

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT

Woolwich Township, New Jersey
County of Gloucester

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

COMPREHENSIVE ANNUAL FINANCIAL REPORT

OF THE

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT

WOOLWICH TOWNSHIP, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Prepared by

**Swedesboro-Woolwich Consolidated School District
Finance Department**

TABLE OF CONTENTS

PAGE

INTRODUCTORY SECTION

Letter of Transmittal	1
Organizational Chart	6
Roster of Officials	7
Consultants and Advisors	8

FINANCIAL SECTION

Independent Auditors' Report	11
------------------------------	----

REQUIRED SUPPLEMENTARY INFORMATION - PART I

Management's Discussion & Analysis	17
------------------------------------	----

BASIC FINANCIAL STATEMENTS

A. Government-Wide Financial Statements:	
A-1 Statement of Net Position	29
A-2 Statement of Activities	30
B. Fund Financial Statements:	
Governmental Funds:	
B-1 Balance Sheet	34
B-2 Statement of Revenues, Expenditures & Changes in Fund Balance	35
B-3 Reconciliation of the Statement of Revenues, Expenditures & Changes in Fund Balance of Governmental Funds to the Statement of Activities	36
Proprietary Funds:	
B-4 Statement of Net Position	39
B-5 Statement of Revenues, Expenditures & Changes in Fund Net Position	40
B-6 Statement of Cash Flows	41
Notes to Financial Statements	45

REQUIRED SUPPLEMENTARY INFORMATION - PART II

C. Budgetary Comparison Schedules:	
C-1 Budgetary Comparison Schedule - General Fund	86
C-1a Combining Schedule of Revenue, Expenditures & Changes in Fund Balance - Budget & Actual	N/A
C-1b Community Development Block Grants - Budget & Actual (if applicable)	N/A
C-2 Budgetary Comparison Schedule - Special Revenue Fund	94
Notes to the Required Supplementary Information:	
C-3 Budget-to-GAAP Reconciliation	97

REQUIRED SUPPLEMENTARY INFORMATION - PART III

L. Schedules Related to Accounting and Reporting for Pensions (GASB 68)	
L-1 Schedule of the District's Proportionate Share of the Net Pension Liability Public Employees' Retirement System	102
L-2 Schedule of District Contributions - Public Employees' Retirement System	103
L-3 Schedule of the District's Proportionate Share of the Net Pension Liability Teachers' Pension and Annuity Fund	104
L-4 Schedule of School District Contributions Teachers' Pension and Annuity Fund (TPAF)	105
M. Schedules Related to Accounting and Reporting for Other Post Employment Benefits (GASB 75)	
M-1 Schedule of Changes in the Net OPEB Liability and Related Ratios - OPEB	108
Notes to the Required Supplementary Information	111

OTHER SUPPLEMENTAL INFORMATION

D. School Based Budget Schedules (if applicable):	
D-1 Combining Balance Sheet	N/A
D-2 Blended Resource Fund - Schedule of Expenditures Allocated by Resource Type - Actual	N/A
D-3 Blended Resource Fund - Schedule of Blended Expenditures - Budget & Actual	N/A
E. Special Revenue Fund:	
E-1 Combining Schedule of Revenues & Expenditures - Special Revenue Fund - Budgetary Basis	118
E-2 Preschool Education Aid Schedule(s) of Expenditures - Budgetary Basis	N/A
F. Capital Projects Fund:	
F-1 Summary Statement of Project Expenditures	N/A
F-2 Summary Schedule of Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis	N/A
F-2a Schedule of Revenues, Expenditures, Project Balance & Project Status - Budgetary Basis – Power Management Project	N/A
G. Proprietary Funds:	
Enterprise Funds:	
G-1 Statement of Net Position	126
G-2 Statement of Revenues, Expenses & Changes in Fund Net Position	127
G-3 Statement of Cash Flows	128
Internal Service Funds:	
G-4 Statement of Net Position	N/A
G-5 Statement of Revenues, Expenses & Changes in Fund Net Position	N/A
G-6 Statement of Cash Flows	N/A

I. Long-Term Debt:	
I-1 Schedule of Serial Bonds	133
I-2 Schedule of Obligations Under Capital Leases	134
I-3 Debt Service Fund Budgetary Comparison Schedule	135

STATISTICAL SECTION (unaudited)

Financial Trends:	
J-1 Net Position by Component	138
J-2 Changes in Net Position	139
J-3 Fund Balances - Governmental Funds	141
J-4 Changes in Fund Balance - Governmental Funds	142
J-5 Other Local Revenue by Source - General Fund	143
Revenue Capacity:	
J-6 Assessed Value & Estimated Actual Value of Taxable Property	144
J-7 Direct & Overlapping Property Tax Rates	145
J-8 Principal Property Taxpayers	146
J-9 Property Tax Levies & Collections	147
Debt Capacity:	
J-10 Ratios of Outstanding Debt by Type	149
J-11 Ratios of General Bonded Debt Outstanding	150
J-12 Direct & Overlapping Governmental Activities Debt	150
J-13 Legal Debt Margin Information	151
Demographic & Economic Information:	
J-14 Demographic & Economic Statistics	152
J-15 Principal Employers	153
Operating Information:	
J-16 Full-Time Equivalent District Employees by Function/Program	154
J-17 Operating Statistics	155
J-18 School Building Information	156
J-19 Schedule of Required Maintenance	157
J-20 Insurance Schedule	158

SINGLE AUDIT SECTION

K-1 Independent Auditors' Report on Compliance and on Internal Control Over Financial Reporting and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	161
K-2 Independent Auditors' Report on Compliance for Each Major Program; and Report on Internal Control Over Compliance required by the Uniform Guidance and New Jersey OMB Circular 15-08	163
K-3 Schedule of Expenditures of Federal Awards, Schedule A	166
K-4 Schedule of Expenditures of State Financial Assistance, Schedule B	167
K-5 Notes to Schedules of Awards and Financial Assistance	168
K-6 Schedule of Findings & Questioned Costs	
Section I - Summary of Auditor's Results	170
Section II - Financial Statement Findings	172
Section III - Federal Awards and State Financial Assistance Findings & Questioned Costs	173
K-7 Summary Schedule of Prior Audit Findings	174

INTRODUCTORY SECTION

SWEDESBORO-WOOLWICH SCHOOL DISTRICT
ADMINISTRATIVE OFFICES
15 FREDRICK BOULEVARD
WOOLWICH TOWNSHIP, NJ 08085

Phone: 856 241-1552

Fax: 856-467-7041

Dr. Walter Kappeler
Superintendent of Schools

Steven Jakubowski
School Business Administrator

February 3, 2022

Honorable President and
Members of the Board of Education
Swedesboro-Woolwich Consolidated School District
15 Frederick Boulevard
Woolwich Township, New Jersey 08085

Dear Board Members:

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

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the School District's organizational chart, and a list of principal officials. The financial section includes the independent auditor's report, MD&A, and the basic financial statements including the School District-wide statements, fund statements, notes to the financial statements, required supplementary information, other than MD&A, including budgetary comparison schedules, and other supplementary information. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The Swedesboro-Woolwich Consolidated School District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the *Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*, "Audits of State and Local Governments," and the New Jersey OMB's Circular Letter 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid Payments." Information related to this single audit, including the auditor's reports on the internal control and compliance with applicable laws and regulations and findings and recommendations, if any, are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES: The Swedesboro-Woolwich Consolidated School District is an independent reporting entity within the criteria set forth in Section 2100 of the *GASB Codification of Governmental Accounting and Financial Reporting Standards*. All funds and account groups of the School District are included in this report. The Swedesboro-Woolwich Board of Education and all its schools constitute the School District's reporting entity.

The School District provides a full range of educational services appropriate to grade levels Prekindergarten through Grade 6. These include regular, as well as special education for at-risk, gifted, and handicapped students. The School District completed the 2020-2021 fiscal year with an enrollment of 1,509 students.

2. ECONOMIC CONDITION AND OUTLOOK: The District serves both Swedesboro Borough and Woolwich Township. The Borough of Swedesboro is .73 square miles or 499 acres. Woolwich Township covers 21 square miles.

For the 2020-2021 school year, the School District's four elementary schools were organized as follows:

Margaret C. Clifford Serves the preschool and kindergarten students.

Charles C. Stratton Serves students in grades 1 and 2.

Charles Harker Serves students in grades 3 to 5.

Walter H. Hill Serves all grade 6.

The Board of Education opened its new \$3,250,000 Margaret C. Clifford School in January 1997. In March of 2000, voters approved a \$2,758,000 bond referendum to expand this facility to accommodate an increase in the student enrollment. The Margaret C. Clifford School addition opened in September of 2001.

In March 2002, a bond referendum was held regarding the construction of a new elementary school (Charles C. Stratton), as well as an addition and renovations to the Walter H. Hill School. The referendum was successful by a 2 to 1 margin. The total cost of the projects were \$23,137,843, which \$15,733,733 was allocated to the new school and \$7,404,110 was the addition and renovations to the Walter H. Hill School. The Board received as part of efforts by the Woolwich Township Planning Board and developers donated land designated for educational purposes. As a result of this conscientious effort the Board received 15 acres of land, which is the site of the Charles C. Stratton School. The construction was completed in March 2004.

In December 2005, a bond referendum was held regarding the construction of a new elementary school (Charles Harker) and the purchase of a 40-acre parcel property. The referendum was successful. The Board received as part of efforts by the Woolwich Township Planning Board and developers donated land designated for educational purposes. As a result of this conscientious effort the Board received 68.43 acres of land donated with a final deed conveyance filed in December 2005, which is the site of the Charles G. Harker School which the Charles Harker School opened in September 2008.

3. MAJOR INITIATIVES: In addition to the School District's core curricular offerings, the District is proud of the following programs that are available to its students. Examples of these programs that structure for the success of students include:

3. MAJOR INITIATIVES (CONTINUED):

- o The District introduced a 1:1 Chromebook initiative at the 3rd grade level. The School District is now 1:1 in grades 3 - 6.
- o Expanded enrichment opportunities for students through:
 - o Comet Cohort/Comet Cycle program for all students
 - o Accelerated Math in grades 4 - 6
 - o Pre-Algebra for grade 6
 - o Enrichment: Music (gr. 1 - 6), Library Enrichment (gr. K - 2), Art Enrichment (gr. 3 - 6), Technology (gr. 3 - 6)
 - o Character Education Program based on Stephen Covey's 7 habits for Happy Kids (from the book Leader in Me) in grades K - 6.
- o Expansion of visual performing arts:
 - o After-school guitar lessons
 - o Introduction of choir in grades 3 & 4 (continuation of choir grades 5 & 6)
 - o Band grades 5 & 6
- o After school club opportunities
- o Summer STEAM enrichment programming: Camp IDEA, Invention Convention
- o Curricular Based Family Nights
- o Project based learning opportunities
- o Continued integration of World Cultures course in grades 3 - 5.
- o Introduction of BIG IDEAS Math program in grades 3 – 6.
- o Introduction of TCI Science program in grades K – 2.
- o Introduction of TCI Social Studies program in grades 3 – 6.
- o Formalized a consistent, data driven RTI process across the district.
- o Aligned curriculum to the New Jersey Student Learning Standards
- o Standards based grading practices K - 6
- o Internet access is provided to all students and a google platform is available for all classes
- o Municipal alliance grant to provide for anti-drug student programming
- o L-E-A-D (Law Enforcement Against Drug) program is provided to students
- o Instrumental programs, choir, and drama club opportunities are offered
- o Guidance, speech, O.T., and P.T. services are provided: Guidance counselors are all full-time staff as of 2018 - 2019
- o Intramural sports program in grade 5 & 6

District objectives for 2021-2022 include:

Walter H. Hill School

1. By June of 2022, students in grade 6 will continue to increase state proficiency levels in mathematics and language arts on the NJSLA as a whole group and for all qualified sub-groups.
2. By June 2022, the students in grade 6 will increase exceeding expectations in both math and language arts.

Governor Charles C. Stratton School

1. By June of 2022, students in grade 1 will achieve the district identified growth targets (SGP) in reading based on STAR Benchmark.
2. By June of 2022, students in grade 2 will achieve the district identified growth targets (SGP) in reading and math on STAR Benchmark.

3. MAJOR INITIATIVES (CONTINUED):

Margaret C. Clifford School

1. By June of 2022, students in kindergarten will achieve the district identified growth targets (SGP) in reading based on STAR Early Literacy Benchmark.

General Charles Harker School

1. By June of 2022, students in grades 3, 4, and 5 will continue to increase state proficiency levels in mathematics and language arts on the NJSLA as a whole group and for all qualified sub-groups.

2. By June 2022, the students in grades 3, 4, and 5 will increase exceeding expectations in both math and language arts.

4. INTERNAL ACCOUNTING CONTROLS: The Business Administrator is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the School 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 no 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 the District Management.

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

5. BUDGETARY CONTROLS: In addition to internal accounting controls, the School District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the General Fund, the Special Revenue Fund, and the Debt Service Fund. Project-length budgets are approved for the capital improvements accounted for in the Capital Projects Fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

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

7. DEBT ADMINISTRATION: As of June 30, 2021, the School District's outstanding debt issues include \$26,115,000 of General Obligation Bonds. The proceeds of these bond issues were placed in the School District's Capital Projects Fund for use to provide funds for capital improvements to the School District's buildings and grounds. These improvements include renovations and additions to the various schools, and the purchase of furniture, fixtures, and equipment for the additions.

8. CASH MANAGEMENT: The investment policy of the School District is guided in large part by state statute as detailed in "Notes to the Financial Statements," Note 3. The School District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. New Jersey Statutes require governmental units to deposit public funds in institutions as described in Note 2, "Notes to the Financial Statements."

9. RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard, and theft insurance on property and contents, and fidelity bonds.

10. OTHER INFORMATION:

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Board selected the accounting firm of Holt McNally & Associates, Inc. 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, and the revised *Uniform Administrative Requirements, Costs Principles, Audit Requirements for Federal Awards (Uniform Guidance)*, and New Jersey OMB's Circular 15-08. The auditor's report on the basic financial statements 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.

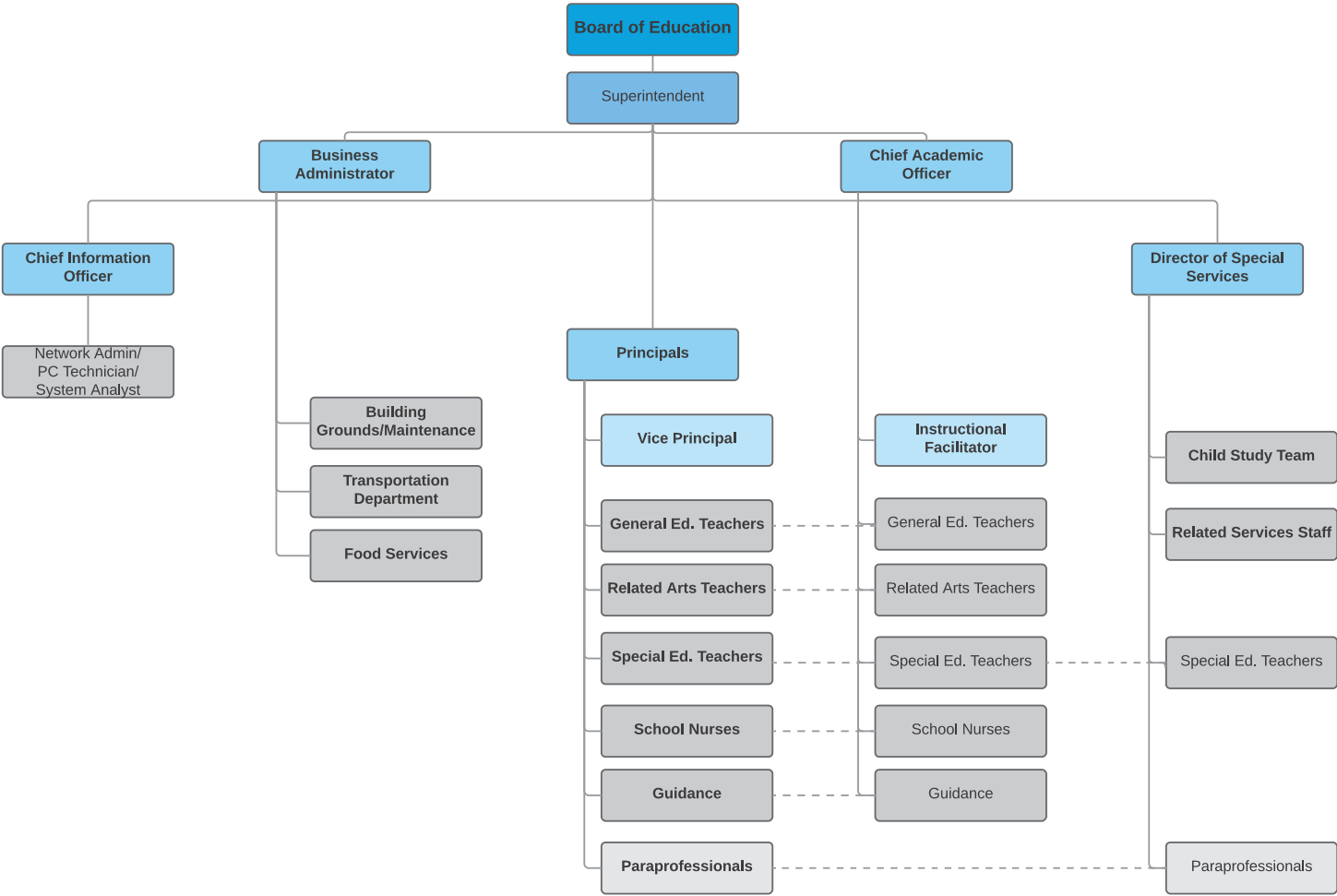
11. ACKNOWLEDGMENTS: We would like to express our appreciation to the members of the Swedesboro-Woolwich Consolidated School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the School District and thereby contributing their full support to the development and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

Respectfully submitted,

Dr. Walter Kappeler
Dr. Walter Kappeler
Superintendent

Steven Jakubowski
Steven Jakubowski
Business Administrator/Board Secretary

**Swedesboro-Woolwich School District
Organizational Flow Chart**



SWEDESBORO-WOOLWICH CONSOLIDATED BOARD OF EDUCATION
Woolwich Township, New Jersey

ROSTER OF OFFICIALS

JUNE 30, 2021

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Gina Azzari, President	2021
Natalie Baker, Vice President	2022
Deborah Allen	2021
Julie Dickson	2023
Jaclyn Dopke	2021
Vivian Lane	2023
Tamara McGovern	2023
Rosella Musumeci	2022
Tara Riddell	2023

OTHER OFFICIALS

Dennis Anderson, Interim Superintendent of Schools

Jack Pfizenmayer, Interim Business Administrator/Board Secretary

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
Woolwich Township, New Jersey

CONSULTANTS AND ADVISORS

AUDIT FIRM

David T. McNally
Holt McNally & Associates, Inc.
618 Stokes Road
Medford, New Jersey 08055

ATTORNEY

Comegno Law Group, PC
521 Pleasant Valley Avenue
Moorestown, NJ 08057

Contact: R. Taylor Ruilova, Esquire

OFFICIAL DEPOSITORY

Fulton Bank
179 Kings Highway
Woolwich Township, New Jersey

BOND COUNSEL

McManimon, Scotland & Baumann , LLC
1037 Raymond Avenue
Newark, NJ 07102

FINANCIAL SECTION

THIS PAGE INTENTIONALLY LEFT BLANK.

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Swedesboro-Woolwich Consolidated School District
County of Gloucester
Woolwich Township, 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 Swedesboro-Woolwich Consolidated School District, County of Gloucester, State of New Jersey, as of and for the fiscal year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

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

Emphasis of Matter

Change in Accounting Principle

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

Prior Period Restatement

Due to the implementation of GASB Statement No. 84, fund balance as of June 30, 2020, on the statement of activities and the statement of revenues, expenditures, and changes in fund balances has been restated, as discussed in Note 19 to the financial statements. Our opinion is not modified with respect to this matter.

There is also a prior period restatement for GASB Statement No. 68, fund balance as of June 30, 2020, on the statement of activities and the statement of revenues, expenditures, and changes in fund balances has been restated, as discussed in Note 19 to the financial statements. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Swedesboro-Woolwich Consolidated School District's basic financial statements. The introductory section, combining and individual fund statements long-term debt schedules and statistical section, are presented for purposes of additional analysis, as required by the Division of Administration and Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* are also not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 3, 2022, on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

Respectfully Submitted,

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

David T. McNally
Certified Public Accountant
Public School Accountant, No. 2616

Medford, New Jersey
February 3, 2022

REQUIRED SUPPLEMENTARY INFORMATION - PART I

Management's Discussion and Analysis

THIS PAGE INTENTIONALLY LEFT BLANK.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2021
(Unaudited)

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

Overview of the Basic Financial Statements

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

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

Financial Highlights

Key financial highlights for 2021 are as follows:

- * General revenues from governmental activities accounted for \$32,633,335 in revenue or 77 percent of all governmental revenues (See Exhibit A-2).
- * Program specific revenues, in the form of charges for services, operating grants and contributions accounted for \$9,867,862 or 23 percent of total revenues of \$42,501,297 (See Exhibit A-2).
- * The School District had \$39,772,081 in expenses; only \$9,867,862 of these expenses offset by program specific charges for services, grants, or contributions (See Exhibit A-2).
- * Among Governmental Funds, the General Fund had \$30,052,384 in revenues and the General Fund's fund balance increased \$621,764 in addition to \$256,865 which is recorded as a prior period adjustment over 2020 (See Exhibit B-2).

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 Swedesboro-Woolwich Consolidated 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.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2021
(Unaudited) (Continued)

Using this Comprehensive Annual Financial Report (CAFR) (Continued)

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 Swedesboro-Woolwich Consolidated School District, the General Fund is by far the most significant fund.

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 ask the question, “How did we do financially during 2021?” The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into account all of the current year’s revenues and expenses regardless of when cash is received or paid.

These two statements report the School District’s net position and changes in those positions. 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 - The School District’s programs and services are reported here including instruction, support services, operation, and maintenance of plant facilities, pupil transportation, and extracurricular activities.

*Business-Type Activity - This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service, Drama Club, Pay-to-Play, and Summer Camp, Enterprise Funds are reported as business activities.

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 transactions. 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.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2021
(Unaudited) (Continued)

Governmental Funds (Continued)

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.

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

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

The School District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, 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, with comparative data from 2020.

Table 1
Summary of Net Position

	June 30, <u>2021</u>	June 30, <u>2020</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Current & Other Assets	\$ 5,514,705	\$ 4,924,834	\$ 589,871	12.0%
Capital Assets, Net	<u>37,134,203</u>	<u>37,606,224</u>	<u>(472,021)</u>	-1.3%
Total Assets	<u>42,648,908</u>	<u>42,531,058</u>	<u>117,850</u>	0.3%
Deferred Outflow of Resources	<u>1,783,318</u>	<u>1,407,245</u>	<u>376,073</u>	26.7%
Current and other Liabilities	992,638	1,076,872	(84,234)	-7.8%
Noncurrent Liabilities	<u>31,576,364</u>	<u>34,699,410</u>	<u>(3,123,046)</u>	-9.0%
Total Liabilities	<u>32,569,002</u>	<u>35,776,282</u>	<u>(3,207,280)</u>	-9.0%
Deferred Inflow of Resources	<u>1,812,951</u>	<u>1,638,655</u>	<u>174,296</u>	10.6%
Net Position:				
Net Investment in Capital Assets	10,696,979	8,294,884	2,402,095	29.0%
Restricted	4,574,805	3,977,392	597,413	15.0%
Unrestricted (Deficit)	<u>(5,221,511)</u>	<u>(5,748,910)</u>	<u>527,399</u>	-9.2%
Total Net Position	<u>\$ 10,050,273</u>	<u>\$ 6,523,366</u>	<u>\$ 3,526,907</u>	54.1%

SWEDESBORO-WOOLWICH CONSOLIDATED 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 with comparative data from 2020.

Table 2
Summary of Changes in Net Position

	June 30, <u>2021</u>	June 30, <u>2020</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Revenues:				
Program Revenues:				
Charges for Services	\$ 38,302	\$ 287,885	\$ (249,583)	-86.7%
Operating Grants & Contributions	9,829,660	687,166	9,142,494	1330.5%
General Revenues:				
Property Taxes	19,304,052	18,384,135	919,917	5.0%
Federal & State Aid Grants	12,915,918	14,380,476	(1,464,558)	-10.2%
Other General Revenues	413,365	432,402	(19,037)	-4.4%
Total Revenues	<u>42,501,297</u>	<u>34,172,064</u>	<u>8,329,233</u>	<u>24.4%</u>
Function/Program Expenditures:				
Instruction	11,251,539	11,394,863	(143,324)	-1.3%
Support Services	26,221,093	19,207,307	7,013,786	36.5%
Unallocated Depreciation	839,491	847,837	(8,346)	-1.0%
Interest & Other Charges	1,142,879	1,140,161	2,718	0.2%
Transfer to Charter School	10,621		10,621	
Food Service	306,323	491,304	(184,981)	-37.7%
Other Enterprise Funds	135	27,139	(27,004)	-99.5%
Total Expenditures	<u>39,772,081</u>	<u>33,108,611</u>	<u>6,663,470</u>	<u>20.1%</u>
Change In Net Position	2,729,216	1,063,453	1,665,763	156.6%
Net Position - July 1	6,523,366	5,459,913	1,063,453	19.5%
Prior Period Adjustment	797,691		797,691	
Net Position - July 1 Restated	<u>7,321,057</u>	<u>5,459,913</u>	<u>1,861,144</u>	<u>34.1%</u>
Net Position - Ending	<u>\$ 10,050,273</u>	<u>\$ 6,523,366</u>	<u>\$ 3,526,907</u>	<u>54.1%</u>

Governmental Activities

The unique nature of property taxes in New Jersey creates the legal requirements to annually seek voter approval for the School District operations. Property taxes made up 45% of revenues for governmental activities for the Swedesboro-Woolwich Consolidated School District for fiscal year 2021. The School District's total governmental activities revenues were \$42,501,297 for the year ended June 30, 2021. Federal, state, and local grants accounted for another 30% of the governmental activities revenues.

The total cost of all programs and services was \$39,772,081. Instruction comprises 28% of the School District expenses.

Business-type Activities

Revenues for the District's Business-type Activity (Food Service, Drama Club, Pay-to-Play, and Summer Camp) were comprised of charges for services and federal and state reimbursements.

- * Income exceeded expenditures by \$6,537.
- * Charges for services represent \$4,187 of revenue.
- * Federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast, and donated commodities was \$308,808.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2021
(Unaudited) (Continued)

Statement of Activities

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

Governmental Activities

During the fiscal year 2021, the net position of governmental activities increased by \$3,520,370. The primary reason for the increase was due to the repayment of long-term debt principal of \$2,465,000 and refunding bonds issued which decreased debt by \$605,000, prior period adjustments of \$797,691 and capital outlay purchases of \$496,974.

The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$9,665,501, with an unrestricted deficit balance of \$(5,515,510). The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable, GASB 68 net pension liability, and the last 2 state aid payments. In addition, state statutes prohibit school districts from maintaining more than 4% of its adopted budget as unassigned fund balance.

Table 3
GASB 68 Effect on Unrestricted Net Position

Unrestricted Net Position (With GASB 68)	\$	(5,515,510)
Add back: PERS Pension Liability		3,843,712
Less: Deferred Outflows related to pensions		(695,423)
Add back: Deferred Inflows related to pensions		<u>1,812,951</u>
Unrestricted Net Position (Without GASB 68)	<u>\$</u>	<u>(554,270)</u>

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 \$34,256,625 and expenditures were \$33,793,068 per Exhibit B-2.

General Fund Budgeting Highlights

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

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

General Fund Budgeting Highlights (Continued)

- Transfers between budgetary line accounts to prevent overruns.

This fiscal year was completed utilizing a zero-based budgeting as implemented by the Board of Education and Administration. This process allowed us to more accurately account for the

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2021
(Unaudited) (Continued)

expenditures by school. Principals became more aware of their appropriation limitations and managed their individual school budgets effectively.

The General Fund revenues exceeded the expenditures and other financing sources of the School District for the year by \$621,764.

Capital Assets

The School District’s capital assets for its governmental and business-type activities as of June 30, 2021, totaled \$37,134,203 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and improvements and equipment. There was a net decrease in the School District’s investment in capital assets for the current fiscal year in the amount of \$472,021. This decrease is primarily due to current year depreciation exceeding current year capital asset additions. Table 4 shows fiscal 2021 balances compared to 2020.

Table 4
Summary of Capital Assets

<u>Capital Assets (Net of Depreciation):</u>	June 30, <u>2021</u>	June 30, <u>2020</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Land	\$ 10,472,909	\$ 10,472,909	-	0.0%
Land Improvements	2,228,032	2,228,032	-	0.0%
Building and Improvements	36,680,793	36,680,793	-	0.0%
Equipment	2,755,600	2,295,339	460,261	20.1%
Depreciation Expense	(15,003,131)	(14,070,849)	(932,282)	6.6%
	<u>\$ 37,134,203</u>	<u>\$ 37,606,224</u>	<u>\$ (472,021)</u>	-1.3%

Debt Administration

Long-term debt – At the end of the current fiscal year, the School District had total bonded debt outstanding of \$26,115,000, which is a decrease of \$3,070,000 from the prior year.

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

Public Health Emergency

In March 2020, the World Health Organization characterized a novel strain of coronavirus, known as COVID-19, as a pandemic. Concerns related to the spread of COVID-19 and the related containment measures intended to mitigate its impact have created substantial disruption to the global economy. As part of our response to the COVID-19 pandemic, we are following business continuity processes led by our administrative team. Our main priority is the health and safety of our students and staff. Our actions have been driven by government mandates and guidelines. In March 2020, schools were closed due to the coronavirus pandemic. Eventually, all New Jersey schools were closed for the balance of the school year and students completed their studies via remote online instruction. In preparation for the 2020-2021

COVID-19 Pandemic

school year amidst the continuing pandemic, the NJ Department of Education provided school districts with guidance to prepare a restart and recovery plan. One of the requirements of this plan, per state guidance, is the provision of some degree of in-person instruction. A family opt-out provision allowing for full time remote instruction was later added to the guidance. In response, the School District

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2021
(Unaudited) (Continued)

developed its return to school plan for 2020-21. The plan requires the School District to adequately provide reasonable accommodations for students and staff identified as being at a higher risk for severe illness from COVID-19. These accommodations will come mainly in the form of a full-virtual model for both teachers and students. The School District will also rely heavily upon social distancing, mask wearing for students and staff, along with sanitation and cleaning procedures. The School District expects the COVID-19 matter to impact its operating results. However, the related financial impact and duration cannot be reasonably estimated at this time.

For the Future

The Swedesboro-Woolwich Consolidated School District is in good financial condition presently. The School District is proud of its community support of the public schools. A major concern is the sustained enrollment of the School District with the increased reliance on local property taxes. However, future finances are not without challenges as the community continues to grow and State funding is uncertain.

In conclusion, the Swedesboro-Woolwich Consolidated 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 Districts Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact Mr. Steven Jakubowski Swedesboro-Woolwich Consolidated Board of Education, 15 Fredrick Boulevard, Woolwich Township, New Jersey 08085. Please visit our website at: www.Swedesboro-Woolwich.com.

BASIC FINANCIAL STATEMENTS

THIS PAGE INTENTIONALLY LEFT BLANK.

A. Government-Wide Financial Statements

THIS PAGE INTENTIONALLY LEFT BLANK.

THIS PAGE INTENTIONALLY LEFT BLANK.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2021

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS - TYPE ACTIVITIES	TOTAL
Cash & Cash Equivalents	\$ 1,439,410	\$ 170,455	\$ 1,609,865
Investments	1,072,704		1,072,704
Interfund accounts receivable	2,000	115,418	117,418
Receivables, Net (Note 4)	450,953	26,309	477,262
Inventory		8,881	8,881
Restricted Assets:			
Restricted Cash & Cash Equivalents	2,228,575		2,228,575
Capital Assets:			
Non-Depreciable (Note 5)	10,472,909		10,472,909
Depreciable, Net (Note 5)	26,570,521	90,773	26,661,294
Total Assets	42,237,072	411,836	42,648,908
DEFERRED OUTFLOW OF RESOURCES			
Deferred Loss on Refunding of Debt	1,087,895		1,087,895
Deferred Outflows Related to Pensions (Note 8)	695,423		695,423
Total Deferred Outflow of Resources	1,783,318	-	1,783,318
Total Assets and Deferred Outflow of Resources	44,020,390	411,836	44,432,226
LIABILITIES			
Accounts Payable	475	-	475
Due to State Government	271,147		271,147
Payroll Deductions and Withholdings Payable	176,783		176,783
Interfund Payable	115,418	2,000	117,418
Unearned Revenue	25,674	25,064	50,738
Accrued Interest	376,077		376,077
Noncurrent Liabilities (Note 7):			
Due Within One Year	2,692,845		2,692,845
Due Beyond One Year	28,883,519		28,883,519
Total Liabilities	32,541,938	27,064	32,569,002
DEFERRED INFLOW OF RESOURCES			
Deferred Inflows Related to Pensions (Note 8)	1,812,951	-	1,812,951
Total Deferred Inflow of Resources	1,812,951	-	1,812,951
Total Liabilities and Deferred Inflow of Resources	34,354,889	27,064	34,381,953
NET POSITION			
Net Investment in Capital Assets	10,606,206	90,773	10,696,979
Restricted For:			
Debt Service	4,691	-	4,691
Capital Projects	1,499,532	-	1,499,532
Maintenance Reserve	450,000		450,000
Unemployment Fund	279,043		279,043
Student Activities	39,369		39,369
Excess Surplus	1,861,783		1,861,783
Other Purposes	440,387	-	440,387
Unrestricted (Deficit)	(5,515,510)	293,999	(5,221,511)
Total Net Position	\$ 9,665,501	\$ 384,772	\$ 10,050,273

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction:						
Regular	\$ 6,406,383	\$ -	\$ 696,233	\$ (5,710,150)	\$ -	\$ (5,710,150)
Special Education	4,200,875			(4,200,875)		(4,200,875)
Other Special Instruction	584,468			(584,468)		(584,468)
Other Instruction	59,813			(59,813)		(59,813)
Support Services & Undistributed Costs:						
Tuition, Student & Instruction Related Services	2,802,169	34,115	52,427	(2,715,627)		(2,715,627)
General administrative services	656,350			(656,350)		(656,350)
School Administrative Services	1,118,966			(1,118,966)		(1,118,966)
Central Services	231,704			(231,704)		(231,704)
Administrative information technology	458,208			(458,208)		(458,208)
Plant Operations & Maintenance	2,092,237			(2,092,237)		(2,092,237)
Pupil Transportation	1,525,978			(1,525,978)		(1,525,978)
Unallocated Benefits	17,335,481		8,772,192	(8,563,289)		(8,563,289)
Interest and Other Charges	1,142,879			(1,142,879)		(1,142,879)
Transfer to Charter Schools	10,621			(10,621)		(10,621)
Unallocated Depreciation	839,491			(839,491)		(839,491)
Total Governmental Activities	39,465,623	34,115	9,520,852	(29,910,656)	-	(29,910,656)
Business-Type Activities:						
Food Service	306,323	242	308,808	-	2,727	2,727
Other Enterprise Funds	135	3,945			3,810	3,810
Total Business-Type Activities	306,458	4,187	308,808	-	6,537	6,537
Total Primary Government	\$ 39,772,081	\$ 38,302	\$ 9,829,660	(29,910,656)	6,537	(29,904,119)

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

FUNCTIONS/PROGRAMS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL
General Revenues:			
Taxes:			
Property Taxes, Levied for General Purposes	16,349,434		16,349,434
Property Taxes Levied for Debt Service	2,954,618		2,954,618
Federal & State Aid Not Restricted	12,915,918		12,915,918
Tuition - From Other LEAS	126,143		126,143
Miscellaneous Income	228,377		228,377
Gain/(Loss) on Capital Assets	(4,357)		(4,357)
Prior year payable/receivable canceled	41,024		41,024
Other Restricted Miscellaneous Revenue	22,178		22,178
Total General Revenues & Transfers	32,633,335	-	32,633,335
Change In Net Position	2,722,679	6,537	2,729,216
Net Position - July 1	6,145,131	378,235	6,523,366
Prior Period Adjustment	797,691		797,691
Net Position - July 1 Restated	6,942,822	378,235	7,321,057
Net Position - Ending	\$ 9,665,501	\$ 384,772	\$ 10,050,273

NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION

B. Fund Financial Statements

Governmental Funds

Swedesboro-Woolwich Consolidated School District
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2021

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	TOTALS
Assets:				
Cash & Cash Equivalents	\$ 1,565,979	\$ -	\$ 4,691	\$ 1,570,670
Investments	1,072,704			1,072,704
Interfund Receivable	2,000			2,000
Receivables From Other Governments	254,650	196,303		450,953
Restricted Cash & Cash Equivalents	2,228,575			2,228,575
	<hr/>			<hr/>
Total Assets	<u>\$ 5,123,908</u>	<u>\$ 196,303</u>	<u>\$ 4,691</u>	<u>\$ 5,324,902</u>
Liabilities & Fund Balances:				
Liabilities:				
Cash Deficit		\$ 131,260		\$ 131,260
Accounts Payable	475			475
Payroll deductions and withholdings payable	176,783			176,783
Interfund Payable	115,418	-		115,418
Unearned Revenue		25,674		25,674
		<hr/>		<hr/>
Total Liabilities	292,676	156,934	-	449,610
Fund Balances:				
Restricted for:				
Excess Surplus - Prior Year - Designated for				
Subsequent Year's Expenditures	874,014			874,014
Excess Surplus - Current Year	987,769			987,769
Capital Reserve Account	1,499,532			1,499,532
Maintenance Reserve Account	450,000			450,000
Unemployment Compensation	279,043			279,043
Student Activities		39,369		39,369
Debt Service Fund			4,691	4,691
Assigned to:				
Other Purposes	374,754			374,754
FFCRA- Semi Designated for Subsequent				
Year's Expenditures	3,025			3,025
Designated by the BOE for				
Subsequent Year's Expenditures	62,608			62,608
Unassigned:				
General Fund	300,487			300,487
	<hr/>			<hr/>
Total Fund Balances	4,831,232	39,369	4,691	4,875,292
	<hr/>			<hr/>
Total Liabilities & Fund Balances	<u>\$ 5,123,908</u>	<u>\$ 196,303</u>	<u>\$ 4,691</u>	
Balances				
Amounts reported for <i>governmental activities</i> 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 \$51,621,915 and the accumulated depreciation is \$14,578,485				37,043,430
Deferred outflows and inflows of resources related to deferred charges or credits on debt refundings are applicable to future reporting periods and therefore are not reported in the funds.				
Deferred Outflow related to the loss on bond refunding of debt				1,087,895
Deferred outflows and inflows of resources related to pensions are applicable to future reporting periods and, therefore, are not reported in the funds.				
Deferred Outflows related to pensions				695,423
Deferred Inflows related to pensions				(1,812,951)
Accrued pension contributions for the June 30, 2021 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.				
				(271,147)
Accrued interest payable is not recorded in the fund financial Statements due to the fact that the payable is not due in the current period.				
				(376,077)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds				
				<u>(31,576,364)</u>
Net Position of Governmental Activities				<u>\$ 9,665,501</u>

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

Swedesboro-Woolwich Consolidated School District
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR FISCAL YEAR ENDED JUNE 30, 2021

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	TOTALS
Revenues:				
Local Sources:				
Local Tax Levy	\$ 16,349,434	\$ -	\$ 2,954,618	\$ 19,304,052
Tuition - From Other LEAS	126,143			126,143
Miscellaneous	223,686	53,718	4,691	282,095
Other Restricted Miscellaneous Revenues	22,178			22,178
Total Revenues - Local Sources	16,721,441	53,718	2,959,309	19,734,468
State Sources	13,299,789	-	462,157	13,761,946
Federal Sources	31,154	729,057		760,211
Total Revenues	30,052,384	782,775	3,421,466	34,256,625
Expenditures:				
Current Expense:				
Regular instruction	6,475,056			6,475,056
Special education instruction	3,504,642	696,233		4,200,875
Other special instruction	584,468			584,468
Other instruction	59,813			59,813
Support services & undistributed costs:				
Undistributed Expenditures				
Student & instruction related services	2,661,911	115,662		2,777,573
General administrative services	662,516			662,516
School administrative services	1,117,537			1,117,537
Central services	231,704			231,704
Administrative information technology	458,208			458,208
Plant operations and maintenance	2,077,168			2,077,168
Pupil transportation	1,525,978			1,525,978
Employee benefits	9,523,612			9,523,612
Capital Outlay	491,281			491,281
Transfer to Charter Schools	10,621			10,621
Debt Service				
Interest	87,129		951,775	1,038,904
Principal			2,465,000	2,465,000
Bond Refunding Expense			92,754	92,754
Total Expenditures	29,471,644	811,895	3,509,529	33,793,068
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	580,740	(29,120)	(88,063)	463,557
Other Financing Sources/(Uses):				
Prior Year Payables Canceled	41,024		-	41,024
Deposit to Refund Escrow			(6,259,878)	(6,259,878)
Proceeds from Refunding Issue			6,352,632	6,352,632
Total Other Financing Sources/ (Uses)	41,024	-	92,754	133,778
Excess/(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures	621,764	(29,120)	4,691	597,335
Fund Balances July 1	3,952,603	-	-	3,952,603
Prior Period Adjustment	256,865	68,489	-	325,354
Fund Balances, July 1 Restated	4,209,468	68,489	-	4,277,957
Fund Balances June 30	\$ 4,831,232	\$ 39,369	\$ 4,691	\$ 4,875,292

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR FISCAL YEAR ENDED JUNE 30, 2021**

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$ 597,335

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

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

Depreciation Expense	\$ (948,453)	
Deletions	(4,357)	
Capital Outlays	<u>496,974</u>	(455,836)

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

Bond Principal Payments		2,465,000
-------------------------	--	-----------

Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets.

Bond Proceeds	(5,625,000)	
Bonds Refunded	<u>6,230,000</u>	605,000

Governmental funds report the effect of premiums, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these transactions is as follows:

Bond Premium on Refunding Issue	(727,632)	
Loss on Bond Refund Issue	29,878	
Amortization of Loss on Bond Refunding	(111,048)	
Amortization of Premium on Bonds	<u>99,986</u>	(708,816)

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

107,819

Repayment of capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.

137,014

Interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due.

Prior year	375,918	
Current Year	<u>(376,077)</u>	(159)

Repayment of compensated absences is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.

(24,678)

Change in Net Position of Governmental Activities		<u>\$ 2,722,679</u>
---	--	---------------------

Proprietary Funds

THIS PAGE INTENTIONALLY LEFT BLANK.

Swedesboro-Woolwich Consolidated School District
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
JUNE 30, 2021

ASSETS	Business-Type Activities				Totals
	Enterprise Funds				
	Food Service Fund	Drama Club	Pay-to- Play	Summer Camp	
Current Assets:					
Cash & Cash Equivalents	\$ 166,187	\$ 10,574		\$ 18,068	\$ 194,829
Accounts Receivable	23,976	-	-	-	23,976
Other Receivables	2,333	-	-	-	2,333
Interfunds Receivable	115,418	-	-	-	115,418
Inventories	8,881	-	-	-	8,881
Total Current Assets	316,795	10,574	-	18,068	345,437
Capital Assets:					
Equipment	515,419	-	-	-	515,419
Less: Accumulated Depreciation	(424,646)	-	-	-	(424,646)
Total Capital Assets	90,773	-	-	-	90,773
Total Assets	407,568	10,574	-	18,068	436,210
LIABILITIES					
Cash Deficit			\$ 24,374		24,374
Unearned Revenue	25,064	-	-	-	25,064
Interfund Payable	-	2,000	-	-	2,000
Total Liabilities	25,064	2,000	24,374	-	51,438
NET POSITION					
Net Investment in Capital Assets	90,773	-	-	-	90,773
Unrestricted	291,731	8,574	(24,374)	18,068	293,999
Total Net Position	\$ 382,504	\$ 8,574	\$ (24,374)	\$ 18,068	\$ 384,772

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

Swedesboro-Woolwich Consolidated School District
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Business-Type Activities				Totals
	Enterprise Funds				
	Food Service Fund	Drama Club	Pay-to Play	Summer Camp	
Operating Revenues:					
Charges for Services:					
Daily Sales - Nonreimbursable Programs	\$ 242		\$ -	\$ -	\$ 242
Special Functions/Program Fees	-		885	3,060	3,945
Total Operating Revenues	242	-	885	3,060	4,187
Operating Expenses:					
Salaries	78,119		-	-	78,119
Employee Benefits	27,101		-	-	27,101
Purchased Professional Services	45,344		-	135	45,479
Supplies and Materials	35,416		-	-	35,416
Miscellaneous	9,133		-	-	9,133
Depreciation Expense	16,185		-	-	16,185
Cost of Sales - Reimbursable	94,942		-	-	94,942
Cost of Sales - Non Reimbursable	83		-	-	83
Total Operating Expenses	306,323	-	-	135	306,458
Operating Income/(Loss)	(306,081)	-	885	2,925	(302,271)
Nonoperating Revenues (Expenses):					
State Sources:					
State School Lunch Program	11,857				11,857
Federal Sources:					
National School Lunch Program	261,288		-	-	261,288
Healthy Hunger-Free Kids Act	5,211		-	-	5,211
Food Distribution Program	30,452		-	-	30,452
Total Nonoperating Revenues/(Expenses)	308,808	-	-	-	308,808
Change in Net Position	2,727		885	2,925	6,537
Total Net Position - Beginning	379,777	8,574	(25,259)	15,143	378,235
Total Net Position - Ending	\$ 382,504	\$ 8,574	\$ (24,374)	\$ 18,068	\$ 384,772

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

Swedesboro-Woolwich Consolidated School District
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Business-Type Activities				
	Enterprise Funds				
	Food Service Fund	Drama Club	Pay-to Play	Summer Camp	Totals
Cash Flows From Operating Activities:					
Receipts from Customers	\$ 627	\$ -	\$ 885	\$ 3,060	\$ 4,572
Payments to Employees	(78,119)	-	-	-	(78,119)
Payments for Employee Benefits	(27,101)	-	-	-	(27,101)
Payments to Suppliers	(148,693)	-	-	(135)	(148,828)
Net Cash Provided/(Used) by Operating Activities	(253,286)	-	885	2,925	(249,476)
Cash Flows From Noncapital Financing Activities:					
State Sources	12,074	-	-	-	12,074
Federal Sources	253,997	-	-	-	253,997
Interfund Transfer General Fund	(1,655)	-	-	-	(1,655)
Net Cash Provided/(Used) by Noncapital Financing Activities	264,416	-	-	-	264,416
Cash Flows From Capital & Related Financing Activities:					
Equipment Purchases	-	-	-	-	-
Net Cash Provided/(Used) by Investing Activities	-	-	-	-	-
Net Increase/(Decrease) in Cash & Cash Equivalents	11,130	-	885	2,925	14,940
Balances - Beginning of Year	155,057	10,574	(25,259)	15,143	155,515
Balances - End of Year	\$ 166,187	\$ 10,574	\$ (24,374)	\$ 18,068	\$ 170,455

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

Operating Income/(Loss)	\$ (306,081)	\$ -	\$ 885	\$ 2,925	\$ (302,271)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:					
Food Distribution Program	30,452	-	-	-	30,452
Depreciation & Net Amortization	16,185	-	-	-	16,185
(Increase)/Decrease in Accounts Receivable	2,089	-	-	-	2,089
(Increase)/Decrease in Inventory	6,543	-	-	-	6,543
Increase/(Decrease) in Unearned Revenue	(2,475)	-	-	-	(2,475)
Total Adjustments	52,795	-	-	-	52,795
Net Cash Provided/(Used) by Operating Activities	\$ (253,286)	\$ -	\$ 885	\$ 2,925	\$ (249,476)

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

Fiduciary Fund

Not applicable

THIS PAGE INTENTIONALLY LEFT BLANK.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

Note 1. Summary of Significant Accounting Policies

Basis of Presentation

The financial statements of the Swedesboro-Woolwich Consolidated School District (hereafter referred to as the “School District”) have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations).

Reporting Entity

The Swedesboro-Woolwich Consolidated School District is a Type II district located in the County of Gloucester, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board consists of 9 members elected to three-year terms and is responsible for the fiscal control of the district. The terms are staggered so that members’ terms expire each year. A Superintendent is appointed by the Board and is responsible for the administrative control of the School District. The School District provides a full range of educational services appropriate to grade levels K through 6.

The primary criterion for including activities within the School 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 School District holds the corporate powers of the organization;
- ◆ the School District appoints a voting majority of the organization’s board
- ◆ the School District is able to impose its will on the organization;
- ◆ the organization has the potential to impose a financial benefit/burden on the School District
- ◆ there is a fiscal dependency by the organization on the School District.

There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the School District is not includable in any other reporting entity on the basis of such criteria.

Component Units

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

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

Government-Wide Financial Statements

The School District's Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the School District accompanied by a total column.

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the School District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the School District are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions.

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

Governmental Fund Financial Statements

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

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

Proprietary Fund Financial Statements

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

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

combined with the governmental activities in the Government-Wide financial statements.

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

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

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

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

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

Property taxes, charges for services, licenses, and interest on notes receivable associated with the current fiscal period are all considered to be susceptible to accrual and accordingly have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

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

within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available when cash is received.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Food Service Fund, Drama Club, Pay-to-Play and Summer Camp are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, employee salaries and benefits, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the School District's policy to use restricted resources first, then unrestricted resources as they are needed.

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

The School District reports the following major governmental funds:

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

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

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

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

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

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

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

The School District reports the following major proprietary funds:

Food Service Fund – This fund accounts for the revenues and expenses pertaining to the School District’s cafeteria operations.

Drama Club - This fund accounts for the revenues and expenses pertaining to the School District’s plays and productions.

Pay-to-Play Fund - This fund accounts for the revenues and expenses pertaining to the School District’s various sports.

Summer Camps Program – This fund accounts for the revenues and expenses pertaining to the School District’s summer camp program.

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

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

Budgets/Budgetary Control

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

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

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

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

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

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounts as presented in the General Fund Budgetary Comparison Schedules and the Special Revenue Fund Budgetary Comparison Schedule to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds. Note that the School District does not report encumbrances outstanding at fiscal year-end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the last state aid payments.

Encumbrances

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

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

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

Cash and Cash Equivalents

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

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

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

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

N.J.S.A.17:9-41 et. Seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan

institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

Tuition Payable/Receivable

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

Inventories

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

Interfund Receivables/Payables

Interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the School District and that are due within one year. The amounts are eliminated in the governmental and business-type activities, which are presented as Internal Balances.

Capital Assets

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

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

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

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

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

Compensated Absences

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

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

Unearned Revenue

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

Accrued Liabilities and Long-Term Obligations

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

Accounting Estimates

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

Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

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

Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in proprietary funds. Reimbursements from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Fund Balance

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

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

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

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

Net Position

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

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

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

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

GASB Statement No. 84, "*Fiduciary Activities*". The objective GASB Statement No. 84 is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. GASB Statement No. 84 establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. Statement No. 84 is effective for reporting periods beginning after December 15, 2019. Management has implemented this Statement in the School District's financial statements for the year ended June 30, 2021, with a prior period restatement to beginning net position. See Note 19 for further details.

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

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

Recently Issued Accounting Pronouncements

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

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

Bond Premiums, Discounts and Issuance Costs

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

In governmental fund financial statements, bond premiums and discounts, as well as debt issuance costs are recognized in the current period. The face amount of the debt is reported as other financing sources. Premiums received on debt issuance are also reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds, are reported as debt service expenditures.

Deferred Loss on Refunding Debt

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

Deferred Outflows and Deferred Inflows of Resources

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

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

Pensions

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 2. Deposits and Investments

Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board’s deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity fund or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2021, the School District’s bank balance of \$4,388,777 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$	3,881,492
Uninsured and Uncollateralized		507,285
	\$	4,388,777

Investments

The School District had the following investments at June 30, 2021.

<u>Investment type</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>			
		<u>Less Than 1 Year</u>	<u>1-5 Years</u>	<u>6-10 Years</u>	<u>Over 10 years</u>
Money Markets	\$ 37,383	\$ 37,383			
Certificates of Deposit	735,333	735,333			
U.S. Treasury Securities	299,988	299,988			
	1,072,704	1,072,704	-	-	-

Note 3. Reserve Accounts

Capital Reserve

A capital reserve account was established by the School District for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years in the 1991-1992 budget. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the School District’s approved Long-Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a School District may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A School District may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 3. Reserve Accounts (Continued)

Capital Reserve (Continued)

pursuant to *N.J.S.A.19:60-2*. Pursuant to *N.J.A.C.6:23A-14.1(g)*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFPP.

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

Beginning Balance, July 1, 2020	\$	1,562,829
Increased by:		
Interest Earnings		279
Deposits approved by Board		300,000
		1,863,108
Decreased by:		
Budget Withdrawals		(363,576)
Ending Balance, June 30, 2021	\$	1,499,532

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

Maintenance Reserve

Swedesboro-Woolwich Consolidated School District established a Maintenance Reserve Account for the accumulation of Funds for use as 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	\$	450,000
Increased by:		
Deposits approved by Board		100,000
		550,000
Decreased by:		
Budget Withdrawals		(100,000)
Ending Balance, June 30, 2021	\$	450,000

Note 4. Accounts Receivable

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 4. Accounts Receivable (Continued)

<u>Description</u>	<u>Governmental Funds</u>		<u>Total Governmental Activities</u>	<u>Proprietary Funds</u>		<u>Total Business-Type Activities</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>		<u>Food Service Fund</u>		
Federal Awards	\$ 1,298	\$ 193,381	\$ 194,679	\$ 22,382	\$ 22,382	
State Awards	253,351		253,351	1,594	1,594	
Other	1	2,922	2,923	2,333	2,333	
Total	\$ 254,650	\$ 196,303	\$ 450,953	\$ 26,309	\$ 26,309	

Note 5. Capital Assets

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

	<u>Balance July 1, 2020</u>	<u>Additions</u>	<u>Retirements and Transfers</u>	<u>Balance June 30, 2021</u>
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 10,472,909	\$ -	\$ -	\$ 10,472,909
Total Capital Assets not being depreciated	10,472,909	-	-	10,472,909
Capital Assets being depreciated:				
Land Improvements	2,228,032	-	-	2,228,032
Buildings and Improvements	36,680,793			36,680,793
Equipment	1,779,920	496,974	(36,713)	2,240,181
Total Capital Assets being depreciated	40,688,745	496,974	(36,713)	41,149,006
Less: Accumulated Depreciation:				
Land Improvements	(1,125,056)	(90,862)		(1,215,918)
Buildings and Improvements	(11,180,499)	(726,801)		(11,907,300)
Equipment	(1,356,833)	(130,790)	32,356	(1,455,267)
Total Accumulated Depreciation	(13,662,388)	(948,453)	32,356	(14,578,485)
Total Capital Assets being depreciated, net	27,026,357	(451,479)	(4,357)	26,570,521
Total Governmental Activities Capital Assets, net	\$ 37,499,266	\$ (451,479)	\$ (4,357)	\$ 37,043,430

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 5. Capital Assets (continued)

	<u>Balance</u> <u>July 1, 2020</u>	<u>Additions</u>	<u>Retirements</u> <u>and Transfers</u>	<u>Balance</u> <u>June 30, 2021</u>
Business-Type Activities:				
Equipment	\$ 515,419	\$ -	\$ -	\$ 515,419
Total Capital Assets being depreciated	<u>515,419</u>	<u>-</u>	<u>-</u>	<u>515,419</u>
Less: Accumulated Depreciation:				
Equipment	(408,461)	(16,185)	-	(424,646)
Total Capital Assets being depreciated, net	<u>(408,461)</u>	<u>(16,185)</u>	<u>-</u>	<u>(424,646)</u>
Total Business-Type Activities Capital Assets, net	<u>\$ 106,958</u>	<u>\$ (16,185)</u>	<u>\$ -</u>	<u>\$ 90,773</u>

Depreciation expense was allocated among the various functions/programs of the School District as follows:

Governmental Activities:	
General administration	\$ 58,877
Operations and maintenance	15,069
Educational media	26,083
Instruction	3,298
School administration	1,429
Support administration	4,206
Unallocated	<u>839,491</u>
Total Depreciation Expense	<u>\$ 948,453</u>

Note 6. Interfund Receivables, Payables and Transfers

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

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 2,000	\$ 115,418
Food Service Fund	115,418	
Drama Club		<u>2,000</u>
	<u>\$ 117,418</u>	<u>\$ 117,418</u>

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 7. Long-Term Obligations

During the fiscal year-ended June 30, 2021 the following changes occurred in long-term obligations for the governmental and business-type activities:

	Balance <u>July 1, 2020</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2021</u>	Balance Due Within <u>One Year</u>
Governmental Activities:					
General Obligation Bonds	\$ 29,185,000	\$ 5,625,000	\$ 8,695,000	\$ 26,115,000	\$ 2,465,000
Capital Leases	220,592		137,014	83,578	58,971
Unamortized Bond Premiums	698,895	727,632	99,986	1,326,541	168,874
Compensated Absences	182,855	24,678		207,533	-
Net Pension Liability	4,412,068		568,356	3,843,712	-
	<u>\$ 34,699,410</u>	<u>\$ 6,377,310</u>	<u>\$ 9,500,356</u>	<u>\$ 31,576,364</u>	<u>\$ 2,692,845</u>

For governmental activities, the bonds payable are liquidated from the School District's debt service fund. Compensated absences and net pension liability are liquidated by the general fund.

Bonds Payable

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

\$9,105,000 Refunding Bonds of 2013 dated May 2, 2013, payable in annual installments through January 15, 2031. Interest is paid semi-annually at an interest rate from 2.375% to 3%. The remaining balance as of June 30, 2021, was \$7,435,000.

\$17,920,000 Refunding Bonds of 2015 dated April 22, 2015, payable in annual installments through February 15, 2031. The Refunding Bonds were issued with a net interest cost of 1.542453% to advance refund \$1,605,000 of outstanding 2005 School Refunding Bonds, with an interest rate of 4% and net interest costs of 2.971221% to advance refund \$15,435,000 of outstanding 2007 School Bonds with an average interest rate of 4.599684%. The net proceeds of \$18,775,499, including a premium of \$1,037,523 and net of payments of \$98,560 in underwriting fees and \$83,464 of issuance costs were used to purchase U.S. Government Securities. The advance refunding met the requirements for an in-substance debt defeasance and the bonds were removed from the School District's financial statements. As a result of the advance refunding, the School District recognized an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$749,163. Interest is paid semi-annually at an interest rate from 2.25% to 5%. The remaining balance as of June 30, 2021, was \$13,055,000.

\$5,625,000 Refunding Bonds of 2021 dated February 18, 2021, payable in annual installments through February 15, 2028. The Refunding Bonds were issued with a net interest cost of 0.780769% to advance refund \$6,230,000 of outstanding 2010 School Refunding Bonds. The net proceeds of \$6,352,632.30, including a premium of \$727,632.30 and net of payments of \$22,500 in underwriting fees and \$70,253.95 in issuance costs were used to purchase United States Treasury Obligations. The advance refunding met the requirements for an in-substance debt defeasance and the bonds were removed from the School District's financial statements. As a result of the advance refunding, the School District recognized an economic gain (difference between the present value of the debt service payments on the old and new

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 7. Long-Term Obligations (continued)

debt) of \$556,791.91. Interest is paid semi-annually at an interest rate of 4%. The remaining balance as of June 30, 2021, was \$5,625,000.

Principal and interest due on the outstanding bonds as of June 30, 2021 is as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2022	2,465,000	862,594	\$ 3,327,594
2023	2,555,000	769,194	3,324,194
2024	2,650,000	684,344	3,334,344
2025	2,720,000	605,769	3,325,769
2026	2,815,000	516,119	3,331,119
2027-2031	12,910,000	1,262,175	14,172,175
	<u>\$ 26,115,000</u>	<u>\$ 4,700,194</u>	<u>\$ 30,815,194</u>

Capital Lease Payable

In April 2016, the School District entered into a lease purchase agreement for \$301,287. The lease obligation was issued with an interest rate of 3.99% and matures in August 2021.

In April 2018, the School District entered into a lease purchase agreement for \$93,494. The lease obligation was issued with an interest rate of 2.267% and matures in April 2022.

In June 2019, the School District entered a lease purchase agreement for \$96,200. The lease obligation was issued with an interest rate of 3.7% and matures in July 2022.

The following is a schedule of future minimum lease payments under capital leases as of June 30, 2021.

Fiscal Year Ending June 30,	Principal	Interest	Total
2022	\$ 58,971	\$ 2,988	\$ 61,959
2023	24,607	926	25,533
	<u>\$ 83,578</u>	<u>\$ 3,914</u>	<u>\$ 87,492</u>

As of June 30, 2021 the minimum lease payments due within one year is \$58,971.

Note 8. Pension Plans

A. Public Employees' Retirement System (PERS)

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

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 8. Pension Plans (continued)

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

The following represents the membership tiers for PERS:

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

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

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

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

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources – As of June 30, 2021, the School District reported a liability of \$3,843,712 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2019, to the measurement date of June 30, 2020. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2020. The School District's proportion measured as of June 30, 2020, was 0.0235703737% which was a decrease of 0.000916% from its proportion measured as of June 30, 2019.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)**

Note 8. Pension Plans (continued)

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

For the year ended June 30, 2021, the School District recognized full accrual pension expense of 150,030 in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2020 measurement date. As of June 30, 2021, the School 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	\$ 69,988	\$ 13,593
Changes of Assumptions	124,694	1,609,398
Net Difference between Projected and Actual Earnings on Pension Plan Investments	131,381	-
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	98,213	189,960
School District Contributions Subsequent to Measurement Date	271,147	-
	\$ 695,423	\$ 1,812,951

\$271,147 reported as deferred outflows of resources resulting from the School District's contributions subsequent to the measurement date is based on the amount payable to the State due April 1, 2022 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	Amount
2021	\$ (489,351)
2022	(480,010)
2023	(283,088)
2024	(142,664)
2025	6,438
	\$ (1,388,675)

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 8. Pension Plans (continued)

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

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

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 8. Pension Plans (continued)

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

Changes in Proportion and Differences
between Contributions and
Proportionate Share of Contributions

Year of Pension Plan Deferral:

June 30, 2014	6.44	6.44
June 30, 2015	5.72	5.72
June 30, 2016	5.57	5.57
June 30, 2017	5.48	5.48
June 30, 2018	5.63	5.63
June 30, 2019	5.21	5.21
June 30, 2020	5.16	5.16

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

Inflation

Price	2.75%
Wage	3.25%

Salary Increases:

Through 2026	2.00 - 6.00% Based on Years of Service
Thereafter	3.00 - 7.00% Based on Years of Service

Investment Rate of Return

7.00%

Mortality Rate Table

Pub-2010 General classification headcount weighted mortality with
fully generational mortality improvement projections from the central
year using Scale MP-2020

Period of Actuarial Experience

Study upon which Actuarial
Assumptions were Based

July 1, 2014 - June 30, 2018

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 8. Pension Plans (continued)

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

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

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

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

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 8. Pension Plans (continued)

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

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

	1% Decrease <u>(6.00%)</u>	Current Discount Rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
District's Proportionate Share of the Net Pension Liability	\$ 4,876,639	\$ 3,843,712	\$ 3,023,115

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

Balances at June 30, 2021 and June 30, 2020

	<u>6/30/2021</u>	<u>6/30/2020</u>
Actuarial valuation date (including roll forward)	June 30, 2021	June 30, 2020
Deferred Outflows of Resources	\$ 2,347,583,337	\$ 3,149,522,616
Deferred Inflows of Resources	7,849,949,467	7,645,087,574
Net Pension Liability	16,435,616,426	18,143,832,135
District's portion of the Plan's total Net Pension Liability	0.024486344%	0.024601460%

B. Teachers' Pension and Annuity Fund (TPAF)

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

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 8. Pension Plans (continued)

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

The following represents the membership tiers for TPAF:

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

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

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

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

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

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2020, was \$65,708,334. The School District's proportionate share was \$-0-.

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. The State's proportionate share of the net pension liability associated with the School District was based on projection of the State's long-term contributions to the pension plan associated with the School District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2020, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.099786689%, which was an increase of 0.0033224151% from its proportion measured as of June 30, 2019.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

For the fiscal year ended June 30, 2021, the School District recognized \$4,086,024 in on-behalf pension expense and revenue in the government-wide financial statements, for the State of New Jersey on-behalf TPAF pension contributions. This pension expense and revenue was based on the pension plans June 30, 2020 measurement date.

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

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

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

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

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)**

Note 8. Pension Plans (continued)

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

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

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

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate – As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. The following represents the State's proportionate share of the net pension liability, attributable to the School District calculated using the discount rate of 5.40% as well as what the State's proportionate share of the net pension liability, attributable to the School District's would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease <u>(4.40%)</u>	Current Discount Rate <u>(5.40%)</u>	1% Increase <u>(6.40%)</u>
School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	<u>77,182,124</u>	<u>65,708,334</u>	<u>56,181,269</u>
	<u>\$ 77,182,124</u>	<u>\$ 65,708,334</u>	<u>\$ 56,181,269</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)**

Note 8. Pension Plans (continued)

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

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

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

Balances at June 30, 2021 and June 30, 2020

Actuarial valuation date (including roll forward)	June 30, 2020	June 30, 2019
Deferred Outflows of Resources	\$ 9,626,548,228	\$ 10,129,162,237
Deferred Inflows of Resources	14,591,988,841	17,736,240,054
Net Pension Liability	65,993,498,688	61,519,112,443
 District's portion of the Plan's total Net Pension Liability	 0.099786689%	 0.096464273%

C. Defined Contribution Plan (DCRP)

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

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007
- Employees enrolled in the Public Employees' Retirement System (PERS) or Teachers' Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits
- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually. The minimum salary in 2020 is \$8,300 and is subject to adjustment in future years.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually.
- The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 8. Pension Plans (continued)

matched by a 3% contribution from the School District.

For the year ended June 30, 2021, employee contributions totaled \$8,111, and the School District recognized an expense for payments made to the Defined Contribution Retirement program in the amount of \$5,973.

Note 9. Other Post-Retirement Benefits

General Information about the OPEB Plan

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

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

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

Basis of Presentation

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

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 9. Other Post-Retirement Benefits (continued)

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2020, was determined by an actuarial valuation as of June 30, 2019, which was rolled forward to June 30, 2020. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

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

Inflation Rate: 2.5%

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

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

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

OPEB Obligation and OPEB Expense - The State’s proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2020 was \$53,786,343. The School District’s proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2020, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. The State’s proportionate share of the OPEB Obligation associated with the School District was based on projection of the State’s long-term contributions to the OPEB plan associated with the School District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2020, the State proportionate share of the OPEB Obligation attributable to the School District was 0.07931%, which was an increase of 0.002447% from its proportion measured as of June 30, 2019.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 9. Other Post-Retirement Benefits (continued)

For the fiscal year ended June 30, 2021, the State of New Jersey recognized an OPEB expense in the amount of \$3,808,986 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2020 measurement date.

Health Care Trend Assumptions

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

Discount Rate

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

Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate

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

	June 30, 2020		
	At 1% Decrease (1.21%)	At Discount Rate (2.21%)	At 1% Increase (3.21%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 64,842,213	\$ 53,786,343	\$ 45,141,718
State of New Jersey's Total Non- employer Liability	\$ 81,748,410,002	\$ 67,809,962,608	\$ 56,911,439,160

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

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 9. Other Post-Retirement Benefits (continued)

	June 30, 2020		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 43,418,150	\$ 53,786,343	\$ 66,132,557
State of New Jersey's Total Nonemployer OPEB Liability	\$ 54,738,488,540	\$ 67,809,962,608	\$ 83,375,182,975

Additional Information

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

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

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

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

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 9. Other Post-Retirement Benefits (continued)

Plan Membership

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

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

Changes in the Total OPEB Liability

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

Total OPEB Liability

Service Cost	\$ 1,790,973,822
Interest Cost	1,503,341,357
Difference Between Expected & Actual Experience	11,544,750,637
Changes of Assumptions	12,386,549,981
Contributions: Member	35,781,384
Gross Benefit Payments	(1,180,515,618)
Net Change in Total OPEB Liability	26,080,881,563
Total OPEB Liability (Beginning)	41,729,081,045
Total OPEB Liability (Ending)	\$ 67,809,962,608
Total Covered Employee Payroll	\$ 14,267,738,658
Net OPEB Liability as a Percentage of Payroll	475%

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

As previously mentioned, the School District receives on-behalf payments from the State of New Jersey for normal costs and post-retirement medical costs related to the Teachers' Pension and Annuity Fund (TPAF) pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2021, the on-behalf payments for normal costs, post-retirement medical costs, non-contributory insurance and social security were \$2,961,377, \$928,049, \$1,697, and \$875,485 respectively.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)**

Note 11. Risk Management

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

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

for amounts due to the State. The following is a summary of School District contributions, reimbursements to the State for benefits paid and the ending balance of the School District’s trust fund for the current and previous two years:

<u>Fiscal Year</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2020-2021	\$ 23,607	\$ 1,428	\$ 279,044
2019-2020	23,963	29	256,865
2018-2019	23,076	42,071	232,931

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

Note 12. Contingencies

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

Litigation – It is the opinion of the administration and legal counsels, that there exists no litigation or contingent liability that may be pending against the Swedesboro-Woolwich Consolidated School District that would have a material or adverse effect on the Board or the financial position of the School District.

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

Note 13. Deferred Compensation

The School District offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. The plans, which are administered by Mass Mutual and Colonial, permits participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 14. Compensated Absences

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

Note 14. Compensated Absences (Continued)

School District employees are granted varying amount of vacation and sick leave in accordance with the School District's personnel policies. Upon termination, employees are paid for accrued vacation. The School District policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement employees shall be paid by the School District for the unused sick leave in accordance with the School Districts’ agreements with the various employee unions. The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. At June 30, 2021, the liability for compensated absences reported on the government-wide Statement of Net Position was \$207,533.

Note 15. Tax Abatements

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

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

Note 16. Calculation of Excess Surplus

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A.18A:7F-7. New Jersey school districts are required to reserve General Fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years’ budget. The excess fund balance at June 30, 2021 was \$987,769.

Note 17. Fund Balances

General Fund – Of the \$4,831,232 General Fund balance at June 30, 2021, \$1,499,532 has been restricted for the Capital Reserve Account; \$450,000 has been restricted for the Maintenance Reserve Account; \$279,043 has been restricted for the Unemployment Reserve Account; \$987,769 has been restricted for current year excess surplus; \$874,014 is restricted for prior year excess surplus – designated for subsequent year’s expenditures; \$374,754 has been assigned to other purposes; \$3,025 has been

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)**

Note 17. Fund Balances (Continued)

General Fund (Continued)

assigned for FFCRA-Semi designated for subsequent year's expenditures, \$62,608 has been assigned to designated for subsequent year's expenditures and \$300,487 has been unassigned.

Special Revenue Fund – Of the \$39,369 Special Revenue Fund balance at June 30, 2021, \$39,369 is restricted for future student activities.

Debt Service Fund – Of the \$4,691 Debt Service Fund balance at June 30, 2021, \$4,691 is restricted for future debt service payments.

Note 18. Deficit in Net Position

Unrestricted Net Position – The School District's governmental activities had a deficit in unrestricted net position in the amount of \$5,515,510. The primary causes of the deficit are the School District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the Public Employees' Retirement System (PERS) as of June 30, 2021. This deficit in unrestricted net position for governmental activities does not indicate that the School District is facing financial difficulties.

Note 19. Restatement of Prior Period Financial Statement

During the year ended June 30, 2021 the School District adopted GASB Statement No. 84, Fiduciary Activities (See Note 1). The School District adjusted its beginning balances to reflect all newly adopted standards for its Restricted Net Position and Restricted Fund Balance for New Jersey Unemployment Trust Fund and Student Activities Fund. In addition, the prior year Deferred Inflows and Outflows related to Pension for GASB 68 needed to be restated. The beginning balances as of July 1, 2020 were adjusted as follows:

Governmental Activities (Exhibit A-2):

Net Position as previously reported at June 30, 2020	\$ 6,145,131
Prior Period Adjustment:	
Restatement of Deferred Inflows/Outflows related to Pension (GASB 68)	472,337
Unemployment Fund	256,865
Student Activities Fund	68,489
Total Prior Period Adjustment	797,691
Net Position as restated, July 1, 2020	\$ 6,942,822

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 19. Restatement of Prior Period Financial Statement (continued)

General Fund (Exhibit B-2):

Fund Balance as previously reported at June 30, 2020	\$ 3,952,603
Prior Period Adjustment:	
Unemployment Fund	<u>256,865</u>
Total Prior Period Adjustment	<u>256,865</u>
Net Position as restated, July 1, 2020	<u><u>4,209,468</u></u>

Special Revenue Fund (Exhibit B-2):

Fund Balance as previously reported at June 30, 2020	\$ -
Prior Period Adjustment:	
Student Activities Fund	<u>68,489</u>
Total Prior Period Adjustment	<u>68,489</u>
Net Position as restated, July 1, 2020	<u><u>\$ 68,489</u></u>

Note 20. Subsequent Events

On August 11, 2021, the Board approved a four-year lease for copiers from Keystone Digital Imaging Inc effective September 15, 2021. The monthly payments are \$4,496. The following is a schedule of the future minimum lease payments under the capital leases:

Fiscal Year Ending	June 30,	Principal	Interest	Total		
2022	\$	34,826	\$	5,638	\$	40,464
2023		48,130		5,822		53,952
2023		50,141		3,811		53,952
2024		52,235		1,717		53,952
2025		13,396		92		13,488
		<u>\$ 198,728</u>		<u>\$ 17,080</u>		<u>\$ 215,808</u>

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (continued)

Note 20. Subsequent Events (Continued)

As a result of a lawsuit a settlement agreement was reached in October 2021 against the School District for \$150,000.

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2021 and February 3, 2022, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items other than those noted above have come to the attention of the District that would require disclosure.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

THIS PAGE INTENTIONALLY LEFT BLANK.

C. Budgetary Comparison Schedules

THIS PAGE INTENTIONALLY LEFT BLANK.

Swedesboro-Woolwich Consolidated School District
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2021

ACCOUNT NUMBER	JUNE 30, 2021				ACTUAL	POSITIVE (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET			
Revenues:						
Local Sources:						
Local Tax Levy	10-1210	\$ 16,349,434		\$ 16,349,434	\$ 16,349,434	\$ -
Tuition - From Other LEAS	10-1320	180,000		180,000	126,143	(53,857)
Rent and Royalties	10-1910			-	7,062	7,062
Miscellaneous	10-1990	240,843		240,843	215,383	(25,460)
Interest Earned on Capital Reserve	10-1XXX	1		1	279	278
Interest Earned on Investments	10-1xxx			-	962	962
Other Restricted Miscellaneous Revenues					22,178	22,178
Total Local Sources		16,770,278	-	16,770,278	16,721,441	(48,837)
State Sources:						
Categorical Special Education Aid	10-3132	1,357,452		1,357,452	1,357,452	-
Equalization Aid	10-3176	6,703,979	(541,239)	6,162,740	6,162,740	-
Security Aid	10-3177	162,836		162,836	162,836	-
Categorical Transportation Aid	10-3121	665,956		665,956	665,956	-
Extraordinary Aid	10-3131	50,000		50,000	147,669	97,669
Securing Our Children's Future Bond Act	10-3156		84,253	84,253	35,602	(48,651)
Non Public Transportation	10-3XXX			-	30,450	30,450
Nonbudgeted:				-	-	-
On-Behalf TPAF Medical Contributions					928,049	928,049
On-Behalf TPAF Pension Contributions					2,961,377	2,961,377
On-Behalf TPAF Long-Term Disability Contributions					1,697	1,697
Reimbursed TPAF Social Security Contributions					875,485	875,485
Total State Sources		8,940,223	(456,986)	8,483,237	13,329,313	4,846,076
Federal Sources:						
COVID-19 Medicare Reimbursement	10-4210				3,025	3,025
Medicare Reimbursement	10-4200	32,615		32,615	28,129	(4,486)
Total Federal Sources		32,615	-	32,615	31,154	(1,461)
Total Revenues		25,743,116	(456,986)	25,286,130	30,081,908	4,795,778
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Preschool/Kindergarten	11-110-100-101	645,062	(85,600)	559,462	558,277	1,185
Grades 1 - 5	11-120-100-101	4,344,497	(119,050)	4,225,447	4,215,937	9,510
Grades 6 - 8	11-130-100-101	826,527	3,750	830,277	830,232	45
Home Instruction:						
Purchased Professional - Educational Services	11-150-100-320	80,084	(10,000)	70,084	28,316	41,768
Regular Programs - Undistributed Instruction:						
Purchased Professional - Educational Services	11-190-100-320	597,000	(110,293)	486,707	292,773	193,934
Other Purchased Services	11-190-100-500	2,500		2,500	289	2,211
General Supplies	11-190-100-610	654,306	(6,433)	647,873	546,732	101,141
Textbooks	11-190-100-640	2,000	(2,000)	-	-	-
Other Objects	11-190-100-800	8,950	(2,250)	6,700	2,500	4,200
Total Regular Programs		7,160,926	(331,876)	6,829,050	6,475,056	353,994

Swedesboro-Woolwich Consolidated School District
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2021

	ACCOUNT NUMBER	JUNE 30, 2021			ACTUAL	POSITIVE (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Special Education:						
Learning and/or Language Disabilities:						
Salaries of Teachers	11-204-100-101	1,039,247	(125,885)	913,362	908,664	4,698
Other Salaries for Instruction	11-204-100-106	52,910	(850)	52,060	50,394	1,666
General Supplies	11-204-100-610	11,604		11,604	2,732	8,872
Total Learning and/or Language Disabilities		1,103,761	(126,735)	977,026	961,790	15,236
Behavioral Disabilities:						
Salaries of Teachers	11-209-100-101	60,000	(60,000)	-	-	-
Purchased Professional - Educational Services	11-209-100-320	221,000	(106,000)	115,000	109,941	5,059
Other Purchased Services	11-209-100-500	500		500		500
General Supplies	11-209-100-610	7,638		7,638	219	7,419
Total Behavioral Disabilities		289,138	(166,000)	123,138	110,160	12,978
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	269,073	(12,700)	256,373	256,270	103
Other Salaries for Instruction	11-212-100-106	99,151	(76,757)	22,394	22,383	11
General Supplies	11-212-100-610	7,311		7,311	2,753	4,558
Total Multiple Disabilities:		375,535	(89,457)	286,078	281,406	4,672
Resource Room:						
Salaries of Teachers	11-213-100-101	1,560,501	(224,200)	1,336,301	1,335,267	1,034
General Supplies	11-213-000-610	18,904		18,904	18,284	620
Total Resource Room		1,579,405	(224,200)	1,355,205	1,353,551	1,654
Autism:						
Salaries of Teachers	11-214-100-101	440,653	(35,600)	405,053	400,185	4,868
Other Salaries for Instruction	11-214-100-106	293,416	(11,800)	281,616	281,469	147
General Supplies	11-214-100-610	14,489		14,489	8,298	6,191
Total Autism		748,558	(47,400)	701,158	689,952	11,206
Preschool Handicapped - Part-Time:						
Salaries of Teachers	11-215-100-101	110,706	(5,200)	105,506	105,414	92
General Supplies	11-215-100-600	10,500	(2,600)	7,900	194	7,706
Total Preschool Handicapped -Part-Time		121,206	(7,800)	113,406	105,608	7,798
Preschool Handicapped - Full-Time:						
General Supplies	11-216-100-600	4,400		4,400	2,175	2,225
Total Preschool Handicapped -Full-Time		4,400	-	4,400	2,175	2,225
Total Special Education		4,222,003	(661,592)	3,560,411	3,504,642	55,769
Basic Skills/Remedial:						
Salaries of Teachers	11-230-100-101	482,650	(41,700)	440,950	429,494	11,456
Total Basic Skills/Remedial		482,650	(41,700)	440,950	429,494	11,456

Swedesboro-Woolwich Consolidated School District
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2021

ACCOUNT NUMBER	JUNE 30, 2021				POSITIVE (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Bilingual:						
Salaries of Teachers	11-240-100-101	158,688	(2,900)	155,788	154,974	814
Total Bilingual		158,688	(2,900)	155,788	154,974	814
School Sponsored Cocurricular Activities:						
Salaries	11-401-100-100	60,000		60,000	50,636	9,364
Total School Sponsored Cocurricular Activities		60,000	-	60,000	50,636	9,364
Other Instructional Programs						
Salaries	11-421-100-100	22,000	(6,200)	15,800	9,177	6,623
Total Other Instructional Programs		22,000	(6,200)	15,800	9,177	6,623
Total - Instruction		12,106,267	(1,044,268)	11,061,999	10,623,979	438,020
Undistributed Expenditures:						
Tuition						
Tuition to Other LEA'S Within State - Regular	11-000-100-561	54,600	29,379	83,979	45,104	38,875
Tuition to CSSD & Regular Day Schools	11-000-100-565	139,830	35,920	175,750	91,350	84,400
Tuition to Private School for Handicapped - State	11-000-100-566	335,680	(84,120)	251,560	80,990	170,570
Tuition - Other	11-000-100-569	4,200	(4,200)	-	-	-
Total Tuition		534,310	(23,021)	511,289	217,444	293,845
Health Services:						
Salaries	11-000-213-100	402,059	(4,250)	397,809	354,775	43,034
Purchased Professional & Technical Services	11-000-213-300	14,500		14,500	6,187	8,313
Other Purchased Services	11-000-213-500	2,200		2,200		2,200
Supplies and Materials	11-000-213-600	6,302	2,007	8,309	5,186	3,123
Other Objects	11-000-213-800	1,450	(1,027)	423	405	18
Total Health Services		426,511	(3,270)	423,241	366,553	56,688
Other Support Services - Students - Related Services:						
Salaries	11-000-216-100	560,509	(37,194)	523,315	490,182	33,133
Purchased Technical Services	11-000-216-320	447,678	170,000	617,678	381,369	236,309
Other Purchased Services	11-000-216-580	4,531		4,531	-	4,531
Supplies and Materials	11-000-216-600	5,348		5,348	1,326	4,022
Total Other Support Services - Students - Related Services		1,018,066	132,806	1,150,872	872,877	277,995

Swedesboro-Woolwich Consolidated School District
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2021

ACCOUNT NUMBER	JUNE 30, 2021				ACTUAL	POSITIVE (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET			
Other Support Services - Students - Regular:						
Salaries of Other Professional Staff	11-000-218-104	326,074	(10,750)	315,324	315,019	305
Supplies and Materials	11-000-218-600	2,800	(950)	1,850	1,803	47
Total Other Support Services - Students - Special Services						
		328,874	(11,700)	317,174	316,822	352
Other Support Services - Students - Special Services:						
Salaries of Other Professional Staff	11-000-219-104	457,156	41,800	498,956	489,801	9,155
Salaries of Secretarial and Clerical Assistants	11-000-219-105	71,007		71,007	70,904	103
Other Purchased Educational Services	11-000-219-320	49,620		49,620	8,239	41,381
Other Purchased Professional and Technical Services	11-000-219-390	70,000		70,000	47,322	22,678
Other Purchased Services	11-000-219-500	3,341		3,341	1,531	1,810
Supplies and Materials	11-000-219-600	11,500	2,000	13,500	7,845	5,655
Total Other Support Services - Students - Special Services						
		662,624	43,800	706,424	625,642	80,782
Improvement of Instruction Services/Other Support Services - Instruction Staff:						
Salaries of Supervisors of Instruction	11-000-221-102	89,092	800	89,892	69,009	20,883
Other Salaries	11-000-221-110	28,000	7,100	35,100	19,144	15,956
Other Purchased Educational Services	11-000-221-320	5,503	(3,688)	1,815	125	1,690
Other Purchased Services	11-000-221-500	6,000		6,000	1,171	4,829
Supplies and Materials	11-000-221-600	2,000		2,000	200	1,800
Total Improvement of Instruction Services/Other Support Services Instructional Staff						
		130,595	4,212	134,807	89,649	45,158
Educational Media Services/School Library:						
Salaries	11-000-222-100	77,876	(3,300)	74,576	73,782	794
Other Purchased Professional and Technical Services	11-000-222-340	4,000	2,250	6,250	4,365	1,885
Supplies and Materials	11-000-222-600	3,000	3,900	6,900	4,180	2,720
Other Objects	11-000-222-800	3,000	(3,000)			
Total Educational Media Services/School Library						
		87,876	(150)	87,726	82,327	5,399
Instructional Staff Training Services:						
Other Salaries	11-000-223-110	27,388	20,900	48,288	44,470	3,818
Other Purchased Educational Services	11-000-223-320	57,250	(8,525)	48,725	44,100	4,625
Other Purchased Services	11-000-223-500	7,800	(4,075)	3,725	2,027	1,698
Total Instructional Staff Training Services						
		92,438	8,300	100,738	90,597	10,141
Support Services General Administration:						
Salaries	11-000-230-100	264,920	(3,471)	261,449	261,448	1
Legal Services	11-000-230-331	47,000	45,691	92,691	90,948	1,743
Audit fees	11-000-230-332	22,000		22,000	20,875	1,125
Other Purchased Professional Services	11-000-230-339	18,300	(11,260)	7,040	7,040	-
Communications/Telephone	11-000-230-530	118,700	2,025	120,725	119,550	1,175
BOE Other Purchased Services	11-000-230-585	5,000	3,500	8,500	8,154	346
Other Purchased Services	11-000-230-590	135,000	(13,500)	121,500	121,095	405
Supplies and Materials	11-000-230-610	4,000	17,000	21,000	18,484	2,516
Judgments	11-000-230-820		5,000	5,000	5,000	-
Miscellaneous Expenditures	11-000-230-890	10,500		10,500	9,922	578
Total Support Services General Administration						
		625,420	44,985	670,405	662,516	7,889

Swedesboro-Woolwich Consolidated School District
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2021

	ACCOUNT NUMBER	JUNE 30, 2021			ACTUAL	POSITIVE (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Support Services School Administration:						
Salaries of Principals/Assistant Principals	11-000-240-103	731,393	(8,192)	723,201	723,010	191
Salaries of Other Professional Staff	11-000-240-104	127,104		127,104	126,937	167
Salaries of Secretarial & Clerical Assistants	11-000-240-105	244,637	(19,588)	225,049	224,244	805
Other Purchased Services	11-000-240-500	7,400	(3,375)	4,025	1,612	2,413
General Supplies	11-000-240-600	42,415	7,770	50,185	28,323	21,862
Other Objects	11-000-240-800	22,025	(1,172)	20,853	13,411	7,442
Total Support Services School Administration		1,174,974	(24,557)	1,150,417	1,117,537	32,880
Central Services:						
Salaries	11-000-251-100	225,277	1,150	226,427	226,422	5
Other Purchased Services	11-000-251-592	3,000	(2,650)	350	325	25
General Supplies	11-000-251-600	5,000		5,000	3,832	1,168
Miscellaneous Expenditures	11-000-251-890	2,000		2,000	1,125	875
Total Central Services		235,277	(1,500)	233,777	231,704	2,073
Administrative Information Technology:						
Salaries	11-000-252-100	279,583		279,583	279,175	408
Purchased Technical Services	11-000-252-340	169,145	6,500	175,645	175,420	225
Other Purchased Services	11-000-252-500	2,600		2,600	599	2,001
General Supplies	11-000-252-600	12,500	(6,500)	6,000	3,014	2,986
Other Objects	11-000-252-800	1,000		1,000		1,000
Total Administrative Information Technology		464,828	-	464,828	458,208	6,620
Maintenance for School Facilities:						
Salaries	11-000-261-100	211,174	13,550	224,724	224,697	27
Cleaning, Repair & Maintenance	11-000-261-420	176,577	236,900	413,477	199,762	213,715
General Supplies	11-000-261-610	10,500	44,200	54,700	5,602	49,098
Other Objects	11-000-261-800	2,000		2,000	574	1,426
Total Maintenance for School Facilities		400,251	294,650	694,901	430,635	264,266
Custodial Services:						
Salaries	11-000-262-100	331,028	(56,600)	274,428	268,675	5,753
Cafeteria Aids	11-000-262-107	145,935	(49,441)	96,494	75,015	21,479
Purchased Professional & Technical Services	11-000-262-300	2,750		2,750	2,593	157
Cleaning, Repair & Maintenance Services	11-000-262-420	347,000		347,000	332,274	14,726
Lease Purchase Payments- Enegy Savings	11-000-262-444			-	-	-
Other Purchased Property Services	11-000-262-490	139,000		139,000	124,081	14,919
Insurance	11-000-262-520	95,800		95,800	94,776	1,024
General Supplies	11-000-262-610	52,413	61,000	113,413	94,936	18,477
Energy (Natural Gas)	11-000-262-621	76,000	23,512	99,512	88,811	10,701
Energy (Heat & Electricity)	11-000-262-622	443,000	14,688	457,688	457,404	284
Energy (Gasoline)	11-000-262-626	3,600		3,600		3,600
Other Objects	11-000-262-800	500		500	-	500
Total Custodial Services		1,637,026	(6,841)	1,630,185	1,538,565	91,620
Care & Upkeep of Grounds:						
Cleaning, Repair & Maintenance Services	11-000-263-420	74,000		74,000	60,822	13,178
General Supplies	11-000-263-610	5,000	(3,000)	2,000	405	1,595
Total Care & Upkeep of Grounds		79,000	(3,000)	76,000	61,227	14,773

Swedesboro-Woolwich Consolidated School District
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2021

ACCOUNT NUMBER	JUNE 30, 2021				ACTUAL	POSITIVE (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET			
Security:						
Purchased Professional & Technical Services	11-000-266-300	117,000	(10,000)	107,000	41,293	65,707
Cleaning, Repair & Maintenance Services	11-000-266-420	3,000		3,000	2,990	10
General Supplies	11-000-266-610	2,500		2,500	2,458	42
Total Security		122,500	(10,000)	112,500	46,741	65,759
Total Other Operating & Maintenance of Plant Services		2,238,777	274,809	2,513,586	2,077,168	436,418
Student Transportation Services:						
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	24,748	20,575	45,323	43,246	2,077
Contracted Srv. Aid in Lieu of Payments- NonPub Sch	11-000-270-503	97,000		97,000	93,797	3,203
Contracted Srv. Aid in Lieu of Payments- Charter	11-000-270-504		700	700	655	45
Contracted Srv. Aid in Lieu of Payments- Choice	11-000-270-505	2,000	4,000	6,000	3,965	2,035
Contract Svc (btw home & sch) - vendor	11-000-270-512	3,000		3,000	-	3,000
Contract Svc (btw home & sch) - joint agree	11-000-270-513	1,225,750	104,500	1,330,250	1,319,706	10,544
Contract Svc (special ed) - joint agreement	11-000-270-515	285,000	(103,700)	181,300	64,409	116,891
General Supplies	11-000-270-610	700		700	-	700
Miscellaneous Expenditures	11-000-270-800	250		250	200	50
Total Student Transportation Services		1,638,448	26,075	1,664,523	1,525,978	138,545
Unallocated Benefits - Employee Benefits:						
Social Security Contributions	11-000-291-220	205,000		205,000	173,561	31,439
Other Retirement Contributions - PERS	11-000-291-241	265,908	7,300	273,208	264,132	9,076
Unemployment Compensation	11-000-291-250			-	-	-
Workmen's Compensation	11-000-291-260	118,000		118,000	111,968	6,032
Health Benefits	11-000-291-270	4,416,500	(34,064)	4,382,436	4,118,636	263,800
Tuition Reimbursement	11-000-291-280	50,000	(27,500)	22,500	18,654	3,846
Other Employee Benefits	11-000-291-290	55,500	15,150	70,650	70,053	597
Total Unallocated Benefits		5,110,908	(39,114)	5,071,794	4,757,004	314,790
Nonbudgeted:						
On-Behalf TPAF Medical Contributions					928,049	(928,049)
On-Behalf TPAF Pension Contributions					2,961,377	(2,961,377)
On-Behalf TPAF Long-Term Disability Contributions					1,697	(1,697)
Reimbursed TPAF Social Security Contributions					875,485	(875,485)
Total On-Behalf					4,766,608	(4,766,608)
Total Undistributed Expenditures		14,769,926	431,675	15,201,601	18,258,634	(3,057,033)
Total Expenditures - Current Expense		26,876,193	(612,593)	26,263,600	28,882,613	(2,619,013)

Swedesboro-Woolwich Consolidated School District
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2021

	ACCOUNT NUMBER	JUNE 30, 2021			ACTUAL	POSITIVE (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Capital Outlay:						
Equipment:						
Kindergarten	12-110-100-730	19,763		19,763	19,763	-
Grades 1-5	12-120-100-730	6,400	(6,400)	-		
Undistributed Expenditures:						
Administration Technology	12-000-252-732	85,021	(35,222)	49,799	39,266	10,533
Custodial Services	12-000-262-732	8,000	15,235	23,235		23,235
Security	12-000-266-732		35,602	35,602	-	35,602
Total Equipment		119,184	9,215	128,399	59,029	69,370
Facilities Acquisition & Construction Services:						
Architect & Engineering Services	12-000-400-334	77,663	(58,619)	19,044	18,650	394
Construction Services	12-000-400-450	290,863	120,137	411,000	378,000	33,000
Buildings Other than Lease Purchase Agreements	12-000-400-720		84,253	84,253	35,602	48,651
Assesment for Debt service On SDA funding	12-000-400-896	87,129		87,129	87,129	-
Total Facilities Acquisition & Construction Services		455,655	145,771	601,426	519,381	82,045
Total Capital Outlay		574,839	154,986	729,825	578,410	151,415
Total Assets Acquired Under Capital Leases (Nonbudgeted):						
Instruction/Non-Instruction		-	-	-	-	-
Total Assets Acquired Under Capital Leases/ (Nonbudgeted)						
		-	-	-	-	-
Transfer to Charter School	10-000-100-560	10,000	621	10,621	10,621	-
Total Transfer to Charter School		10,000	621	10,621	10,621	-
Total Expenditures		27,461,032	(456,986)	27,004,046	29,471,644	(2,467,598)
Excess/(Deficiency) of Revenues Over/(Under)						
Expenditures Before Other Financing Sources/(Uses)		(1,717,916)	-	(1,717,916)	610,264	2,328,180
Other Financing Sources/(Uses):						
Capital reserve to capital outlay		-		-	-	-
Maintenance reserve to required maintenance		-		-	-	-
Prior Year Payables Canceled					41,024	41,024
Total Other Financing Sources/(Uses)		-	-	-	41,024	41,024
Excess/(Deficiency) of Revenues Over/(Under) After Expenditures & Other Financing Sources/(Uses)						
		(1,717,916)	-	(1,717,916)	651,288	2,369,204

Swedesboro-Woolwich Consolidated School District
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2021

ACCOUNT NUMBER	JUNE 30, 2021				ACTUAL	POSITIVE (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET			
Fund Balances, July 1	4,738,912	-	4,738,912		4,738,912	-
Prior Period Adjustment	256,865	-	256,865		256,865	-
Fund Balances, July 1 Restated	4,995,777		4,995,777		4,995,777	-
Fund Balances, June 30	\$ 3,277,861	\$ -	\$ 3,277,861	\$	5,647,065	\$ 2,369,204

RECAPITULATION OF FUND BALANCE:

Restricted Fund Balance:	
Excess Surplus	\$ 987,769
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures	874,014
Capital Reserve	1,499,532
Maintenance Reserve	450,000
Unemployment Compensation	279,043
Assigned Fund Balance:	
Reserve for Encumbrances	374,754
FFCRA - SEMI Designated for Subsequent Year's Expenditures	3,025
Designated for Subsequent Year's Expenditures	62,608
Unassigned Fund Balance	<u>1,116,320</u>
Subtotal	5,647,065
Reconciliation to Governmental Funds Statements (GAAP):	
Last Two State Aid Payments Not Recognized on GAAP Basis	<u>(815,833)</u>
Fund Balance per Governmental Funds (GAAP)	<u>\$ 4,831,232</u>

Swedesboro-Woolwich Consolidated School District
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2021

	JUNE 30, 2021				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
REVENUES					
Federal Sources	\$ 362,440	\$ 406,361	\$ 768,801	\$ 733,718	\$ (35,083)
Local Sources		31,831	31,831	57,938	26,107
Total Revenues	362,440	438,192	800,632	791,656	(8,976)
EXPENDITURES:					
Instruction:					
Salaries of Teachers		13,509	13,509	13,509	-
Purchased Professional & Technical Services		17,674	17,674	17,674	-
Other Purchased Services (400-500 series)		44,267	44,267	35,692	8,575
Tuition	241,931	53,802	295,733	295,733	-
General Supplies	89,513	279,807	369,320	341,914	27,406
Other Objects		600	600	592	8
Total Instruction	331,444	409,659	741,103	705,114	35,989
Support Services:					
Personal Services - Employee Benefits		961	961	961	-
Purchased Professional & Technical Services	30,996	15,537	46,533	39,431	7,102
Purchased Professional Educational Services		12,035	12,035	12,035	-
Student Activities				63,235	(63,235)
Total Support Services	30,996	28,533	59,529	115,662	(56,133)
Total Expenditures	362,440	438,192	800,632	820,776	(20,144)
Total Outflows	362,440	438,192	800,632	820,776	(20,144)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	\$ -	\$ -	\$ -	\$ (29,120)	\$ (29,120)
Fund Balance, July 1					
Prior Period Adjustment				68,489	
Fund Balance, July 1 Restated				<u>68,489</u>	
Fund Balance, June 30				<u>\$ 39,369</u>	
Recapitulation:					
Restricted:					
Student Activities				<u>\$ 39,369</u>	
Total Fund Balance				<u>\$ 39,369</u>	

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART II

THIS PAGE INTENTIONALLY LEFT BLANK.

Swedesboro-Woolwich Consolidated School District
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR FISCAL YEAR ENDED JUNE 30, 2021

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual amounts (budgetary basis) "revenues" from the budgetary comparison schedules	\$ 30,081,908	\$ 791,656
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.	-	(8,881)
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year	(815,833)	-
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	786,309	-
	<hr/>	<hr/>
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<u>\$ 30,052,384</u>	<u>\$ 782,775</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Expenditures" From the Budgetary Comparison Schedule	\$ 29,471,644	\$ 820,776
Differences- Budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposed, but in the year the supplies are received for financial reporting purposes.	\$ -	\$ (8,881)
	<hr/>	<hr/>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<u>\$ 29,471,644</u>	<u>\$ 811,895</u>

REQUIRED SUPPLEMENTARY INFORMATION - PART III

THIS PAGE INTENTIONALLY LEFT BLANK.

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

THIS PAGE INTENTIONALLY LEFT BLANK.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST EIGHT FISCAL YEARS**

	2021	2020	2019	2018	2017	2016	2015	2014
District's proportion of the net pension liability (asset)	0.0235703737%	0.0244863441%	0.0246014660%	0.0241000258%	0.0233292810%	0.0237051833%	0.0213760411%	0.0206578924%
District's proportionate share of the net pension liability (asset)	\$3,843,712	\$4,412,068	\$ 4,843,904	\$ 5,610,101	\$ 6,909,464	\$ 5,321,339	\$ 4,002,180	3,948,134
District's covered-employee payroll	1,684,455	1,670,282	1,693,543	1,757,633	1,601,284	1,676,600	1,587,945	N/A
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	228.187%	264.151%	286.022%	319.185%	431.495%	317.389%	252.035%	N/A
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%

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST EIGHT FISCAL YEARS**

	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution	\$ 257,848	\$ 238,180	\$ 244,705	\$ 223,261	\$ 207,254	\$ 203,801	\$ 176,221	\$ 155,653
Contributions in relation to the contractually required contribution	257,848	238,180	244,705	223,261	207,254	203,801	176,221	418,712
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 1,670,282	\$ 1,670,282	\$ 1,693,543	\$ 1,757,633	\$ 1,601,284	\$ 1,676,600	\$ 1,587,945	N/A
Contributions as a percentage of covered-employee payroll	15.44%	14.26%	14.45%	12.70%	12.94%	12.16%	11.10%	**N/A

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' PENSION AND ANNUITY FUND
LAST EIGHT FISCAL YEARS**

	2021	2020	2019	2018	2017	2016	2015	2014
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%
State's proportionate share of the net pension liability (asset) associated with the District	\$ 65,708,334	\$ 59,201,035	\$ 62,101,646	\$ 61,538,444	\$ 69,173,008	\$ 55,619,967	\$ 46,323,637	\$42,210,628
District's covered-employee payroll	11,764,189	10,998,146	10,670,963	10,271,323	9,781,086	9,098,846	8,885,377	N/A
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%

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND (TPAF)
LAST TEN FISCAL YEARS**

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

SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR OTHER POST EMPLOYMENT BENEFITS (GASB 75)

THIS PAGE INTENTIONALLY LEFT BLANK.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)
LAST FOUR FISCAL YEARS***

	2021	2020	2019	2018
District's Total OPEB Liability				
Service Cost	\$ 1,997,616	\$ 1,878,628	\$ 2,158,866	\$ 2,607,405
Interest Cost	1,176,893	1,326,705	1,422,365	1,220,648
Difference between Expected and Actual Differences	9,616,917	(3,526,492)	(4,076,027)	-
Changes of Assumptions	9,824,917	478,286	(3,772,729)	(5,631,021)
Contributions: Member	28,382	29,189	30,383	32,403
Gross Benefit Payments	(936,376)	(984,699)	(879,103)	(879,990)
Net Change in District's Total OPEB Liability	21,708,349	(798,383)	(5,116,245)	(2,650,555)
District's Total OPEB Liability (Beginning)	32,077,994	32,876,377	37,992,622	40,643,177
District's Total OPEB Liability (Ending)	<u>\$ 53,786,343</u>	<u>\$ 32,077,994</u>	<u>\$ 32,876,377</u>	<u>\$ 37,992,622</u>
District's Covered Employee Payroll	\$ 13,448,644	\$ 12,668,428	\$ 12,364,506	\$ 12,028,956
District's Net OPEB Liability as a Percentage of Payroll	399.94%	253.21%	265.89%	315.84%

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

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

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III

THIS PAGE INTENTIONALLY LEFT BLANK.

**Swedesboro-Woolwich Consolidated School District
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

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

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

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

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

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

OTHER SUPPLEMENTARY INFORMATION

THIS PAGE INTENTIONALLY LEFT BLANK.

D. School Based Budget Schedules

Not Applicable

THIS PAGE INTENTIONALLY LEFT BLANK.

E. Special Revenue Fund

THIS PAGE INTENTIONALLY LEFT BLANK.

Swedesboro-Woolwich Consolidated School District
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR FISCAL YEAR ENDED JUNE 30, 2021

	Total Brought Forward (Ex. E-1a)	E.S.S.A.			IDEA Part B Basic Regular Program	IDEA Preschool Program	Totals 2020-2021
		Title I	Title III	Title III Immigrant			
		Part A	Part A	Part A			
Revenues:							
Federal Sources	\$ 282,452	\$ 108,057	\$ 3,125	\$ 1,627	\$ 295,733	\$ 17,674	\$ 733,718
Local Sources	57,938						57,938
Total Revenues	\$ 340,390	\$ 108,057	\$ 3,125	\$ 1,627	\$ 295,733	\$ 17,674	\$ 791,656
Expenditures:							
Instruction:							
Salaries of Teachers	\$ 950	\$ 12,559					\$ 13,509
Purchased Professional Educational Services					17,674		17,674
Other Purchased Services (400-500 series)	34,065		1,627				35,692
Tuition					295,733		295,733
General Supplies	247,150	94,537	227				341,914
Other Objects	592						592
Total Instruction	282,757	107,096	227	1,627	295,733	17,674	705,114
Support Services:							
Personal Services - Employee Benefits		961					961
Purchased Professional and Technical Services	11,483	25,050	2,898				39,431
Purchased Professional Educational Services	12,035						12,035
Student Activities	63,235						63,235
Total Support Services	86,753	961	2,898	-	-	-	115,662
Facilities acquisition and const. serv. Buildings	-						-
Total facilities acquisition and const. serv.	-						-
Total Expenditures	\$ 369,510	\$ 108,057	\$ 3,125	\$ 1,627	\$ 295,733	\$ 17,674	\$ 820,776
Excess (Deficiency) of Revenues Over (Under) Expenditures	(29,120)						(29,120)
Prior Period Adjustment	68,489						68,489
Fund Balance, July 1	68,489						68,489
Fund Balance, July 1 Restated							
Fund Balance, June 30	39,369						39,369

Swedesboro-Woolwich Consolidated School District
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Total Brought Forward	Title IV	Cares Act Stabilization	Digital Divide	Corona Relief Fund	Total Carried Forward
Revenues:						
Federal Sources	\$ 57,938	\$ 11,483	\$ 89,976	\$ 106,596	\$ 74,397	\$ 282,452
Local Sources						57,938
Total Revenues	\$ 57,938	\$ 11,483	\$ 89,976	\$ 106,596	\$ 74,397	\$ 340,390
Expenditures:						
Instruction:						
Salaries of Teachers	\$ 950					\$ 950
Other Purchased Services (400-500 series)				34,065		34,065
General Supplies	10,246		89,976	72,531	74,397	247,150
Other Objects	592					592
Total Instruction	11,788	-	89,976	106,596	74,397	282,757
Support Services:						
Purchased Professional & Technical Services	-	11,483	-	-	-	11,483
Purchased Professional Educational Services	12,035					12,035
Student Activities	63,235					63,235
Total Support Services	75,270	11,483	-	-	-	86,753
Facilities acquisition and const. serv.:						
Buildings	-					-
Total Facilities acquisition and const. serv.	-	-	-	-	-	-
Total Expenditures	\$ 87,058	\$ 11,483	\$ 89,976	\$ 106,596	\$ 74,397	\$ 369,510
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(29,120)					(29,120)
Prior Period Adjustment	68,489					68,489
Fund Balance, July 1	68,489					68,489
Fund Balance, July 1 Restated						
Fund Balance, June 30	39,369					39,369

Swedesboro-Woolwich Consolidated School District
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Student Activities	Wellness Grant	Verizon Grant	PTO Donations	Exxon/Mobil Grant	NJ Safety Grant	Total Carried Forward
Revenues:							
Local Sources	34,115 \$	1,841 \$	966 \$	7,859 \$	1,122 \$	12,035 \$	57,938 \$
Total Revenues	34,115 \$	1,841 \$	966 \$	7,859 \$	1,122 \$	12,035 \$	57,938 \$
Expenditures:							
Instruction:							
Salaries of Teachers	\$ 950	\$ -	\$ -	\$ -	\$ -	\$ -	950
General Supplies	299	966		7,859	1,122		10,246
Other Objects	592						592
Total Instruction	1,841	966		7,859	1,122		11,788
Support Services:							
Purchased Professional Educational Services						12,035	12,035
Student Activities	63,235						63,235
Total Support Services	63,235					12,035	75,270
Total Expenditures	63,235 \$	1,841 \$	966 \$	7,859 \$	1,122 \$	12,035 \$	87,058 \$
Excess (Deficiency) of Revenues Over(Under) Expenditures	(29,120)						(29,120)
Prior Period Adjustment	68,489						68,489
Fund Balance, July 1							
Fund Balance, July 1 Restated	68,489						68,489
Fund Balance, June 30	39,369						39,369

F. Capital Projects Fund

Not Applicable

THIS PAGE INTENTIONALLY LEFT BLANK.

G. Proprietary Funds

THIS PAGE INTENTIONALLY LEFT BLANK.

Enterprise Funds

Swedesboro-Woolwich Consolidated School District
ENTERPRISE FUND
SCHEDULE OF NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

ASSETS	Business-type Activities				2021
	Food Service Fund	Drama Club	Pay-to Play	Summer Camp	
Current Assets:					
Cash & Cash Equivalents	\$ 166,187	\$ 10,574		\$ 18,068	\$ 194,829
Accounts Receivable:					
State	1,594				1,594
Federal	22,382				22,382
Other	2,333				2,333
Interfunds Receivable	115,418				115,418
Inventories	8,881				8,881
Total Current Assets	316,795	10,574	-	18,068	345,437
Capital Assets:					
Equipment	515,419				515,419
Accumulated Depreciation	(424,646)				(424,646)
Total Capital Assets	90,773	-			90,773
Total Assets	407,568	10,574	-	18,068	436,210
LIABILITIES					
Cash Deficit			24,374		24,374
Unearned Revenue	25,064				25,064
Interfund Payable	-	2,000			2,000
Total Liabilities	25,064	2,000	24,374	-	51,438
NET POSITION					
Net Investment in Capital Assets	90,773	-			90,773
Unrestricted	291,731	8,574	(24,374)	18,068	293,999
Total Net Position	\$ 382,504	\$ 8,574	\$ (24,374)	\$ 18,068	\$ 384,772

Swedesboro-Woolwich Consolidated School District
ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Business-type Activities				2021
	Food Service Fund	Drama Club	Pay-to Play	Summer Camp	
Operating Revenues:					
Local Sources:					
Daily Sales - Reimbursable Program:					\$ -
Daily Sales - Nonreimbursable Program:	242				242
Special Functions/Program Fees			885	3,060	3,945
Total Operating Revenue	242	-	885	3,060	4,187
Operating Expenses:					
Salaries	78,119				78,119
Employee Benefits	27,101				27,101
Purchased Professional Services	45,344			135	45,479
Supplies & Materials	35,416				35,416
Miscellaneous	9,133				9,133
Depreciation Expense	16,185				16,185
Cost of Sales - Reimbursable	94,942				94,942
Cost of Sales - Non Reimbursable	83				83
Total Operating Expenses	306,323	-	-	135	306,458
Operating Income/(Loss)	(306,081)	-	885	2,925	(302,271)
Nonoperating Revenues:					
State Sources:					
State School Lunch Program	11,857				11,857
Federal Sources:					
National School Lunch Program	261,288				261,288
Healthy Hunger-Free Kids Act	5,211				5,211
Food Distribution Program	30,452				30,452
Total Nonoperating Revenues	308,808	-	-	-	308,808
Net Income/(Loss)	2,727	-	885	2,925	6,537
Net Position/(Deficit) - July 1	379,777	8,574	(25,259)	15,143	378,235
Net Position/(Deficit) - June 30	\$ 382,504	\$ 8,574	\$ (24,374)	\$ 18,068	\$ 384,772

Swedesboro-Woolwich Consolidated School District
PROPRIETARY FUNDS
SCHEDULE OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Business-type Activities				2021
	Food Service Fund	Drama Club	Pay-to Play	Summer Camp	
Cash Flows From Operating Activities:					
Receipts from Customers	\$ 627		\$ 885	\$ 3,060	\$ 4,572
Payments to Employees	(78,119)				(78,119)
Payments for Employee Benefits	(27,101)				(27,101)
Payments to Suppliers	(148,693)			(135)	(148,828)
Net Cash Provided/(Used) by Operating Activities	<u>(253,286)</u>	-	885	2,925	<u>(249,476)</u>
Cash Flows From Noncapital Financing Activities:					
State Sources	12,074				12,074
Federal Sources	253,997				253,997
Interfund Transfer General Fund	(1,655)				(1,655)
Net Cash Provided/(Used) by Noncapital Financing Activities	<u>264,416</u>	-	-	-	<u>264,416</u>
Net Increase/(Decrease) in Cash & Cash Equivalents	11,130	-	885	2,925	14,940
Balances - Beginning of Year	155,057	10,574	(25,259)	15,143	155,515
Balances - End of Year	<u>\$ 166,187</u>	<u>\$ 10,574</u>	<u>\$ (24,374)</u>	<u>\$ 18,068</u>	<u>\$ 170,455</u>
Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:					
Operating Income/(Loss)	\$ (306,081)	\$ -	\$ 885	\$ 2,925	(302,271)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:					
Food Distribution Program	30,452				30,452
Depreciation & Net Amortization	16,185				16,185
(Increase)/Decrease in Accounts Receivable	2,089				2,089
(Increase)/Decrease in Inventories	6,543				6,543
Increase/(Decrease) in Unearned Revenue	(2,475)				(2,475)
Total Adjustments	<u>52,795</u>	-			<u>52,795</u>
Net Cash Provided/(Used) by Operating Activities	<u>\$ (253,286)</u>	<u>\$ -</u>	<u>\$ 885</u>	<u>\$ 2,925</u>	<u>\$ (249,476)</u>

Internal Service Fund

Not Applicable

THIS PAGE INTENTIONALLY LEFT BLANK.

H. Fiduciary Fund

Not applicable

I. Long-Term Debt

**Swedesboro-Woolwich Consolidated School District
GENERAL LONG-TERM DEBT ACCOUNT GROUP
SCHEDULE OF SERIAL BONDS
JUNE 30, 2021**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES		INTEREST RATE	BALANCE	ISSUED	RETIRED	BALANCE
			DATE	AMOUNT		JULY 1, 2020			JUNE 30, 2021
Refunding Bond Issue of 2010	10/28/10	\$ 12,875,000				\$ 7,175,000	\$	7,175,000	
Refunding Bonds of 2013	1/15/22	510,000	3.000%						
	1/15/23	565,000	3.000%						
	1/15/24	625,000	3.000%						
	1/15/25	680,000	3.000%						
	1/15/26	745,000	2.375%						
	1/15/27	805,000	2.500%						
	1/15/28	875,000	3.000%						
Refunding Bonds of 2015	1/15/29	890,000	3.000%						
	1/15/30	875,000	3.000%						
	1/15/31	865,000	3.000%			7,890,000	455,000	\$	7,435,000
	2/15/2022	1,115,000	5.000%						
	2/15/2023	1,170,000	3.000%						
Refunding Bonds of 2021	2/15/2024	1,210,000	2.250%						
	2/15/2025	1,235,000	3.000%						
	2/15/2026	1,275,000	3.000%						
	2/15/2027	1,320,000	3.000%						
	2/15/2028	1,360,000	3.000%						
	2/15/2029	1,410,000	3.000%						
	2/15/2030	1,450,000	4.000%						
	2/15/2031	1,510,000	4.000%			14,120,000	1,065,000		13,055,000
	2/15/2022	840,000	4.000%						
	2/15/2023	820,000	4.000%						
2/15/2024	815,000	4.000%							
2/15/2025	805,000	4.000%							
2/15/2026	795,000	4.000%							
2/15/2027	785,000	4.000%							
2/15/2028	765,000	4.000%							
Total						\$ 29,185,000	\$ 5,625,000	\$ 8,695,000	\$ 26,115,000
								\$ 6,230,000	
								2,465,000	
								<u>8,695,000</u>	

Swedesboro-Woolwich Consolidated School District
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
JUNE 30, 2021

DESCRIPTION	DATE OF LEASE	TERM OF LEASE	AMOUNT OF ORIGINAL PRINCIPAL	INTEREST PAYABLE	AMOUNT INTEREST RATE	AMOUNT OUTSTANDING JUNE 30, 2020	ISSUED CURRENT YEAR	RETIRED CURRENT YEAR	AMOUNT OUTSTANDING JUNE 30, 2021
Copiers	4/28/2016	5 Years	\$ 301,287	\$ 33,721	3.990%	\$ 76,138	\$ -	\$ 65,043	\$ 11,095
275 Chromebooks	3/15/2017	3 Years	102,169	4,261	2.267%	26,018	-	26,018	-
250 Chromebooks	4/16/2018	3 Years	93,494	4,261	2.267%	47,266	-	23,102	24,164
250 Chromebooks	6/10/2019	3 Years	96,200	5,936	3.700%	71,170	-	22,851	48,319
Total						\$ 220,592	\$ -	\$ 137,014	\$ 83,578

Swedesboro-Woolwich Consolidated School District
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:					
Local Sources:					
Local Tax Levy	\$ 2,954,618		\$ 2,954,618	\$ 2,954,618	\$ -
State Sources:					
Debt Service Aid Type II	462,157		462,157	462,157	
Miscellaneous Revenue				4,691	
Total Revenues	3,416,775	-	3,416,775	3,421,466	-
Expenditures:					
Regular Debt Service:					
Interest	951,775		951,775	951,775	-
Redemption of Principal	2,465,000		2,465,000	2,465,000	-
Expense of Refunding Bonds	-		-	92,754	(92,754)
Total Expenditures	3,416,775	-	3,416,775	3,509,529	(92,754)
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	-	-	-	(88,063)	(92,754)
Other Financing Sources/(Uses):					
Proceeds Funds from Refunding Issue	-	-	-	6,352,632	6,352,632
Deposits to Refunding Escrow	-	-	-	(6,259,878)	(6,259,878)
Total Other Financing Sources/(Uses)	-	-	-	92,754	92,754
Excess/(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures & Other Financing Uses	-	-	-	4,691	(4,691)
Fund Balances July 1	-	-	-	-	-
Fund Balances June 30	\$ -	\$ -	\$ -	\$ 4,691	\$ (4,691)

STATISTICAL SECTION (Unaudited)

THIS PAGE INTENTIONALLY LEFT BLANK.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Governmental Activities:										
Net Investment in										
Capital Assets	\$ 10,606,206	\$ 8,187,926	\$ 6,449,977	\$ 4,931,912	\$ 3,734,685	\$ 2,180,877	\$ 1,207,384	\$ (4,679,880)	\$ (5,242,056)	\$ (4,886,612)
Restricted	4,574,805	3,977,392	4,443,334	4,018,483	3,824,305	4,239,889	4,167,437	4,223,547	4,265,673	2,543,875
Unrestricted	(5,515,510)	(6,020,187)	(5,859,035)	(5,709,468)	(4,910,035)	(4,053,115)	(4,015,981)	(236,780)	(355,847)	212,208
Total Governmental Activities Net Position	\$ 9,665,501	\$ 6,145,131	\$ 5,034,276	\$ 3,240,927	\$ 2,648,955	\$ 2,367,651	\$ 1,358,840	\$ (693,113)	\$ (1,332,230)	\$ (2,130,529)
Business-Type Activities:										
Net Investment in										
Capital Assets	\$ 90,773	\$ 106,958	\$ 93,653	\$ 115,045	\$ 166,657	\$ 178,890	\$ 207,029	\$ 180,004	\$ 140,058	\$ 164,144
Unrestricted	293,999	271,277	331,984	295,736	262,612	232,051	295,619	241,921	220,170	232,230
Total Business-Type Activities Net Position	\$ 384,772	\$ 378,235	\$ 425,637	\$ 410,781	\$ 429,269	\$ 410,941	\$ 502,648	\$ 421,925	\$ 360,228	\$ 396,374
District-Wide:										
Net Investment in										
Capital Assets	\$ 10,696,979	\$ 8,294,884	\$ 6,543,630	\$ 5,046,957	\$ 3,901,342	\$ 2,359,767	\$ 1,414,413	\$ (4,499,876)	\$ (5,101,998)	\$ (4,722,468)
Restricted	4,574,805	3,977,392	4,443,334	4,018,483	3,824,305	4,239,889	4,167,437	4,223,547	4,265,673	2,543,875
Unrestricted	(5,221,511)	(5,748,910)	(5,527,051)	(5,413,732)	(4,647,423)	(3,821,064)	(3,720,362)	5,141	(135,677)	444,438
Total District Net Position	\$ 10,050,273	\$ 6,523,366	\$ 5,459,913	\$ 3,651,708	\$ 3,078,224	\$ 2,778,592	\$ 1,861,488	\$ (271,188)	\$ (972,002)	\$ (1,734,155)

**SWEDESORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Expenses:										
Governmental Activities:										
Instruction:										
Regular	\$ 6,406,383	\$ 6,837,914	\$ 6,257,657	\$ 6,245,255	\$ 6,331,564	\$ 6,441,003	\$ 6,082,739	\$ 8,794,027	\$ 9,391,723	\$ 8,583,362
Special Education	4,200,875	3,879,271	3,582,033	3,394,357	3,102,061	3,100,061	3,114,214	3,135,830	3,553,357	3,379,436
Other Special Instruction	584,468	460,648	423,450	370,974	371,209	329,415	298,067	468,794	1,494,101	1,440,282
Other Instruction	59,813	217,030	207,054	162,307	101,815	75,616	67,245			
Support Services & Undistributed Costs:										
Tuition, Student and instruction related	2,802,169	2,779,544	2,733,883	2,546,117	2,539,137	2,358,652	2,418,838	3,583,951	2,890,237	2,657,335
General Administration	656,350	632,939	659,595	694,163	606,641	635,017	613,366	1,162,711	589,492	571,133
School Administrative Services	1,118,966	1,115,072	988,157	997,942	812,391	785,907	714,690	676,387	735,173	676,861
Central Services	231,704	234,685	227,559	229,531	206,739	205,775	232,050	206,895	258,735	230,840
Administrative information technology	458,208	432,663	445,629	438,891	441,795	443,897	378,528	281,624	292,456	241,744
Plant Operations & Maintenance	2,092,237	2,037,758	1,989,558	1,793,405	1,866,348	1,854,248	1,963,095	2,195,486	2,059,852	1,969,498
Pupil Transportation	1,525,978	1,495,286	1,582,609	1,523,231	1,576,049	1,578,937	1,622,666	1,496,836	1,341,755	1,232,954
Unallocated Benefits	17,335,481	10,479,360	11,090,220	10,398,441	8,772,800	7,384,989	6,797,171	2,029,225		
Long-Term Debt and Other Charges	1,142,879	1,053,032	1,142,425	1,219,754	1,297,274	1,374,812	1,357,193	1,592,650	1,660,505	1,915,124
Capital Outlay	-	87,129	105,074	192,337	171,931	205,587	120,297	262,580		
Transfer to Charter Schools						8,817				
Adjustment to Capital Assets	10,621									
Unallocated Depreciation	839,491	847,837	840,549	839,013	855,336	815,760	827,661	142,709	112,937	137,734
Total Governmental Activities	39,465,623	32,590,168	32,275,452	31,045,718	29,053,090	27,598,493	26,616,419	26,029,705	24,380,323	23,036,303
Expenses										
Business-Type Activities:										
Food Service	306,323	491,304	578,962	593,148	583,407	603,028	566,915	560,403	552,173	487,788
Other Enterprise Funds	135	27,139	40,605	44,952	53,973	66,049	307,349	279,035	320,962	318,516
Total Business-Type Activities	306,458	518,443	619,567	638,100	637,380	669,077	874,264	839,438	873,135	806,304
Expense										
Total District Expenses	\$ 39,772,081	\$ 33,108,611	\$ 32,895,019	\$ 31,683,818	\$ 29,690,470	\$ 28,267,570	\$ 27,490,683	\$ 26,869,143	\$ 25,253,458	\$ 23,842,607
Program Revenues:										
Governmental Activities:										
Charges for Services:	\$ 34,115									
Operating Grants & Contributions	9,520,852	498,108	498,336	494,746	454,714	478,797	448,009	2,045,001	2,187,418	1,841,204
Total Governmental Activities	9,554,967	498,108	498,336	494,746	454,714	478,797	448,009	2,045,001	2,187,418	1,841,204

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
FISCAL YEAR ENDING JUNE 30,										
Business-Type Activities:										
Charges for Services:										
Food Service	4,187	267,726	393,532	403,896	410,017	408,809	399,751	368,087	369,352	349,491
Other Enterprise Funds		20,159	34,144	41,108	51,139	63,638	326,102	354,020	297,136	371,304
Operating Grants & Contributions	308,808	189,058	208,310	204,114	196,252	207,254	180,710	178,860	170,101	139,999
Total Business Type Activities	312,995	476,943	635,986	649,118	657,408	679,701	906,563	900,967	836,589	860,794
Program Revenues										
Total District Program Revenues	\$ 9,867,962	\$ 9,750,511	\$ 1,134,322	\$ 1,143,864	\$ 1,112,122	\$ 1,158,498	\$ 1,354,572	\$ 2,945,968	\$ 3,024,007	\$ 2,701,998
Net (Expense)/Revenue:										
Governmental Activities	\$ 29,910,656	\$ 32,092,060	\$ 31,777,116	\$ 30,550,972	\$ 28,598,376	\$ 27,119,696	\$ 26,168,410	\$ 23,984,704	\$ 22,192,905	\$ 21,195,099
Business-Type Activities	(6,537)	41,500	(16,419)	(11,018)	(20,028)	(10,624)	(32,299)	(61,529)	36,546	(54,490)
Total District-Wide Net Expense	\$ 29,904,119	\$ 32,133,560	\$ 31,760,697	\$ 30,539,954	\$ 28,578,348	\$ 27,109,072	\$ 26,136,111	\$ 23,923,175	\$ 22,229,451	\$ 21,140,609
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes, Levied for General Purposes, Net	\$ 16,349,434	\$ 16,349,434	\$ 16,028,857	\$ 15,647,409	\$ 15,340,597	\$ 15,039,801	\$ 14,646,864	\$ 13,920,834	\$ 13,306,662	\$ 12,827,192
Taxes Levied for Debt Service	2,954,618	2,034,701	2,806,649	2,821,060	3,096,102	2,761,433	2,828,133	2,889,554	2,884,871	2,821,785
Unrestricted Federal & State Aid	12,915,918	14,380,476	14,162,029	10,992,542	10,188,091	9,834,767	9,472,595	7,584,115	7,594,320	6,543,041
Tuition received	126,143	221,552	245,069	153,428	178,598	210,694	66,974			
Transportation	-	-	27,596	-	-	-	-	-	-	-
Miscellaneous Income	228,377	238,890	311,973	80,261	84,161	211,443	154,137	229,639	133,277	97,355
Fixed Asset disposal and adjustments	(4,357)	(13,558)	(11,708)	(1,891)	(3,138)	(28,780)		(323)	(124,156)	(343,108)
Compensated Absences									(856)	10,275
Cancellation of Accounts Receivable	41,024				(4,731)		(182,025)			
Costs of issuance/refunding bonds										
Other Restricted Miscellaneous	22,178									
Debt Refinanced									(790,000)	
Transfers	-					99,149				11
Total Governmental Activities	\$ 32,633,335	\$ 33,211,495	\$ 33,570,465	\$ 29,692,809	\$ 28,879,680	\$ 28,128,507	\$ 26,986,678	\$ 24,623,819	\$ 22,991,205	\$ 21,956,551
Business-Type Activities:										
Adjustment to Capital Assets	-	(5,902)	(1,563)		(1,700)	(452)	55,404		(149)	(11)
Transfers						(99,149)	(7,386)			
Other						(2,850)	407			
Investment Earnings						120	169		547	407
Total Business-Type Activities	-	(5,902)	(1,563)	-	(1,700)	(102,331)	48,425	169	398	396
Total District-Wide	\$ 32,633,335	\$ 33,205,593	\$ 33,568,902	\$ 29,692,809	\$ 28,877,980	\$ 28,026,176	\$ 27,035,103	\$ 24,623,988	\$ 22,991,603	\$ 21,956,947
Change in Net Position:										
Governmental Activities	\$ 2,722,679	\$ 1,119,435	\$ 1,793,349	\$ (858,163)	\$ 281,304	\$ 1,008,811	\$ 818,268	\$ 659,115	\$ 798,300	\$ 761,452
Business-Type Activities	6,537	(47,402)	14,856	11,018	18,328	(91,707)	80,724	61,698	(36,148)	54,886
Total District	\$ 2,729,216	\$ 1,072,033	\$ 1,808,205	\$ (847,145)	\$ 299,632	\$ 917,104	\$ 898,992	\$ 700,813	\$ 762,152	\$ 816,338

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
FUND BALANCES AND GOVERNMENTAL FUNDS**

LAST TEN FISCAL YEARS

(Modified Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
General Fund:										
Restricted	\$ 4,090,358	\$ 3,922,012	\$ 3,631,058	\$ 3,195,889	\$ 2,974,745	\$ 2,913,475	\$ 2,790,692	\$ 3,388,825	\$ 3,257,674	\$ 2,004,503
Assigned	440,387	219,172	264,543	118,550	110,850	708,440	619,479	579,138	374,725	427,071
Unassigned	300,487	(188,581)	(168,093)	(163,827)	(146,167)	(178,326)	(204,031)	(139,930)	(96,683)	(32,458)
Total General Fund	\$ 4,831,232	\$ 3,952,603	\$ 3,727,508	\$ 3,150,612	\$ 2,939,428	\$ 3,443,589	\$ 3,206,140	\$ 3,828,033	\$ 3,535,716	\$ 2,399,116

All Other Governmental Funds:

Assigned										
Capital Projects Fund									\$ 16,834	
Committed										
Restricted:										
Special Revenue Fund	39,369									
Capital Projects Fund	-				764,423	764,423	764,423	771,734	984,620	1,091,131
Debt Service Fund	4,691		768,681	773,363	75,003	72,490	58,611	62,987	6,544	48,241
Total All Other Governmental Funds	\$ 44,060	\$ -	\$ 768,681	\$ 773,363	\$ 839,426	\$ 836,913	\$ 823,034	\$ 834,721	\$ 1,007,998	\$ 1,139,372

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Revenues:										
Tax Levy	\$ 19,304,052	\$ 18,384,135	\$ 18,835,506	\$ 18,468,469	\$ 18,436,699	\$ 17,801,234	\$ 17,474,997	\$ 16,810,388	\$ 16,191,533	\$ 15,648,977
Miscellaneous	430,416	508,323	631,511	273,209	267,344	432,176	236,727	229,640	133,277	93,613
State Sources	13,761,946	12,609,122	11,830,194	10,969,006	10,162,140	9,819,582	9,472,595	8,580,774	9,406,098	7,817,117
Federal Sources	760,211	470,875	461,949	478,685	476,080	483,943	432,393	1,048,342	375,640	567,128
Total Revenue	34,256,625	31,972,455	31,759,160	30,189,369	29,342,263	28,536,935	27,616,712	26,669,144	26,106,548	24,126,835
Expenditures:										
Current Expense:										
Instruction	11,320,212	11,472,413	10,549,804	10,210,064	9,977,482	9,924,792	9,643,841	8,732,960	8,726,150	8,228,660
Undistributed Expenditures	18,374,296	17,382,202	17,041,058	16,184,368	15,908,768	14,941,832	14,787,538	14,014,421	12,595,773	11,454,423
Capital Outlay	491,281	263,346	300,609	350,512	456,074	428,266	382,297	316,849	184,521	242,780
Special Schools	10,621					8,817	8,599			
Debt Service	3,503,904	3,389,500	3,391,675	3,392,875	3,599,025	3,382,336	3,453,875	3,485,873	3,594,878	3,506,546
Total Expenditures	33,700,314	32,507,461	31,283,146	30,137,819	29,941,349	28,686,043	28,276,150	26,550,103	25,101,322	23,432,409
Excess (Deficiency) of Revenues Over/(Under) Expenditures	556,311	(535,006)	476,014	51,550	(599,086)	(149,108)	(659,438)	119,041	1,005,226	694,426
Other Financing Sources/(Uses):										
Transfers in	-		768,604	(768,604)	4,682	103,130	2,168	1,217	6,700	3,754
Transfers out					(4,682)	(3,981)	(2,168)	(1,217)	(6,700)	
Cancellation of Payables/Receivables	41,024	(8,580)	77	77	(4,731)					
Lease Purchase Proceeds	-		96,200	93,494	102,169	301,287	25,857			182,707
Funds from Refunding Issue	6,352,632									
Total Other Financing Sources/ (Uses)	6,393,656	(8,580)	96,200	93,571	97,438	400,436	25,857	-	-	186,461
Net Change in Fund Balances	\$ 6,949,967	\$ (543,586)	\$ 572,214	\$ 145,121	\$ (501,648)	\$ 251,328	\$ (633,581)	\$ 119,041	\$ 1,005,226	\$ 880,887
Debt Service as a Percentage of Noncapital Expenditures	10.55%	10.51%	10.95%	11.39%	12.21%	11.97%	12.38%	13.29%	14.43%	15.12%

Source: District records

Note: Noncapital expenditures are total expenditures less capital outlay.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

FISCAL YEAR ENDED JUNE 30,	TUITION	SALE OF ASSETS	INTEREST ON INVESTMENTS	PRIOR YEAR REFUNDS	MISCELLANEOUS	RENTALS	COLUMBIA		TOTAL
							GAS	EASEMENT	
2021		\$ -	\$ 1,241	\$ 24,015	\$ 191,368	\$ 7,062	\$ -	\$ -	223,686
2020			11,411	176,901	4,614				192,926
2019			170,757	79,946	7,721				258,424
2018			11,613	47,830	6,579				66,022
2017			193	38,436	6,900			20,000	65,529
2016			26,856	60,149	6,400		100,870		194,275
2015		1,950	29,713	3,074	3,200		100,870	3,200	142,007
2014	71,147		9,581	148,897					229,625
2013			15,782	117,495					133,277
2012			11,576	55,921	16,248				83,745

**SWEDESORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS**

BOROUGH OF SWEDESORO

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE
2021	1,195,200	135,437,800		11,800	29,918,300	3,273,800	2,330,700	172,167,600		172,167,600	1.318	182,316,358
2020	1,251,300	136,121,800		14,400	30,095,400	3,273,800	2,330,700	173,087,400		173,087,400	1.356	177,645,685
2019	1,121,900	136,004,700		14,400	30,111,400	3,273,800	2,330,700	172,856,900		172,856,900	1.417	177,824,185
2018	1,200,000	135,946,700		25,300	29,555,400	3,273,800	2,330,700	172,331,900		172,331,900	1.408	176,570,879
2017	1,225,500	136,021,000		25,300	29,592,200	3,273,800	2,330,700	172,468,500		172,468,500	1.384	178,468,138
2016	1,311,500	135,324,200		25,300	30,020,200	3,273,800	2,749,500	172,704,500	1,774,301	174,478,801	1.354	176,331,228
2015	1,516,500	146,211,800		25,300	34,204,500	1,663,900	1,122,400	184,744,400	1,703,659	186,448,059	1.324	181,333,040
2014	1,962,600	148,474,600		24,700	34,901,000	1,695,500	1,122,400	188,180,800	1,833,117	190,013,917	1.279	192,277,907
2013	2,146,800	148,633,300		24,700	35,797,600	1,695,500	1,122,400	189,420,300	2,354,496	191,774,796	1.197	197,364,832
2012	2,511,200	147,909,300		24,700	35,840,600	1,695,500	1,122,400	189,103,700	2,399,420	191,503,120	1.144	202,130,113

TOWNSHIP OF WOOLWICH

2021	17,696,100	1,137,261,000	19,438,700	3,711,300	69,097,900	50,195,510	50,161,000	1,347,561,510		1,347,561,510	1.271	1,350,178,099
2020	17,438,800	996,881,400	18,108,900	3,879,800	65,095,600	41,306,910	32,501,500	1,175,212,910	0	1,175,212,910	1.364	1,342,106,327
2019	19,193,400	981,055,700	18,242,300	4,203,200	53,839,700	41,306,910	32,501,500	1,150,342,710	0	1,150,342,710	1.423	1,276,383,568
2018	15,861,400	966,313,300	18,471,800	4,235,100	52,004,500	42,292,600	32,501,500	1,131,680,200	1,719,044	1,133,399,244	1.415	1,234,884,068
2017	13,795,200	956,623,700	19,670,300	4,242,400	51,386,700	42,884,800	32,501,500	1,121,104,600	1,810,647	1,122,915,247	1.423	1,193,338,953
2016	13,276,400	943,474,000	20,072,500	4,317,800	50,503,300	43,425,600	21,054,900	1,096,124,500	1,870,892	1,097,995,392	1.408	1,163,595,438
2015	17,421,300	923,944,400	18,481,400	4,344,600	51,771,100	44,073,200	22,229,800	1,082,265,800	1,901,162	1,084,166,962	1.390	1,110,614,108
2014	19,999,300	905,097,600	20,677,300	4,291,500	55,082,700	45,953,200	22,229,800	1,073,331,400	2,303,228	1,075,634,628	1.325	1,099,949,222
2013	15,110,900	543,765,600	14,130,200	4,968,700	25,146,400	21,639,600	7,701,100	632,462,500	1,369,350	633,831,850	2.187	1,150,834,822
2012	17,200,900	534,786,500	14,280,800	4,979,500	24,187,900	23,097,100	8,741,400	627,274,100	1,279,782	628,553,882	2.126	1,207,715,607

Source: Gloucester County Abstract of Rates

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)**

FISCAL YEAR ENDED JUNE 30,	BOROUGH OF SWEDESBORO									
	SCHOOL DISTRICT DIRECT RATE				OVERLAPPING RATES			TOTAL DIRECT AND OVERLAPPING TAX RATE		
	LOCAL SCHOOL	REGIONAL SCHOOL	TOTAL DIRECT	TOTAL	MUNICIPAL	COUNTY				
2021	1.318	0.890	2.208	2.208	1.067	0.785				4.060
2020	1.356	0.848	2.204	2.204	1.034	0.750				3.988
2019	1.417	0.865	2.282	2.282	0.995	0.750				4.027
2018	1.408	0.888	2.296	2.296	0.971	0.738				4.005
2017	1.384	0.950	2.334	2.334	0.919	0.748				4.001
2016	1.354	0.905	2.259	2.259	0.918	0.709				3.886
2015	1.324	0.867	2.191	2.191	0.833	0.642				3.666
2014	1.279	0.870	2.149	2.149	0.802	0.655				3.606
2013	1.197	0.785	1.982	1.982	0.775	0.610				3.367
2012	1.144	0.713	1.857	1.857	0.745	0.615				3.217
TOWNSHIP OF WOOLWICH										
2021	1.271	0.855	2.126	2.126	0.561	0.744				3.431
2020	1.364	0.951	2.315	2.315	0.605	0.836				3.756
2019	1.423	0.932	2.355	2.355	0.576	0.810				3.741
2018	1.415	0.911	2.326	2.326	0.557	0.785				3.668
2017	1.423	0.883	2.306	2.306	0.558	0.768				3.632
2016	1.408	0.848	2.256	2.256	0.548	0.745				3.549
2015	1.390	0.798	2.188	2.188	0.506	0.678				3.372
2014	1.325	0.767	2.092	2.092	0.486	0.662				3.240
2013	2.187	1.207	3.394	3.394	0.735	1.076				5.205
2012	2.126	1.090	3.216	3.216	0.705	1.088				5.009

Source: Gloucester County Board of Taxation - Abstract of Ratables

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

BOROUGH OF SWEDESBORO

TAXPAYER	2021		
	TAXABLE	RANK (OPTIONAL)	% OF TOTAL
	ASSESSED VALUE		DISTRICT NET ASSESSED VALUE
Swedesboro Development LLC	\$ 3,789,200		2.20%
D & D Properties of Swedesboro Inc	2,823,500		1.64%
R & R Real Estate LLC	1,703,100		0.99%
Taxpayers #1	1,660,000		0.96%
Russo Rentals LLC	1,505,600		0.87%
Botto Sons LLC	1,389,700		0.81%
Swedesboro Housing LTD Partnership	1,275,000		0.74%
Green Bucket LLC	1,196,500		0.69%
Gi Advo Propco LLC	1,176,300		0.68%
Racoon Creek LLC	950,000		0.55%
Total	<u>\$ 17,468,900</u>		<u>10.15%</u>

TAXPAYER	2012		
	TAXABLE	RANK (OPTIONAL)	% OF TOTAL
	ASSESSED VALUE		DISTRICT NET ASSESSED VALUE
D & D Properties of Swedesboro	\$ 2,988,500		1.56%
NJ Bell Telephone Company	2,354,496		1.23%
Botto Sons, LLC	1,948,700		1.02%
Taxpayers #1	1,895,300		0.99%
Swedesboro Housing LTD Partnership	1,693,800		0.88%
Racoon Creek LLC	1,634,800		0.85%
Russo Rentals	1,577,700		0.82%
Bank of America	1,191,600		0.62%
R & R Real Estate LLC	1,044,100		0.55%
Taxpayers #2	974,300		0.51%
Total	<u>\$ 17,303,296</u>		<u>9.04%</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

CONSOLIDATED

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY	
		AMOUNT	PERCENTAGE OF LEVY
2021	\$ 19,304,052	\$ 19,304,052	100.00%
2020	18,384,135	18,384,135	100.00%
2019	18,835,506	18,835,506	100.00%
2018	18,468,469	18,468,469	100.00%
2017	17,913,313	17,913,313	100.00%
2016	17,413,403	17,413,403	100.00%
2015	16,660,377	16,660,377	100.00%
2014	10,736,076	10,736,076	100.00%
2013	15,001,669	15,001,669	100.00%
2012	15,326,530	15,326,530	100.00%

BOROUGH OF SWEDESBORO

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY	
		AMOUNT	PERCENTAGE OF LEVY
2021	\$ 2,183,391	\$ 2,183,391	100.00%
2020	2,358,324	2,358,324	100.00%
2019	2,460,587	2,460,587	100.00%
2018	2,437,490	2,437,490	100.00%
2017	2,454,678	2,454,678	100.00%
2016	2,342,599	2,342,599	100.00%
2015	2,404,193	2,404,193	100.00%
2014	2,554,204	2,554,204	100.00%
2013	1,634,313	1,634,313	100.00%
2012	2,192,169	2,192,169	100.00%

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

TOWNSHIP OF WOOLWICH

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY	
		AMOUNT	PERCENTAGE OF LEVY
2021	\$ 17,120,661	\$ 17,120,661	100.00%
2020	16,025,811	16,025,811	100.00%
2019	16,374,919	16,374,919	100.00%
2018	16,030,979	16,030,979	100.00%
2017	15,458,635	15,458,635	100.00%
2016	15,070,804	15,070,804	100.00%
2015	14,256,184	14,256,184	100.00%
2014	8,181,872	8,181,872	100.00%
2013	13,367,356	13,367,356	100.00%
2012	13,134,361	13,134,361	100.00%

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES		TOTAL DISTRICT	PER CAPITA
	GENERAL OBLIGATION BONDS	CAPITAL LEASES		
2021	\$ 26,115,000	\$ 83,578	\$ 26,198,578	N/A
2020	29,185,000	220,592	29,405,592	1857
2019	31,530,000	377,007	31,907,007	2053
2018	33,790,000	368,533	34,158,533	2221
2017	35,980,000	358,589	36,338,589	2422
2016	38,295,000	309,897	38,604,897	2594
2015	40,445,000	16,740	40,461,740	2721
2014	41,465,000	14,515	41,479,515	2818
2013	43,400,000	68,785	43,468,785	3064
2012	44,395,000	107,271	44,502,271	3269

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING		
2021	26,115,000	-	26,115,000	1.72%	N/A
2020	29,185,000	-	29,185,000	2.16%	1,843
2019	31,530,000	-	31,530,000	2.38%	2,029
2018	33,790,000	-	33,790,000	2.59%	2,197
2017	35,980,000	-	35,980,000	2.78%	2,398
2016	38,295,000	-	38,295,000	3.01%	2,573
2015	40,445,000	-	40,445,000	3.18%	2,720
2014	41,465,000	-	41,465,000	3.28%	2,817
2013	43,400,000	-	43,400,000	5.26%	3,060
2012	44,395,000	-	44,395,000	5.41%	3,261

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

**RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2021**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
Kingsway Regional High School			
Swedesboro	\$29,909,000	5.7880%	\$ 1,731,147
Woolwich	\$29,909,000	42.7677%	12,791,395
Municipality			
Swedesboro	2,759,618	100.0000%	2,759,618
Woolwich	37,545,441	100.0000%	37,545,441
Gloucester County			
Swedesboro	173,810,000	0.6400%	1,112,203
Woolwich	173,810,000	5.1300%	8,912,817
Subtotal, Overlapping Debt			50,330,079
Swedesboro-Woolwich Consolidated School District Debt			26,115,000
Total Direct & Overlapping Debt			<u>\$ 76,445,079</u>

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

SWEDESORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Dollars in Thousands)

	FISCAL YEAR									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Debt Limit	\$ 38,096,507	\$ 36,908,308	\$ 35,947,074	\$ 34,693,110	\$ 33,770,036	\$ 32,787,118	\$ 32,181,062	\$ 32,267,566	\$ 32,952,997	\$ 33,876,636
Total Net Debt Applicable to Limit	26,115,000	29,185,000	31,530,000	33,790,000	35,980,000	38,295,000	40,445,000	41,465,000	43,400,000	44,395,000
Legal Debt Margin	\$ 11,981,507	\$ 78,045,643	\$ 4,417,074	\$ 903,110	\$ (2,209,964)	\$ (5,507,882)	\$ (8,263,938)	\$ (9,197,434)	\$ (10,447,003)	\$ (10,518,364)

Total Net Debt Applicable to the Limit as a Percentage of Debt Limit (3.0%)

68.550%	79.074%	87.712%	97.397%	106.544%	116.799%	125.680%	128.504%	131.703%	131.049%
---------	---------	---------	---------	----------	----------	----------	----------	----------	----------

Legal Debt Margin Calculation

	Equalized Valuation Basis		
	Total	Swedesboro	Woolwich
2020	\$ 1,571,621,572	188,656,147	1,382,965,425
2019	1,512,758,723	181,072,706	1,331,686,017
2018	1,487,200,516	175,222,402	1,311,978,114
	\$ 4,571,580,811	544,951,255	4,026,629,556
Average Equalized Valuation of Taxable Property	\$ 1,523,860,270	\$ 181,650,418	\$ 1,342,209,852
Debt Limit (2.5% of Average Equalization Value)	\$ 38,096,507		
Net Bonded School Debt	26,115,000		
Legal Debt Margin	\$ 11,981,507		

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

YEAR	POPULATION (a)	PERSONAL INCOME (b)	GLOUCESTER COUNTY	
			PER CAPITA INCOME	UNEMPLOYMENT RATE (d)
SWEDESBORO				
2021	N/A	N/A	N/A	N/A
2020	2,577	N/A	N/A	7.9%
2019	2,573	145,371,927	56,499	3.4%
2018	2,584	140,424,896	54,344	4.4%
2017	2,587	135,807,152	52,496	4.6%
2016	2,592	131,683,968	50,804	5.0%
2015	2,604	129,202,668	49,617	4.8%
2014	2,600	123,149,000	47,365	5.3%
2013	2,598	119,191,044	45,878	8.3%
2012	2,605	116,995,760	44,912	10.8%
WOOLWICH				
2021	N/A	N/A	N/A	N/A
2020	13,257	N/A	N/A	5.3%
2019	12,969	732,735,531	56,499	2.1%
2018	12,793	695,222,792	54,344	2.8%
2017	12,415	651,737,840	52,496	3.1%
2016	12,293	624,533,572	50,804	3.4%
2015	12,268	608,701,356	49,617	3.8%
2014	12,117	573,921,705	47,365	4.8%
2013	11,587	531,588,386	45,878	4.6%
2012	11,010	494,481,120	44,912	7.3%

Source:

(a) Population information provided by US Bureau of the Census; Population Division

(b) Personal income calculated using population and per capita personal income

(c) Per Capita Personal Income provided by the NJ Dept. of Labor and Workforce Development

(d) Unemployment data provided by the NJ Dept. of Labor and Workforce Development

N/A - Information not available

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

EMPLOYER	2021		
	EMPLOYEES	RANK (OPTIONAL)	PERCENTAGE OF TOTAL EMPLOYMENT
Amazon	4,500	1	N/A
Rowan University	3,500	2	N/A
Inspira Health	2,051	3	N/A
Jefferson Health	2,015	4	N/A
Washington Township School District	1,515	5	N/A
Shop Rite	1,300	6	N/A
County of Gloucester	1,200	7	N/A
U.S. Food Services	1,014	8	N/A
Monroe Township School District	841	9	N/A
Walmart - Turnersville	800	10	N/A
	18,736		

EMPLOYER	2012		
	EMPLOYEES	RANK (OPTIONAL)	PERCENTAGE OF TOTAL EMPLOYMENT
Rowan University	1,300	1	N/A
Underwood Memorial Hospital	1,825	2	N/A
Washington Township School District	1,648	3	N/A
County of Gloucester	1,500	4	N/A
Kennedy Health Alliance	1,200	5	N/A
Missa Bay, LLC	950	6	N/A
Monroe Township School District	725	7	N/A
U.S Foodservices	741	8	N/A
DGI Services	600	9	N/A
Delaware Valley Wholesale Florist	500	10	N/A
	10,989		

Source: Information provided by the Gloucester County Office of Economic Development and Employer Directly.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Instruction:										
Regular	86	85	89	89	91	100	101	107	108	103
Special Education	45	44	50	45	42	35	36	42	44	42
Other Special Education	23	25	29	29	32	36	36	35	35	35
Other Instruction	2	1	3	3	2	1	1	3	3	3
Support Services:										
Student & instruction related services	18	19	19	17	15	17	16	16	16	15
General administration	7	8	8	8	8	9	8	6	6	4
School administrative services	12	12	14	14	13	12	13	14	14	14
Other administrative services	1	1	1	1	1	1	1	1	1	1
Central services	3	3	3	3	3	3	3	3	3	3
Administrative information technology	4	4	4	4	4	4	3	4	4	3
Plant Operations & Maintenance	17	16	15	14	15	16	16	9	9	9
Other Support Services	6	6	6	6	6	6	5			
Total	224	224	241	233	232	240	239	240	243	232

Source: District Personnel Records

**SWEDESORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/TEACHER RATIO		AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						ELEMENTARY SCHOOL	MIDDLE SCHOOL				
2021	1,509	\$ 29,705,129	19,685	0.0061%	131	1:11.52	1:13	1,501.9	1,412.7	-5.73%	94.06%
2020	1,603	28,854,615	18,000	0.0064%	129	1:12.43	1:11	1,593.2	1,538.3	-3.24%	96.55%
2019	1,648	27,590,862	16,742	0.0068%	139	1:11.86	1:11	1,646.5	1,576.3	-1.71%	95.74%
2018	1,685	26,394,432	15,664	0.0068%	134	1:12.58	1:11	1,675.1	1,608.6	-1.18%	96.03%
2017	1,703	25,886,250	15,200	0.0074%	135	1:12.74	1:11	1,695.1	1,632.3	-1.35%	96.30%
2016	1,732	24,875,441	14,362	0.0074%	136	1:12.74	1:12	1,718.3	1,649.9	-1.88%	96.02%
2015	1,754	24,439,978	13,934	0.0083%	138	1:12.71	1:14	1,751.3	1,679.4	-0.47%	95.89%
2014	1,760	22,747,381	12,925	0.0088%	152	1:11.62	1:16	1,759.6	1,691.9	0.22%	96.15%
2013	1,756	21,321,923	12,142	0.0095%	155	1:11.41	1:17	1,755.8	1,677.7	1.59%	95.55%
2012	1,740	19,683,083	11,312	0.0066%	154	1:11.30	1:22	1,728.3	1,659.0	-1.00%	95.99%

Sources: District records

Note: Enrollment based on annual October district count.

- a. Operating expenditures equal total expenditures less debt service and capital outlay.
- b. Teaching staff includes only full-time equivalents of certificated staff.
- c. Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEAR**

DISTRICT BUILDINGS	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Elementary Schools:										
Governor Charles G Harker School (2008):										
Square Feet	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Capacity (Students)	720	720	720	720	720	720	720	720	720	720
Enrollment	660	663	682	721	773	784	785	765	735	728
Governor Charles C. Stratton School (2004):										
Square Feet	84,000	84,000	84,000	84,000	84,000	84,000	84,000	84,000	84,000	84,000
Capacity (Students)	620	620	620	620	620	620	620	620	620	620
Enrollment (a)	401	427	440	439	403	442	480	505	494	508
Walter H. Hill School (1922)										
Square Feet	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000
Capacity (Students)	407	407	407	407	407	407	407	407	407	407
Enrollment	204	267	273	269	259	263	249	259	250	230
Margaret C. Clifford School (1996)										
Square Feet	43,151	43,151	43,151	43,151	43,151	43,151	43,151	43,151	43,151	43,151
Capacity (Students)	262	262	262	262	262	262	262	262	262	262
Enrollment	244	246	253	256	268	243	240	231	243	274

Number of Schools at June 30, 2021:

Elementary = 3

Sixth Grade = 1

Source: District Facilities Office

Note: Year of original construction is shown in parentheses.

Enrollment is based on the annual October District count.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS**

UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES

11-000-261-xxx

	Walter H. Hill	Margaret C. Clifford	Governor Charles C Stratton	Charles G Harker	TOTAL
2021	142,109	64,595	116,271	107,660	430,635
2020	135,992	60,471	99,000	108,143	403,606
2019	85,419	69,113	94,209	116,142	364,883
2018	79,864	62,753	68,849	99,485	310,951
2017	95,058	62,732	81,254	112,938	351,982
2016	73,006	81,700	78,420	72,245	305,371
2105	143,974	116,866	227,639	271,000	759,479
2104	156,143	106,461	205,825	241,312	709,741
2103	113,157	89,335	178,669	214,403	595,564
2012	142,440	112,453	224,905	269,886	749,684

Source: District records

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2021

	COVERAGE	DEDUCTIBLE
School package policy - Utica National Insurance Company		
Property - blanket buildings & contents	\$ 80,274,320	\$ 1,000
Commercial general liability		
Bodily Injury & Property Damage, per Occurrence	1,000,000	
Personal & Advertising Injury, per Occurrence	1,000,000	
Damage to Premises Rented, per Occurrence	1,000,000	
Medical expense - any one person	10,000	
General Aggregate - Other Than Products & Completed Operations	3,000,000	
Aggregate Limit - Products & Completed Operations	3,000,000	
Abuse or Molestation Liability (Each Loss)	1,000,000	
Abuse or Molestation Liability (Annual Aggregate)	3,000,000	
Commercial Crime & Inland Marine Coverage		
Employee Theft, per employee	100,000	500
Forgery or Alteration, per occurrence	100,000	
Computer and Funds Transfer Fraud	100,000	
Electronic Data Processing	415,000	250
Business Auto Coverage		
Combined BI/PD Limit of Liability	1,000,000	500
Uninsured Motorist/Underinsured Motorist	1,000,000	
Commercial Umbrella Coverage		
Liability Limit	4,000,000	
School Leaders E&O Liability Coverage		
Each Loss	1,000,000	
Aggregate	3,000,000	
Workers Compensation & Employers Liability Coverage		
Workers Compensation	Statutory Limit	
Bodily Injury by Accident – Per Accident Limit	3,000,000	
Bodily Injury by Disease – Policy Limit	3,000,000	
Bodily Injury by Disease – Each Employee Limit	3,000,000	
Selective Insurance Company		
Surety - Business Administrator	275,000	

Source: District records

SINGLE AUDIT SECTION

THIS PAGE INTENTIONALLY LEFT BLANK.



HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

EXHIBIT K-1

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

Honorable President and Members
of the Board of Education
Swedesboro-Woolwich Consolidated School District
County of Gloucester
Woolwich Township, 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 Swedesboro-Woolwich Consolidated School District (the "School District") as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated February 3, 2022.

Internal Control Over Financial Reporting

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

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

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

618 Stokes Road, Medford, NJ 08055

P: 609.953.0612 • **F:** 609.257.0008

www.hmacpainc.com

Compliance and Other Matters

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

Purpose of this Report

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

Respectfully Submitted,

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

David T. McNally
Certified Public Accountant
Public School Accountant, No. 2616

Medford, New Jersey
February 3, 2022

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

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

Report on Compliance for Each Major Federal and State Program

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

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School District's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*; and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards, the Uniform Guidance and New Jersey OMB's Circular 15-08 require that we plan and

perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal and State Program

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

Report on Internal Control Over Compliance

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

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

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

Purpose of this Report

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

Respectfully Submitted,

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

David T. McNally
Certified Public Accountant
Public School Accountant, No. 2616

Medford, New Jersey
February 3, 2022

Sweetserboro-Woolwich Consolidated School District
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR FISCAL YEAR ENDED JUNE 30, 2021

FEDERAL GRANTOR PASS-THROUGH GRANTOR/ PROGRAM TITLE	ASSISTANCE LISTING NUMBER	FAIN NUMBER	GRANT OR STATE PROJECT NUMBER	PROGRAM AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2020	CASH RECEIVED	BUDGETARY EXPENDITURES	SUBRECIPIENT EXPENDITURES	REPAYMENT OF PRIOR YEARS' BALANCES	(ACCOUNTS RECEIVABLE)	BALANCE JUNE 30, 2021 UNEARNED REVENUE	DUO TO GRANTOR
U.S. Department of Agriculture													
Passed Through New Jersey Department of Agriculture:													
Child Nutrition Cluster:													
Food Distribution Program (Noncash Assistance)	10.555	211NJ304N1099	Unavailable	\$30,452	7/1/19-6/30/21		\$ 30,452	\$ (28,362)	-	-	\$ -	\$ 2,090	-
Food Distribution Program (Noncash Assistance)	10.555	201NJ304N1099	Unavailable	45,242	7/1/19-6/30/21	3,625	-	(3,625)	-	-	-	-	-
COVID-19 National School Lunch Program	10.555	211NJ304N1099	100-010-3350-026	261,288	7/1/20-6/30/21	(9,880)	239,344	(261,288)	-	-	(21,944)	-	-
COVID-19 National School Lunch Program	10.555	201NJ304N1099	100-010-3350-026	137,160	7/1/19-6/30/20	(9,880)	9,880	-	-	-	(438)	-	-
COVID-19 Healthy Hunger-Free Kids Act	10.555	211NJ304N1099	100-010-3350-026	5,211	7/1/20-6/30/21		4,773	(5,211)	-	-	-	-	-
Total Child Nutrition Cluster						(6,255)	284,449	(298,486)	-	-	(22,382)	2,090	-
Total Enterprise Fund						(6,255)	284,449	(298,486)	-	-	(22,382)	2,090	-
U.S. Department of Health and Human Services													
Passed Through New Jersey Department of Human Services:													
COVID-19 Medical Assistance Program (SEMI)	93.778	2005NJMAP	100-054-7540-211	3,025	7/1/20-6/30/21		3,025	(3,025)	-	-	-	-	-
Medical Assistance Program (SEMI)	93.778	2005NJMAP	100-054-7540-211	28,129	7/1/20-6/30/21		26,831	(28,129)	-	-	(1,298)	-	-
Total General Fund						-	29,856	(31,154)	-	-	(1,298)	-	-
U.S. Department of Education													
Passed Through New Jersey Department of Education:													
Title I - Part A	84.010	S010A190030	100-034-5064-194	108,057	7/1/20-9/30/21		60,035	(108,057)	-	-	(48,022)	-	-
Subtotal						-	60,035	(108,057)	-	-	(48,022)	-	-
Title IIA - Part A	84.367	S367A190029	100-034-5063-290	25,050	7/1/20-9/30/21		22,000	(25,050)	-	-	(3,050)	-	-
Subtotal						-	22,000	(25,050)	-	-	(3,050)	-	-
Title III - English Language Acquisition	84.365	S365A170030	100-034-5064-187	6,335	7/1/17-6/30/18	(223)	-	-	-	-	(223)	-	-
Title III - English Language Acquisition	84.365	S365A190030	100-034-5064-187	4,946	7/1/19-6/30/20	(1,548)	-	-	-	-	(1,548)	-	-
Title III - English Language Acquisition	84.365	S365A200030	100-034-5064-187	31,260	7/1/20-9/30/21		-	(4,752)	-	-	(4,752)	-	-
Subtotal						(1,771)	-	(4,752)	-	-	(6,523)	-	-
Title IV - Part A	84.424	S42A190031	100-034-5063-348	10,000	7/1/19-6/30/20	(125)	125	(11,483)	-	-	(11,483)	-	-
Title IV - Part A	84.424	S42A200031	100-034-5063-348	11,483	7/1/20-9/30/21		125	(11,483)	-	-	(11,483)	-	-
Subtotal						(125)	125	(11,483)	-	-	(11,483)	-	-
Special Education Cluster:													
L.D.E.A. Part B, Basic Regular	84.027	H027A200100	100-034-5065-016	295,733	7/1/20-9/30/21		184,884	(295,733)	-	-	(110,849)	-	-
L.D.E.A. Part B, Basic Regular	84.027	H027A190100	100-034-5065-016	284,648	7/1/19-6/30/20	(51,418)	51,418	-	-	-	-	-	-
Subtotal						(51,418)	236,302	(295,733)	-	-	(110,849)	-	-
L.D.E.A. Preschool	84.173A	H173A200114	100-034-5065-020	17,674	7/1/20-9/30/21		17,766	(17,674)	-	-	(17,674)	-	-
L.D.E.A. Preschool	84.173A	H173A190114	100-034-5065-020	17,766	7/1/19-6/30/20	(17,766)	17,766	-	-	-	-	-	-
Subtotal						(17,766)	17,766	(17,674)	-	-	(17,674)	-	-
Total Special Education Cluster						(69,184)	254,068	(313,407)	-	-	(128,523)	-	-
COVID 19 - CRF Bridging the Digital Divide	21.019	S425D200027	100-034-5120-516	115,171	7/1/20-10/31/20		114,531	(106,596)	-	-	-	7,935	-
COVID 19 - Coronavirus Relief Fund	21.019	S425D200027	100-034-5120-517	74,397	3/13/20-9/30/22		74,397	(74,397)	-	-	-	-	-
Subtotal						-	188,928	(180,993)	-	-	-	7,935	-
Cares Act Stabilization	84.425D	S425D200027	100-034-5120-513	89,976	9/3/20-9/30/23		85,315	(89,976)	-	-	(4,661)	-	-
Subtotal						-	85,315	(89,976)	-	-	(4,661)	-	-
Total Special Revenue Fund						(71,080)	610,471	(733,718)	-	-	(202,262)	7,935	-
Total Expenditures of Federal Awards						\$ (77,335)	\$ 924,776	\$ (1,063,358)	\$ -	\$ -	\$ (225,942)	\$ 10,025	\$ -

Swedesboro-Woolwich Consolidated School District
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR FISCAL YEAR ENDED JUNE 30, 2021

STATE GRANTOR/PROGRAM TITLE OR CLUSTER	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2020	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS	REPAYMENT OF PRIOR YEARS' BALANCES	BALANCE AT JUNE 30, 2021		MEMO	
									(ACCOUNTS RECEIVABLE)	UNEARNED REVENUE	DUE TO GRANTOR	BUDGETARY RECEIVABLE
New Jersey Department of Education:												
General Fund:												
Categorical Special Education Aid	495-034-5120-089	\$ 1,357,452	7/1/20-6/30/21	\$ -	\$ 1,357,452	\$ (1,357,452)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,357,452
Equalization Aid	495-034-5120-078	6,162,740	7/1/20-6/30/21	-	6,162,740	(6,162,740)	-	-	-	-	-	6,162,740
Security Aid	495-034-5120-084	162,836	7/1/20-6/30/21	-	162,836	(162,836)	-	-	-	-	-	162,836
Total State Aid Public				-	7,683,028	(7,683,028)	-	-	-	-	-	7,683,028
Categorical Transportation Aid	495-034-5120-014	665,956	7/1/20-6/30/21	-	665,956	(665,956)	-	-	-	-	-	665,956
Nonpublic Transportation Aid	495-034-5120-014	30,450	7/1/20-6/30/21	-	-	(30,450)	-	-	(30,450)	-	-	30,450
Total Transportation Aid				-	665,956	(696,406)	-	-	(30,450)	-	-	696,406
Securing Our Children's Future Bond Act												
Extraordinary Aid	495-034-5120-044	84,253	7/1/20-6/30/21	-	-	(35,602)	-	-	(35,602)	-	-	35,602
Extraordinary Aid	495-034-5120-044	147,669	7/1/20-6/30/21	-	-	(147,669)	-	-	(147,669)	-	-	147,669
Extraordinary Aid	495-034-5120-044	102,774	7/1/19-6/30/20	(102,774)	102,774	-	-	-	-	-	-	-
Reimbursed TPAF Social Security Contributions	495-034-5094-003	875,485	7/1/20-6/30/21	-	835,855	(875,485)	-	-	(39,630)	-	-	875,485
Reimbursed TPAF Social Security Contributions	495-034-5094-003	815,964	7/1/19-6/30/20	(40,283)	40,283	-	-	-	-	-	-	-
Noncash Assistance:												
On Behalf Post Retirement Long Term Disability Insurance Contributions	100-034-5094-004	1,697	7/1/20-6/30/21	-	1,697	(1,697)	-	-	-	-	-	1,697
On Behalf TPAF Pension Contributions (Non-Budgeted)	100-034-5094-002	2,961,377	7/1/20-6/30/21	-	2,961,377	(2,961,377)	-	-	-	-	-	2,961,377
On Behalf TPAF Post-Retirement Medical (Non-Budgeted)	100-034-5094-001	928,049	7/1/20-6/30/21	-	928,049	(928,049)	-	-	-	-	-	928,049
Total General Fund				(143,057)	13,219,019	(13,229,313)	-	-	(253,351)	-	-	13,329,313
Debt Service Fund:												
Debt Service Aid	495-034-5120-075	462,157	7/1/20-6/30/21	-	462,157	(462,157)	-	-	-	-	-	462,157
Enterprise Fund:												
National School Lunch Program (State Share)	100-010-3350-023	11,857	7/1/20-6/30/21	-	10,263	(11,857)	-	-	(1,594)	-	-	11,857
National School Lunch Program (State Share)	100-010-3350-023	6,656	7/1/19-6/30/20	(1,810)	1,810	-	-	-	-	-	-	-
Total Enterprise Fund				(1,810)	12,073	(11,857)	-	-	(1,594)	-	-	11,857
Total State Financial Assistance				(144,867)	13,693,249	(13,803,327)	\$ -	\$ -	(254,945)	\$ -	\$ -	13,803,327
Less: Grants Not Subject to Major Program Determination:												
On Behalf Post Retirement Long Term Disability Insurance Contributions	100-034-5094-004	1,697	7/1/20-6/30/21			1,697						
On Behalf TPAF Pension Contributions (Non-Budgeted)	100-034-5094-002	2,961,377	7/1/20-6/30/21			2,961,377						
On Behalf TPAF Post-Retirement Medical (Non-Budgeted)	100-034-5094-001	928,049	7/1/20-6/30/21			928,049						
Total State Financial Assistance subject to Calculation for Major Program Determination												\$ (9,912,204)

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Note 1. Basis of Presentation

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

Note 2. Summary of Significant Accounting Policies

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

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

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

Note 3. Relationship to Basic Financial Statements

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Note 3. Relationship to Basic Financial Statements (continued)

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$29,524) for the general fund and \$(8,881) for the special revenue fund. See Exhibit C-3 Note A of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 31,154	\$ 13,299,789	\$ 13,330,943
Special Revenue Fund	729,057		729,057
Debt Service Fund		462,157	462,157.00
Food Service Fund	<u>296,951</u>	<u>11,857</u>	<u>308,808</u>
Total Awards & Financial Assistance	<u>\$ 1,057,162</u>	<u>\$ 13,773,803</u>	<u>\$ 14,830,965</u>

Note 4. Relationship to Federal and State Financial Reports

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

Note 5. Federal and State Loans Outstanding

The Swedesboro-Woolwich Consolidated School District had no loan balances outstanding as of June 30, 2021.

Note 6. On-behalf Programs Not Subject to State Single Audit Major Program Determination

On-behalf State Programs for the TPAF Pension and Post-retirement Medical Benefits Contributions are excluded from State single audit major program determination. The Schedule of State Financial Assistance provides a reconciliation of State financial assistance reported in the School District's financial statements and the amounts subject to State single audit and major program determination.

**SWEDSBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:

1) Material weakness(es) identified? _____ yes X no

2) Significant deficiency(ies) identified? _____ yes X none reported

Noncompliance material to financial statements noted? _____ yes X no

Federal Awards

Internal control over major programs:

1) Material weakness(es) identified? _____ yes X no

2) Significant deficiency(ies) identified? _____ yes X none reported

Type of auditor's report issued on compliance for major programs Unmodified

Any audit findings disclosed that are required to be reported
in accordance with 2 CFR 200 section .516(a) of Uniform Guidance? _____ yes X no

Identification of major programs:

<u>Assistance Listing Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>84.027</u>	<u>H027A180100</u>	<u>Special Education Cluster:</u>
<u>84.173A</u>	<u>H173A180114</u>	<u>IDEA Basic</u>
<u>21.019</u>	<u>S425D200027</u>	<u>IDEA Preschool</u>
<u> </u>	<u> </u>	<u>COVID-19 Coronavirus Relief Fund</u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>

Dollar threshold used to determine Type A programs \$750,000

Auditee qualified as low-risk auditee? _____ yes X no

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Section I - Summary of Auditor's Results (continued)

State Financial Assistance

Dollar threshold used to determine Type A programs _____ \$750,000 _____

Auditee qualified as low-risk auditee? X yes no

Internal control over major programs:

 1) Material weakness(es) identified? yes X no

 2) Significant deficiency(ies) identified? yes X no

Type of auditor's report issued on compliance for major programs _____ Unmodified _____

Any audit findings disclosed that are required to be reported
in accordance with New Jersey OMB's Circular 15-08? yes X no

Identification of major programs:

State Grant/Project Number(s)

Name of State Program

495-034-5120-078	State Aid - Public:
495-034-5120-084	Equalization Aid
495-034-5120-089	Categorical Security Aid
	Categorical Special Education Aid

**SWEDESBORO WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Section II – Financial Statement Findings

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

None.

**SWEDESBORO WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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

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

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE

None.

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

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

Financial Statement Findings

No Prior Year Findings.

Federal Awards

Not applicable.

State Financial Assistance

No Prior Year Findings.