Cost of Services 2020</u>	<u>Net Cost of Services 2020</u>
Instruction	\$ 15,405,380.11	10,584,359.21	13,316,196.15	8,992,946.32
Support Services:				
Tuition	254,175.74	254,175.74	245,129.91	245,129.91
Pupils and Instructional Staff	4,718,026.59	3,354,827.77	4,133,515.29	2,466,537.09
General Administration, School				
Administration, Business				
Operations and Maintenance				
of Facilities	2,510,323.80	1,878,234.06	4,563,558.53	4,113,500.80
Pupil Transportation	260,237.01	260,237.01	327,565.53	327,565.53
Interest and Fiscal Charges	319,116.00	92,319.00	338,995.00	112,155.00
Total Expenses	<u>\$ 23,467,259.25</u>	<u>16,424,152.79</u>	<u>22,924,960.41</u>	<u>16,257,834.65</u>

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

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

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

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

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

**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
UNAUDITED (CONTINUED)**

Interest on debt involves the transactions associated with the payment of interest and other related charges to debt of the School District.

"Other" includes special schools and unallocated depreciation.

The School District's Funds

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$23,360,217.57 and expenditures were \$22,093,871.97. The net increase in fund balance for the year was \$1,275,949.82.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues of the governmental funds for the fiscal year ended June 30, 2021, and the amount and percentage of increases and decreases in relation to prior year revenues.

Revenue	Amount	Percent of Total	Increase (Decrease) from 2020	Percent of Increase (Decrease)
Local Sources	\$ 11,305,192.48	48.4%	192,209.50	2%
State Sources	10,622,580.55	45.5%	849,246.77	8%
Federal Sources	1,432,444.54	6.1%	423,573.55	30%
Total	<u>\$ 23,360,217.57</u>	<u>100.0%</u>	<u>1,465,029.82</u>	<u>6%</u>

The following schedule represents a summary of general fund, special revenue fund, capital projects fund and debt service fund expenditures for the fiscal year ended June 30, 2021, and the percentage of increases and decreases in relation to prior year amounts.

Expenditures	Amount	Percent of Total	Increase (Decrease) from 2020	Percent of Increase (Decrease)
Current expense:				
Instruction	\$ 8,213,276.91	37.2%	443,780.57	5.4%
Undistributed expenditures	12,554,374.19	56.8%	634,266.66	5.1%
Capital Outlay	270,466.87	1.2%	(415,977.48)	-153.8%
Debt Service	983,170.00	4.4%	275.00	0.0%
Transfer to Charter Schools	72,584.00	0.3%	38,963.00	53.7%
Total	<u>\$ 22,093,871.97</u>	<u>100.0%</u>	<u>701,307.75</u>	<u>3.2%</u>

Changes in expenditures were the results of varying factors. The current expense of undistributed expenditures is attributed to tuition, transportation and health benefits.

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**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
UNAUDITED (CONTINUED)**

General Fund Budgeting Highlights

As further explained in the Notes to the Financial Statements, annual appropriated budgets are prepared in the spring of each year for the general and special revenue funds. The budgets are submitted to the County office. Transfers of appropriations may be made by Board resolution at any time during the fiscal year. The District is permitted to encumber funds throughout the year for purchases ordered but not yet received. Any open encumbrances as of June 30th carry over to the next fiscal year and are added to the appropriation reflected in the certified budget.

After adjusting total revenue reported on Exhibit C-1 for the Reimbursed TPAF Social Security Contribution and On-behalf Payments, which are not budgeted, the District's actual revenue was more than the budget by approximately \$194,636.88. The added revenue is from approximately \$83,680.00 more state and federal aid that was not budgeted, and \$66,550.49 more tuition received from other LEAs. Again, after adjusting for the Reimbursed TPAF Social Security Contribution and On-behalf Payments, actual revenues were more than actual expenditures by approximately \$1,442,126.29. Audit exhibit C-1 does not include current year depreciation expense.

Capital Assets

At the end of the fiscal year 2021, the School District had \$17,882,058.43 invested in land, building and machinery and equipment. Table 4 shows fiscal year 2021 balances compared to 2020.

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

	2021	2020
Land and Land Improvements	\$ 77,449.62	71,296.76
Building and Building Improvements	17,611,244.38	16,670,226.20
Machinery and Equipment	193,364.43	156,042.80
Total	\$ 17,882,058.43	16,897,565.76

Overall capital assets increased \$953,235.32 from fiscal year 2020 to fiscal year 2021. The increase in capital assets is primarily due to the completion of construction projects. For more detailed information, please refer to the Notes to the Financial Statements.

Debt Administration

At June 30, 2021, the School District had \$9,820,996.87 of outstanding debt. Of this amount, \$267,996.87 is for compensated absences and \$9,553,000.00 of serial bonds relating to several capital improvement projects.

**Table 5
Bonded Outstanding Debt at June 30**

	2021	2020
2011 School Bonds	\$ 1,403,000.00	1,653,000.00
2016 School Bonds	8,150,000.00	8,560,000.00
Total	\$ 9,553,000.00	10,213,000.00

At June 30, 2021, the School District's remaining legal debt margin available was \$24,839,613. For more detailed information, please refer to the Notes to the Financial Statements.

**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
UNAUDITED (CONTINUED)**

For the Future

The Somers Point School District is in good financial condition presently. The School District is proud of its community support of the public schools.

The District continues to provide quality education programs while continuing to stabilize the tax rate in Somers Point. In conclusion, the Somers Point School District has committed itself to financial excellence for many years. In addition, the School District's system for financial planning, budgeting, and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenges of the future.

Contacting the School District's Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact Julie Gallagher, Business Administrator at Somers Point School District, 121 West New York Avenue, Somers Point, New Jersey 08244.

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Basic Financial Statements

DISTRICT – WIDE FINANCIAL STATEMENTS

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Statement of Net Position
June 30, 2021

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 4,401,294.04	117,818.41	4,519,112.45
Receivables, Net	461,625.68	64,194.26	525,819.94
Inventory		1,960.26	1,960.26
Capital Assets, Net			
Land & Construction in Progress	816,838.76		816,838.76
Depreciable assets, net of depreciation	17,037,398.85	27,820.82	17,065,219.67
Total Assets	<u>22,717,157.33</u>	<u>211,793.75</u>	<u>22,928,951.08</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflows Related to Pensions	332,451.00		332,451.00
Total Deferred Outflows of Resources	<u>332,451.00</u>	<u>-</u>	<u>332,451.00</u>
LIABILITIES			
Accounts Payable	174,382.45	1,288.32	175,670.77
Payable to State Government	21,009.00		21,009.00
Payable to Federal Government	21.61		21.61
Unemployment Compensation Claims Payable	100,922.47		100,922.47
Unearned Revenue	175,606.59		175,606.59
Accrued Interest	43,034.00		43,034.00
Noncurrent Liabilities			
Due Within One Year	680,000.00		680,000.00
Due Beyond One Year	9,140,996.87		9,140,996.87
Net Pension Liability	3,271,898.00		3,271,898.00
Total Liabilities	<u>13,607,870.99</u>	<u>1,288.32</u>	<u>13,609,159.31</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows Related to Pensions	1,558,603.00		1,558,603.00
NET POSITION			
Net Investment in Capital Assets	8,301,237.61	27,820.82	8,329,058.43
Restricted for:			
Other Purposes	4,238,238.94		4,238,238.94
Unrestricted	(4,656,342.21)	182,684.61	(4,473,657.60)
Total Net Position	<u>\$ 7,883,134.34</u>	<u>210,505.43</u>	<u>8,093,639.77</u>

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Statement of Activities
For the Year Ended June 30, 2021

Function/Programs	Expenses	Indirect Expense Allocation	Program Revenue			Net (Expense) Revenue and Changes in Net Assets	
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities
Governmental Activities:							
Instruction:							
Regular	\$ 6,817,627.01	3,019,784.94	82,462.49	3,145,971.88		(6,608,977.58)	(6,608,977.58)
Special Education	3,718,185.40	1,248,551.92		1,393,697.66		(3,573,039.66)	(3,573,039.66)
Other Special Instruction	407,285.61	193,945.23		198,888.87		(402,341.97)	(402,341.97)
Support Services:							
Tuition	181,591.74					(181,591.74)	(181,591.74)
Student & Instruction Related Services	3,476,266.93	1,241,759.66		1,363,198.82		(3,354,827.77)	(3,354,827.77)
School Administrative Services	560,735.31	297,883.36		249,189.12		(609,429.55)	(609,429.55)
General Administrative Services	448,962.29	132,631.59		110,950.63		(470,643.25)	(470,643.25)
Plant Operation and Maintenance	98,805.30	361,313.52		107,844.59		(352,274.23)	(352,274.23)
Pupil Transportation	260,237.01					(260,237.01)	(260,237.01)
Central Services	413,819.04	196,173.39		164,105.40		(445,887.03)	(445,887.03)
Unallocated Benefits	6,692,043.61	(6,692,043.61)				-	-
Interest on Long-Term Debt	319,116.00		226,797.00			(92,319.00)	(92,319.00)
Transfer to Charter Schools	72,584.00		309,259.49			(72,584.00)	(72,584.00)
Total Governmental Activities	<u>23,467,259.25</u>	<u>-</u>	<u>309,259.49</u>	<u>6,733,846.97</u>	<u>-</u>	<u>(16,424,152.79)</u>	<u>(16,424,152.79)</u>
Business-Type Activities:							
Food Service	355,769.01		9.75	517,352.71		161,593.45	161,593.45
Community Education Recreation Program	-		989.65			989.65	989.65
Total Business-Type Activities	<u>355,769.01</u>	<u>-</u>	<u>979.40</u>	<u>517,352.71</u>	<u>-</u>	<u>162,583.10</u>	<u>162,583.10</u>
Total Primary Government	\$ 23,823,028.26	\$ -	\$ 310,238.89	\$ 7,251,199.68	\$ -	\$ (16,424,152.79)	\$ (16,261,569.69)
General Revenues:							
Property Taxes, Levied for General Purposes, Net					\$	10,392,770.00	10,392,770.00
Taxes Levied for Debt Service						752,495.00	752,495.00
Federal and State Aid not Restricted						8,421,958.12	8,421,958.12
Miscellaneous Income						77,464.99	77,464.99
Transfers						9,604.22	9,604.22
Total General Revenues, Special Items, Extraordinary Items and Transfers						19,654,292.33	19,654,292.33
Change in Net Assets						3,230,139.54	3,230,139.54
Net Position - Beginning						4,431,214.00	4,431,214.00
Restatement						221,780.80	221,780.80
Net Position, July 1 (Restated)						4,652,994.80	4,652,994.80
Net Position - Ending						7,883,134.34	7,883,134.34
					\$	210,505.43	210,505.43
						8,093,639.77	8,093,639.77

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

FUND FINANCIAL STATEMENTS

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

CITY OF SOMERS POINT 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	\$ 3,540,448.83	38,855.46	30,655.83	4,996.61	3,614,956.73
Receivables from Other Governments	139,608.68	319,017.00			458,625.68
Other Receivables	3,000.00				3,000.00
Interfunds Receivable	168,966.42			1,111.23	170,077.65
Restricted Cash and Cash Equivalents	711,198.32	75,138.99			786,337.31
Total Assets	<u>4,563,222.25</u>	<u>433,011.45</u>	<u>30,655.83</u>	<u>6,107.84</u>	<u>5,032,997.37</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	68,316.01	106,066.44			174,382.45
Unemployment Compensation Claims Payable	100,922.47				100,922.47
Payable to State Government		21,009.00			21,009.00
Payable to Federal Government		21.61			21.61
Interfunds Payable		168,966.42	1,111.23		170,077.65
Unearned Revenue		175,606.59			175,606.59
Total Liabilities	<u>169,238.48</u>	<u>471,670.06</u>	<u>1,111.23</u>	<u>-</u>	<u>642,019.77</u>
Fund Balances:					
Nonspendable:					
None	-				-
Restricted for:					
Excess Surplus - Current Year	492,987.49				492,987.49
Excess Surplus - Prior Year - Designated for Subsequent Year's Expenditures	434,844.00				434,844.00
Debt Service				6,107.84	6,107.84
Capital Projects			4,817.84		4,817.84
Unemployment Compensation	79,247.68				79,247.68
Student Activities		75,138.99			75,138.99
Committed to:					
Maintenance Reserve	1,051,349.53				1,051,349.53
Capital Reserve	802,100.00				802,100.00
Assigned to:					
Designated by BOE for Subsequent Expenditures	193,106.00				193,106.00
Maintenance Reserve Designated by BOE for Subsequent Expenditures	400,000.00				400,000.00
Other Purposes	784,604.24		24,726.76		809,331.00
Unassigned:					
General Fund	155,744.83				155,744.83
Special Revenue Fund		(113,797.60)			(113,797.60)
Total Fund Balances	<u>4,393,983.77</u>	<u>(38,658.61)</u>	<u>29,544.60</u>	<u>6,107.84</u>	<u>4,390,977.60</u>
Total Liabilities and Fund Balances	<u>\$ 4,563,222.25</u>	<u>433,011.45</u>	<u>30,655.83</u>	<u>6,107.84</u>	

Amounts reported for governmental activities in the statement of net position (A-1) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.
The cost of the assets is \$28,499,739.78 and the accumulated depreciation is \$10,645,502.17.

17,854,237.61

Long - term liabilities, including bonds and capital leases payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.

(9,820,996.87)

Pension Liabilities Net of Deferred Outflows & Inflows

(4,498,050.00)

Interest on long-term debt in the statement of activities is accrued, regardless of when due.

(43,034.00)

Net position of governmental activities \$ 7,883,134.34

CITY OF SOMERS POINT SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the 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	\$ 10,392,770.00			752,495.00	11,145,265.00
Tuition From Other LEAs Within the State	33,758.49				33,758.49
Other Tuition	48,704.00				48,704.00
Other Restricted Miscellaneous Revenues	1,065.45				1,065.45
Unrestricted Miscellaneous Revenues	62,544.78	12,743.53	1,111.23		76,399.54
Total Local Sources	10,538,842.72	12,743.53	1,111.23	752,495.00	11,305,192.48
State Sources	9,205,550.93	1,190,232.62		226,797.00	10,622,580.55
Federal Sources	32,674.16	1,399,770.38			1,432,444.54
Total Revenues	19,777,067.81	2,602,746.53	1,111.23	979,292.00	23,360,217.57
EXPENDITURES					
Current:					
Regular Instruction	5,061,857.56				5,061,857.56
Special Education Instruction	1,109,152.76	1,742,981.66			2,852,134.42
Other Special Instruction	299,284.93				299,284.93
Support Services:					
Tuition	181,591.74				181,591.74
Student & Instruction Related Serv.	1,766,035.60	883,428.96			2,649,464.56
School Administrative Services	476,925.04				476,925.04
General Administrative Services	410,499.94				410,499.94
Plant Operation and Maintenance	1,540,456.60				1,540,456.60
Pupil Transportation	245,023.71				245,023.71
Central Services	358,368.99				358,368.99
Employee Benefits	6,692,043.61				6,692,043.61
Debt Service:					
Principal				660,000.00	660,000.00
Interest and Other Charges				323,170.00	323,170.00
Capital Outlay	114,651.30	22,236.71	133,578.86		270,466.87
Transfer to Charter Schools	72,584.00				72,584.00
Total Expenditures	18,328,475.78	2,648,647.33	133,578.86	983,170.00	22,093,871.97
Excess (Deficiency) of Revenues Over Expenditures	1,448,592.03	(45,900.80)	(132,467.63)	(3,878.00)	1,266,345.60
OTHER FINANCING SOURCES (USES)					
Transfer to Dissolve CER Fund	9,604.22				9,604.22
Transfer in		-		1,111.23	1,111.23
Transfer out	-		(1,111.23)		(1,111.23)
Total Other Financing Sources and Uses	9,604.22	-	(1,111.23)	1,111.23	9,604.22
Net Changes in Fund Balance	1,458,196.25	(45,900.80)	(133,578.86)	(2,766.77)	1,275,949.82
Fund Balance - July 1 Restatement	2,791,612.55	(70,363.64)	163,123.46	8,874.61	2,893,246.98
	144,174.97	77,605.83			221,780.80
Fund Balance, July 1 (Restated)	2,935,787.52	7,242.19	163,123.46	8,874.61	3,115,027.78
Fund Balance - June 30	\$ 4,393,983.77	(38,658.61)	29,544.60	6,107.84	4,390,977.60

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance
of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2021

Total Net Change in Fund Balance - Governmental Funds (from B-2)	\$	1,275,949.82
<p>Amounts reported for governmental activities in the statement of activities (A-2) are different because:</p>		
<p>Capital outlays are reported in governmental funds as expenditures. However, on the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current fiscal year.</p>		
Depreciation expense	(862,666.95)	
Capital Outlay	<u>1,819,338.80</u>	956,671.85
<p>Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long - term liabilities in the statement of net assets and is not reported in the statement of activities.</p>		
Bonds Payable	<u>660,000.00</u>	660,000.00
<p>Governmental funds report district pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of of employee contributions is reported as pension expense.</p>		
District pension contributions - PERS		
Cost of benefits earned net of employee contributions	<u>156,880.00</u>	156,880.00
<p>In the statement of activities, certain operating expenses, e.g., compensated absences (vacations and sick pay) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation; when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation.</p>		
		176,583.87
<p>In the statement of activities, interest on long - term debt is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is a deduction in the reconciliation.</p>		
		4,054.00
Change in Net Position of Governmental Activities	\$	<u><u>3,230,139.54</u></u>

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Proprietary Funds
Statement of Net Position
June 30, 2021

	Business-Type Activities - Enterprise Fund		
	Non Major Fund	Non Major Fund	Totals
	Food Service	CER Program	
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 117,818.41	-	117,818.41
Accounts Receivable	64,194.26		64,194.26
Inventories	1,960.26		1,960.26
Total Current Assets	<u>183,972.93</u>	<u>-</u>	<u>183,972.93</u>
Noncurrent Assets:			
Furniture, Machinery & Equipment	150,848.00		150,848.00
Less: Accumulated Depreciation	<u>(123,027.18)</u>		<u>(123,027.18)</u>
Total Noncurrent Assets	<u>27,820.82</u>	<u>-</u>	<u>27,820.82</u>
Total Assets	<u>211,793.75</u>	<u>-</u>	<u>211,793.75</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	1,288.32		1,288.32
Total Current Liabilities	<u>1,288.32</u>	<u>-</u>	<u>1,288.32</u>
Noncurrent Liabilities:			
None	-	-	-
Total Noncurrent Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>1,288.32</u>	<u>-</u>	<u>1,288.32</u>
NET POSITION			
Net Investment in Capital Assets	27,820.82	-	27,820.82
Unrestricted	182,684.61	-	182,684.61
Total Net Position	<u>\$ 210,505.43</u>	<u>-</u>	<u>210,505.43</u>

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Proprietary Funds
Statement of Revenues, Expenses, and Changes in Fund Net Position
For the Year Ended June 30, 2021

	Business-Type Activities - Enterprise Fund		
	Non Major Fund	Non Major Fund	Totals
	Food Service	CER Program	Enterprise
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ -		-
Daily Sales - Non-reimbursable Programs	9.75		9.75
Participant Fees		519.65	519.65
Other Income		450.00	450.00
Total Operating Revenue	<u>9.75</u>	<u>969.65</u>	<u>979.40</u>
Operating Expenses:			
Cost of Sales - Reimbursable Programs	179,450.27		179,450.27
Cost of Sales - Non-reimbursable Programs	3.38		3.38
Salaries and Benefits	98,560.94		98,560.94
Management Fee	50,233.20		50,233.20
Other Purchased Professional Services	3,980.00		3,980.00
Supplies and Materials	13,749.02		13,749.02
Miscellaneous	6,355.67		6,355.67
Depreciation	3,436.53		3,436.53
Total Operating Expenses	<u>355,769.01</u>	<u>-</u>	<u>355,769.01</u>
Operating Income (Loss)	<u>(355,759.26)</u>	<u>969.65</u>	<u>(354,789.61)</u>
Nonoperating Revenues (Expenses):			
State Sources:			
State Seamless Summer Option - Lunch	12,472.83		12,472.83
Federal Sources:			
Seamless Summer Option - Lunch	262,055.30		262,055.30
Seamless Summer Option - Breakfast	172,642.34		172,642.34
Emergency Operational Cost Program	37,689.00		37,689.00
P-EBT Administrative Cost	614.00		614.00
Food Distribution Program	31,879.24		31,879.24
Interest and Investment Income	199.25	14.94	214.19
Total Nonoperating Revenues (Expenses)	<u>517,551.96</u>	<u>14.94</u>	<u>517,566.90</u>
Income (Loss) before Contributions & Transfers	<u>161,792.70</u>	<u>984.59</u>	<u>162,777.29</u>
Other Financing Sources/(Uses):			
Transfer to Dissolve CER Fund		(9,604.22)	(9,604.22)
Total Other Financing sources	<u>-</u>	<u>(9,604.22)</u>	<u>(9,604.22)</u>
Changes in Net Position	161,792.70	(8,619.63)	153,173.07
Total Net Position - Beginning	<u>48,712.73</u>	<u>8,619.63</u>	<u>57,332.36</u>
Total Net Position - Ending	<u>\$ 210,505.43</u>	<u>-</u>	<u>210,505.43</u>

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
Proprietary Funds
Statement of Cash Flows
For the Year Ended June 30, 2021**

	Business-Type Activities - Enterprise Fund		
	Non Major Fund	Non Major Fund	Totals Enterprise
	Food Service	CER Program	
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers	\$ 9.75	10,039.28	10,049.03
Payments to Employees		(450.00)	(450.00)
Payments for Suppliers	(318,685.56)	-	(318,685.56)
Net Cash Provided by (Used for) Operating Activities	<u>(318,675.81)</u>	<u>9,589.28</u>	<u>(309,086.53)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
State Sources	10,983.88		10,983.88
Federal Sources	414,542.18		414,542.18
Transfer from/(to) Other Funds		(9,604.22)	(9,604.22)
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>425,526.06</u>	<u>(9,604.22)</u>	<u>415,921.84</u>
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
None	-	-	-
Net Cash (Used for) Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Interest and Investment Income	199.25	14.94	214.19
Net Cash Provided by (Used for) Investing Activities	<u>199.25</u>	<u>14.94</u>	<u>214.19</u>
Net Increase (Decrease) in Cash and Cash Equivalents	107,049.50	-	107,049.50
Balance - Beginning of Year	10,768.91	-	10,768.91
Balance - End of Year	<u>117,818.41</u>	<u>(0.00)</u>	<u>117,818.41</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	(355,759.26)	969.65	(354,789.61)
Adjustments to Reconcile Operating Income(Loss) to Net Cash Provided by (Used for) Operating Activities:			
Depreciation and Net Amortization	3,436.53		3,436.53
Federal Commodities	31,879.24		31,879.24
Decrease in Inventory	479.36		479.36
Decrease (Increase) in Accounts Receivable		9,069.63	9,069.63
(Decrease) Increase in Accounts Payable	1,288.32	(450.00)	838.32
Total Adjustments	<u>37,083.45</u>	<u>8,619.63</u>	<u>45,703.08</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ (318,675.81)</u>	<u>9,589.28</u>	<u>(309,086.53)</u>

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Somers Point School District 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.

The financial statements of the Board of Education (Board) of the City of Somers Point School District (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. In its accounting and financial reporting, the District follows the pronouncements of the Governmental Accounting Standards Board (GASB). The more significant accounting policies established in GAAP and used by the District are discussed below.

A. REPORTING ENTITY

The City of Somers Point School District is a Type II district located in the County of Atlantic, State of New Jersey. As a Type II District, the School District functions independently through a Board of Education. The board is comprised of nine members elected to three-year terms. The purpose of the district is to educate students in grades K-8. The City of Somers Point School District had an enrollment at June 30, 2021 of 806 students.

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

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

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

B. BASIC FINANCIAL STATEMENTS – GOVERNMENT-WIDE STATEMENTS

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The District's general and special revenue activities are classified as governmental activities. The District's Food Service and CER program is classified as business-type activities.

In the governmental-wide Statement of Net Position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position are reported in three parts-invested in capital assets, net of related debt; restricted net position; and unrestricted net position. The District first utilizes restricted resources to finance qualifying activities.

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**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions and business-type activities (food service). The functions are also supported by general government revenues (property taxes, tuition, certain intergovernmental revenues, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (regular instruction, vocational programs, student & instruction related services, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, interest income, etc.).

- a. The District does allocate indirect costs such as depreciation expense, compensated absences, On-behalf TPAF Pension Contributions, and Reimbursed TPAF Social Security Contributions.

The government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities. Fiduciary funds are not included in the government-wide statements.

C. BASIC FINANCIAL STATEMENTS – FUND FINANCIAL STATEMENTS

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Non-major funds by category are summarized into a single column. GASBS No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The non-major funds are combined in a column in the fund financial statements. The State of New Jersey Department of Education has mandated that all New Jersey School Districts must report all governmental funds as major, regardless of the fund meeting the GASB definition of a major fund. However, the criteria are applied to proprietary funds.

The following fund types are used by the District:

1. Governmental Funds:

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District.

- a. **General Fund** is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. The District's Unemployment Compensation Trust Fund, Payroll Agency, and Net Payroll accounts are also accounted for in the General Fund.
- b. **Special Revenue** funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for a specific purpose. The special revenue fund is specifically used to account for state and federal grant monies that have been allocated to the District. The District's Student Activity Fund are also accounted for in the Special Revenue Fund.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

- c. **Capital Projects** funds are used to account for all financial resources to be used for the acquisition or construction of major capital facilities. 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.
- d. **Debt Service** funds are used to account for the accumulation of resources for, and the payment of principal and interest on bonds issued to finance major property acquisition, construction and improvement programs.

Fund Balances – Governmental Funds

In the fund financial statements, governmental funds report the following classifications of fund balance:

Nonspendable – includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.

Restricted – includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation.

Committed – includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District's highest level of decision making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Education.

Assigned – includes amounts that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the District's policy, amounts may be assigned by the Business Administrator.

Unassigned – includes amounts that have not been assigned to other funds or restricted, committed or assigned to a specific purpose within the General Fund. The District reports all amounts that meet the unrestricted General Fund Balance Policy described below as unassigned:

The details of the fund balances are included in the Governmental Funds Balance Sheet. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balance are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed.

2. Proprietary Funds:

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the District:

- a. **Enterprise Funds** are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designated to recover similar costs. The district operates a food service fund to provide a child nutrition program for the students of the district. A CER fund was previously operated to provide a Community Education Program for the students of the District however this fund has been dissolved as of June 30, 2021.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

3. Fiduciary Funds:

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support District programs. The reporting focus is on net position and changes in net position, and is reported using accounting principles similar to proprietary funds.

The District's fiduciary funds are presented in the fiduciary fund financial statements by type (pension, private purpose and agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.), and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

All fund internal activity is eliminated when carried to the Government-Wide statements.

D. BASIS OF ACCOUNTING

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

1. Accrual:

Both governmental and business-type activities in the government-wide financial statements and the proprietary and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual:

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

E. FINANCIAL STATEMENT AMOUNTS

1. Cash and Cash Equivalents:

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

New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. 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.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

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

2. Investments:

Investments, including deferred compensation and pension funds, are stated at fair value, (quoted market price or the best available estimate). Interest earned on investments in the Capital Projects Fund is recognized as a reserve to pay future debt service or transferred to the general fund.

3. Inventories:

Inventories in the general fund consist of expendable supplies held for the District’s use and are carried at cost using the first-in, first-out method. Inventories in the enterprise fund are valued at cost, which approximates market, using the first-in, first –out method. As of June 30, 2021, the District did not have inventory in the general fund and had the following inventory in the enterprise fund:

Food and Supplies	\$	1,960.26
	\$	<u>1,960.26</u>

The value of Federal donated commodities is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements.

4. Capital Assets:

Capital assets purchased or acquired with an original cost of \$2,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	20-50 years
Machinery and equipment	5-10 years
Improvements	10-20 years
Infrastructure Assets	50-65 years

Infrastructure assets include roads, parking lots, underground pipe, etc. The District includes all infrastructure assets as depreciable assets in the financial statements.

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**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

5. Revenues:

Substantially all governmental fund revenues are accrued. Property taxes are susceptible to accrual and under New Jersey State Statutes a municipality is required to remit to its school district the entire balance of taxes in the amount certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. Subsidies and grants to proprietary funds, which finance either capital or current operations, are reported as non-operating revenue. In respect to grant revenues, the provider recognizes liabilities and expenses and the recipient recognizes receivables and revenue when the applicable eligibility requirements, including time requirements are met. Resources transmitted before the eligibility requirements are met are reported as advances by the provider and unearned revenue by the recipient. Program revenues, including tuition revenue are reported as reductions to expenses in the statement of activities.

6. Expenditures:

Expenses are recognized when the related fund liability is incurred. Inventory costs are reported in the period when inventory items are used, rather than in the period purchased.

7. Compensated Absences:

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

In governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as both an expenditure and a fund liability in the fund that will pay for the compensated absences. The remainder of the compensated absences liability is reported in the District-wide Financial Statements as a Governmental Activity.

In proprietary and similar trust funds, compensated absences are recorded as an expense and liability of the fund that will pay for them.

8. Interfund Activity:

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related costs as reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

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**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

9. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office for approval and, as long as the District budget is within State mandated CAPs, there is no public vote on the budget. If the budget exceeds State mandated CAPs, the voters have an opportunity to approve or reject the budget at the regular election held in November. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. 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. 6:23-2(g). Transfers of appropriations may be made by School Board resolution at any time during the fiscal year and are subject to two-thirds majority vote by the School Board and under certain circumstances require approval by the County Superintendent of Schools.

Significant transfers approved by the Board of Education during the fiscal year were as follows:

Regular Programs - Instruction	
Grades 6 - 8 Salaries of Teachers	\$ (61,160.00)
Regular Programs - Undistributed Instruction	
Other Salaries for Instruction	(56,100.44)
Purchased Professional - Educational Services	106,100.44
General Supplies	(42,287.37)
Special Education - Instruction	
Multiple Disabilities - Other Salaries for Instruction	(44,642.62)
Resource Room/Resource Center - Salaries of Teachers	118,067.83
Resource Room/Resource Center - Other Salaries for Instruction	(76,308.00)
Undistributed Expenditures -	
Unallocated Benefits - Social Security Contributions	30,501.69
Unallocated Benefits - Unemployment Compensation	65,992.74
Unallocated Benefits - Health Benefits	(99,201.43)
Facilities Acquisition and Construction Services	
Architectural/Engineering Services	58,800.00
Construction Services	902,000.00

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

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

10. Tuition Receivable:

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined. The final cost is based on agreements with the sending districts with a negotiated amount up to the final cost as determined by State of New Jersey.

11. Tuition Payable:

Tuition charges for the fiscal years 2020/21 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

12. Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those results.

13. Allocation of Costs:

In the government-wide statement of activities, the District has allocated unallocated benefits to various programs based on the budgetary expenditures by program.

14. Pensions:

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

F. RECENT ACCOUNTING PRONOUNCEMENTS NOT YET EFFECTIVE

In June 2017, the Governmental Accounting Standards Board (GASB) issued Statement No. 87 "Leases". This statement, which is effective for fiscal periods beginning after December 31, 2022, may have an effect on the District's financial reporting.

In June 2018, the Governmental Accounting Standards Board (GASB) issued Statement No. 89, "Accounting for Interest Cost Incurred Before the End of a Construction Period". This statement, which is effective for fiscal periods beginning after December 31, 2021, will not have any effect on the District's financial reporting.

In May 2019, the Governmental Accounting Standards Board (GASB) issued Statement No. 91, "Conduit Debt Obligations". This statement is effective for fiscal periods beginning after December 31, 2022, will not have any effect on the District's financial reporting.

In March 2020, the Governmental Accounting Standards Board (GASB) issued Statement No. 93, "Replacement of Interbank Offered Rates". This statement, which is effective for fiscal periods beginning after December 31, 2022, and all reporting periods thereafter, will not have any effect on the District's financial reporting.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

In March 2020, the Governmental Accounting Standards Board (GASB) issued Statement No. 94, "Public-Private and Public-Public Partnerships and Availability Payment Arrangements". This statement, which is effective for fiscal years beginning after December 31, 2023, and all reporting periods thereafter, will not have any effect on the District's financial reporting.

In May 2020, the Governmental Accounting Standards Board (GASB) issued Statement No. 96, "Subscription Based Information Technology Arrangements". This statement, which is effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter, will not have any effect on the District's financial reporting.

In June 2020, the Governmental Accounting Standards Board (GASB) issued Statement No. 97, "Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32". This statement, which is effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter, will not have any effect on the District's financial reporting.

In October 2021, the Governmental Accounting Standards Board (GASB) issued Statement No 98, "The Annual Comprehensive Financial Report". This statement, which is effective for fiscal years ending after December 15, 2021, will have an effect on the District's financial statements.

NOTE 2 – CASH AND CASH EQUIVALENTS

Custodial Credit Risk—Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The district's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in the New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 18A:20-37 that are treated as cash equivalents. As of June 30, 2021, \$138,368.38 of the government's bank balance of \$5,135,155.38 was exposed to custodial credit risk.

NOTE 3 – RECEIVABLES

Receivables at June 30, 2021, consisted of accounts (rent, tuition, and fees), accrued interest, interfund, intergovernmental, and property taxes. All receivables are considered collectible in full. A summary of the principal items of intergovernmental receivables follows:

	Governmental Fund Financial Statements	District Wide Financial Statements
State Aid	\$ 132,384.00	134,902.97
Federal Aid	318,458.00	378,489.66
Other	7,224.68	8,868.31
Gross Receivables	<u>458,066.68</u>	<u>522,260.94</u>
Less: Allowance for Uncollectibles		
Total Receivables, Net	<u>\$ 458,066.68</u>	<u>522,260.94</u>

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

NOTE 4 – INTERFUND TRANSFERS AND BALANCES

Transfers between funds are used to (1) move investment income earned in the Capital Projects Fund that is required to be expended in the Debt Service Fund; (2) repay expenses paid by another fund.

The following interfund balances remained on the fund financial statements at June 30, 2021.

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 168,966.42	
Debt Service Fund	1,111.23	
Special Revenue Fund		168,966.42
Capital Projects Fund		1,111.23
	<u>\$ 170,077.65</u>	<u>170,077.65</u>

The general fund receivable is comprised of \$168,966.42 owed from the Special Revenue Fund for cash flow purposes. The debt service fund receivable is comprised of \$1,111.23 owed from the Capital Projects Fund for interest not turned over by June 30th.

NOTE 5 – CAPITAL ASSETS

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

	Beginning Balance	Additions	Deletions/ Adjustments	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 27,012.00			27,012.00
Construction in Progress	26,906.95	789,826.76	(26,906.95)	789,826.76
Total capital assets not being depreciated	<u>53,918.95</u>	<u>789,826.76</u>	<u>(26,906.95)</u>	<u>816,838.76</u>
Capital assets being depreciated:				
Land Improvements	179,474.09	13,052.25		192,526.34
Buildings and building improvements	25,839,999.49	1,007,410.67	(4,876.40)	26,842,533.76
Equipment	607,008.45	40,832.47		647,840.92
Total capital assets being depreciated at historical cost	<u>26,626,482.03</u>	<u>1,061,295.39</u>	<u>(4,876.40)</u>	<u>27,682,901.02</u>
Less accumulated depreciation for:				
Land Improvements	(135,189.33)	(6,899.39)		(142,088.72)
Buildings and improvements	(9,196,680.24)	(824,435.90)		(10,021,116.14)
Equipment	(450,965.65)	(31,331.66)		(482,297.31)
Total capital assets being depreciated, net of accumulated depreciation	<u>16,843,646.81</u>	<u>198,628.44</u>	<u>(4,876.40)</u>	<u>17,037,398.85</u>
Governmental activity capital assets, net	<u>16,897,565.76</u>	<u>\$ 988,455.20</u>	<u>\$ (31,783.35)</u>	<u>17,854,237.61</u>
Business-type activities:				
Capital assets being depreciated:				
Equipment	150,848.00			150,848.00
Less accumulated depreciation	(119,590.65)	(3,436.53)		(123,027.18)
Enterprise Fund capital assets, net	<u>\$ 31,257.35</u>	<u>(3,436.53)</u>	<u>-</u>	<u>27,820.82</u>

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

Depreciation expense is charged to governmental functions as follows:

Regular Instruction	\$	314,286.19
Special Education		177,086.46
Other Special Instruction		18,582.33
Student & Instruction Related Service		164,502.87
School Administrative Services		29,611.85
General Administrative Services		25,487.57
Plant Operations and Maintenance		95,645.57
Pupil Transportation		15,213.30
Central Services		22,250.81
	\$	<u>862,666.95</u>

NOTE 6 – LONG-TERM OBLIGATIONS

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

	Balance July 1, 2020	Issues or Additions	Payments or Expenditures	Balance June 30, 2021	Amounts Due Within One Year
Compensated Absences	\$ 444,580.74		176,796.11	267,784.63	
Bonds Payable	10,213,000.00		660,000.00	9,553,000.00	680,000.00
Net Pension Liability	3,693,370.00	1,356,620.00	1,778,092.00	3,271,898.00	
	<u>\$ 14,350,950.74</u>	<u>1,356,620.00</u>	<u>2,614,888.11</u>	<u>13,092,682.63</u>	<u>680,000.00</u>

Compensated absences have been liquidated in the General Fund.

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 District are general obligation bonds.

At June 30, 2021, bonds payable consisted of the following issues:

\$3,443,000 School Bonds dated February 15, 2011, due in annual installments beginning February 15, 2011 through February 15, 2026, bearing interest at variable rates from 2.00% to 4.00% per annum. The balance remaining as of June 30, 2021 is \$1,403,000.00.

\$9,235,000 School Bonds dated December 13, 2016, due in annual installments beginning December 1, 2018 through December 1, 2036, bearing interest at variable rates from 2.50% to 3.50% per annum. The balance remaining as of June 30, 2021 is \$8,150,000.00.

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**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

Debt service requirements on serial bonds payable at June 30, 2021 are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2022	\$ 680,000.00	301,820.00	981,820.00
2023	695,000.00	278,695.00	973,695.00
2024	715,000.00	255,020.00	970,020.00
2025	725,000.00	230,670.00	955,670.00
2026	698,000.00	205,920.00	903,920.00
2027-2031	2,740,000.00	738,225.00	3,478,225.00
2032-2036	2,750,000.00	318,312.50	3,068,312.50
2037	550,000.00	9,625.00	559,625.00
	<u>\$ 9,553,000.00</u>	<u>2,338,287.50</u>	<u>11,891,287.50</u>

NOTE 7 – PENSION PLANS

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

Teachers' Pension and Annuity Fund (TPAF)

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

Public Employees' Retirement System (PERS)

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

Defined Contribution Retirement Program (DCRP)

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

Funding Policy

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 7.50% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The current TPAF rate is 35.24% and the PERS rate is 15.98% of covered payroll. The School District's contributions to TPAF for the years ending June 30, 2021, 2020 and 2019 were \$2,158,018.00, \$1,623,969.00 and \$1,417,144.00, respectively, and paid by the State of New Jersey on behalf of the board, equal to the required contributions for each year. The School District's contributions to PERS for the years ending June 30, 2021, 2020, and 2019 were \$219,489.00, \$199,809.00 and \$208,119.00 respectively, equal to the required contributions for each year.

During the fiscal years ended June 30, 2021, 2020, and 2019, the State of New Jersey contributed \$676,289.00, \$602,463.00, and \$642,814.00, respectively, to the TPAF for post-retirement medical benefits on behalf of the Board. Also, in accordance with NJSA 18A:66-66 the State of New Jersey reimbursed the Board \$571,004.97, \$573,862.56 and \$564,564.18, during the same fiscal years for the employer's share of social security contributions for TPAF members as calculated on their base salaries. These amounts, which are not required to be budgeted, have been included in the financial statements, and the combining and individual fund statements and schedules as revenues and expenditures in accordance in GASB Standards.

For the DCRP, members contribute at a uniform rate of 5.5% of their base salary. Employers are required to contribute at a set rate of 3.0% of base salary. There were employees enrolled in the DCRP for the year ended June 30, 2021.

Vesting and Benefit Provisions - The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

Significant Legislation

Chapter 78, P.L. 2011, effective June 28, 2011 made various changes to the manner in which the Public Employees' Retirement System (PERS) and the Teacher's Pension and Annuity Fund (TPAF) operate and to the benefit provisions of those systems.

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

- New members of the PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of $\frac{1}{4}$ of 1% for each month that the member is under age 65.
- The eligibility age to qualify for a service retirement in the PERS is increased from age 63 to 65 for Tier 5 members.
- Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years; PERS active member rate increase from 8.5% to 10%. For fiscal year 2013, the member contribution rates increased in October 2012. The phase-in of the additional incremental member contribution rates for PERS members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.
- New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary.
- In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

Chapter 1, P.L. 2010, effective May 21, 2010, made a number of changes to the State-administered retirement systems concerning eligibility, the retirement allowance formula, the definition of compensation, the positions eligible for service credit, the non-forfeitable right to a pension, the prosecutor's part of the PERS and employer contributions to the retirement systems.

Also, Chapter 1, P.L. 2010 changed the membership eligibility criteria for new members of PERS and TPAF from the amount of annual compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for new members of PERS and TPAF to $\frac{1}{60}$ th from $\frac{1}{55}$ th, and it provided that new members of PERS and TPAF have the retirement allowance calculated using the average annual compensation for the last five years of service instead of the last three years of service. New members of PERS and TPAF will no longer receive pension service credit from more than one employer. Pension service credit will be earned for the highest paid position only. The law also requires the State to make its full pension contribution, defined a $\frac{1}{7}$ th of the required amount, beginning in fiscal years 2012.

Chapter 3, P.L. 2010, effective May 21, 2010, replaced the accidental and ordinary disability retirement for new members of the PERS and TPAF with disability insurance coverage similar to that provided by the State to individuals enrolled in the State's Defined Contribution Retirement Program.

Chapter 92, P.L. 2007 implemented certain recommendations contained in the December 1, 2006 report of the Joint Legislative Committee on Public Employee Benefits Reform; established a DCRP for elected and certain appointed officials, effective July 1, 2007; the new pension loan interest rate became 4.69% per year, and an \$8.00 processing fee per loan was charged, effective January 1, 2008. The legislation also removed language from existing law that permits the State Treasurer to reduce employer pension contributions needed to fund the Funds and Systems when excess assets are available.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

NOTE 8 – PUBLIC EMPLOYEES RETIREMENT SYSTEM

At June 30, 2021, the District reported a liability of \$3,271,898.00 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 that date. 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 employers, actuarially determined. At June 30, 2020, the District's proportion was 0.02006390490%, which was a decrease of 2.12% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the District recognized pension expense of \$62,608.00. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 59,576.00	11,571.00
Changes of assumptions	106,144.00	1,369,975.00
Net difference between projected and actual earnings on pension plan investments	111,836.00	
Changes in proportion and differences between District contributions and proportionate share of contributions	54,895.00	177,057.00
District contributions subsequent to the measurement date	219,489.00	
Total	\$ 551,940.00	\$ 1,558,603.00

\$219,489.00 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (June 30, 2020) will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30,	
2021	\$ 450,305.00
2022	419,451.00
2023	240,899.00
2024	96,479.00
2025	19,018.00
Total	\$ 1,226,152.00

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**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

Actuarial Assumptions

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

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary increases:	
Through 2026	2.00% - 6.00% (based on years of service)
Thereafter	3.00% - 7.00% (based on years of service)
Investment rate of return:	7.00%

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

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

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**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

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

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 will be made based on 78% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2057 and the municipal bond rate was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate.

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	\$ 3,896,821	3,271,898	2,742,315.21

Pension plan fiduciary net position.

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

Additional Information

Collective balances of the local group at June 30, 2020 are as follows:

Deferred outflows of resources	\$	2,347,583,337.00
Deferred inflows of resources		7,849,949,467.00
Net pension liability		16,435,616,426.00
 District's proportion		 1,979,948.00

Collective pension expense for the Local Group for the measurement period ended June 30, 2020 is \$407,705,399.

The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) determined at June 30, 2020, 2019, 2018, 2017, 2016, 2015, and 2014 is 5.16, 5.21, 5.63, 5.48, 5.57, 5.72 and 6.44 years, respectively.

NOTE 9 – TEACHERS PENSIONS AND ANNUITY FUND (TPAF)

At June 30, 2021, the District reported a liability for its proportionate share of the net pension liability that reflected a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$	-
State's proportionate share of the net position liability associated with the District		<u>47,895,606.00</u>
Total	\$	<u>47,895,606.00</u>

The net pension liability was measured as of June 30, 2020 and the total pension liability to calculate the net pension liability was determined by an actuarial valuation as of that date. 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 school districts and the State, actuarially determined. At June 30, 2020, the District's proportion was 0.00%, which was no change from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the District recognized pension expense of \$2,978,353.00 and revenue of \$2,978,353.00 for support provided by the State.

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

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

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

Long-Term Expected Rate of Return

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

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

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**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

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

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate.

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 5.40% 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 (4.40%) or 1-percentage point higher (6.40%) than the current rate:

	1% Decrease (4.40%)	Current Discount Rate (5.40%)	1% Increase (6.40%)
District's proportionate share of the net pension liability	\$ -	-	-

Pension plan fiduciary net position.

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

Additional Information

Collective balances of the local group at June 30, 2020 are as follows:

Deferred outflows of resources	\$ 9,626,548,228
Deferred inflows of resources	14,591,988,841
Net pension liability	65,993,498,688

Collective pension expense for the plan for the measurement period ended June 30, 2019 is \$4,103,756,770.

The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) determined at June 30, 2020, 2019, 2018, 2017, 2016, 2015, and 2014 is 7.99, 8.04, 8.29, 8.30, 8.30, 8.30, and 8.5 years, respectively.

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**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

NOTE 10 – OTHER POST-RETIREMENT BENEFITS

General Information about the OPEB Plan

The State of New Jersey Provides employer-paid coverage to members of the TPAF who retire from a board of education or county college with 25 year of service or on a disability retirement. Under the provision of Chapter 126, P.L. 1992, the State also provides employer-paid coverage to members of PERS and Alternate Benefits Program (ABP) who retire from a board of education or county college with 25 years of service or on a disability retirement if the member's employer does not provide this coverage. Certain local participating employers also provide post-retirement medical coverage to their employees. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program if their employer participates in this program or if they are participating in the health benefits plan of their former employer and are enrolled in Medicare Parts A and B by paying the cost of the insurance for themselves and their covered dependents. In Fiscal Year 2020, the State paid PRM benefits for 143,053 State and local retirees.

The State funds post-retirement medical benefits on a “pay-as-you-go” basis, which means that the State does not pre-fund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For Fiscal Year 2020, the State contributed \$1.578 billion to pay for pay-as-you-go PRM benefit costs incurred by covered retirees. The State's “pay-as-you-go” contributions have decreased from Fiscal Year 2019 amounts. Reductions are attributable to various cost savings initiatives implemented by the State, including new Medicare Advantage contracts. The State has appropriated \$1.775 billion in Fiscal Year 2021 as the State's contribution to fund pay-as-you-go PRM costs.

In accordance with the provisions of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. This new standard supersedes the previously issued guidance, GASB Statement No. 45, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, effective for Fiscal Year 2018. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments. The Fiscal Year 2020 total State OPEB liability to provide these benefits is \$65.5 billion, a decrease of \$10.5 billion or 13.8 percent from the \$76 billion liability recorded in Fiscal Year 2019.

Additional information on Pensions and OPEB can be accessed at state.nj.us/treasury/pensions/financial-reports.shtml.

Total OPEB Liability

The State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The LEA's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the LEA did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the board of education/board of trustees. Note that actual numbers will be published in the NJ State CAFR on the Office of Management and Budget webpage: <https://www.nj.gov/treasury/omb/cafr.shtml>.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

Actuarial assumptions and other imputes:

The total OPEB liability in the June 30, 2020 actuarial valuation reported by the State in the State's most recently issued CAFR was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation rate – 2.50%

Salary Increases –

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

Mortality Rates –

Preretirement mortality rates were based on the Pub-2010 Healthy “Teachers” (TPAF/ABP), “General” (PERS), and “Safety” (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2020. Postretirement mortality rates were based on the Pub-2010 “General” classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2020. Disability mortality was based on the Pub-2010 “General” classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-20.

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

Health Care Trend Assumptions –

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

Discount Rate –

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

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

Balance at 6/30/19	\$ 41,729,081,045.00
Changes for the year:	
Service cost	1,790,973,822.00
Interest	1,503,341,357.00
Differences between Expected & Actual Experiences	11,544,750,637.00
Changes in assumptions or other inputs	12,386,549,981.00
Contributions: Member	35,781,384.00
Benefit payments	<u>(1,180,515,618.00)</u>
Net changes	<u>26,080,881,563.00</u>
Balance at 6/30/20	<u>\$ 67,809,962,608.00</u>

Sensitivity of the total OPEB liability to changes in the discount rate:

The following presents the total OPEB liability as of June 20, 2020, respectively, calculated using a discount rate as disclosed above as well as what the total nonemployer OPEB would be if it was calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

	<u>1% Decrease (1.21%)</u>	<u>Discount Rate (2.21%)</u>	<u>1% Increase (3.21%)</u>
Total OPEB Liability (School Retirees)	81,748,410,002.00	67,809,962,608.00	56,911,439,160.00

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates.

The following presents the total OPEB liability as of June 30, 2020c calculated using the healthcare trend rate as disclosed above as well as what the total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
Total OPEB Liability (School Retirees)	54,738,488,540.00	67,809,962,608.00	83,375,182,975.00

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

For the year ended June 30, 2021, the board of education recognized OPEB expense of \$2,673,725.00 determined by the State as the total OPEB liability for benefits provided through a defined OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB 75 and in which there is a special funding situation.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 10,295,318,750.00	(9,170,703,615.00)
Changes of assumptions	11,534,251,250.00	(7,737,500,827.00)
Total	<u>\$ 21,829,570,000.00</u>	<u>\$ (16,908,204,442.00)</u>

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

Year ended June 30,	
2021	\$ 43,440,417.00
2022	43,440,417.00
2023	43,440,417.00
2024	43,440,417.00
2025	43,440,417.00
Thereafter	<u>4,704,163,473.00</u>
Total	<u>\$ 4,921,365,558.00</u>

(Contributions made after June 30, 2019 are reported as deferred outflow of resources but are not amortized in the expense.)

Detailed information about the plan's fiduciary net position is available in the separately issued OPEB financial report.

NOTE 11 – COMPENSATED ABSENCES

The liability for vested compensated absences for the governmental fund types is recorded in current and long-term liabilities. The current portion of the compensated absences balance of the governmental funds is not considered material to the applicable funds total liabilities, and therefore is not shown separately from the long-term liability of compensated absences.

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

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**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

NOTE 12 – DEFERRED COMPENSATION

The District offers its employees a deferred compensation plan 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 years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows:

Lincoln Investments	NY Life
Equitable Insurance	Siracusa Insurance

NOTE 13 – CAPITAL RESERVE ACCOUNT

A capital reserve account was established by City of Somers Point Board of Education by the inclusion of \$100.00 on September 21, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Beginning balance, July 1, 2020	\$ 1,000,100.00
Deposits:	
Board Transfer	800,000.00
Withdrawals:	
Board Resolutions	(998,000.00)
Ending balance, June 30, 2021	\$ 802,100.00

Funds placed in the capital reserve account are restricted to capital projects in the district’s approved Long Range Facilities Plan (LRFP) and updated annually in the Quality Assurance Annual Report (QAAR). Upon submission of the LRFP to the department, a district may deposit funds into the capital reserve account at any time upon board resolution through the transfer of undesignated, unreserved general fund balance or of excess undesignated, unreserved general fund balance that is anticipated in the budget certified for taxes. 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 LRFP.

NOTE 14 – MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account was established by the City of Somers Point Board of Education for the accumulation of funds for use as required maintenance expenditures in subsequent fiscal years. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

Beginning balance, July 1, 2020	\$ 1,050,768.17
Deposits:	
Board Transfer	400,000.00
Ending balance, June 30, 2021	\$ 1,450,768.17

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

NOTE 15 – RISK MANAGEMENT

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

Property and Liability Insurance - The District maintains insurance coverage for property, liability and surety bonds through the Atlantic & Cape May Counties Association of School Business Officials Joint Insurance Fund (ACCASBOJIF). A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report.

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 fund for the current and prior year:

Fiscal Year	Interest on Investments	Employee Contributions	Board Contribution	Amount Reimbursed	Ending Balance
2020-2021	\$ 1,065.45	16,367.42		82,360.16	79,247.68
2019-2020	1,819.03	17,274.53		55,931.99	144,174.97
2018-2019	503.94	17,988.53		9,103.28	181,013.40

NOTE 16 – COMMITMENTS

The District does not have encumbrance policy for the fiscal year end to determine significant encumbrances. All encumbrances are classified as either Assigned Fund Balance in the General Fund and Special Revenue Fund. Significant encumbrances at June 30th are as follows:

Fund	Amount
General Fund Encumbered Orders	\$ 784,604.24
Special Revenue Fund Encumbered Orders	52,537.44
Capital Projects Encumbered Orders	24,726.76
	<u>\$ 861,868.44</u>

NOTE 17 – CONTINGENT LIABILITIES

Federal and State Grants

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

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**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

NOTE 18 – ECONOMIC DEPENDENCY

The District receives support from federal government and from the state government. A significant reduction in the level of support, if this were to occur, would have an effect on the District's programs and activities.

NOTE 19 – LITIGATION

From time to time, the District is a defendant in legal proceedings relating to its operations as a school district. In the best judgment of the District's management, the outcome of any present legal proceedings will not have any adverse material effect on the accompanying financial statements.

NOTE 20 – FUND BALANCE APPROPRIATED

General Fund – Of the \$4,393,424.77 General Fund fund balance, at June 30, 2021, \$784,604.24 is reserved for encumbrances; \$927,831.49 is reserved as excess surplus in accordance with NJSA 18A:7F-7 (\$434,844.00 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2021), \$79,247.68 is reserved in the Unemployment Compensation Fund; \$802,100.00 has been reserved in the Capital Reserve Account; \$1,450,768.17 has been reserved in the Maintenance Reserve Account; \$193,106.00 is designated by BOE for subsequent expenditures; and \$155,767.19 is classified and Unassigned.

NOTE 21 – CALCULATION OF EXCESS SURPLUS

The designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7 as amended. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount of budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2021 is \$492,987.49.

NOTE 22 – DEFICIT FUND BALANCES

The District has a deficit unassigned fund balance of (\$113,797.60) in the Special Revenue Fund as of June 30, 2021 as reported in the fund statements (modified accrual basis). *N.J.S.A. 18A:22-44.2* provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last payment as revenue, for budget purposes only, in the current school budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the school district cannot recognize the June state aid payments on the GAAP financial statements until the year the state records the payable. Due to the timing difference of recording the last state aid payment, the Special Revenue Fund balance deficit does not alone indicate that the district is facing financial difficulties. The District deficit in the Special revenue fund in the GAAP fund statements of (\$113,797.60) is equal to the last state aid payment for that fund.

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**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

NOTE 23 – RESTATEMENT OF PRIOR YEAR BALANCES

Fund Balance has been restated as required by the implementation of GASB 84.

Beginning fund balance as previously reported at June 30, 2020	\$	2,893,246.98
Implementation GASB 84 - Restatement of Prior Year Balances Required		
Student Activities		77,605.83
Unemployment Fund		144,174.97
Total Restatement		221,780.80
Fund Balance as restated, July 1, 2020	\$	3,115,027.78

NOTE 24 – SUBSEQUENT EVENTS

Management has reviewed and evaluated all events and transactions that occurred through March 11, 2022, the date that the financial statements were available to be issued for possible disclosure and recognition in the financial statements.

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Required Supplementary Information – Part II

Budgetary Comparison Schedules

**CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2021**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 10,392,770.00		10,392,770.00	10,392,770.00	-
Tuition From Other LEAs Within the State	15,912.00		15,912.00	33,758.49	17,846.49
Other Tuition	-		-	48,704.00	48,704.00
Other Restricted Miscellaneous Revenues	15,000.00		15,000.00	1,065.45	1,065.45
Unrestricted Miscellaneous Revenues				62,544.78	47,544.78
Total Local Sources	<u>10,423,682.00</u>	<u>-</u>	<u>10,423,682.00</u>	<u>10,538,842.72</u>	<u>115,160.72</u>
State Sources:					
Categorical Special Education Aid	568,696.00		568,696.00	568,696.00	-
Equalization Aid	4,874,027.00		4,874,027.00	4,874,027.00	-
Categorical Security Aid	114,624.00		114,624.00	114,624.00	-
Categorical Transportation Aid	142,184.00		142,184.00	142,184.00	-
Extraordinary Aid	-		-	78,460.00	78,460.00
Nonpublic Transportation Aid	-		-	5,220.00	5,220.00
TPAF Post Retirement Pension (On-Behalf - Non-Budgeted)	-		-	676,289.00	676,289.00
TPAF Pension (On-Behalf - Non-Budgeted)	-		-	2,158,018.00	2,158,018.00
TPAF Long-Term Disability Insurance (On-Behalf - Non-Budgeted)	-		-	958.00	958.00
Reimbursed TPAF Social Security Contributions (non-budgeted)	-		-	571,004.97	571,004.97
Total State Sources	<u>5,699,531.00</u>	<u>-</u>	<u>5,699,531.00</u>	<u>9,189,480.97</u>	<u>3,489,949.97</u>
Federal Sources:					
Medical Assistance Program (SEMI)	36,878.00		36,878.00	30,237.38	(6,640.62)
FFCRA/SEMI Revenue				2,436.78	2,436.78
Total Federal Sources	<u>36,878.00</u>	<u>-</u>	<u>36,878.00</u>	<u>32,674.16</u>	<u>(4,203.84)</u>
Total Revenues	<u>\$ 16,160,091.00</u>	<u>-</u>	<u>16,160,091.00</u>	<u>19,760,997.85</u>	<u>3,600,906.85</u>

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
EXPENDITURES:					
CURRENT EXPENSE					
REGULAR PROGRAMS - INSTRUCTION					
Preschool - Salaries of Teachers	\$ 4,500.00		4,500.00		4,500.00
Kindergarten - Salaries of Teachers	284,713.00	(19,478.10)	265,234.90	226,872.90	38,362.00
Grades 1 - 5 Salaries of Teachers	2,404,125.00	(12,087.40)	2,392,037.60	2,322,182.62	69,874.98
Grades 6 - 8 Salaries of Teachers	2,116,568.00	(61,160.00)	2,055,408.00	2,012,520.09	42,887.91
Regular Programs - Home Instruction					
Salaries of Teachers	23,000.00		23,000.00	4,902.00	18,098.00
Purchased Professional - Educational Services	10,000.00		10,000.00		10,000.00
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	123,651.00	(56,100.44)	67,550.56	45,819.84	21,730.72
Purchased Professional - Educational Services	106,100.44		106,100.44	126,015.52	(19,915.08)
Other Purchased Services (400-500 series)	153,183.00	(1,199.87)	151,983.13	124,862.96	27,120.17
General Supplies	260,946.00	(42,287.37)	218,658.63	177,355.73	41,302.90
Textbooks	2,500.00	18,994.00	21,494.00	21,200.90	293.10
Other Objects	1,060.00		1,060.00	125.00	935.00
TOTAL REGULAR PROGRAMS - INSTRUCTION	5,384,246.00	(67,198.74)	5,317,047.26	5,061,857.56	255,189.70
SPECIAL EDUCATION - INSTRUCTION					
Multiple Disabilities					
Salaries of Teachers	303,350.00	29,024.46	332,374.46	332,374.46	-
Other Salaries for Instruction	208,409.00	(44,642.62)	163,766.38	51,622.27	112,144.11
Purchased Professional - Educational Services	80,000.00	13,806.16	93,806.16	102,914.14	(9,107.98)
General Supplies	3,000.00	119.00	3,119.00	3,107.00	12.00
Total Multiple Disabilities	\$ 594,759.00	(1,693.00)	593,066.00	490,017.87	103,048.13
Resource Room/Resource Center					
Salaries of Teachers	\$ 325,325.00	118,067.83	443,392.83	443,392.83	-
Other Salaries for Instruction	76,308.00	(76,308.00)	-	-	-
Purchased Professional - Educational Services		2,638.67	2,638.67	649.90	1,988.77
General Supplies	3,700.00		3,700.00	1,887.00	1,813.00
Total Resource Room/Resource Center	405,333.00	44,398.50	449,731.50	445,929.73	3,801.77

**CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2021**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Preschool Disabilities - Full-Time					
Salaries of Teachers	130,650.00	(1,430.20)	129,219.80	129,219.80	-
Other Salaries for Instruction	99,450.00	(3,707.36)	95,742.64	36,402.16	59,340.48
Purchased Professional - Educational Services		5,137.56	5,137.56	5,472.56	(335.00)
General Supplies	1,000.00		1,000.00	827.64	172.36
Total Preschool Disabilities - Full-Time	231,100.00	-	231,100.00	171,922.16	59,177.84
Special Education - Home Instruction					
Salaries of Teachers	10,000.00	(380.00)	9,620.00	903.00	8,717.00
Purchased Professional - Educational Services		380.00	380.00	380.00	-
Total Special Education - Home Instruction	10,000.00	-	10,000.00	1,283.00	8,717.00
TOTAL SPECIAL EDUCATION - INSTRUCTION	1,241,192.00	42,705.50	1,283,897.50	1,109,152.76	174,744.74
Basic Skills/Remedial - Instruction					
Salaries of Teachers	17,531.00	(7,000.00)	10,531.00		10,531.00
Total Basic Skills/Remedial - Instruction	17,531.00	(7,000.00)	10,531.00	-	10,531.00
Bilingual Education - Instruction					
Salaries of Teachers	211,968.00	7,000.00	218,968.00	218,450.92	517.08
Total Bilingual Education - Instruction	211,968.00	7,000.00	218,968.00	218,450.92	517.08
School-Spon. Co/Extra-curr. Activities - Instruction					
Salaries	50,000.00		50,000.00	16,255.00	33,745.00
Miscellaneous Purchased Services	9,550.00		9,550.00	700.00	8,850.00
Supplies & Materials	1,000.00		1,000.00		1,000.00
Total School-Spon. Co/Extra-curr. Activities - Inst.	60,550.00	-	60,550.00	16,955.00	43,595.00
School-Sponsored Athletics - Instruction					
Salaries	46,210.00		46,210.00	14,147.00	32,063.00
Purchased Services (300-500 series)	499.00		499.00		499.00
Supplies & Materials	5,000.00		5,000.00	1,122.93	3,877.07
Other Objects	6,400.00		6,400.00	1,202.00	5,198.00
Total School-Spon. Co/Extra-curr. Activities - Inst.	58,109.00	-	58,109.00	16,471.93	41,637.07

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Summer School - Instruction					
Salaries of Teachers	\$ 52,500.00		52,500.00	43,830.50	8,669.50
Other Salaries for Instruction	7,000.00		7,000.00	3,576.58	3,423.42
General Supplies	15,000.00		15,000.00		15,000.00
Total Summer School - Instruction	<u>74,500.00</u>	<u>-</u>	<u>74,500.00</u>	<u>47,407.08</u>	<u>27,092.92</u>
TOTAL INSTRUCTION	7,048,096.00	(24,493.24)	7,023,602.76	6,470,295.25	553,307.51
UNDISTRIBUTED EXPENDITURES					
Undistributed Expenditures - Instruction					
Tuition to Other LEAs-Within the State-Regular	64,309.00		64,309.00	45,038.88	19,270.12
Tuition to CSSD & Regional Day Schools	224,070.00	(16,193.00)	207,877.00	131,353.00	76,524.00
Tuition to Private Schools for the Disabled - Within State	60,000.00		60,000.00	5,199.86	54,800.14
Total Undistributed Expenditures - Instruction	<u>348,379.00</u>	<u>(16,193.00)</u>	<u>332,186.00</u>	<u>181,591.74</u>	<u>150,594.26</u>
Undistributed Expend. - Attend. & Social Work					
Salaries	37,500.00	(14,446.36)	23,053.64		23,053.64
Travel for Regular Business	700.00		700.00		700.00
Total Undist. Expend. - Attend. & Social Worker	<u>38,200.00</u>	<u>(14,446.36)</u>	<u>23,753.64</u>	<u>-</u>	<u>23,753.64</u>
Undistributed Expend. - Health Services					
Salaries	182,550.00	14,094.36	196,644.36	189,449.15	7,195.21
Purchased Professional and Technical Services	1,650.00		1,650.00	1,078.20	571.80
Other Purchased Services (400-500 series)		544.00	544.00	544.00	-
Supplies & Materials	5,400.00	(192.00)	5,208.00	2,129.52	3,078.48
Total Undistributed Expend. - Health Services	<u>189,600.00</u>	<u>14,446.36</u>	<u>204,046.36</u>	<u>193,200.87</u>	<u>10,845.49</u>
Undist. Expend. - Other Support Serv. Students - Speech, OT, PT & Related Services					
Salaries	\$ 276,412.00	(17,513.75)	258,898.25	231,278.28	27,619.97
Purchased Professional - Educational Services	112,000.00	17,513.75	129,513.75	95,316.25	34,197.50
Supplies & Materials	10,000.00		10,000.00	5,318.77	4,681.23
Total Undist. Expend. - Other Support Services	<u>398,412.00</u>	<u>-</u>	<u>398,412.00</u>	<u>331,913.30</u>	<u>66,498.70</u>
Student - Speech, OT, PT & Related Services					

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undist. Expend. - Other Support Serv. Students - Extraordinary Services					
Salaries	223,434.00		223,434.00	182,703.73	40,730.27
Purchased Professional - Educational Services	100,000.00		100,000.00	8,844.50	91,155.50
Total Undist. Expend. - Other Support Services Students - Extraordinary Services	<u>323,434.00</u>	<u>-</u>	<u>323,434.00</u>	<u>191,548.23</u>	<u>131,885.77</u>
Undist. Expend. - Guidance					
Salaries of Other Professional Staff	265,675.00		265,675.00	265,674.86	0.14
Other Purchased Prof. & Tech. Services	11,998.00	79.78	12,077.78	12,077.78	-
Supplies & Materials	1,700.00	(79.78)	1,620.22	1,421.27	198.95
Total Undist. Expend. - Other Support Services Students - Regular	<u>279,373.00</u>	<u>-</u>	<u>279,373.00</u>	<u>279,173.91</u>	<u>199.09</u>
Undist. Expend. - Child Study Teams					
Salaries of Other Professional Staff	371,079.00		371,079.00	332,676.24	38,402.76
Salaries of Secretarial and Clerical Assistants	58,631.00		58,631.00	57,870.97	760.03
Purchased Professional - Educational Services	121,750.00		121,750.00	53,284.25	68,465.75
Other Purchased Professional & Tech. Services	4,868.00		4,868.00	4,866.75	1.25
Other Purchased Services (400-500 series)	6,800.00		6,800.00	679.00	6,121.00
Supplies & Materials	6,000.00	1,000.00	7,000.00	4,643.55	2,356.45
Other Objects	2,256.00	(1,000.00)	1,256.00	1,145.00	111.00
Total Undist. Expend. - Child Study Teams	<u>\$ 571,384.00</u>	<u>-</u>	<u>571,384.00</u>	<u>455,165.76</u>	<u>116,218.24</u>
Undist. Expend. - Improvement of Inst. Services					
Salaries Supervisor of Instruction	\$ 59,601.00		59,601.00	24,899.98	34,701.02
Salaries of Other Professional Staff	16,000.00		16,000.00	16,000.00	-
Salaries of Secretaries and Clerical Assistants	25,466.00		25,466.00	22,465.00	3,001.00
Other Salaries	41,599.00		41,599.00	41,154.88	444.12
Purchased Prof. Educational Services	5,000.00		5,000.00	5,000.00	-
Other Purch Prof. and Tech. Services	10,000.00		10,000.00	10,000.00	-
Other Purchased Services (400-500 series)	51,873.00		51,873.00	37,905.25	13,967.75
Supplies & Materials	4,000.00		4,000.00	484.03	3,515.97
Total Undist. Expend. - Improvement of Inst. Serv.	<u>213,539.00</u>	<u>-</u>	<u>213,539.00</u>	<u>126,909.14</u>	<u>86,629.86</u>

**CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2021**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undist. Expend. - Edu. Media Serv./Sch. Library Salaries	167,334.00	(12,351.70)	154,982.30	138,064.94	16,917.36
Purchased Professional and Technical Services	4,680.00	(1,284.00)	3,396.00	3,396.00	-
Other Purchased Services (400-500 series)	30,100.00	9,179.82	39,279.82	37,531.66	1,748.16
Supplies & Materials	5,500.00	4,455.88	9,955.88	8,383.29	1,572.59
Total Undistributed Expenditures - Educational Media Services - School Library	207,614.00	-	207,614.00	187,375.89	20,238.11
Undist. Expend. - Instructional Staff Training Serv. Salaries of Supervisors of Instruction	20,000.00	(6,573.00)	13,427.00	-	13,427.00
Purchased Professional - Educational Services	10,000.00		10,000.00		10,000.00
Other Purchase Prof. and Tech. Services	20,000.00		20,000.00		20,000.00
Other Purchased Services (400-500 series)	5,400.00		5,400.00	748.50	4,651.50
Supplies & Materials	7,350.00		7,350.00		7,350.00
Total Undistributed Expenditures - Instructional Staff Training Services	62,750.00	(6,573.00)	56,177.00	748.50	55,428.50
Undist. Expend. - Supp. Serv. - General Admin. Salaries	209,121.00	(5,820.00)	203,301.00	202,600.68	700.32
Legal Services	32,400.00	6,892.15	39,292.15	44,434.15	(5,142.00)
Audit Fees	26,800.00		26,800.00	22,800.00	4,000.00
Architectural/Engineering Services	10,000.00	2,500.00	12,500.00	5,800.00	6,700.00
Other Purchased Professional Services	10,000.00	(9,356.29)	643.71		643.71
Purchased Technical Services	21,475.00	1,859.18	23,334.18	22,184.18	1,150.00
Communications/Telephone	60,000.00	20,446.62	80,446.62	79,071.52	1,375.10
BOE Other Purchased Services	6,900.00	(2,500.00)	4,400.00	950.00	3,450.00
Misc. Purch Services (400-500 series)(Other than 530&585)	15,650.00	2,245.50	17,895.50	16,919.94	975.56
General Supplies	3,000.00	3,238.69	6,238.69	5,859.18	379.51
BOE In-House Training/Meeting Supplies	3,000.00		3,000.00	1,461.44	1,538.56
Miscellaneous Expenditures	3,900.00	(1,000.00)	2,900.00	2,633.00	267.00
BOE Membership Dues and Fees	8,000.00	(1,500.00)	6,500.00	5,785.85	714.15
Total Undistributed Expenditures - Support Services - General Administration	\$ 410,246.00	17,005.85	427,251.85	410,499.94	16,751.91

**CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2021**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undist. Expend. - Supp. Serv. - School Admin.					
Salaries of Principals/Assistant Principals/Prog Dir	\$ 365,809.00		365,809.00	274,008.30	91,800.70
Salaries of Secretarial and Clerical Assistants	194,191.00		194,191.00	181,021.85	13,169.15
Other Purchased Services (400-500 series)	19,044.00		19,044.00	12,876.98	6,167.02
Supplies & Materials	15,000.00		15,000.00	5,637.91	9,362.09
Other Objects	4,050.00		4,050.00	3,380.00	670.00
Total Undistributed Expenditures - Support Services - School Administration	<u>598,094.00</u>	<u>-</u>	<u>598,094.00</u>	<u>476,925.04</u>	<u>121,168.96</u>
Undist. Expend - Central Services					
Salaries	286,520.00	(8,787.00)	277,733.00	258,508.73	19,224.27
Purchased Technical Services	19,050.00	9,953.30	29,003.30	29,003.30	-
Misc. Purchased Services (400-500 series)(O/T 594)	8,797.00	(1,506.69)	7,290.31	4,871.16	2,419.15
Supplies and Materials	7,900.00	2,340.39	10,240.39	10,219.83	20.56
Miscellaneous Expenditures	3,000.00	(2,000.00)	1,000.00	161.00	839.00
Total Undistributed Expenditures - Central Services	<u>325,267.00</u>	<u>-</u>	<u>325,267.00</u>	<u>302,764.02</u>	<u>22,502.98</u>
Undis. Expend - Admin. Info Technology					
Salaries	41,599.00		41,599.00	41,154.88	444.12
Other Purchased Services (400-500 series)	11,676.00	(2,443.23)	9,232.77	9,232.77	-
Supplies and Materials	5,000.00	217.32	5,217.32	5,217.32	-
Total Undistributed Expenditures - Administration Information Technology	<u>58,275.00</u>	<u>(2,225.91)</u>	<u>56,049.09</u>	<u>55,604.97</u>	<u>444.12</u>
Undist. Expend. - Required Maint. School Fac.					
Salaries	193,142.00	(1,407.65)	191,734.35	161,580.35	30,154.00
Cleaning, Repair and Maintenance Service	375,532.95	19,534.20	395,067.15	386,689.00	8,378.15
General Supplies	26,650.00	13,240.37	39,890.37	37,071.72	2,818.65
Other Objects	2,675.00	(150.00)	2,525.00	2,525.00	-
Total Undistributed Expenditures - Allowable Maintenance for School Facilities	<u>\$ 597,999.95</u>	<u>31,216.92</u>	<u>629,216.87</u>	<u>587,866.07</u>	<u>41,350.80</u>

**CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2021**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undistributed Expenditures - Custodial Services					
Salaries	\$ 377,319.00	(15,446.34)	361,872.66	358,692.38	3,180.28
Purchased Professional and Technical Services	500.00		500.00	500.00	500.00
Cleaning, Repair and Maintenance Service	4,639.12	39.12	4,639.12	4,639.12	-
Rental of Land & Bldg. Oth. then Lease Pur Agrmt	3,700.00	10,100.00	13,800.00	1,800.00	12,000.00
Other Purchased Property Services	29,800.00		29,800.00	19,583.28	10,216.72
Insurance	135,730.00	(24.50)	135,705.50	134,513.00	1,192.50
Other Purchased Services (400-500 series)		371.35	371.35	371.35	-
Miscellaneous Purchased Services	14,200.00	(6,000.00)	8,200.00	3,836.87	4,363.13
General Supplies	50,000.00	(15,100.00)	34,900.00	23,957.99	10,942.01
Energy (Natural Gas)	64,000.00		64,000.00	61,748.63	2,251.37
Energy (Electricity)	290,000.00	(5,000.00)	285,000.00	266,485.76	18,514.24
Energy (Gasoline)	800.00		800.00	893.27	(93.27)
Total Undistributed Expenditures - Custodial Services	970,649.00	(31,060.37)	939,588.63	876,521.65	63,066.98
Undist. Expend. - Care & Upkeep of Grounds					
Cleaning, Repair and Maintenance Services	5,000.00	5,655.30	10,655.30	10,575.45	79.85
General Supplies	20,000.00	(5,811.85)	14,188.15	9,155.41	5,032.74
Total Care and Upkeep of Grounds	25,000.00	(156.55)	24,843.45	19,730.86	5,112.59
Undist. Expend. - Security					
Salaries	37,500.00	(4,022.45)	33,477.55	31,649.82	1,827.73
Cleaning, Repair and Maintenance Services	10,600.00	1,187.10	11,787.10	11,787.10	-
Travel		4,230.44	4,230.44	4,230.44	-
General Supplies	24,950.00	(1,395.09)	23,554.91	8,670.66	14,884.25
Total Security	73,050.00	-	73,050.00	56,338.02	16,711.98
Total Undistributed Expenditures Operations and Maintenance of Plant	1,666,698.95	(0.00)	1,666,698.95	1,540,456.60	126,242.35
Undist. Expend. - Student Transportation Serv.					
Other Purchased Professional and Technical Services	26,000.00		26,000.00	10,246.69	15,753.31
Contr. Serv. - Aid in Lieu Pymts-NonPub Sch	22,000.00		22,000.00	17,500.00	4,500.00
Contr. Serv. - (Oth than Bet Home & Sch)-Vend	40,000.00		40,000.00	3,380.30	36,619.70
Contr. Serv. - (Bet. Home & School) Joint Agrmt.	169,440.00		169,440.00	70,293.17	99,146.83
Contr. Serv. - (Spc Ed. Students) - Joint Agrmt	180,000.00		180,000.00	143,603.55	36,396.45
Total Undistributed Expenditures - Student Transportation Services	\$ 437,440.00	-	437,440.00	245,023.71	192,416.29

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undist. Expend. - Unallocated Benefits					
Social Security Contributions	\$ 150,000.00	30,501.69	180,501.69	180,501.69	-
Other Retirement Contributions - PERS	218,000.00	1,489.00	219,489.00	219,489.00	-
Unemployment Compensation	133,295.00	65,992.74	199,287.74	65,992.74	-
Workmen's Compensation	2,999,534.00	1,218.00	3,000,752.00	134,513.00	-
Health Benefits	50,000.00	(99,201.43)	(49,201.43)	2,451,846.44	448,486.13
Tuition Reimbursement	231,840.00	-	231,840.00	17,586.00	32,414.00
Other Employee Benefits	3,782,669.00	-	3,782,669.00	215,844.77	15,995.23
Total Unallocated Benefits	<u>3,782,669.00</u>	<u>-</u>	<u>3,782,669.00</u>	<u>3,285,773.64</u>	<u>496,895.36</u>
On-Behalf Contributions:					
On-behalf TPAF Postretirement Contributions	-	-	-	676,289.00	(676,289.00)
(non-budgeted)	-	-	-	2,158,018.00	(2,158,018.00)
On-Behalf TPAF Pension Contribution (non-bud)	-	-	-	958.00	(958.00)
On-Behalf TPAF Long-Term Disability Insurance	-	-	-	571,004.97	(571,004.97)
Contribution (non-bud)	-	-	-	-	-
Reimbursed TPAF Social Security Contributions	-	-	-	-	-
(non-budgeted)	-	-	-	-	-
Total Personal Services - Unallocated Benefits	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,406,269.97</u>	<u>(3,406,269.97)</u>
TOTAL PERSONAL SERVICES-EMPLOYEE BENEFITS	<u>3,782,669.00</u>	<u>-</u>	<u>3,782,669.00</u>	<u>6,692,043.61</u>	<u>(2,909,374.61)</u>
TOTAL UNDISTRIBUTED EXPENDITURES	<u>9,911,374.95</u>	<u>(7,986.06)</u>	<u>9,903,388.89</u>	<u>11,670,945.23</u>	<u>(1,767,556.34)</u>
TOTAL GENERAL CURRENT EXPENSE	<u>16,959,470.95</u>	<u>(32,479.30)</u>	<u>16,926,991.65</u>	<u>18,141,240.48</u>	<u>(1,214,248.83)</u>
Equipment:					
Undist. Expend. - Instruction	14,600.00	6,000.00	20,600.00	5,800.00	200.00
Undist. Expend. - Admin Info Tech.	-	3,713.30	3,713.30	18,313.30	-
Undist. Expend. - Custodial Services	-	6,573.00	6,573.00	6,573.00	-
Total Equipment	<u>14,600.00</u>	<u>16,286.30</u>	<u>30,886.30</u>	<u>30,686.30</u>	<u>200.00</u>
Facilities Acquisition and Construction Services					
Architectural/Engineering Services	58,800.00	-	58,800.00	49,900.00	8,900.00
Other Purchased Prof. and Tech. Services	11,000.00	-	11,000.00	-	11,000.00
Construction Services	902,000.00	-	902,000.00	-	902,000.00
Other Objects	26,200.00	-	26,200.00	-	26,200.00
Assessment for Debt Service on SDA Funding	34,065.00	-	34,065.00	-	-
Total Facilities Acquisition and Construction Services	<u>34,065.00</u>	<u>998,000.00</u>	<u>1,032,065.00</u>	<u>83,965.00</u>	<u>948,100.00</u>
TOTAL CAPITAL OUTLAY	<u>48,665.00</u>	<u>1,014,286.30</u>	<u>1,062,951.30</u>	<u>114,651.30</u>	<u>948,300.00</u>
Transfer of Funds to Charter Schools	56,391.00	16,193.00	72,584.00	72,584.00	-
TOTAL EXPENDITURES	<u>\$ 17,064,526.95</u>	<u>998,000.00</u>	<u>18,062,526.95</u>	<u>18,328,475.78</u>	<u>(265,948.83)</u>

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ (904,435.95)	(998,000.00)	(1,902,435.95)	1,432,522.07	3,334,958.02
Other Financing Sources (Use):					
Local Contribution- Transfer to Special Revenue	(30,000.00)		(30,000.00)	9,604.22	(30,000.00)
Transfer to Dissolve CER Fund			-		(9,604.22)
Total Other Financing Sources (Use)	<u>(30,000.00)</u>	<u>-</u>	<u>(30,000.00)</u>	<u>9,604.22</u>	<u>(39,604.22)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(934,435.95)	(998,000.00)	(1,932,435.95)	1,442,126.29	3,295,353.80
Fund Balance July 1	3,332,505.91		3,332,505.91	3,332,505.91	
Restatement			-	144,174.97	(144,174.97)
Fund Balance, July 1 (Restated)	<u>3,332,505.91</u>	<u>-</u>	<u>3,332,505.91</u>	<u>3,476,680.88</u>	<u>(144,174.97)</u>
Fund Balance June 30	<u>\$ 2,398,069.96</u>	<u>(998,000.00)</u>	<u>1,400,069.96</u>	<u>4,918,807.17</u>	<u>3,151,178.83</u>
Recapitulation:					
Nonspendable Fund Balance:					
None					
Restricted Fund Balance:					
Excess Surplus - Designated for Subsequent Year's Expenditures				434,844.00	
Excess Surplus - Current Year				492,987.49	
Reserve for Unemployment Compensation				79,247.68	
Committed Fund Balance:					
Maintenance Reserve				1,051,349.53	
Capital Reserve				802,100.00	
Assigned Fund Balance:					
Designated by BOE for Subsequent Expenditures				193,106.00	
Maintenance Reserve Designated for Subsequent Year's Expenditures				400,000.00	
Year-End Encumbrances				784,604.24	
Unassigned Fund Balance				680,568.23	
				<u>4,918,807.17</u>	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payment not Recognized on GAAP basis				(524,823.40)	
Fund Balance per Governmental Funds (GAAP)				<u>4,393,983.77</u>	

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
State Sources	\$ 1,409,305.00	(13,435.00)	1,395,870.00	1,247,933.32	(147,936.68)
Federal Sources	758,502.00	836,291.21	1,594,793.21	1,402,087.76	(192,705.45)
Local Sources	9,047.00	3,696.53	12,743.53	12,743.53	-
Total Revenues	2,176,854.00	826,552.74	3,003,406.74	2,662,764.61	(340,642.13)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	1,030,384.00	(217,493.94)	812,890.06	783,480.32	29,409.74
Other Salaries for Instruction	143,538.00	11,098.00	154,636.00	130,383.01	24,252.99
Purchased Professional and Technical Services	28,693.00	(28,693.00)	-	-	-
Other Purchased Services (400-500 series)	263,028.00	16,810.00	279,838.00	231,239.24	48,598.76
General Supplies	9,047.00	639,688.68	648,735.68	579,183.22	69,552.46
Textbooks	15,592.00	5,423.00	21,015.00	21,013.25	1.75
Total Instruction	1,490,282.00	426,832.74	1,917,114.74	1,745,299.04	171,815.70
Support Services:					
Salaries of Program Director		28,500.00	28,500.00	28,500.00	-
Salaries of Principals		28,500.00	28,500.00	28,500.00	-
Salaries of Other Professional Staff	57,945.00	147,353.00	205,298.00	146,575.38	58,722.62
Salaries of Secretarial and Clerical Assistants	24,466.00	18,000.00	42,466.00	42,466.00	-
Other Salaries	97,528.00	48,958.00	146,486.00	118,021.05	28,464.95
Salaries of Community Parent Involvement Spec.	22,008.00		22,008.00	22,007.92	0.08
Salaries of Master Teachers	35,000.00		35,000.00	24,535.00	10,465.00
Personal Services - Employee Benefits	211,950.00	98,177.00	310,127.00	310,127.00	-
Purchased Professional - Educational Services	212,656.00	(76,699.00)	135,957.00	53,427.00	82,530.00
Other Purchased Services (400-500 series)		12,228.00	12,228.00	6,882.00	5,346.00
General Supplies	55,019.00	72,203.00	127,222.00	107,093.43	20,128.57
Student Activities			-	9,560.92	(9,560.92)
Total Support Services	\$ 716,572.00	377,220.00	1,093,792.00	897,695.70	196,096.30

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES(cont'd):					
Facilities Acquisitions and Construction Services:					
Instructional Equipment	\$	18,500.00	18,500.00	18,236.71	263.29
Non-Instructional Equipment		4,000.00	4,000.00	4,000.00	-
Total Facilities Acquisitions and Const. Services:		22,500.00	22,500.00	22,236.71	263.29
Transfers to Charter Schools			-	-	-
Other Financing Sources (Uses)					
Transfer in from General Fund	30,000.00		30,000.00	-	(30,000.00)
Total Other Financing Sources (Uses)	30,000.00		30,000.00	-	(30,000.00)
Total Outflows	2,206,854.00	826,552.74	3,033,406.74	2,665,231.45	368,175.29
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	-	-	(2,466.84)	27,533.16
Fund Balance, July 1 Restatement				77,605.83	
Fund Balance, July 1 (Restated)				77,605.83	
Fund Balance, June 30				\$ 75,138.99	
Recapitulation:					
Restricted:					
Student Activities				75,138.99	
Total Fund Balance				\$ 75,138.99	

Notes to the Required Supplementary Information

CITY OF SOMERS POINT SCHOOL DISTRICT
Required Supplementary Information
Budget-to-GAAP Reconciliation
Notes to the Required Supplementary Information
For the Year Ended June 30, 2021

Note A - Explanation of Differences Between Budgetary Inflows and Outflows GAAP Revenue and Expenditures

		General Fund		Special Revenue Fund
Sources / inflows of resources				
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	[C-1]	\$ 19,760,997.85	[C-2]	\$ 2,662,764.61
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.				
Prior Year				35,953.32
Current Year				(52,537.44)
Prior year final State Aid payments were delayed until July 2020 and is recorded as revenue in current year under GAAP.				
		540,893.36		70,363.64
Final State Aid payments were delayed until July 2021 is recorded as budgetary revenue but are not recognized under GAAP.				
		(524,823.40)		(113,797.60)
Total revenues as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds.	[B-2]	\$ 19,777,067.81	[B-2]	\$ 2,602,746.53
Uses / outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	\$ 18,328,475.78	[C-2]	\$ 2,665,231.45
Difference - 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 GAAP financial reporting purposes.				
Prior Year				35,953.32
Current Year				(52,537.44)
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds.	[B-2]	\$ 18,328,475.78	[B-2]	\$ 2,648,647.33

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Required Supplementary Information – Part III

CITY OF SOMERS POINT SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability
Public Employee Retirement System
Last Eight Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013
District's proportion of the net pension liability (asset)	0.0200639049%	0.0204976751%	0.0208702943%	0.0204391612%	0.0212258028%	0.0207598462%	0.0204353405%	0.0197384249%
District's proportionate of the net pension liability (asset)	\$ 3,271,898	\$ 3,693,370	\$ 4,109,257	\$ 4,757,910	\$ 6,286,474	\$ 4,660,169	\$ 3,826,055	\$ 3,772,405
District's covered payroll	\$ 1,487,775	\$ 1,437,976	\$ 1,426,032	\$ 1,353,514	\$ 1,418,613	\$ 1,441,882	\$ 1,394,028	\$ 1,420,653
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	219.92%	256.85%	288.16%	351.52%	443.14%	323.20%	274.46%	265.54%
Plan fiduciary net position as a percentage of the total pension liability	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%	48.72%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to show information for a 10 year period. However, information is only currently available for eight years. Additional years will be presented as they become available.

CITY OF SOMERS POINT SCHOOL DISTRICT
Schedule of District Contributions
Public Employee Retirement System
Last Eight Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013
Contractually required contribution	\$ 219,489	\$ 199,382	\$ 207,592	\$ 189,347	\$ 188,567	\$ 178,479	\$ 168,466	\$ 148,725
Contributions in relation to the contractually required contribution	\$ 219,489	\$ 199,382	\$ 207,592	\$ 189,347	\$ 188,567	\$ 178,479	\$ 168,466	\$ 148,725
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 1,487,775	\$ 1,437,976	\$ 1,426,032	\$ 1,353,514	\$ 1,418,613	\$ 1,441,882	\$ 1,394,028	\$ 1,420,653
Contributions as a percentage of covered-employee payroll	14.75%	13.87%	14.56%	13.99%	13.29%	12.38%	12.08%	10.47%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to show information for a 10 year period. However, information is only currently available for eight years. Additional years will be presented as they become available.

CITY OF SOMERS POINT SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability
Teachers' Pension and Annuity Fund
Last Eight Fiscal Years

	2020	2019	2018	2017	2016	2015	2014	2013
District's proportion of the net pension liability (asset)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
District's proportionate of the net pension liability (asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability (asset) associated with the District	47,895,606	43,314,073	44,832,228	50,602,097	54,356,437	45,267,958	39,510,379	37,827,202
Total	<u>\$ 47,895,606</u>	<u>\$ 43,314,073</u>	<u>\$ 44,832,228</u>	<u>\$ 50,602,097</u>	<u>\$ 54,356,437</u>	<u>\$ 45,267,958</u>	<u>\$ 39,510,379</u>	<u>\$ 37,827,202</u>
District's covered payroll	\$ 8,066,591	\$ 7,925,247	\$ 7,683,554	\$ 7,211,358	\$ 7,403,055	\$ 7,165,179	\$ 6,906,748	\$ 7,186,899
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to show information for a 10 year period. However, information is only currently available for eight years. Additional years will be presented as they become available.

CITY OF SOMERS POINT SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net OPEB Liability
Public Employee Retirement System and Teachers' Pension and Annuity Fund
Last Five Fiscal Years

	2020	2019	2018	2017	2016
District's proportion of the net OPEB liability (asset)	0.00%	0.00%	0.00%	0.00%	0.00%
District's proportionate of the net OPEB liability (asset)	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net OPEB liability (asset) associated with the District	\$ 57,821,597.00	\$ 35,448,919.00	\$ 39,285,304.00	\$ 45,391,716.00	\$ 49,173,103.00
Total	<u>\$ 57,821,597.00</u>	<u>\$ 35,448,919.00</u>	<u>\$ 39,285,304.00</u>	<u>\$ 45,391,716.00</u>	<u>\$ 49,173,103.00</u>
Districts covered payroll	\$ 9,554,366.00	\$ 9,363,223.00	\$ 9,109,586.00	\$ 8,564,872.00	\$ 8,821,668.00
District's proportionate share of the net OPEB liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%	0.00%	0.00%
State's proportionate share of OPEB associated with the District:					
Service Cost	1,335,530.00	1,342,616.00	1,503,124.00	1,813,242.00	
Interest Cost	1,270,521.00	1,552,062.00	1,660,841.00	1,438,782.00	
Differences between Expected & Actual	10,180,723.00	(6,203,690.00)	(3,748,023.00)	(3,748,023.00)	
Changes in Assumptions	10,562,019.00	528,546.00	(4,508,185.00)	(6,020,757.00)	
Member Contributions	30,511.00	32,257.00	36,306.00	38,714.00	
Benefit Payments	(1,006,626.00)	(1,088,176.00)	(1,050,475.00)	(1,051,368.00)	
Change in Total Opeb Liability	<u>22,372,678.00</u>	<u>(3,836,385.00)</u>	<u>(6,106,412.00)</u>	<u>(3,781,387.00)</u>	
State's proportionate share of the net OPEB liability (asset) associated with the District - Beginning Balance	35,448,919.00	39,285,304.00	45,391,716.00	49,173,103.00	
Ending Balance	<u>\$ 57,821,597.00</u>	<u>\$ 35,448,919.00</u>	<u>\$ 39,285,304.00</u>	<u>\$ 45,391,716.00</u>	
State's proportionate share of the net OPEB liability associated with the District - as a percentage of its covered-employee payroll	605.19%	378.60%	431.25%	529.98%	

Source: GASB 75 report on State of New Jersey State Health Benefits Program; District records

Note: This schedule is required by GASB 75 to be show information for a 10 year period. However, information is only currently available for five years. Additional years will be presented as they become available.

Other Supplementary Information

SPECIAL REVENUE FUND DETAIL STATEMENTS

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2021

	Total Brought Forward (Ex. E-1a)	Title I	Reallocated Title I	Title II Part A	Title III	Title IV	Totals 2021
REVENUES:							
State Sources	\$ 1,247,933.32	-	-	-	-	-	1,247,933.32
Federal Sources	879,293.75	452,060.12	17,818.00	33,155.50	17,037.15	2,723.24	1,402,087.76
Local Sources	12,743.53	-	-	-	-	-	12,743.53
Total Revenues	2,139,970.60	452,060.12	17,818.00	33,155.50	17,037.15	2,723.24	2,662,764.61
EXPENDITURES:							
Instruction:							
Salaries of Teachers	515,944.70	267,535.62	-	-	-	-	783,480.32
Other Salaries for Instruction	130,383.01	-	-	-	-	-	130,383.01
Purchased Professional and Technical Services	231,239.24	-	-	-	-	-	231,239.24
Other Purchased Services (400-500 series)	532,197.53	31,506.50	1,000.00	-	11,755.95	2,723.24	579,183.22
General Supplies	21,013.25	-	-	-	-	-	21,013.25
Textbooks	-	-	-	-	-	-	-
Total Instruction	1,430,777.73	299,042.12	1,000.00	-	11,755.95	2,723.24	1,745,299.04
Support Services:							
Salaries of Program Director	28,500.00	-	-	-	-	-	28,500.00
Salaries of Principals	28,500.00	-	-	-	-	-	28,500.00
Salaries of Other Professional Staff	97,379.38	20,164.00	16,818.00	9,250.00	2,964.00	-	146,575.38
Salaries of Secretarial and Clerical Assistants	24,466.00	18,000.00	-	-	-	-	42,466.00
Other Salaries	118,021.05	-	-	-	-	-	118,021.05
Salaries of Community Parent Involvement Spec.	22,007.92	-	-	-	-	-	22,007.92
Salaries of Master Teachers	24,535.00	-	-	-	-	-	24,535.00
Personal Services - Employee Benefits	195,273.00	114,854.00	-	17,920.50	897.00	-	310,127.00
Purchased Professional - Educational Services	35,506.50	-	-	5,985.00	-	-	53,427.00
Other Purchased Services (400-500 series)	-	-	-	-	897.00	-	6,882.00
General Supplies	105,673.23	105,673.23	-	-	1,420.20	-	107,093.43
	9,560.92	-	-	-	-	-	9,560.92
Total Support Services	689,423.00	153,018.00	16,818.00	33,155.50	5,281.20	-	897,695.70
Facilities Acquisition and Constr. Services:							
Instructional Equipment	18,236.71	-	-	-	-	-	18,236.71
Non-Instructional Equipment	4,000.00	-	-	-	-	-	4,000.00
Total Facilities Acquisition and Constr. Services	22,236.71	-	-	-	-	-	22,236.71
Contribution to Charter Schools	-	-	-	-	-	-	-
Total Outflows	2,142,437.44	452,060.12	17,818.00	33,155.50	17,037.15	2,723.24	2,665,231.45
Other Financing Sources (Uses)							
Transfer from Operating Budget - PreK	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	(2,466.84)	-	-	-	-	-	(2,466.84)
Fund Balance, July 1 Restatement	77,605.83	-	-	-	-	-	77,605.83
Fund Balance, July 1 (Restated)	77,605.83	-	-	-	-	-	77,605.83
Fund Balance, June 30	75,138.99	-	-	-	-	-	75,138.99

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2021

	Total Brought Forward (Ex. E-1b)	IDEA Part B Basic	IDEA Preschool	Nonpublic Corrective Speech	Nonpublic Auxiliary Basic Skills	Nonpublic Security	Total Carried Forward
REVENUES:							
State Sources	\$ 1,107,573.45			22,784.88	67,896.55	49,678.44	1,247,933.32
Federal Sources	602,797.03	265,515.86	10,980.86				879,293.75
Local Sources	12,743.53						12,743.53
Total Revenues	1,723,114.01	265,515.86	10,980.86	22,784.88	67,896.55	49,678.44	2,139,970.60
EXPENDITURES:							
Instruction:							
Salaries of Teachers	405,062.90	28,943.86		22,784.88	59,153.06		515,944.70
Other Salaries for Instruction	119,402.15		10,980.86				130,383.01
Purchased Professional and Technical Services	-						-
Other Purchased Services (400-500 series)	6,245.24	224,994.00			1,999.08		231,239.24
General Supplies	530,198.45						532,197.53
Textbooks	21,013.25						21,013.25
Total Instruction	1,081,921.99	253,937.86	10,980.86	22,784.88	61,152.14	-	1,430,777.73
Support Services:							
Salaries of Program Director	28,500.00						28,500.00
Salaries of Principals	28,500.00						28,500.00
Salaries of Other Professional Staff	90,634.97				6,744.41		97,379.38
Salaries of Secretarial and Clerical Assistants	24,466.00						24,466.00
Other Salaries	118,021.05						118,021.05
Salaries of Community Parent Involvement Spec.	22,007.92						22,007.92
Salaries of Master Teachers	24,535.00						24,535.00
Personal Services - Employee Benefits	183,695.00	11,578.00					195,273.00
Purchased Professional - Educational Services	35,506.50						35,506.50
Other Purchased Services (400-500 series)	-						-
General Supplies	55,994.79					49,678.44	105,673.23
Student Activities	9,560.92						9,560.92
Total Support Services	621,422.15	11,578.00	-	-	6,744.41	49,678.44	689,423.00
Facilities Acquisition and Constr. Services:							
Instructional Equipment	18,236.71						18,236.71
Non-Instructional Equipment	4,000.00						4,000.00
Total Facilities Acquisition and Constr. Services	22,236.71	-	-	-	-	-	22,236.71
Contribution to Charter Schools							
Total Outflows	1,725,580.85	265,515.86	10,980.86	22,784.88	67,896.55	49,678.44	2,142,437.44
Other Financing Sources (Uses)							
Transfer from Operating Budget - PreK	-						-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	(2,466.84)	-	-	-	-	-	(2,466.84)
Fund Balance, July 1 Restatement	77,605.83						77,605.83
Fund Balance, July 1 (Restated)	77,605.83						77,605.83
Fund Balance, June 30	\$ 75,138.99						75,138.99

**CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2021**

	Total Brought Forward (Ex. E-1c)	Nonpublic Supplementary Instruction	Nonpublic Exam & Class	Nonpublic Textbooks	Nonpublic Nurse	Preschool Education Aid	Total Carried Forward
REVENUES:							
State Sources	\$ 559.00	4,856.90	24,358.96	21,013.25	35,088.00	1,021,697.34	1,107,573.45
Federal Sources	602,797.03						602,797.03
Local Sources	12,743.53						12,743.53
Total Revenues	616,099.56	4,856.90	24,358.96	21,013.25	35,088.00	1,021,697.34	1,723,114.01
EXPENDITURES:							
Instruction:							
Salaries of Teachers	559.00	4,856.90				399,647.00	405,062.90
Other Salaries for Instruction	-					119,402.15	119,402.15
Purchased Professional and Technical Services	-						-
Other Purchased Services (400-500 series)	6,245.24						6,245.24
General Supplies	530,198.45			21,013.25			530,198.45
Textbooks	-						21,013.25
Total Instruction	537,002.69	4,856.90	-	21,013.25	-	519,049.15	1,081,921.99
Support Services:							
Salaries of Program Director	-					28,500.00	28,500.00
Salaries of Principals	-					28,500.00	28,500.00
Salaries of Other Professional Staff	-		24,358.96			66,276.01	90,634.97
Salaries of Secretarial and Clerical Assistants	-					24,466.00	24,466.00
Other Salaries	4,401.29					113,619.76	118,021.05
Salaries of Community Parent Involvement Spec.	-					22,007.92	22,007.92
Salaries of Master Teachers	-					24,535.00	24,535.00
Personal Services - Employee Benefits	-					183,695.00	183,695.00
Purchased Professional - Educational Services	-				35,088.00	418.50	35,506.50
Other Purchased Services (400-500 series)	-						-
General Supplies	45,364.79					10,630.00	55,994.79
Student Activities	9,560.92						9,560.92
Total Support Services	59,327.00	-	24,358.96	-	35,088.00	502,648.19	621,422.15
Facilities Acquisition and Constr. Services:							
Instructional Equipment	18,236.71						18,236.71
Non-Instructional Equipment	4,000.00						4,000.00
Total Facilities Acquisition and Constr. Services	22,236.71	-	-	-	-	-	22,236.71
Contribution to Charter Schools							
Total Outflows	618,566.40	4,856.90	24,358.96	21,013.25	35,088.00	1,021,697.34	1,725,580.85
Other Financing Sources (Uses)							
Transfer from Operating Budget - PreK	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	(2,466.84)	-	-	-	-	-	(2,466.84)
Fund Balance, July 1 Restatement	77,605.83						77,605.83
Fund Balance, July 1 (Restated)	77,605.83	-	-	-	-	-	77,605.83
Fund Balance, June 30	75,138.99	-	-	-	-	-	75,138.99

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2021

	Total Brought Forward (Ex. E-1d)	Nonpublic Home Instruction	CARES	Digital Divide	Nonpublic Digital Divide	Coronavirus Relief Fund	Total Carried Forward
REVENUES:							
State Sources	-	559.00	445,935.03	53,112.00	14,964.00	88,786.00	559.00
Federal Sources	-						602,797.03
Local Sources	12,743.53						12,743.53
Total Revenues	12,743.53	559.00	445,935.03	53,112.00	14,964.00	88,786.00	616,099.56
EXPENDITURES:							
Instruction:							
Salaries of Teachers	-	559.00					559.00
Other Salaries for Instruction	-						-
Purchased Professional and Technical Services	-		6,245.24				6,245.24
Other Purchased Services (400-500 series)	-		367,687.00	53,112.00	14,964.00	88,786.00	530,198.45
General Supplies	5,649.45						-
Textbooks	-						-
Total Instruction	5,649.45	559.00	373,932.24	53,112.00	14,964.00	88,786.00	537,002.69
Support Services:							
Salaries of Program Director	-						-
Salaries of Principals	-						-
Salaries of Other Professional Staff	-						-
Salaries of Secretarial and Clerical Assistants	-						-
Other Salaries	-		4,401.29				4,401.29
Salaries of Community Parent Involvement Spec.	-						-
Salaries of Master Teachers	-						-
Personal Services - Employee Benefits	-						-
Purchased Professional - Educational Services	-						-
Other Purchased Services (400-500 series)	-		45,364.79				45,364.79
General Supplies	-						9,560.92
Student Activities	9,560.92						-
Total Support Services	9,560.92	-	49,766.08	-	-	-	59,327.00
Facilities Acquisition and Constr. Services:							
Instructional Equipment	-		18,236.71				18,236.71
Non-Instructional Equipment	-		4,000.00				4,000.00
Total Facilities Acquisition and Constr. Services	-	-	22,236.71	-	-	-	22,236.71
Contribution to Charter Schools							
Total Outflows	15,210.37	559.00	445,935.03	53,112.00	14,964.00	88,786.00	618,566.40
Other Financing Sources (Uses)							
Transfer from Operating Budget - PreK	-						-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	(2,466.84)	-	-	-	-	-	(2,466.84)
Fund Balance, July 1 Restatement	77,605.83						77,605.83
Fund Balance, July 1 (Restated)	77,605.83						77,605.83
Fund Balance, June 30	\$ 75,138.99						\$ 75,138.99

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2021

	Renaissance School	Tanger Plant Flowers	AtlanticCare Healthy Schools Grant	Sustainable NJ Grant	Student Activities	Total Carried Forward
REVENUES:						
State Sources						-
Federal Sources	714.02	2,484.00	745.05	1,706.38	7,094.08	12,743.53
Local Sources	714.02	2,484.00	745.05	1,706.38	7,094.08	12,743.53
Total Revenues						
EXPENDITURES:						
Instruction:						
Salaries of Teachers						-
Other Salaries for Instruction						-
Purchased Professional and Technical Services						-
Other Purchased Services (400-500 series)	714.02	2,484.00	745.05	1,706.38		5,649.45
General Supplies						-
Textbooks						-
Total Instruction	714.02	2,484.00	745.05	1,706.38	-	5,649.45
Support Services:						
Salaries of Program Director						-
Salaries of Principals						-
Salaries of Other Professional Staff						-
Salaries of Secretarial and Clerical Assistants						-
Other Salaries						-
Salaries of Community Parent Involvement Spec.						-
Salaries of Master Teachers						-
Personal Services - Employee Benefits						-
Purchased Professional - Educational Services						-
Other Purchased Services (400-500 series)						-
General Supplies						-
Student Activities					9,560.92	9,560.92
Total Support Services					9,560.92	9,560.92
Facilities Acquisition and Constr. Services:						
Instructional Equipment						-
Non-Instructional Equipment						-
Total Facilities Acquisition and Constr. Services						-
Contribution to Charter Schools						
Total Outflows	714.02	2,484.00	745.05	1,706.38	9,560.92	15,210.37
Other Financing Sources (Uses)						
Transfer from Operating Budget - PreK						-
Total Other Financing Sources (Uses)						-
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)					(2,466.84)	(2,466.84)
Fund Balance, July 1 Restatement					77,605.83	77,605.83
Fund Balance, July 1 (Restated)					77,605.83	77,605.83
Fund Balance, June 30					75,138.99	75,138.99

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Schedule of Preschool Education Aid Expenditures
Preschool - All Programs
Budgetary Basis
For the Year Ended June 30, 2021

<u>District-Wide Total</u>	<u>Total</u>		
	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
EXPENDITURES:			
Instruction:			
Salaries of Teachers	\$ 429,056.00	399,647.00	29,409.00
Other Salaries for Instruction	143,655.00	119,402.15	24,252.85
Total Instruction	<u>572,711.00</u>	<u>519,049.15</u>	<u>53,661.85</u>
Support Services:			
Salaries of Program Director	28,500.00	28,500.00	-
Salaries of Principals	28,500.00	28,500.00	-
Salaries of Other Professional Staff	68,633.00	66,276.01	2,356.99
Salaries of Secretarial and Clerical Assistants	24,466.00	24,466.00	-
Other Salaries	139,986.00	113,619.76	26,366.24
Salaries of Community Parent Involvement Spec.	22,008.00	22,007.92	0.08
Salaries of Master Teachers	35,000.00	24,535.00	10,465.00
Personal Services - Employee Benefits	183,695.00	183,695.00	-
Purchased Professional - Educational Services	38,742.00	418.50	38,323.50
Other Purchased Services (400-500 series)	15,000.00	-	15,000.00
General Supplies	10,735.00	10,630.00	105.00
Total Support Services	<u>595,265.00</u>	<u>502,648.19</u>	<u>92,616.81</u>
Total Expenditures	<u>\$ 1,167,976.00</u>	<u>1,021,697.34</u>	<u>146,278.66</u>

CALCULATION OF BUDGET & CARRYOVER

Total Revised 2020-21 Preschool Education Aid Allocation	1,137,976.00
Add: Actual ECPA/PEA Carryover (June 30, 2020)	461.25
Add: Budgeted Transfer from the General Fund 2020-21	-
Total Preschool Education Aid Funds Available for 2020-21 Budget	<u>1,138,437.25</u>
Less: 2020-21 Budgeted Preschool Education Aid (Including prior year budgeted carryover)	<u>(1,167,976.00)</u>
Available & Unbudgeted Preschool Education Aid Funds as June 30, 2021	<u>(29,538.75)</u>
Add: June 30, 2021 Unexpended Preschool Education Aid	146,278.66
2020-21 Carryover – Preschool Education Aid/Preschool	<u>116,739.91</u>
2020-21 Preschool Education Aid Carryover Budgeted in 2021-22	<u>461.00</u>

CAPITAL PROJECTS FUND DETAIL STATEMENTS

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Capital Projects Funds
Summary Schedule of Project Expenditures
For the Year Ended June 30, 2021

Project Title/Issue	Approval Date	Revised Budgetary Appropriations	GAAP Expenditures to Date		Cumulative Transferred to Debt Service Fund	Unexpended Balance June 30, 2021
			Prior Years	Current Year		
New York Avenue, Dawes Avenue and Jordan Road Schools: HVAC Project	10/20/2016	\$ 9,235,000.00	9,071,876.54	133,578.86		29,544.60
		\$ <u>9,235,000.00</u>	<u>9,071,876.54</u>	<u>133,578.86</u>	<u>-</u>	<u>29,544.60</u>

CITY OF SOMERS POINT SCHOOL DISTRICT
Capital Projects Funds
Summary Schedule of Project Revenues, Expenditures, and
Changes in Fund Balance - Budgetary Basis
For the Year Ended June 30, 2021

Revenues and Other Financing Sources:	
Sale of Bonds	\$ -
Miscellaneous	1,111.23
Total Revenues	1,111.23
Expenditures and Other Financing Uses:	
Other Purchased Professional and Technical Services	-
Construction Services	121,123.24
Legal Services	-
Architectural/Engineering Services	12,455.62
Other Objects	-
Total Expenditures	133,578.86
Excess (deficiency) of revenues over (under) expenditures	(132,467.63)
Other Financing Sources (Uses):	
Transfer Out to the Debt Service Fund	(1,111.23)
Total Other Financing Sources (Uses)	(1,111.23)
Excess (Deficiency) of revenues and other financing sources sources over (under) expenditures and other financing sources (uses)	(133,578.86)
Fund Balance - July 1	163,123.46
Fund Balance - June 30	\$ 29,544.60

CITY OF SOMERS POINT SCHOOL DISTRICT
Capital Projects Funds
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
New York Avenue, Dawes Avenue and Jordan Road Schools - HVAC Project
From Inception and for the Year Ended June 30, 2021

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Sale of Bonds	\$ 9,235,000.00		9,235,000.00	9,235,000.00
Miscellaneous	21,846.37	1,111.23	22,957.60	
Total Revenues	9,256,846.37	1,111.23	9,257,957.60	9,235,000.00
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	5,221.00		5,221.00	151,175.00
Construction Services	7,983,780.38	121,123.24	8,104,903.62	7,388,000.00
Legal Services	57,892.59		57,892.59	69,500.00
Architectural/Engineering Services	789,732.85	12,455.62	802,188.47	653,695.00
Other Objects	235,249.72		235,249.72	972,630.00
Total Expenditures	9,071,876.54	133,578.86	9,205,455.40	9,235,000.00
Excess (deficiency) of revenues over (under) expenditures	184,969.83	(132,467.63)	52,502.20	-
Other Financing Sources (Uses):				
Transfer Out to the Debt Service Fund	(21,846.37)	(1,111.23)	(22,957.60)	
Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other financing sources (uses)	\$ 163,123.46	(133,578.86)	29,544.60	-
Additional Project Information:				
Project Number	4800-060-16-1000/4800-055-16-1000/4800-050-16-1000			
Grant Date	6/9/2016			
Bond Authorization Date	10/20/2016			
Bonds Authorized	9,235,000			
Bonds Issued	9,235,000			
Original Authorized Cost	9,235,000			
Additional Authorized Cost	-			
Revised Authorized Cost	9,235,000			
Percentage Increase over Original Authorized Cost	0%			
Percentage Completion	100%			
Original Target Completion Date				
Revised Target Completion Date				

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LONG-TERM DEBT SCHEDULES

The long-term debt schedules are used to reflect the outstanding principal balance of the general long-term liabilities of the school district. This includes serial bonds outstanding, the outstanding principal balance on capital leases.

CITY OF SOMERS POINT SCHOOL DISTRICT
Budgetary Comparison Schedule
Debt Service Fund
For the Year Ended June 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 752,495.00		752,495.00	752,495.00	-
Total - Local Sources	752,495.00	-	752,495.00	752,495.00	-
State Sources:					
Debt Service Aid Type II	226,797.00		226,797.00	226,797.00	-
Total - State Sources	226,797.00	-	226,797.00	226,797.00	-
Total Revenues	979,292.00	-	979,292.00	979,292.00	-
EXPENDITURES:					
Regular Debt Service:					
Interest on Bonds	323,170.00		323,170.00	323,170.00	-
Redemption of Principal	660,000.00		660,000.00	660,000.00	-
Total Regular Debt Service	983,170.00	-	983,170.00	983,170.00	-
Total Expenditures	983,170.00	-	983,170.00	983,170.00	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,878.00)	-	(3,878.00)	(3,878.00)	-
Other Financing Sources(Uses):					
Operating Transfers In:					
Transfer from Capital Projects	-		-	1,111.23	1,111.23
Excess (Deficiency) of Revenues and Other Financing Sources Over(Under) Expenditures	(3,878.00)	-	(3,878.00)	(2,766.77)	1,111.23
Fund Balance, July 1	8,874.61		8,874.61	8,874.61	-
Fund Balance, June 30	\$ 4,996.61	-	4,996.61	6,107.84	1,111.23

Statistical Section

CITY OF SOMERS POINT SCHOOL DISTRICT
Net Position by Component,
Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-1

	2012	2013	2014 *	2015	2016	2017	2018	2019	2020	2021
Governmental activities										
Invested in capital assets, net of related debt	\$ 7,757,099	7,651,778	7,654,586	7,581,123	7,484,476	679,113	4,512,199	6,770,837	6,684,566	8,301,238
Restricted	866,143	448,518	271,089	1,221,297	1,335,356	1,465,870	1,341,622	1,490,675	2,336,525	4,238,239
Unrestricted	669,068	770,913	(2,592,048)	(4,038,226)	(4,461,585)	1,578,587	(2,698,462)	(4,042,963)	(4,589,876)	(4,666,342)
Total governmental activities net position	9,292,330	8,871,209	5,333,627	4,764,194	4,358,248	3,723,570	3,155,339	4,218,549	4,431,214	7,863,134
Business-type activities										
Invested in capital assets, net of related debt				49,770	45,003	41,567	38,130	34,694	31,257	27,821
Restricted										
Unrestricted	2,141	5,585	16	31,280	61,370	61,357	48,443	24,844	26,075	182,685
Total business-type activities net position	2,141	5,585	16	81,050	106,374	102,924	86,574	59,538	57,332	210,505
District-wide										
Invested in capital assets, net of related debt	7,757,099	7,651,778	7,654,586	7,630,893	7,529,480	720,680	4,550,329	6,805,531	6,715,823	8,329,058
Restricted	866,143	448,518	271,089	1,221,297	1,335,356	1,465,870	1,341,622	1,490,675	2,336,525	4,238,239
Unrestricted	671,229	776,498	(2,592,032)	(4,006,946)	(4,400,215)	1,639,944	(2,650,039)	(4,018,119)	(4,563,801)	(4,473,658)
Total district net position	9,294,471	8,876,794	5,333,643	4,845,244	4,464,621	3,826,494	3,241,913	4,278,087	4,488,546	8,093,640

* as restated

Source: CAFR Schedule A-1

CITY OF SOMERS POINT SCHOOL DISTRICT
Changes in Net Position,
Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Governmental activities:										
Instruction:										
Regular	6,644,725	7,124,442	7,060,991	8,270,608	8,452,784	9,189,237	9,263,126	8,748,776	7,966,843	9,837,412
Special education	2,791,730	3,307,683	3,296,418	3,966,027	4,316,931	4,746,136	5,608,193	4,823,343	4,598,509	4,966,737
Other special instruction	327,018	363,029	385,511	447,895	573,695	660,415	753,213	990,338	750,844	601,231
Support Services:										
Tuition	383,091	361,795	428,506	504,975	354,871	348,844	285,218	253,816	211,509	181,592
Student & instruction related services	2,482,682	2,463,182	2,501,100	3,085,494	3,454,182	3,684,563	4,178,232	4,336,996	4,133,515	4,718,027
General administrative services	400,038	762,021	759,152	805,478	838,546	928,691	984,410	1,016,645	936,003	886,619
School administrative services	687,089	422,431	417,584	407,635	461,274	477,700	531,410	505,930	505,930	581,594
Central services	371,134	372,547	392,303	486,724	534,663	549,162	555,136	592,875	654,820	609,992
Plant operations and maintenance	1,680,859	1,987,523	1,593,943	1,772,395	1,987,073	1,990,805	2,195,264	406,950	2,486,805	460,119
Pupil transportation	366,660	392,669	511,432	539,849	428,569	459,261	451,555	556,965	327,566	260,237
Food Service	30,000	29,794	31,193							
Charter Schools				25,857	39,717	25,417	71,284	21,993	33,621	72,584
Interest on long-term debt	209,236	128,677	142,486	133,231	121,692	371,958	383,956	247,076	338,995	319,116
Unallocated depreciation										
Total governmental activities expenses	16,384,262	17,715,793	17,540,619	20,448,168	21,563,997	23,412,189	25,260,997	22,509,892	22,924,960	23,467,259
Business-type activities:										
Food Service	169,262	185,048	179,627	390,689	429,714	489,358	443,863	431,000	343,257	355,769
Community Education Recreation Program	169,262	185,048	179,627	174,287	166,005	163,294	186,778	199,163	221,332	-
Total business-type activities expenses	338,524	370,096	359,254	564,976	595,719	652,652	630,641	630,163	564,589	355,769
Total district expenses	16,553,524	17,907,841	17,720,246	21,014,144	22,159,717	24,064,800	25,891,638	23,140,055	23,489,549	23,823,028
Program Revenues										
Governmental activities:										
Charges for services	39,647	69,515	82,948	82,414	139,241	73,054	144,153	211,910	310,151	309,259
Operating grants and contributions	982,062	1,382,851	2,791,752	4,854,143	5,690,479	7,050,942	8,473,628	6,594,092	6,356,975	6,733,847
Capital grants and contributions	1,720,018									
Total governmental activities program revenues	2,741,727	1,462,366	2,874,700	4,936,557	5,729,721	7,123,995	8,617,781	6,806,002	6,667,126	7,043,106
Business-type activities:										
Charges for services:										
Food Service	169,714	189,492	174,058	57,311	46,036	63,539	41,144	24,553	27,040	10
Community Education Recreation Program				178,916	177,734	173,337	168,208	200,263	225,257	970
Operating grants and contributions				395,411	386,394	394,192	404,811	378,184	294,263	517,353
Capital grants and contributions										
Total business-type activities program revenue	169,714	189,492	174,058	631,638	622,163	631,067	614,162	603,001	546,560	518,332
Total district program revenue	2,911,441	1,651,858	3,048,758	5,568,195	6,351,884	7,755,063	9,231,943	7,409,002	7,213,686	7,561,439

CITY OF SOMERS POINT SCHOOL DISTRICT
Changes in Net Position,
Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Net (Expense)/Revenue										
Governmental activities	(13,642,535)	(16,253,427)	(14,665,919)	(15,512,611)	(15,834,277)	(16,288,193)	(16,843,216)	(15,703,890)	(16,257,835)	(16,424,153)
Business-type activities	452	3,444	(5,569)	66,662	26,444	(41,544)	(16,480)	(27,163)	(18,029)	162,563
Total district-wide net expense	(13,642,083)	(16,249,983)	(14,671,488)	(15,445,949)	(15,807,833)	(16,329,737)	(16,859,695)	(15,731,053)	(16,275,864)	(16,261,590)
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Property taxes levied for general purposes, net	8,078,673	8,383,479	8,711,622	8,949,548	9,383,122	9,613,369	9,793,339	9,989,206	10,188,990	10,392,770
Taxes levied for debt service	459,463	469,919	288,892	299,087	389,202	458,543	732,346	799,122	750,316	752,495
Unrestricted grants and contributions	7,035,603	7,016,628	5,729,528	5,661,567	5,661,344	5,663,917	5,651,536	5,948,647	5,462,044	8,421,958
Investment earnings	1,000	5,252	268	1,724	3,046	10,873				
Miscellaneous income	13,484	8,601	21,707	11,282	2,621	1,888	42,776	30,282	90,750	77,679
Transfers	(97,450)	(24,179)							(15,439)	9,604
Prior Year Receivables Cancelled						(56,881)				
Prior Year Payable						(37,988)	61			
Loss on Disposal of Assets					(11,004)		(144,946)		(5,777)	
Special Item - NonCash Equipment										
Total governmental activities	15,490,773	15,845,700	14,752,017	14,943,178	15,428,331	15,653,622	16,075,114	16,767,228	16,470,863	19,654,507
Business-type activities:										
Transfers				14,372	(1,120)				15,439	(9,604)
Special Item - NonCash Equipment						37,988				
Prior Year Payable				(14,372)	(1,120)	(37,988)			15,439	(9,604)
Total business-type activities										
Total district-wide	15,490,773	15,845,700	14,752,017	14,957,550	15,427,211	15,691,610	16,075,114	16,767,228	16,486,303	19,644,902
Changes in Net Position										
Governmental activities	1,848,238	(403,727)	86,098	(569,433)	(405,946)	(634,571)	(568,102)	1,063,337	213,049	3,230,354
Business-type activities	452	3,444	(5,569)	81,034	25,324	(3,556)	(16,480)	(27,163)	(2,569)	152,959
Total district	1,848,690	(400,283)	80,529	(488,399)	(380,622)	(638,128)	(584,581)	1,036,175	210,459	3,383,313

Source: CAFR, Schedule A-2

CITY OF SOMERS POINT SCHOOL DISTRICT
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

Exhibit J-3

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund	1,044,855	1,205,131	1,132,183	987,797	1,051,756	1,182,270	1,058,022	816,857	784,844	1,007,079
Restricted	244,129	250,100	205,100	183,600	183,600	283,600	283,600	668,609	1,529,028	1,853,450
Committed	235,784	(201,929)	50,000	49,900	100,000	-	-	111,009	544,493	593,106
Assigned	(189,216)		63,047	(126,447)	(161,514)	(93,237)	(28,116)	27,245	(66,752)	155,745
Unassigned										
Reserved										
Unreserved										
Total general fund	1,335,552	1,253,302	1,450,330	1,094,850	1,173,842	1,372,633	1,313,506	1,623,720	2,791,613	3,609,380
All Other Governmental Funds										
Restricted										
Capital Projects Fund		439,529	267,947	96,870	12	7,304,308	722,373	305,821	149,573	4,818
Debt Service Fund	6,714	3,119	3,142	5,823	5,878	7,323	12,984	9,617	8,875	6,108
Student Activities										75,139
Committed										
Assigned	591,465	5,870	(30,256)	(30,654)	(30,259)	(23,488)	1,625,534	490,746	13,550	24,727
Unassigned	(27,791)	(34,524)					(26,673)	(23,842)	(70,364)	(113,798)
Reserved										
Unreserved, reported in:										
Special revenue fund										
Capital projects fund										
Debt service fund										
Permanent fund										
Total all other governmental funds	570,388	413,994	240,833	72,039	(24,370)	7,288,144	2,334,218	782,342	101,634	(3,006)

Source: CAFR Schedule B-1

CITY OF SOMERS POINT SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Tax Levy	8,538,136	8,843,398	9,000,514	9,248,615	9,752,324	10,071,912	10,525,685	10,788,328	10,939,306	11,145,265
Tuition charges	39,647	69,515	82,948	82,414	139,241	73,054	5,000	24,702	83,311	82,462
Interest earnings	1,000	5,252	268	1,724	3,046	10,767	9,379	7,531	30,311	30,311
Other Restricted Miscellaneous Revenues	13,484	8,601	21,707	11,282	2,621	1,888	33,329	22,595	60,055	1,065
Miscellaneous Revenue from Local Sources	8,729,524	7,591,497	7,590,786	7,791,431	7,967,263	8,311,814	8,741,662	9,279,574	9,773,334	46,088
State sources	1,008,159	874,178	930,494	1,005,453	925,458	869,206	945,406	947,391	1,008,871	1,432,445
Federal sources						19,338,640	20,260,462	21,070,121	21,895,188	23,360,218
Total revenue	18,329,950	17,392,441	17,626,717	18,140,919	18,789,953	19,338,640	20,260,462	21,070,121	21,895,188	23,360,218
Expenditures										
Instruction:										
Regular instruction	4,876,392	4,738,254	4,884,301	5,150,780	4,829,866	4,959,099	4,786,254	4,679,002	4,583,424	5,061,858
Special education instruction	2,049,202	2,273,266	2,238,596	2,492,599	2,508,340	2,614,087	2,939,729	2,623,887	2,762,316	2,852,134
Other special education instruction	240,040	241,746	260,998	274,544	324,498	350,231	377,663	515,426	423,756	299,285
Support Services:										
Tuition	288,539	361,795	428,506	504,975	354,871	348,844	285,218	253,816	211,509	181,592
Student & instruction related services	1,822,353	1,739,926	1,840,504	1,971,361	2,071,638	2,049,124	2,275,437	2,471,137	2,585,199	2,649,465
General administrative services	293,638	325,871	317,565	313,859	314,968	313,584	359,864	341,047	366,581	410,500
School administrative services	504,341	510,150	513,662	551,423	512,709	544,723	548,767	572,379	570,338	476,925
Central services	272,421	255,554	276,740	348,008	334,059	334,167	326,415	343,502	409,967	358,369
Plant operations and maintenance	1,233,794	1,607,967	1,301,411	1,395,058	1,421,562	1,313,146	1,305,803	1,430,121	1,437,057	1,540,457
Pupil transportation	269,138	368,407	491,418	511,604	399,667	442,283	435,470	495,517	309,116	245,024
Food Service Program	30,000	29,794	31,193							
Unallocated employee benefits	4,010,958	4,507,543	4,387,630	4,546,229	5,170,087	5,237,358	5,693,678	5,952,540	6,030,341	6,692,044
Charter schools				25,857	39,717	25,417	71,284	21,993	33,621	72,584
Capital outlay	4,297,306	290,149	163,463	270,796	59,305	2,060,941	4,996,356	1,617,840	686,444	270,467
Debt service:										
Principal	295,000	305,000	320,000	330,000	340,000	350,000	360,000	628,000	640,000	660,000
Interest and other charges	164,463	155,763	146,863	137,523	126,083	114,343	511,576	365,575	342,895	323,170
Total Expenditures	20,647,585	17,711,185	17,602,850	18,824,616	18,807,369	21,057,368	25,273,514	22,311,782	21,392,564	22,093,872
Excess (Deficiency) of revenues over (under) expenditures	(2,317,635)	(318,744)	23,867	(683,697)	(17,416)	(1,718,728)	(5,013,053)	(1,241,661)	502,624	1,266,346
Other Financing Sources (Uses)										
Transfers in	5,870	3,119	233,408	234,348	96,935	109,678	91,579	3,878	4,997	1,111
Transfers out	(5,870)	(3,119)	(233,408)	(234,348)	(96,935)	(109,678)	(91,579)	(3,878)	(20,436)	8,493
Capital Leases (non-budgeted)		136,296		159,423		90,000				
Canceled accounts receivable		(56,196)				(56,981)		9,604		
Bond proceeds						9,235,000				
Prior Year Payable						(37,988)				
Total other financing sources (uses)	-	80,100	23,867	(159,423)	-	9,230,032	-	9,604	(15,439)	9,600
Net change in fund balances	(2,317,635)	(238,644)	23,867	(524,274)	(17,416)	7,511,304	(5,013,053)	(1,232,057)	487,184	1,275,950
Debt service as a percentage of noncapital expenditures	2.81%	2.64%	2.68%	2.52%	2.49%	2.44%	4.30%	4.80%	4.75%	4.51%

Source: CAFR Schedule B-2

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund Other Local Revenue by Source,
Last Ten Fiscal Years
 Unaudited

<u>Fiscal Year</u> <u>Ended June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Tuition</u> <u>Revenue</u>	<u>Rentals</u>	<u>Miscellaneous</u>	<u>Totals</u>
2012	1,000.00	39,647.00		13,484.00	54,131.00
2013	3,588.00	69,515.00		8,601.00	81,704.00
2014	245.00	82,948.00		21,707.00	104,900.00
2015	1,664.00	82,414.00		11,282.00	95,360.00
2016	3,521.26	139,241.49		2,620.72	145,383.47
2017	10,766.57	73,053.78		1,888.45	85,708.80
2018	3,652.60	7,718.99		2,837.63	14,209.22
2019	7,340.38	-		11,616.68	18,957.06
2020	30,311.20	9,741.99		439.28	40,492.47
2021	23,870.45			39,782.68	63,653.13

Source: District Records

Exhibit J-6

CITY OF SOMERS POINT SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property,
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Regular	O Farm	Commercial	Industrial	Apartment	Total Assessed Value	Less Tax-exempt Property	Public Utilities	Net Valuation Taxable	Total District School Tax Rate	Estimated County Equalized Value
2012	9,416,400	473,012,000			162,959,800		40,397,100	685,765,300		1,918,493	687,703,793	1.265	1,303,189,532
2013	8,351,400	473,381,500			159,401,300		40,372,100	681,506,300		1,521,274	683,027,574	1.263	1,290,761,884
* 2014	11,663,100	814,795,100			290,337,600		71,576,000	1,186,371,800		-	1,188,371,800	0.769	1,180,523,189
2015	10,206,200	808,079,300			288,177,000		71,576,000	1,178,038,500		-	1,178,038,500	0.827	1,169,275,027
2016	10,385,800	804,520,400			285,895,900		71,576,000	1,172,378,100		-	1,172,378,100	0.824	1,124,475,446
2017	9,882,200	802,639,800			274,773,700	7,149,800	71,576,000	1,166,021,500		-	1,166,021,500	0.883	1,120,420,390
2018	10,101,700	797,652,527			269,263,200	7,029,800	62,615,000	1,146,862,227		-	1,146,862,227	0.930	1,104,676,623
2019	8,877,800	790,348,300			270,065,800	7,029,800	62,551,500	1,138,873,200		-	1,138,873,200	0.954	1,129,168,620
2020	9,133,500	789,045,100			265,904,800	6,946,900	61,551,500	1,132,581,800		-	1,132,581,800	0.974	1,141,669,878
2021	9,045,500	790,952,200			289,564,200	6,946,900	64,394,833	1,130,903,633		-	1,130,903,633	0.985	1,160,209,541

* Revalued

Source: County Abstract of Ratables & Municipal Tax Assessor

CITY OF SOMERS POINT SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates,
Last Ten Fiscal Years
(rate per \$100 of assessed value)

Exhibit J-7

Fiscal Year Ended June 30,	CITY OF SOMERS POINT SCHOOL DISTRICT				Overlapping Rates				Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct	County General	County Open Space	County Other	Regional School	Municipal Local Purpose	
2012	1.197	0.067	1.265	0.599	0.010	0.099	1.027	1.294	4.294
2013	1.239	0.024	1.263	0.767	0.012	0.102	1.073	1.390	4.607
2014	0.744	0.025	0.769	0.396	0.005	0.070	0.622	0.839	2.701
2015	0.802	0.025	0.827	0.447	0.002	0.042	0.595	0.881	2.794
2016	0.793	0.031	0.824	0.444	0.002	0.053	0.594	0.906	2.823
2017	0.844	0.039	0.883	0.477	0.002	0.054	0.619	0.922	2.957
2018	0.866	0.064	0.930	0.478	0.001	0.051	0.640	0.967	3.067
2019	0.884	0.070	0.954	0.473	0.002	0.058	0.657	0.989	3.133
2020	0.908	0.066	0.974	0.478	0.002	0.059	0.703	1.008	3.224
2021	0.918	0.067	0.985	0.487	0.005	0.063	0.743	1.008	3.291

* Revalued

Source: District Records and Municipal Tax Collector

CITY OF SOMERS POINT SCHOOL DISTRICT
Principal Property Tax Payers,
Current Year and Nine Years Ago

Exhibit J-8

Taxpayer	2021			2012		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Village Plaza, LLC	\$ 24,080,000		2.13%	\$ 11,900,000	1	1.73%
Sea Aire Apartments, LLC	16,553,333		1.46%	9,005,000	2	1.31%
West America, LTD	10,272,000		0.91%	5,792,500	4	0.84%
Related Somers Point, LLC	10,244,000		0.91%			
American Stores Realty Co, LLC	9,300,000		0.82%	5,194,800	6	0.76%
Ocean Heights Manor LLC	8,589,000		0.76%			
Somers Point, LLC	7,884,000		0.70%			
HPT IHG-2 Properties Trust	7,700,000		0.68%			
IDA Dev. Assoc.	7,000,000		0.62%			
MP R.E. Fund	6,855,000		0.61%			
IDA Kmart Sears				6,618,400	3	0.96%
WWW Associates				5,667,300	5	0.82%
Est. of P Kiejdan-Marital Trust				4,523,000	7	0.66%
EQI Financial Partners, LP				4,430,000	8	0.64%
Somers Point Apartments, LLC				4,251,300	9	0.62%
Harbour Cove				3,743,200	10	0.54%
Totals	\$ 108,477,333		9.59%	\$ 61,125,500		8.89%
	District Assessed Value		\$ 1,130,903,633	District Assessed Value		\$ 687,703,793

Source: District CAFR & Municipal Tax Assessor

**CITY OF SOMERS POINT SCHOOL DISTRICT
Property Tax Levies and Collections,
Last Ten Fiscal Years**

Exhibit J-9

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2012	8,606,708.00	8,606,708.00	100%	-
2013	8,843,398.00	8,843,398.00	100%	-
2014	9,000,514.00	9,000,514.00	100%	-
2015	9,248,615.00	9,248,615.00	100%	-
2016	9,752,324.00	9,752,324.00	100%	-
2017	10,071,912.00	10,071,912.00	100%	-
2018	10,525,685.00	10,525,685.00	100%	-
2019	10,788,328.00	10,788,328.00	100%	-
2020	10,939,306.00	10,939,306.00	100%	-
2021	11,145,265.00	11,145,265.00	100%	-

Source: District records including the Certificate and Report of School Taxes (A-4F form)

CITY OF SOMERS POINT SCHOOL DISTRICT
Ratios of Outstanding Debt by Type,
Last Ten Fiscal Years

Exhibit J-10

Fiscal Year Ended June 30,	Governmental Activities				Bond Anticipation Notes (BANs)	Total District	Business-Type Activities	
	General Obligation Bonds	Certificates of Participation	Capital Leases				Capital Leases	Percentage of Personal Income
2012	4,251,000			-	4,251,000	0.98%	41,831	
2013	3,946,000		90,006		4,036,006	1.05%	42,459	
2014	3,626,000		45,427		3,671,427	1.19%	43,636	
2015	3,296,000		119,423		3,415,423	1.30%	44,423	
2016	2,956,000		90,556		3,046,556	1.49%	45,406	
2017	11,841,000		119,986		11,960,986	0.39%	46,796	
2018	11,481,000		60,948		11,541,948	0.39%	45,548	
2019	10,853,000		-		10,853,000	0.47%	50,631	
2020	10,213,000		-		10,213,000	0.50%	50,631	
2021	9,553,000		-		9,553,000	0.53%	50,631	

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Ratios of Net General Bonded Debt Outstanding,
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Governmental Activities		Percentage of Actual Taxable Value of Property	Per Capita Personal Income
	General Obligation Bonds	Net General Bonded Debt Outstanding		
2012	4,251,000	4,251,000	0.62%	41,831
2013	3,946,000	3,946,000	0.58%	42,459
2014	3,626,000	3,626,000	0.31%	43,636
2015	3,296,000	3,296,000	0.28%	44,423
2016	2,956,000	2,956,000	0.25%	45,406
2017	11,841,000	11,841,000	1.02%	46,796
2018	11,481,000	11,481,000	1.00%	45,548
2019	10,853,000	10,853,000	0.95%	50,631
2020	10,213,000	10,213,000	0.90%	50,631
2021	9,553,000	9,553,000	0.84%	50,631

CITY OF SOMERS POINT SCHOOL DISTRICT
Direct and Overlapping Governmental Activities Debt,
As of December 31, 2020

Exhibit J-12

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes			
City of Somers Point	\$ 16,293,322	100.00%	\$ 16,293,322
Other Debt			
Mainland Regional High School District	25,795,000	38.80%	10,009,141
County of Atlantic	168,081,327	3.56%	5,985,891
Subtotal, Overlapping Debt			32,288,354
City of Somers Point School District Direct Debt			<u>9,553,000</u>
Total Direct and Overlapping Debt			<u>\$ 41,841,354</u>

Sources:
 County of Atlantic
 Mainland Regional High School District
 Annual Debt Statement - City of Somers Point

CITY OF SOMERS POINT SCHOOL DISTRICT
 Legal Debt Margin Information,
 Last Ten Fiscal Years

Exhibit J-13

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Debt limit	42,042,019	40,057,390	37,566,756	36,317,722	34,788,181	34,417,011	33,856,323	33,793,921	34,003,185.99	34,392,613
Total net debt applicable to limit	4,251,000	3,946,000	3,626,000	3,296,000	2,956,000	11,841,000	11,481,000	10,853,000	10,213,000.00	9,553,000
Legal debt margin	37,791,019	36,111,390	33,940,756	33,021,722	31,832,181	22,576,011	22,375,323	22,940,921	23,790,186	24,839,613
Total net debt applicable to the limit as a percentage of debt limit	10.11%	9.85%	9.65%	9.08%	8.50%	34.40%	33.91%	32.12%	30.04%	27.78%

Equalized valuation basis	
2020	\$ 1,159,363,087
2019	1,145,401,991
2018	1,134,496,218
	<u>\$ 3,439,261,296</u>

Average equalized valuation of taxable property	
	\$ 1,146,420,432
Debt limit (3% of average)	
	34,392,613
Net bonded school debt	
	9,553,000
	<u>\$ 24,839,613</u>

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Demographic and Economic Statistics,
Last Ten Fiscal Years

Exhibit J-14

<u>Fiscal Year Ended June 30,</u>	<u>Population (a)</u>	<u>Personal Income (thousands of dollars) (b)</u>	<u>Per Capita Personal Income (c)</u>	<u>Unemployment Rate</u>
2012	10,786	451,189,166	41,831	12.8%
2013	10,771	457,325,889	42,459	9.4%
2014	10,735	468,432,460	43,636	10.7%
2015	10,653	473,238,219	44,423	9.0%
2016	10,530	478,125,180	45,406	7.6%
2017	10,399	486,631,604	46,796	7.3%
2018	10,304	469,326,592	45,548	5.9%
2019	10,228	517,853,868	50,631	5.0%
2020	10,173	515,069,163	50,631	16.4%
2021	10,153	514,056,543	50,631	Not Available

Source:

- (a) U.S. Bureau of Census - Population Estimates
- (b) Personal income has been estimated based upon the municipal population and per capita personal income presented
- (c) Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Census

CITY OF SOMERS POINT SCHOOL DISTRICT
Principal Employers,
Current Year and Ten Years Ago

Exhibit J-15

Employer	2021			2012		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
INFORMATION NOT AVAILABLE						
		1				
		2				
		3				
		4				
		5				
		6				
		7				
		8				
		9				
		10				
Totals	-			-		Not Available

CITY OF SOMERS POINT SCHOOL DISTRICT
Full-Time Equivalent District Employees by Function/Program,
Last Ten Fiscal Years

Exhibit J-16

<u>Function/Program</u>	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Instruction:										
Regular instruction	86	92	92	96	96	96	89	91	91	89
Special education instruction	22	24	25	32	32	32	25	30	31	27
Support Services:										
Student & instruction related services	34	30	31	23	23	23	28	27	27	26
General administrative services	3	2	2	2	2	2	2	2	2	2
School administrative services	7	8	8	9	9	9	14	14	9	9
Business administrative services	1	4	4	4	4	4	4	4	4	4
Plant operations and maintenance	13	13	12	16	16	14	12	12	13	13
Pupil transportation				4	4	-				
Total	166	173	174	186	186	180	174	180	177	170

Source: District Personnel Records

CITY OF SOMERS POINT SCHOOL DISTRICT
 Operating Statistics,
 Last Ten Fiscal Years

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures	Cost per Pupil	% Change	Teaching Staff	Pupil/Teacher Ratio			Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary School	Middle School	High School				
2012	1,100	15,890,816	14,446	-3.09%	107	1:19	1:20	1,100	1,038	4.46%	94.36%	
2013	1,060	16,960,273	16,000	10.76%	116	1:19	1:20	1,080	1,015	-1.82%	93.96%	
2014	1,038	16,972,524	16,351	2.19%	113	1:11	1:8	1,096	1,059	1.48%	96.62%	
2015	984	18,060,440	18,354	12.25%	113	1:11	1:8	1,003	954	-8.49%	95.11%	
2016	963	18,242,265	18,943	3.21%	114	1:11	1:5	972	923	-3.09%	94.96%	
2017	942	18,506,667	19,646	3.71%	116	1:9	1:9	951	906	-2.16%	95.27%	
2018	924	19,334,298	20,925	6.51%	112	1:7	1:10	921	874	-3.15%	94.90%	
2019	884	19,678,374	22,261	6.39%	101	1:14	1:13	884	835	-4.02%	94.46%	
2020	853	19,669,604	23,083	3.69%	102	1:8.2	1:8.1	865	797	-2.15%	92.14%	
2021	806	20,767,651	25,766	11.63%	101	1:8	1:8	797	710	-7.86%	89.08%	

Source: District records, ASSA and Schedules J-12, J-14

CITY OF SOMERS POINT SCHOOL DISTRICT
School Building Information,
Last Ten Fiscal Years

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<u>District Buildings</u>										
<u>Elementary</u>										
New York Avenue School										
Square Feet	13,841	13,841	13,841	13,841	13,841	13,841	10,000	10,000	10,000	10,000
Capacity (students)	150	150	150	150	150	150	150	150	150	150
Enrollment	95	80	79	72	74	70	72	72	74	56
Dawes Avenue School										
Square Feet	54,525	54,525	54,525	54,525	54,525	54,525	64,546	64,546	64,546	64,546
Capacity (students)	500	500	500	500	500	500	500	500	500	500
Enrollment	381	411	403	354	354	333	337	386	337	332
<u>Elementary/Middle School</u>										
Jordan Road School										
Square Feet	83,592	83,592	83,592	83,592	83,592	83,592	90,397	90,397	90,397	90,397
Capacity (students)	950	950	950	950	950	950	950	950	950	950
Enrollment	624	569	556	558	535	539	515	426	442	418

Number of Schools at June 30, 2021
 Elementary - 2
 Middle - 1

Source: District Records, ASSA, SRS, LRFP

CITY OF SOMERS POINT SCHOOL DISTRICT
 General Fund
 Schedule of Required Maintenance for School Facilities,
 Last Ten Fiscal Years
 (Unaudited)

Undistributed Expenditures - Required Maintenance for School Facilities

School Facilities	Project # (s)	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
New York Avenue School	N/A	36,764	186,558	84,400	68,270	85,900	83,667	28,110	28,683	91,543	103,510
Dawes Avenue School	N/A	71,764	247,596	121,824	138,951	150,834	104,004	96,733	140,591	154,444	201,705
Jordan Road School	N/A	66,314	209,167	127,052	144,482	161,728	101,858	131,216	137,973	268,104	282,651
Total School Facilities		174,842	643,321	333,276	351,703	398,462	289,529	256,059	307,247	514,091	587,866
Other Facilities											
Grand Total		174,842	643,321	333,276	351,703	398,462	289,529	256,059	307,247	514,091	587,866

Source: District Records

CITY OF SOMERS POINT SCHOOL DISTRICT
Insurance Schedule
For the Fiscal Year Ended June 30, 2021
(Unaudited)

Exhibit J-20

Company	Type of Coverage	Amount of Coverage	Deductible
ACCASBOJIF	School Package Policy - ACCASBOJIF:		
	Property, Inland Marine and Auto and		
	Physical Damages	\$ 175,000,000	\$ 500
	Boiler and Machinery	125,000,000	1,000
	Crime	500,000	500
	General and Automobile Liability	20,000,000	None
	Workers' Compensation	Statutory	None
	Educator's Legal Liability	20,000,000	None
	Pollution Legal Liability	3,000,000	25,000
	Cyber Liability	2,000,000	10,000
	Crisis Protection & Disaster		
	Management Services	1,000,000	10,000
Selective Insurance Company	Board Secretary Surety Bond	250,000	

Source: District Records

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Single Audit Section



FORD - SCOTT

& ASSOCIATES, L.L.C.

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**K-1 Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an Audit of
Financial Statements Performed in Accordance
with *Government Auditing Standards***

Honorable President and
Members of the Board of Education
City of Somers Point School District
County of Atlantic
Somers Point, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Somers Point School District, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City of Somers Point School District's basic financial statements, and have issued our report thereon dated March 11, 2022.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Somers Point School Districts basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of basic financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements prescribed by the Division of Finance, Department of Education, and State of New Jersey.

Purpose of this Report

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

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Michael S. Garcia

Michael S. Garcia
Certified Public Accountant
Licensed Public School Accountant
No. 2080

March 11, 2022



FORD - SCOTT

& ASSOCIATES, L.L.C.

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K-2 Report on Compliance for Each Major State Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards and State Financial Assistance required by *Uniform Administrative Requirements, Cost Principles, Audit Requirements for Federal Awards (Uniform Guidance)*, and New Jersey OMB's Circular 15-08

The Honorable President and
Members of Board of Education
City of Somers Point School District
Somers Point, New Jersey
County of Atlantic

Report on Compliance for Each Major Federal and State Program

We have audited the City of Somers Point School District, County of Atlantic, State of New Jersey 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 its major federal and state programs for the year ended June 30, 2021. The City of Somers Point School District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City of Somers Point School District's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*; and New Jersey OMB 15-08. Those standards, the Uniform Guidance and NJ OMB 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 program occurred. An audit includes examining, on a test basis, evidence about the City of Somers Point School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Program

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

Report on Internal Control over Compliance

Management of the City of Somers Point School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City of Somers Point School 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 program and to test and report on internal control over compliance in accordance with the Uniform Guidance and NJ OMB 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Somers Point School District's internal control over compliance.

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

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

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

Report on Schedules of Expenditures of Federal Awards Required by the Uniform Guidance and Expenditures of State Financial Assistance Required by NJ OMB 15-08

We have audited the financial statements of the governmental activities, the business-type activities and each major fund and the aggregate remaining fund of the City of Somers Point School District as of and for the year ended June 30, 2021, and have issued our report thereon dated March 11, 2022, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by the Uniform Guidance and NJ Circular 15-08 and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements.

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

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Michael S. Garcia
Michael S. Garcia
Certified Public Accountant
Licensed Public School Accountant
No. 2080

March 11, 2022

SOMMERS POINT SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
for the Fiscal Year Ended June 30, 2021

Federal Award Title	Federal Number	Grant or State Number	Grant Period From To	Program or Fund Amount	Balance June 30, 2020	Complier/Amount	Cash Received	Budgetary Expenditures			(MEMO) P. Amounts to Sub-Recipients	Adjustments	Repayment of Prior Period Balances	Balance June 30, 2021 (Accounts Receivable)	Data Grantor
								Pass Through	Direct	Total					
U.S. Department of Health and Human Services															
Passed-Through State Department of Health and Human Services:															
General Assistance Program (SEMI)	2009NJSMAP	N/A	7/1/2020	30,237.38	-	-	30,237.38	(30,237.38)	-	(30,237.38)	-	-	-	-	-
Medical Assistance Program (SEMI)	2009NJSMAP	N/A	7/1/2020	2,436.79	-	-	2,436.79	(2,436.79)	-	(2,436.79)	-	-	-	-	-
Total General Fund				32,674.17	-	-	32,674.17	(32,674.17)	-	(32,674.17)	-	-	-	-	-
U.S. Department of Education															
Passed-Through State Department of Education:															
Special Revenue Fund:															
Title I - Part A	S010A190030	ESEA-4800-20	7/1/2019	482,443.00	(162,053.00)	-	167,753.00	(5,700.00)	-	(5,700.00)	-	-	-	(118,991.00)	-
Title I - Part A	S010A20030	ESEA-4800-21	7/1/2020	461,872.00	(10,399.00)	-	327,959.00	(446,360.12)	-	(446,360.12)	-	0.12	-	(11,800.00)	-
Reallocated Title I	S010A190030	ESEA-4800-20	7/1/2020	16,705.00	-	-	10,399.00	(17,818.00)	-	(17,818.00)	-	-	-	(130,891.00)	-
Total Title I Cluster				21,710.00	(172,452.00)	-	512,239.00	(469,878.12)	-	(469,878.12)	-	0.12	-	(130,891.00)	-
Special Education Cluster:															
I.D.E.A. Part B, Basic	H027A190100	IDEA-4800-20	7/1/2019	208,445.00	(11,946.00)	-	11,946.00	-	-	-	-	-	-	(0.00)	-
I.D.E.A. Part B, Preschool	H027A200100	IDEA-4800-21	7/1/2020	312,360.00	(5,966.00)	-	222,537.00	(265,515.86)	-	(265,515.86)	-	(0.14)	-	(42,979.00)	-
Total Special Education Cluster				10,961.00	(15,912.00)	-	8,984.00	(10,989.86)	-	(10,989.86)	-	(0.14)	-	(1,897.00)	-
Elementary and Secondary Education Act (ESEA):															
Title II - Part A	S367A190029	ESEA-4800-20	9/30/2020	74,846.00	(30,137.00)	-	30,137.00	-	-	-	-	-	-	(0.00)	-
Title II - Part A	S367A200029	ESEA-4800-21	9/30/2020	11,277.00	(450.00)	-	3,650.00	(630.00)	-	(630.00)	-	(0.50)	-	(29,521.00)	-
Title III	S365A190030	ESEA-4800-20	6/30/2019	14,458.00	21.61	-	-	-	-	-	-	-	-	-	21.61
Title III	S365A190030	ESEA-4800-19	7/1/2018	14,458.00	-	-	-	-	-	-	-	-	-	-	-
Title III	S365A200030	ESEA-4800-21	9/30/2021	18,601.00	(21,052.00)	-	7,909.00	(17,037.15)	-	(17,037.15)	-	0.15	-	(9,128.00)	-
Title III	S365A200030	ESEA-4800-20	9/30/2020	38,251.00	-	-	183.00	(4,400.00)	-	(4,400.00)	-	-	-	(0.00)	-
Title IV	S24A190031	ESEA-4800-20	7/1/2019	35,216.00	(50,717.39)	-	62,835.00	(52,715.89)	-	(52,715.89)	-	(0.11)	-	(40,720.00)	-
Total Elementary and Secondary Education Act (ESEA)				188,796.00	(108,372.00)	-	114,340.00	(54,011.03)	-	(54,011.03)	-	0.03	-	(102,671.00)	-
Education Stabilization Fund - Elementary and Secondary Education Act (ESEA)															
CARES Act Elementary & Secondary School Emergency Relief (ESSER)	S425D200027	N/A	3/19/2020	507,664.00	-	-	343,264.00	(445,935.03)	-	(445,935.03)	-	0.03	-	(102,671.00)	-
Digital Divide	S425D200027	N/A	7/1/2020	14,364.00	-	-	53,112.00	(53,112.00)	-	(53,112.00)	-	-	-	-	-
Nonprofit Digital Divide	S377A190031	N/A	7/1/2020	14,364.00	-	-	14,364.00	(14,364.00)	-	(14,364.00)	-	-	-	-	-
Total Education Stabilization Fund				88,786.00	(238,661.39)	-	1,322,933.00	(1,462,867.76)	-	(1,462,867.76)	-	(0.29)	-	(316,455.00)	-
U.S. Department of State															
Passed-Through State Department of Treasury:															
Foreign Operations	SLT007	N/A	3/1/2020	88,786.00	-	-	88,786.00	(88,786.00)	-	(88,786.00)	-	-	-	-	-
Total Special Revenue Fund				31,879.24	(31,879.24)	-	31,879.24	(31,879.24)	-	(31,879.24)	-	-	-	-	-
U.S. Department of Agriculture															
Passed-Through State Department of Education:															
Emergency Relief	21NJ0304N1099	N/A	7/1/2020	61,269.31	(607.20)	-	2,369.00	(5,266.50)	-	(5,266.50)	-	-	-	(0.00)	-
Child Nutrition Cluster:															
School Breakfast Program	21NJ0304N1099	N/A	7/1/2019	170,396.54	-	-	160,800.98	(170,396.54)	-	(170,396.54)	-	-	-	(9,855.98)	-
National School Lunch Program	21NJ0304N1099	N/A	7/1/2019	182,465.56	(966.00)	-	4,602.50	(3,636.50)	-	(3,636.50)	-	-	-	(11,872.80)	-
Seamless Summer Option - Lunch	21NJ0304N1099	N/A	7/1/2020	238,418.80	-	-	246,546.00	(259,418.80)	-	(259,418.80)	-	-	-	(37,889.00)	-
Emergency Operational Cost Program	202121H10341	N/A	7/1/2020	37,686.00	-	-	-	(37,686.00)	-	(37,686.00)	-	-	-	(60,037.86)	-
Total Child Nutrition Cluster				614.60	(1,573.20)	-	414,542.18	(472,000.84)	-	(472,000.84)	-	-	-	(60,037.86)	-
Total Enterprise Fund				443,421.12	(1,573.20)	-	443,421.12	(590,879.85)	-	(590,879.85)	-	-	-	(60,037.86)	-
Total Federal Financial Awards				1,801,428.95	(240,264.59)	-	1,801,428.95	(1,939,641.80)	-	(1,939,641.80)	-	(0.29)	-	(379,489.06)	-

(A) Transfer to General Fund
(B) Prior Year PO cancelled

SOMERS POINT SCHOOL DISTRICT
Notes to the Schedules of Financial Assistance
June 30, 2021

K-5

Note 1: General

The accompanying schedules of expenditures of awards and financial assistance present the activity of all federal and state award programs of the Board of Education, City of Somers Point School District. The Board of Education is defined in Note 1(A) to the Board's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

Note 2: Basis of Accounting

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of 2 CFR 200-Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10% de minimis indirect cost rate.

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 GAAP reporting, revenue is not recognized until the subsequent year or when the expenditures have been made.

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$16,069.96 for the General Fund and (\$60,018.08) for the Special Revenue Fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>On-Behalf Payments</u>	<u>Total</u>
General Fund	\$ 32,674.16	9,189,480.97	(2,835,265.00)	6,386,890.13
Special Revenue Fund	1,402,087.76	1,247,933.32		2,650,021.08
Debt Service Fund	-	226,797.00		226,797.00
Food Service Fund	504,879.88	12,472.83		517,352.71
Total Financial Assistance	<u>\$ 1,939,641.80</u>	<u>10,676,684.12</u>	<u>(2,835,265.00)</u>	<u>9,781,060.92</u>

The On-Behalf Pension Contributions made for the district by the State of New Jersey are recognized as revenue in the basic financial statements, but are not considered in the major program determination.

SOMERS POINT SCHOOL DISTRICT
Notes to the Schedules of Financial Assistance
June 30, 2021

K-5

Note 4: Relationship to Federal and State Financial Reports

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

Note 5: Other

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

Note 6: Adjustments

Both favorable and unfavorable differences incurred as a result of final grant payments being rounded by the grantor and are included in the schedule(s) of financial assistance in a column entitled "Adjustments."

**SOMERS POINT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2021**

K-6

Section I - Summary of Auditor's Results

Financial Statement

Type of auditor's report issued		<u>Unmodified</u>		
Internal control over financial reporting:				
• Material weakness(es) identified?	_____	yes	_____ X _____	no
• Significant deficiency(ies) identified?	_____	yes	_____ X _____	none reported
Noncompliance material to financial statements noted?	_____	yes	_____ X _____	no

Federal Awards

Internal Control over major programs:				
• Material weakness(es) identified?	_____	yes	_____ X _____	no
• Significant deficiency(ies) identified?	_____	yes	_____ X _____	none reported
Type of auditor's report issued on compliance major programs			<u>Unmodified</u>	
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance?	_____	yes	_____ X _____	no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.425D	_____	Education Stabilization Fund - Elementary and
_____	_____	Secondary School Emergency Relief Fund:
84.425D	S425D200027	CARES Act Elementary & Secondary School Emergency Relief (ESSER)
84.425D	S425D200027	Digital Divide
84.425D	S377A130031	Nonpublic Digital Divide
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

Dollar Threshold used to distinguish between type A and type B programs:	\$	_____ 750,000 _____
Auditee qualified as low-risk auditee?	_____ X _____	yes _____ no _____

**SOMERS POINT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

K-6

Section I - Summary of Auditor's Results

State Awards

Internal Control over major programs:

- Material weakness(es) identified? _____ yes X no
- Significant deficiency(ies) identified? _____ yes X none reported

Type of auditor's report issued on compliance major programs

Unmodified

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular Letter 15-08

yes X no

Identification of major programs:

<u>GMIS Number(s)</u>	<u>Name of State Program</u>
	State Aid - Public Cluster:
495-034-5120-078	Equalization Aid
495-034-5120-089	Categorical Special Education Aid
495-034-5120-084	Security Aid
495-034-5094-003	Reimbursed TPAF Social Security Contributions

Dollar Threshold used to distinguish between type A and type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

 X yes _____ no

**SOMERS POINT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2021
(CONTINUED)**

K-6

II. Financial Statement Findings

There are none

III. Federal Awards and State Financial Assistance Findings and Questioned Costs

FEDERAL AWARDS:

Our audit disclosed no material Findings or Questioned Costs.

STATE AWARDS:

Our audit disclosed no material Findings or Questioned Costs.

Status of Prior Year Findings

None