

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
OF THE
WILLINGBORO TOWNSHIP SCHOOL DISTRICT
BOARD OF EDUCATION
BURLINGTON COUNTY, NEW JERSEY
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Prepared by
Willingboro Township School District
Finance Department

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INTRODUCTORY SECTION

WILLINGBORO PUBLIC SCHOOLS

WILLINGBORO, NEW JERSEY 08046-2847



KELVIN L. SMITH, CPA, MBA
Assistant Superintendent for
Business/Board Secretary

COUNTRY CLUB ADMINISTRATION BLDG.
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Telephone: (609) 835-8600 x-1020
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January 26, 2022

The Honorable President and
Members of the Board of Education
Willingboro Township School District
Burlington County, New Jersey 08046

Dear Board Members:

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

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes the transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the basic financial statements and schedules and the auditor's report. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformance with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance); and New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations are included in the single audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES: The Willingboro Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board as established by National Center for Governmental Accountants Statement No. 3. All fund account groups of the District are included in this report. The Willingboro Township Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-K through 12. These include regular, vocational as well as special education programs. The District completed the 2020-2021 fiscal year with an average daily enrollment of 3574, which is very close to the previous year's average enrollment. The following details the changes in the student enrollment of the District over the last seven year

Annual Daily Enrollment

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percentage Change</u>
2020-2021	3574	0.02%
2019 – 2020	3573	6.78%
2018 – 2019	3346	-3.96%
2017 -2018	3484	-5.07%
2016 – 2017	3670	0.16%
2015 – 2016	3664	-0.02%
2014 - 2015	3739	2.79%
2013- 2014	3605	-0.07%

2) MAJOR INITIATIVES:

The mission of the Willingboro Public School District is to create a challenging learning environment that encourages high expectations for all students. The district implements differentiated, standards-based instruction that allows for individual differences and learning styles. The district endeavors to promote a safe and supportive environment, where each student’s self-esteem is fostered through positive relationships. In collaboration with parents and all stakeholders, the district endeavors to nurture and develop the greatness in every student.

To achieve this mission, the major initiatives undertaken by the district were as follows:

1. Ensured that every Title 1 school (all schools except Garfield East) completed and monitored an Annual School Plan, which consisted of goals and a budget for professional development, parent involvement, clubs, assembly programs, and field trips.
2. Implemented a Uniform Grading Profile to ensure uniformity of grading procedures.
3. Revised curriculum guides to align to NJDOE mandates.
4. Created the positions of English Language Arts (ELA) and Mathematics Coach. The ELA and Mathematics coaches worked to support teachers on effective instructional practices.
5. Incorporated the use of IXL in ELA and Mathematics as a progress monitoring tool during remote instruction for students in grades K to 12.
6. Engaged in a comprehensive roll-out of remote instruction, which included ten (10) full-day professional development sessions, instructional videos, and monitoring of implementation procedures.
7. Implemented after school tutorial and enrichment programs in our schools.

8. Refined the Intervention and Referral Services (I &RS) process to ensure that support was provided to Tier II and Tier III students.
9. Introduced an assessment measure to identify gifted and talented students.
10. Introduced an assessment measure to identify students who meet the criteria for the Seal of Biliteracy.
11. Purchased Promethean Boards for every classroom.
12. Purchased chrome books that created a 1:1 initiative both at home and at school.
13. A QSAC Improvement Plan was developed for Instruction and Program. This plan was approved by the NJDOE in October 2020.
14. Revised the kindergarten instructional program to align with state standards. Previously, the kindergarten teachers were using the same curriculum program as the PreK students with the exception of mathematics.
15. Focused on the goal that instruction is centered on student engagement, rigor, and relevance. Training was provided on Kagan Cooperative Learning Structures for student engagement. Rigor and relevance were both introduced through the use of the virtual curriculum pacing guides in which the major state standards are addressed. The pacing guides were created to focus on the major standards during remote instruction.
16. Implemented a lesson plan template that is aligned to the Danielson Evaluation Tool. This template is designed to assist teachers in using the lesson design process: anticipatory set, direct instruction, guided instruction, small group instruction, and assessment. The lesson design process promotes the teacher as facilitator of instruction using differentiated instructional techniques.
17. Provided parent workshops to help support curriculum implementation, virtual learning, and the use of technology.
18. Provided all district staff with professional development on Restorative Practices to promote healthy and sustained relationships.

It is the goal of the Willingboro Public School District to ensure that students will become lifelong learners and productive citizens who will be prepared to compete in a competitive, pluralistic, and ever-changing global society.

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

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

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

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

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

Revenues	2020-2021	Percent of Total	Increase (Decrease) from 2019	Percentage Increase (Decrease)
Local Sources	35,224,464	37.47%	1,085,825	3.18%
State Sources	55,281,195	58.81%	726,477	1.33%
Federal Sources	3,494,186	3.72%	939,864	36.80%
Total Revenue	93,999,845	100%	2,752,166	3.02%

Expenditures	2020-2021 Actual	Percent of Total	Increase (Decrease) from 2019	Percentage Increase (Decrease)
Operating	79,569,819	96.10%	1,437,306	1.84%
Capital Outlay	1,487,235	1.80%	(2,826,135)	(65.52%)
Special Schools	-	0%	0	0%
Debt Services	1,740,9721	2.10%	(10,229)	(0.58 %)
Total Expenditures	82,798,026	100.00%	(1,399,058)	(1.66%)

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

6) **FINANCIAL INFORMATION AT FISCAL YEAR-END:** As demonstrated by the various statements and schedules included in the financial section of this report, the District meets its responsibility for financial management. The following schedule presents a summary of the General Fund, Special Revenue Fund and Debt Service Fund. Revenues for the fiscal year ended June 30, 2021 and the amount and percentage of increases (decreases) in relation to prior year revenues.

The following schedule presents a summary of General Fund, Special Revenue Fund and Debt Service Fund expenditures for the fiscal year ended June 30, 2021 and the amount and percentage of increases (decreases) in relation to prior year amounts:

7) **DEBT ADMINISTRATION:** At June 30, 2021, the District's outstanding debt issues included \$18,815,000, general obligation bonds.

8) **CASH MANAGEMENT:** The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note #2. The District has adopted an investment policy, which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

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, student accident insurance, and fidelity bonds.

10) **INDEPENDENT AUDIT:** State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Board approved the accounting firm of Brent Lee & Co. LLC during the meeting of January 4, 2021. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance); and New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

11) ACKNOWLEDGEMENTS: We would like to express our appreciation to the Willingboro Township Board of Education for its concern for providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing its full support to the ongoing improvement of the financial operation. The preparation of this report could not have been accomplished without the dedicated services of the District staff.

Respectfully submitted,

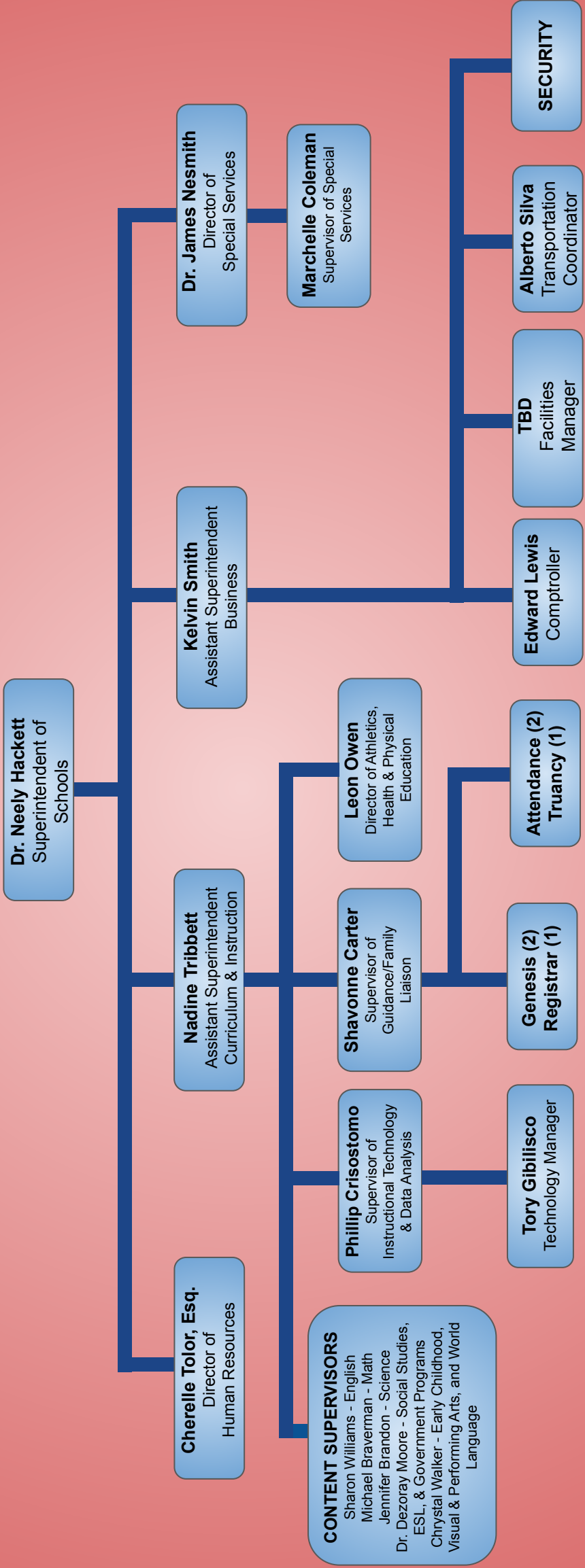


Dr. Neely Hackett
Superintendent of Schools



Kelvin L. Smith, CPA, MBA
Asst. Superintendent for Business/Board Secretary

Willingboro Public Schools Organizational Chart



WILLINGBORO BOARD OF EDUCATION

ROSTER OF OFFICIALS

JUNE 30, 2021

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Debra Williams, President	2023
April maxwell-Henley, Vice President	2022
Mike Bird	2023
Corvena Francis-Denton	2023
Laurie Gisbon-Parker	2021
Alexis Harkley	2021
Carlos Worthy	2021
Daisy Maxwell-Cisse	2022
Danielle Spinner	2022

OTHER OFFICIALS

Dr. Neely Hackett, Superintendent of Schools

Kelvin Smith, Business Administrator/Board Secretary

WILLINGBORO BOARD OF EDUCATION

CONSULTANTS AND ADVISORS

BRENT W. LEE & CO., LLC
Certified Public Accounting Firm
3008 New Albany Road
Cinnaminson, New Jersey 08077

ATTORNEYS

Frank P. Cavallo, Jr., Esq.
PARKER McCAY P.A.
9000 Midlantic Drive #300
Mt Laurel, NJ 08054

OFFICIAL DEPOSITORIES

TD Bank
336 Route 70 East
Marlton, New Jersey 08053

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FINANCIAL SECTION



BRENT W. LEE & CO., LLC
Certified Public Accounting Firm

Independent Auditor's Report

The Honorable President and Members
of the Board of Education
Willingboro Township School District
County of Burlington
Willingboro, New Jersey 08046

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinions

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the District 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

As discussed in Note 20 to the basic financial statements, the District implemented Governmental Accounting Standards Board (“GASB”) Statement No. 84, *Fiduciary Activities*, during the fiscal year ended June 30, 2021. My opinions are not modified with respect to this matter.

Other Matters

Required Supplemental Information

Accounting principles generally accepted in the United States of America require that the Management Discussion and Analysis and Budgetary Comparison Information, and the schedules related to accounting and reporting for pensions & other post-employment benefits, as listed on 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. I 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 my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I 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

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District’s basic financial statements. The introductory section, combining and individual fund financial 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 and state financial assistance, are 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 and State Aid* are also not a required part of the basic financial statements.

The combining and individual fund financial statements, long-term debt schedules and the schedules of expenditures of federal and state awards are the responsibility of management and was derived from and relates 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 standard generally accepted in the United States of America. In my opinion, the combining and individual nonmajor the procedures performed as described above, the combining and individual fund financial statements, long-term debt schedules and the schedules of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections, 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, I do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued a report dated February 4, 2022 on my consideration of the District's internal control structure over financial reporting and my 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 my testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Respectfully submitted,



Brent W. Lee
Certified Public Accountant
Licensed Public School Accountant No. 700

Cinnaminson, New Jersey
February 4, 2022

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REQUIRED SUPPLEMENTARY INFORMATION – PART I

MANAGEMENT’S DISCUSSION AND ANALYSIS

**WILLINGBORO TOWNSHIP PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
(UNAUDITED)**

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

Financial Highlights-2021

Net Position totaled \$26,244,918, which represents a \$5,454,340 increase from 2019-2020. The increase is mostly due to school closures related to COVID-19 which caused a decrease in operating expenses, offset by increases in General Revenues.

The District had \$95,454,422 in revenues; general revenues accounted for \$76,103,452 in revenue or 79.73% of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$19,350,970 or 20.27% of all revenues.

The District had \$90,698,358 in expenses; governmental activities accounted for \$89,109,858 of expenses or 98.25%. Business-type activities accounted for \$1,588,500 of expenses or 1.75%.

Among major funds, the General Fund had \$86,119,079 in revenues and \$74,491,171 in expenditures. The General Fund's fund balance is \$15,097,751

Using this Comprehensive Annual Financial Report (CAFR)

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

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

Reporting the District as a Whole

Statement of Net Position and the Statement of Activities

This document contains all funds used by the District to provide programs and activities, viewing the District as a whole and reports the culmination of all financial transactions. The report answers the question “How We Did Financially during Fiscal Year 2021.” The Statement of Net Position and the Statement of activities provides the summary. The statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account, all of the current year’s revenues and expenses regardless of when cash is received or paid.

These two statements report the District’s net position and changes in net position. This change in net assets is important because they report on whether the District’s financial position has improved or diminished.

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

Governmental Activities - All of the 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 Activities - These services are provided on a charge for goods or services basis to recover all the expense of the goods or services provided. The Food Service and Community School Enterprise Funds are reported as business activities.

Reporting the District’s Most Significant Funds

Fund Financial Statement

The Analysis of the District’s major funds provides detailed information about the District’s major funds. The District’s major governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

Governmental Funds

The District’s activities are reported in governmental funds, which focus on how money flows into and out of the funds and balances left at year-end available for spending in the future years. These funds are reported using a modified accrual accounting method, 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 District’s general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship 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. The reporting of this fund did not change with the conversion to GASB 34.

The District as a Whole

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

Table I – Net Position

The District's combined net position was \$26,244,918 on June 30, 2021. This is an increase of 26.2% from the previous fiscal year.

Net Position	30-Jun-21	30-Jun-20
Invested in Capital Assets, Net of Debt	\$ 32,325,314	31,294,662
Restricted For: Other Purposes	12,476,660	9,887,231
Unrestricted	(18,557,056)	(20,391,315)
Total Net Position	\$ <u>26,244,918</u>	\$ <u>20,790,578</u>

Government Activities

Property taxes as approved by the voters of the Willingboro Township in the amount of \$34,239,955 made up 36.43% of governmental activities revenue for the fiscal year 2021. The District's total governmental activities revenues were \$93,999,845 for the year ended June 30, 2021. Federal & State Aid Not Restricted in the amount of \$52,648,554 made up 56.01% and operating grants and contributions in the amount of \$6,139,793 made up 6.53% of governmental activities revenues, respectively. The remaining 1.03% is made up of tuition received, miscellaneous income, transfer in, and decrease in pension liability.

Governmental Activities Revenue for Fiscal Year 2021

<u>Revenue</u>	<u>FY 2021</u>
Tax Levy	34,239,955
Tuition Charges	371,678
Miscellaneous	599,865
State Services / Local Sources	55,294,161
Federal Sources	3,494,186
	<hr/>
Total	\$93,999,845

Governmental Activities Expenses for Fiscal Year 2021

The total cost of all programs and services was \$82,798,026. Instruction and out of district tuition expenses in the amount of \$34,548,031 made up 41.73% of the governmental activities expenses.

<u>Expense</u>	<u>FY 2021</u>
Instruction	25,220,709
Out of District Placement	9,327,322
Undistributed Expenditures	45,021,788
Capital Outlay	1,487,235
Debt Service	1,740,972
Scholarships Awarded	
	<hr/>
Total	\$82,798,026

Business-Type Activities

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

Food service expenses exceeded revenues by \$193,565. Charges for services in the amount of \$13,529 made up 1.20% of food service program revenue. This represents the amount paid by patrons for daily food service and catering. Operating grants & contributions in the amount of \$1,111,753 made up the remaining 98.80% of food service program revenue. This represents federal and state reimbursements for meals, including payments for free and reduced lunches and donated commodities.

Before and after school program expenses exceeded revenues by \$164,070. Charges for services in the amount of \$105,583 makes up 100% of day care program revenue. This represents the amount paid by patrons for tuition.

Governmental Activities

The Comparative Statement of Activities (Table 3) shows the cost of program services for 2020-2021 compared to 2019-2020.

Table 3 – Comparative Statement of Activities

	<u>2020-2021</u>	<u>2019-2020</u>	<u>Change</u>	<u>Change</u>
Instruction (Excluding Grants)	19,282,765	18,854,346	428,419	2.27%
Co/Extra Curricular Activities	1,378,885	1,692,639	(313,754)	-18.54%
Special Education Instruction	4,559,059	4,418,368	140,691	3.18%
Attendance, Health, Student & Related Servi	6,264,408	6,869,993	(605,585)	-8.81%
Library com	739,434	754,653	(15,219)	-2.02%
Improvement of Instruction Services	1,173,900	890,235	283,665	31.86%
General and School Administration	2,710,064	3,418,729	(708,665)	-20.73%
Central Services & Adm Info Technology	1,126,947	1,038,433	88,514	8.52%
Plant Operations and Maintenance	7,773,956	7,691,179	82,777	1.08%
Pupil Transportation	3,607,402	3,916,816	(309,414)	-7.90%
Fringe Benefits	9,227,097	9,925,628	(698,531)	-7.04%
Scholarships	-	500	(500)	-100.00%
Capital Outlay	1,487,235	4,313,370	(2,826,135)	-65.52%
Tuition	9,327,322	8,735,366	591,956	6.78%
Debt Service	1,740,972	1,776,332	(35,360)	-1.99%
Total District Obligations	<u>70,399,446</u>	<u>74,296,587</u>	<u>(3,897,141)</u>	-5.25%
Fringe Obligations of the State	<u>12,398,580</u>	<u>9,925,628</u>	<u>2,472,952</u>	24.91%
Grand Total	<u>82,798,026</u>	<u>84,222,215</u>	<u>(1,424,189)</u>	-1.72%

Instructional expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student, including extracurricular and co-curricular activities.

Extracurricular and co-curricular activities include expenses related to student activities provided by the District which are designed to provide opportunities for students to participate in school and public events for the purpose of motivation, enjoyment, skill improvement, school spirit and leadership.

Attendance, Health, Medical and other support services initiate activities that enable students to receive instruction and support.

Improvement of instruction staff includes the activities involved with assisting staff with the content and process of teaching students, including curriculum and staff development.

General administration, school administration, central services and administrative information technology include expenses associated with administrative and financial supervision of the District.

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

Pupil transportation includes activities involved with the conveyance of students to and from school, to school co-curricular, athletic activities and co-curricular field trips as provided by state law.

Special Schools include the Adult High School. Capital Outlay includes improvement to school facilities and equipment. Debt Services include current payments for long-term debt.

The District's Funds

Information about the District's major funds starts on page 28 these funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$93,999,845.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues of the governmental funds for the fiscal years ended June 30, 2021 and June 30, 2020 and the amount of increases and decreases in relation to prior year expenditures.

Instruction increased by \$428,419 primarily due to covid-19 and all classes went virtual and chromebooks had to be purchased.

Co-curricular and extracurricular activities expenses decreased by \$313,754 this decrease was due to COVID-19 and all learning was virtual for most of 2020-2021 school year.

Special Education Instruction increased by \$140,691; as a result of purchasing more funds out of federal sources.

Attendance, health, and student support services decreased by \$605,585 due to COVID-19 and all learning was virtual for most of the school year.

Library and media services costs decreased by \$15,219 due to less media activity for the district.

Improvement of instructional services increased by \$283,665 due to an increase in materials to teach virtually.

General and school administration decreased by \$708,665 due to COVID-19.

Central services and administrative information technology costs increased by \$88,514 because of realignment of staff.

Plant operation and required maintenance costs increased by \$82,777, because of purchasing new cleaning supplies due to COVID-19 to clean the buildings.

Pupil transportation cost decreased by \$309,414 because fewer students had to be transported during the school year due to COVID-19 and all learning being virtual.

Fringe benefit costs decreased by \$698,531; this was primarily due to decrease in unemployment compensation expense and teachers retiring.

Tuition increased by \$591,956

The District's Funds

Information about the District's major funds starts on page 28. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$93,999,845.

As demonstrated by the various statements and schedules included in the financial section of this report, the district continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues of the governmental funds for the fiscal year ended June 30, 2021 and June 30, 2020 and the amount of increases and decreases in relation to prior year expenditures.

Comparative Summary of Revenues

<u>Revenues</u>	<u>2020 - 2021</u>		<u>2019 - 2020</u>		<u>Increase (Decrease) from 2018-19 to 2019-20</u>
	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Percent of Total</u>	
Local Sources	\$ 35,224,464	37.5	\$ 34,138,639	37.4	\$ 1,085,825
State Sources	55,281,195	58.8	54,579,839	59.8	701,356
Federal Sources	3,494,186	3.7	2,554,322	2.8	939,864
	<u>\$ 93,999,845</u>	<u>100.0</u>	<u>\$ 91,272,800</u>	<u>100.0</u>	<u>\$ 2,727,045</u>

There was an increase in Local Funding of \$1,085,825, due to increase in Tax Levy, interest on investments and miscellaneous sources.

There was an overall increase in funding for State Sources in the amount of \$701,356, primarily due to increase in Preschool Funding and tuition revenue.

There was an increase in funding for Federal Sources in the amount of \$939,864.

General Fund Budgeting Highlights

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

During the course of the fiscal year 2021, the district amended its General Fund budget as appropriated. Transfers from one program to another must be approved by the Board of Education.

At the end of the fiscal year 2021, the District had \$119,885,921 invested in land, buildings, furniture and equipment and vehicles. Table 4 shows fiscal 2021 balances compared to 2020.

Table 4 - Capital Assets at June 30

Land/Sites	\$	1,430,025	\$	1,430,025
Buildings and Improvements		105,790,346		105,756,437
Machinery and Equipment		12,250,092		11,550,422
Construction in Progress		415,458		-
		<u> </u>		<u> </u>
Totals	\$	<u>119,885,921</u>	\$	<u>118,736,884</u>

Overall capital assets increased by \$1,149,037 from fiscal year 2020 to fiscal year 2021 primarily due to new construction in progress and machines & equipment.

For the Future

The Willingboro Board of Education continues to emphasize the improvement of instruction and student achievement. Programs implemented during the past five years were supported in the 2020-2021 budget with emphasis of improving test scores. The Board will continue to support funding to improve the centralized student enrollment center; the summer curriculum development program; improved delivery of services in Math and Language Arts; and special education classes at the elementary level.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, you may contact Kelvin L. Smith, CPA, MBA, Assistant Superintendent for Business/Board Secretary, Willingboro Township Public Schools, Country Club Administration Building, and 440 Beverly-Rancocas Road, Willingboro, New Jersey 08046.

BASIC FINANCIAL STATEMENTS

A. District – Wide Financial Statements

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
STATEMENT OF NET POSITION
JUNE 30, 2021

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Cash & Cash Equivalents	\$ 14,685,148	552,018	\$ 15,237,166
Receivables, Net	3,990,759	234,179	4,224,938
Inventory		26,946	26,946
Restricted Assets:			
Cash & Cash Equivalents	556,268		556,268
Capital Assets, Net (Note 4)	51,063,203	157,982	51,221,185
	<hr/>		
Total Assets	70,295,378	971,125	71,266,503
	<hr/>		
DEFERRED OUTFLOWS OF RESOURCES			
Bond Discount on Debt Refunding	84,507		84,507
Pension Deferred Outflows	1,574,415	25,360	1,599,775
	<hr/>		
Total Deferred Outflows of Resources	1,658,922	25,360	1,684,282
	<hr/>		
LIABILITIES			
Accounts Payable	1,250,107	911,887	2,161,994
Accrued Interest	195,986		195,986
Due to Other Governments	980,073		980,073
Unearned Revenue	2,456,235	1,750	2,457,985
Net Pension Liability	12,269,277	132,309	12,401,586
Noncurrent Liabilities (Note 5):			
Due Within One Year	2,020,760		2,020,760
Due Beyond One Year	18,683,718		18,683,718
	<hr/>		
Total Liabilities	37,856,156	1,045,946	38,902,102
	<hr/>		
DEFERRED INFLOWS OF RESOURCES			
Pension Deferred Inflows	7,725,727	78,038	7,803,765
	<hr/>		
Total Deferred Inflows of Resources	7,725,727	78,038	7,803,765
	<hr/>		
NET POSITION			
Net Investment in Capital Assets	32,167,332	157,982	32,325,314
Restricted For:			
Excess Surplus	11,695,130		11,695,130
Capital Projects	32,545		32,545
Unemployment Compensation	471,907		471,907
Debt Service Fund	87,606		87,606
Scholarships	37,897		37,897
Student Activities	151,575		151,575
Unrestricted	(18,271,575)	(285,481)	(18,557,056)
	<hr/>		
Total Net Position	\$ 26,372,417	(127,499)	\$ 26,244,918
	<hr/>		

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

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION	
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	BUSINESS-TYPE ACTIVITIES
Governmental Activities:				
Instruction:				
Regular	\$ 19,001,805			\$ (14,673,548)
Special Education	4,559,059	4,328,257		(4,559,059)
Other Special Instruction				
Other Instruction	1,378,885			(1,378,885)
Support Services & Undistributed Costs:				
Tuition	9,327,322			(9,327,322)
Attendance & Social Work Services	455,274			(455,274)
Health Services	550,992			(550,992)
Student & Instruction Related Services	5,258,142	1,512,380		(3,745,762)
Educational Media Services/School Library	739,434			(739,434)
Instructional Staff Training	1,173,900			(1,173,900)
School Administrative Services	1,146,315			(1,146,315)
Other Administrative Services	1,563,749			(1,563,749)
Central Services	1,126,947			(1,126,947)
Plant Operations & Maintenance	7,773,956			(7,773,956)
Pupil Transportation	3,607,402			(3,607,402)
Unallocated Benefits	21,625,677			(9,227,097)
Transfer to Charter School	5,391,264	12,398,580		(5,391,264)
Nonbondable Capital Assets	439,530			(439,530)
Interest on Long-Term Debt	566,379			(566,379)
Unallocated Depreciation	3,423,826			(3,423,826)

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

FUNCTIONS/PROGRAMS	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS	
	EXPENSES	CHARGES FOR SERVICES OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES
Total Governmental Activities	\$ 89,109,858	18,239,217	(70,870,641)	\$ (70,870,641)
Business-Type Activities:				
Food Service	1,318,847	1,111,753	(193,565)	(193,565)
Day Care Program	269,653	105,583	(164,070)	(164,070)
Total Business-Type Activities	1,588,500	1,111,753	(357,635)	(357,635)
Total Primary Government	\$ 90,698,358	19,350,970	(70,870,641)	(71,228,276)
General Revenues:				
Taxes:				
Property Taxes, Levied for General Purposes, Net			32,498,982	32,498,982
Taxes Levied for Debt Service			1,740,973	1,740,973
Federal & State Aid Not Restricted			40,536,164	40,536,164
Tuition Received			371,678	371,678
Other Restricted Miscellaneous Revenue			54,981	54,981
Miscellaneous Income			557,850	557,850
Transfer in			239,470	239,470
Decrease in Pension Liability			103,354	103,354
Total General Revenues, Special Items, Extraordinary Items & Transfers			76,103,452	76,103,452
Change in Net Position			5,232,811	4,875,176
Net Position - Beginning			20,560,442	20,790,578
Prior Period Adjustment			579,164	579,164
Net Position - July 1 (Restated)			21,139,606	21,369,742
Net Position - Ending			26,372,417	26,244,918

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

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B. Fund Financial Statements

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2021**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL
Assets:					
Cash & Cash Equivalents	\$ 13,593,664	1,540,483	19,663	87,606	\$ 15,241,416
Due From Other Funds	1,010,990		112,899		1,123,889
Receivables From Other Governments	1,362,381	1,430,371			2,792,752
Other Receivables	358,589				358,589
Total Assets	16,325,624	2,970,854	132,562	87,606	19,516,646
Liabilities & Fund Balances:					
Liabilities:					
Accounts Payable	677,885	187,984			865,869
Payable to Other Governments		18,442			18,442
Payroll Deductions & Withholdings Payable	384,238				384,238
Interfund Payable	165,750	118,721			284,471
Unearned Revenue		2,456,235			2,456,235
Total Liabilities	1,227,873	2,781,382			4,009,255
Fund Balances:					
Restricted For:					
Excess Surplus	6,568,941				6,568,941
Excess Surplus Designated for Subsequent Year's Expenditures	5,119,176				5,119,176
Additional Excess Surplus Designated for Subsequent Year's Expenditures	7,013				7,013
Capital Reserve	32,545				32,545
Unemployment Compensation	471,907				471,907
Debt Service Fund				87,606	87,606
Scholarships		37,897			37,897
Student Activities		151,575			151,575
Special Revenue Fund					
Committed to:					
Other Purposes			132,562		132,562
Unassigned:					
General Fund	2,898,169				2,898,169
Total Fund Balances	15,097,751	189,472	132,562	87,606	15,507,391
Total Liabilities & Fund Balances	\$ 16,325,624	2,970,854	132,562	87,606	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$118,872,201 and the accumulated depreciation is \$67,808,998.	\$ 51,063,203
Deferred Outflows related to pension contributions subsequent to the Net Pension Liability measurement date and other deferred items are not current financial resources and therefore are not reported in the fund statements.	1,574,415
Deferred Inflows related to pension actuarial gains from experience and differences in actual return and assumed returns and other deferred items are not reported as liabilities in the fund statements.	(7,725,727)
Discount on School Refunding Bonds (amortized as interest expense).	
Deferred Charge	90,141
Less: Accumulated Amortization	(5,634)
Long-term liabilities, including Net Pension Liability, are not due and payable in the current period and therefore are not reported as liabilities in the funds	(12,269,277)
Accrued pension contributions for 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.	(961,631)
Accrued Interest is not recorded in the fund statements	(195,986)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Illustrative Note 5)	(20,704,478)
Net Position of Governmental Activities	\$ 26,372,417

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

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2021**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL
Revenues:					
Local Tax Levy	\$ 32,498,982			1,740,973	\$ 34,239,955
Tuition Charges	371,678				371,678
Other Restricted Miscellaneous Revenue	54,981				54,981
Unrestricted Miscellaneous Revenue	544,884				544,884
Local Sources		12,966			12,966
State Sources	52,471,980	2,809,215			55,281,195
Federal Sources	176,574	3,317,612			3,494,186
Total Revenues	86,119,079	6,139,793		1,740,973	93,999,845
Expenditures:					
Current:					
Regular Instruction	14,954,508	4,328,257			19,282,765
Special Education Instruction	4,559,059				4,559,059
Other Instruction	1,378,885				1,378,885
Support Services & Undistributed Costs:					
Tuition	9,327,322				9,327,322
Attendance & Social Work Services	455,274				455,274
Health Services	550,992				550,992
Student & Instruction Related Services	3,745,762	1,512,380			5,258,142
Educational Media Services/School Library	739,434				739,434
Instructional Staff Training	1,173,900				1,173,900
General Administrative Services	1,146,315				1,146,315
Other Administrative Services	1,563,749				1,563,749
Central Services	1,126,947				1,126,947
Plant Operations & Maintenance	7,773,956				7,773,956
Pupil Transportation	3,607,402				3,607,402
Unallocated Benefits	21,625,677				21,625,677
Scholarships Awarded					
Debt Service:					
Principal				1,155,000	1,155,000
Interest				585,972	585,972
Capital Outlay	761,989	309,788	415,458		1,487,235
Total Expenditures	74,491,171	6,150,425	415,458	1,740,972	82,798,026
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	11,627,908	(10,632)	(415,458)	1	11,201,819
Other Financing Sources/(Uses):					
Transfer in	100,000		139,470		239,470
Transfer to Charter School	(5,391,264)				(5,391,264)
Total Other Financing Sources	(5,291,264)		139,470		(5,151,794)
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures & Other Financing Sources	6,336,644	(10,632)	(275,988)	1	6,050,025
Fund Balance - July 1	8,344,181		408,550	87,605	8,840,336
Prior Period Adjustment	416,926	200,104			617,030
Fund Balance - July 1, Restated	8,761,107	200,104	408,550	87,605	9,457,366
Fund Balance - June 30	\$ 15,097,751	189,472	132,562	87,606	\$ 15,507,391

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

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

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$ 6,050,025

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

Depreciation Expense	(3,423,826)	
Capital Outlays	1,150,669	(2,273,157)

Repayment of loan and bond 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. 1,155,000

Repayment of capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. 44,501

Accrued interest is not recorded in the governmental funds, but is expensed in the statement of net position.

Current Year	(195,986)	
Prior Year	215,579	19,593

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

Prior Year Compensated Absences	(1,118,844)	
Current Year Compensated Absences	1,252,339	133,495

Pension contributions are reported in governmental funds as expenditures. However, in the statement of activities, the contributions are adjusted for actuarial valuation adjustments, including services and interest costs, administrative costs, investment returns, and experience/assumptions. This is the amount by which net pension liability and deferred inflows/outflows related to pension changed during the period. 103,354

Change in Net Position of Governmental Activities \$ 5,232,811

See accompanying notes to the financial statements.

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Proprietary Funds

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 JUNE 30, 2021**

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	FOOD SERVICE	DAY CARE	TOTAL
Current Assets:			
Cash & Cash Equivalents	\$ 6,136	545,882	\$ 552,018
Interfund Accounts Receivable	68,689		68,689
Due from Other Governments	152,868		152,868
Other Accounts Receivable		12,622	12,622
Inventories	26,946		26,946
Total Current Assets	254,639	558,504	813,143
Noncurrent Assets:			
Furniture, Machinery & Equipment	986,606	27,114	1,013,720
Less: Accumulated Depreciation	828,624	27,114	855,738
Total Noncurrent Assets	157,982		157,982
Total Assets	412,621	558,504	971,125
DEFERRED OUTFLOWS OF RESOURCES			
Pension Deferred Outflows		25,360	25,360
Total Deferred Outflows of Resources		25,360	25,360
LIABILITIES			
Current Liabilities:			
Accounts Payable	3,661	119	3,780
Interfund Accounts Payable	574,345	333,762	908,107
Pension Liability		132,309	132,309
Unearned Revenue		1,750	1,750
Total Liabilities	578,006	467,940	1,045,946
DEFERRED INFLOWS OF RESOURCES			
Pension Deferred Inflows		78,038	78,038
Total Deferred Inflows of Resources		78,038	78,038
NET POSITION			
Net Investment in Capital Assets	157,982		157,982
Unrestricted	(323,367)	37,886	(285,481)
Total Net Position	\$ (165,385)	37,886	\$ (127,499)

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

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

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	FOOD SERVICE	DAY CARE	TOTAL
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ 277		\$ 277
Daily Sales - Nonreimbursable Programs	1,455		1,455
Special Functions	11,797		11,797
Tuition & Fees		105,583	105,583
Total Operating Revenues	13,529	105,583	119,112
Operating Expenses:			
Cost of Sales - Reimbursable Programs	309,450	-	309,450
Cost of Sales - Non-Reimbursable Programs	402		402
Salaries	540,622	134,585	675,207
Management Fee	125,000		125,000
Employee Benefits	16,909	18,783	35,692
Cleaning, Repair & Maintenance Services			
Travel Services	330	3,040	3,370
Purchased Services	95,014	4,754	99,768
Insurance	9,834		9,834
Supplies and Materials	201,705	8,491	210,196
Miscellaneous	2,161		2,161
Rent		100,000	100,000
Depreciation	17,420		17,420
Total Operating Expenses	1,318,847	269,653	1,588,500
Operating Income/(Loss)	(1,305,318)	(164,070)	(1,469,388)
Nonoperating Revenues/(Expenses):			
State Sources:			
State School Lunch Program	26,191	-	26,191
Federal Sources:			
National School Lunch Program	594,897		594,897
National School Snack Program	864		864
National School Breakfast Program	350,816		350,816
Food Distribution Program	138,985		138,985
Total Nonoperating Revenues/(Expenses)	1,111,753		1,111,753
Income/(Loss) Before Contributions & Transfers	(193,565)	(164,070)	(357,635)
Total Net Position - Beginning	28,180	201,956	230,136
Total Net Position - Ending	\$ (165,385)	37,886	\$ (127,499)

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

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2021**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	FOOD SERVICE	DAY CARE	TOTAL
Cash Flows From Operating Activities:			
Receipts from Customers	\$ 334,025	70,384	\$ 404,409
Payments to Employees	(540,622)	(134,585)	(675,207)
Payments for Employee Benefits	(16,909)	(18,783)	(35,692)
Payments to Suppliers	(841,676)	(7,630)	(849,306)
	<hr/>		
Net Cash Provided/(Used) by Operating Activities	(1,065,182)	(90,614)	(1,155,796)
	<hr/>		
Cash Flows From Noncapital Financing Activities:			
State Sources	26,191		26,191
Federal Sources	946,577		946,577
	<hr/>		
Net Cash Provided/(Used) by Noncapital Financing Activities	972,768		972,768
	<hr/>		
Cash Flows From Capital & Related Financing Activities:			
Obligations Under Service Agreements			
	<hr/>		
Net Cash Provided/(Used) by Capital & Related Financing Activities			
	<hr/>		
Net Increase/(Decrease) in Cash & Cash Equivalents	(92,414)	(90,614)	(183,028)
Balances - Beginning of Year	98,550	636,496	735,046
	<hr/>		
Balances - End of Year	\$ 6,136	545,882	\$ 552,018
	<hr/>		
Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:			
Operating Income/(Loss)	\$ (1,305,318)	(164,070)	\$ (1,469,388)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:			
Depreciation & Net Amortization	17,420		17,420
Commodities Received	138,985		138,985
Increase/(Decrease) in Unearned Revenue		(32,339)	(32,339)
(Increase)/Decrease in Accounts Receivable, Net	(84,056)	(2,860)	(86,916)
(Increase)/Decrease in Inventories	(24,933)		(24,933)
Increase/(Decrease) in Interfund Payable	265,567	120,373	385,940
Increase/(Decrease) in Accounts Payable	(72,847)	(11,718)	(84,565)
	<hr/>		
Total Adjustments	240,136	73,456	313,592
	<hr/>		
Net Cash Provided/(Used) by Operating Activities	\$ (1,065,182)	(90,614)	\$ (1,155,796)
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The accompanying Notes to Financial Statements are an integral part of this statement.

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Fiduciary Fund

Not Applicable

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NOTES TO FINANCIAL STATEMENTS

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Note 1. Summary of Significant Accounting Policies

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

A. Reporting Entity

The Willingboro Township Board of Education is a Type II district located in the County of Burlington, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members appointed to three-year terms. These terms are staggered so that three members' terms expire each year. The District provides a full range of educational services appropriate to grade levels K through 12. These include regular, vocational, as well as special education for handicapped youngsters. The Willingboro Township Board of Education has an approximate enrollment at June 30, 2021 of 3,574 students.

B. Component Unit

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

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

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

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

District-Wide Financial Statements - The governmental fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

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

Governmental Fund Financial Statements — The Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year-end. Principal revenue sources considered susceptible to accrual include federal and state grants, interest on investments, tuition and transportation. Other revenues are considered to be measurable and available only when cash is received by the state.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

D. Fund Accounting:

The accounts of the Willingboro Township Board of Education are maintained in accordance with the principles of fund accounting to ensure observance of limitations and restrictions on the resources available. The principles of fund accounting require that resources be classified for accounting and reporting purposes into funds or account groups in accordance with activities or objectives specified for the resources. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. The various funds and accounts are grouped, in the financial statements in this report, into seven fund types within three broad fund categories and two account groups as follows:

Governmental Funds

General Fund - The general fund is the general operating fund of the Willingboro Township Board of Education 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 Willingboro Township Board of Education includes budgeted Capital Outlay in this fund. Generally accepted accounting principles (GAAP) 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.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

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

D. Fund Accounting (continued):

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 fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by board resolution.

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

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

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

Proprietary Fund

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

Enterprise - The enterprise fund is used to account for the operations that are financed and operated in a manner similar to a private business enterprise. The costs of providing goods or services are financed primarily through user charges; or, where the District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The District's Enterprise Fund is comprised of the Food Service Fund and Day Care Fund.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

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

D. Fund Accounting (continued):

All Proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities, whether current or noncurrent, associated with their activity are included on their balance sheets. Their reported fund equity (net total assets) is segregated into contributed capital and unreserved retained earnings, if applicable. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net position.

Depreciation of all exhaustive fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line-method. The estimated useful lives are as follows:

Food Service Fund & Day Care Fund:	
Equipment	5 Years
Light Trucks & Vehicle	5 Years
Heavy Trucks & Vehicle	5 Years

Fiduciary Fund

Fiduciary funds are used to account for assets held by a governmental entity for other parties (either as trustee or as an agent) and that cannot be used to finance the governmental entity's own operating programs.

E. Basis of Accounting:

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds and private purpose trust funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net position) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net position.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

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

E. Basis of Accounting (continued):

The modified accrual basis of accounting is used for measuring financial position and operating results of all governmental fund types, expendable trust funds and agency funds. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. State equalization monies are recognized as revenue during the period in which they are appropriated. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Expenditures are recognized in the accounting period in which the fund liability is incurred, except for principal and interest on general long-term debt which are recorded when due.

In its accounting and financial reporting, the Willingboro Township Board of Education follows the pronouncements of the Governmental Accounting Standards Board (GASB) and the pronouncements of the Financial Accounting Standards Board (FASB) and its predecessor organizations issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements. The Willingboro Township Board of Education's proprietary funds have elected not to apply the standards issued by FASB after November 30, 1989.

The accrual basis of accounting is used for measuring financial position and operating results of proprietary fund types and private purpose trust funds. Under this method, revenues are recognized in the accounting period in which they are earned and expenses are recognized when they are incurred.

F. 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 and are voted upon at the annual school election on the first Tuesday in November. 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:23-1.2*. All budget amendments must be approved by School Board resolution.

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.

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

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

F. Budgets/Budgetary Control: (continued):

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, includes all amendments to the adopted budget, if any.

The following presents a reconciliation of the special revenue fund revenues and expenditures from the budgetary basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual — General, Special Revenues and Debt Service Funds to the GAAP basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types:

**Notes to Required Supplementary information
Budgetary Comparison Schedule**

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) "revenues" from the budgetary comparison schedules	\$86,256,327	\$6,139,793
Difference — Budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	\$3,935,325	
State aid payment recognized for budgetary purposes, not recognized for GAAP Statements until the subsequent year	<u>(4,072,573)</u>	<u> </u>
Total revenue as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$86,119,079</u>	<u>\$ 6,139,793</u>

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

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

F. Budgets/Budgetary Control: (continued):

	General Fund	Special Revenue Fund
Uses/Outflows of Resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	<u>\$74,491,171</u>	<u>\$ 6,150,425</u>
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes	_____	_____
 Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	 <u>\$74,491,171</u>	 <u>\$ 6,150,425</u>

G. 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 reservations of fund balances at fiscal year-end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services.

Open encumbrances in the special revenue fund for which the Willingboro Township Board of Education has received advances are reflected in the balance sheet as deferred revenues at fiscal year-end.

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

H. Cash, Cash Equivalents and Investments:

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

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

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

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021

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

I. Cash, Cash Equivalents and Investments (continued):

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.

J. Tuition Receivable/Payable

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

These adjustments are recorded upon certification by the State Board of Education, which is normally three years following the contract year. The cumulative adjustments through June 30, 2021, which have not been recorded, are not determinable.

The tuition rate adjustments for the years 2018-2019 have been established. According to the School District's records, these amounts are adjustments in the financial statements.

K. Inventories & Prepaid Expenses

Inventories are valued at cost, which approximates market. The costs are determined on a first-in, first-out method.

The cost of inventories in governmental fund types is recorded as expenditures when purchased rather than when consumed.

Prepaid expenses, which benefit future periods, other than those recorded in the enterprise funds, are recorded as expenditure during the year of purchase. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2021.

L. Short-Term Interfund Receivables/Payables

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

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

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

M. Capital Assets:

General fixed assets acquired or constructed during the year are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Fixed assets are defined by the District as assets, which have a cost in excess of \$2,000 at the date of acquisition and a useful life of one year or more. Donated fixed assets are valued at their estimated fair market value on the date received. The general fixed assets acquired or constructed were valued by an independent appraisal company. General fixed assets, such as land and buildings, are valued at the historical cost basis and through estimated procedures performed by an independent appraisal company, respectively.

General fixed assets are reflected as expenditures in the applicable governmental funds. Depreciation expense is recorded in the district-wide financial statements as well as the proprietary fund. Capital assets are depreciated on the straight-line method over the assets' estimated useful life. There is no depreciation recorded for land and construction in progress. Generally estimated useful lives are as follows:

Machinery & Equipment	3 - 20 Years
Building & Other Improvements	7 - 60 Years
Infrastructure	30 Years

N. Accrued Salaries and Wages

District employees, who provide services to the District over the ten-month academic year and extended eleven-month calendar, do not have the option to have their salaries disbursed during the entire twelve-month year. Therefore, there is no accrual as of June 30, 2021 for such salaries.

O. Compensated Absences

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

In the District-Wide financial statements, under governmental activities, compensated absences are reported as an expenditure and noncurrent liabilities.

P. 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 District is eligible to realize the revenue.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

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

Q. Long-term Obligations

In district-wide financial statements, under governmental activities, long-term debt is recognized as a liability in the general fund as debt is incurred.

R. Fund Balance Disclosure

In accordance with Government Accounting Standards Board, Fund Balance Reporting and Governmental Fund Type Definitions, the Willingboro Township Board of Education classifies governmental fund balances as follow:

- Non-spendable – includes fund balance amount that cannot be spent either because it is not in spendable form or because legal or contractual constraints.
- Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by external parties, constitutional provision or enabling legislation.
- Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year-end.
- Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the Business Administrator.
- Unassigned – includes balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

The Willingboro Township Board of Education uses restricted/committed amounts to be spent first when both restricted and unrestricted fund balance are available, unless prohibited by law or regulation. Additionally, the Willingboro Township Board of Education would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

S. 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 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.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

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

T. Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

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

Statement No. 84, Fiduciary Activities. This Statement 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. The requirements of this Statement are effective for reporting periods beginning after December 15, 2018. Management knows this Statement has a material impact on the District's financial statements and has presented the required changes accordingly on this year's financial statements.

Statement No. 95, Postponement of the Effective Dates of Certain Authoritative Guidance. The primary objective of this Statement is to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic. That objective is accomplished by postponing the effective dates of certain provisions in Statements and Implementation Guides that first became effective or are scheduled to become effective for periods beginning after June 15, 2018, and later.

Note 2. Cash and Cash Equivalents and Investments

The District is governed by the deposit and investment limitations of New Jersey state law. The Deposits and investments held at June 30, 2021, and reported at fair value are as follows:

Type	Carrying Value
Deposits	
Demand Deposits	<u>\$15,793,434</u>
Total Deposits	<u>\$15,793,434</u>
Reconciliation of Statements of Net Position:	
Governmental Funds	\$15,241,416
Enterprise Funds	<u>552,018</u>
Total Cash and Cash Equivalents	<u>\$15,793,434</u>

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

Note 2. Cash and Cash Equivalents and Investments (continued):

Custodial Credit Risk — Deposits in financial institutions, reported as components of cash, cash equivalents and investments had a bank balance of \$18,386,602 at June 30, 2021. Of the bank balance \$500,000 was fully insured by the FDIC (Federal Depository Insurance Corporation) and \$17,886,602 was secured by a collateral pool held by the bank, but not in the District's name, as required by New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Governmental Unit Deposit Protection Act is more fully described in Note 3 of these financial statements.

Investment Interest Rate Risk — The District has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Maturities of investment held at June 30, 2021 are provided in the above schedule.

Investment Credit Risk — The District has no investment policy that limits its investment choices other than the limitation of state law as follows:

- Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- Government money market mutual funds;
- Any obligation that a federal agency or federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor;
- Bonds or other obligations of the District or bonds or other obligations of the local unit or units within which the District is located;
- Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, approved by the Division of Investment in the Department of Treasury for investment by the District;
- Local Governments investment pools;
- Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281; or
- Agreements for the repurchase of fully collateralized securities with certain limitations.

Concentration of Investment Credit Risk — The District places no limit on the amount it may invest in any one issuer.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Note 2. Cash and Cash Equivalents and Investments (continued):

The District has deposited cash in 2019 with an approved public fund depository qualified under the provisions of the Government Unit Deposit Protection Act. In addition to savings and checking accounts the District invests monies in certificates of deposits.

The Governmental Unit Deposit Protection Act P.L. 1970, Chapter 236, was passed to afford protection against bankruptcy or default by a depository. C.17:9-42 provides that no governmental unit shall deposit funds in a public depository unless such funds are secured in accordance with this act. C.17:9-42 provides that every public depository having public funds on deposit shall, as security for such deposits, maintain eligible collateral having a market value at least equal to either (1) 5% of the average daily balance of collected public funds on deposit during the 6 month period ending on the next preceding valuation date (June 30 or December 31) or (2) at the election of the depository, at least equal to 5% of the average balance of collected public funds on deposit on the first, eighth, fifteenth, and twenty-second days of each month in the 6 month period ending on the next preceding valuation date (June 30 or December 31). No public depository shall be required to maintain any eligible collateral pursuant to this act as security for any deposit or deposits of any governmental unit to the extent such deposits are insured by F.D.I.C. or any other U.S. agency which insures public depository funds.

No public depository shall at any time receive and hold on deposit for any period in excess of 15 days public funds of a governmental unit(s) which, in the aggregate, exceed 75% of the capital funds of the depository, unless such depository shall, in addition to the security required to be maintained under the paragraph above, secure such excess by eligible collateral with a market value at least equal to 100% of such excess.

In the event of a default, the Commissioner of Banking within 20 days after the default occurrence shall ascertain the amount of public funds on deposit in the defaulting depository and the amounts covered by federal deposit insurance and certify the amounts to each affected governmental unit. Within 10 days after receipt of this certification, each unit shall furnish to the Commissioner verified statements of its public deposits. The Commissioner shall ascertain the amount derived or to be derived from the liquidation of the collateral maintained by the defaulting depository and shall distribute such proceeds pro rata among the governmental units to satisfy the net deposit liabilities to such units.

If the proceeds of the sale of the collateral are insufficient to pay in full the liability to all affected governmental units, the Commissioner shall assess the deficiency against all other public depositories having public funds on deposit determined by a formula determined by law. All sums collected by the Commissioner shall be paid to the governmental units having deposits in the defaulting depository in the proportion that the net deposit liability to each such governmental unit bears to the aggregate of the net deposit liabilities to all such governmental units.

If the proceeds of the sale of the collateral are insufficient to pay in full the liability to all affected governmental units, the Commissioner shall assess the deficiency against all other public depositories having public funds on deposit determined by a formula determined by law. All sums collected by the Commissioner shall be paid to the governmental units having deposits in the defaulting depository in the proportion that the net deposit liability to each such governmental unit bears to the aggregate of the net deposit liabilities to all such governmental units.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

Note 2. Cash and Cash Equivalents and Investments (continued):

All public depositories are required to furnish information and reports dealing with public funds on deposit every six months, June 30th and December 31st, with the Commissioner of Banking. Any public depository which refuses or neglects to give any information so requested may be excluded by the Commissioner from the right to receive public funds for deposit until such time as the Commissioner shall acknowledge that such depository has furnished the information requested.

Upon review and approval of the Certification Statement that the public depository complies with statutory requirements, the Commissioner issues forms approving the bank as a municipal depository. The District should request copies of these approval forms semiannually to assure that all depositories are complying with requirements.

Note 3. Accounts Receivable

Accounts receivables at June 30, 2021 consisted of accounts and intergovernmental grants. All intergovernmental 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 at June 30, 2021 for the School District's individual major and fiduciary funds, in aggregate, are as follows:

	General Fund	Special Revenue Fund	Proprietary Fund	Total
State Aid	\$ 1,348,550		6,235	\$ 1,354,785
Federal Aid	13,831	1,319,425	146,633	1,479,889
Other	<u>358,589</u>	<u>110,946</u>	<u> </u>	<u>469,535</u>
Total	<u>\$ 1,720,970</u>	<u>1,430,371</u>	<u>152,868</u>	<u>\$ 3,304,209</u>

Note 4. Fixed Assets:

The following schedule is a summarization of the general fixed assets by source for the fiscal year ended June 30, 2021:

	June 30, 2020	Additions/ Adjustments	Deletions	June 30, 2021
<u>Governmental Activities:</u>				
Land	\$ 1,430,025			\$ 1,430,025
CIP		415,458		415,458

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

Note 4. Fixed Assets (continued):

	June 30, 2020	Additions/ Adjustments	Deletions	June 30, 2021
Capital Assets Being Depreciated:				
Building & Improvements	105,756,437	33,909		105,790,346
Machinery & Equipment	10,536,702	699,670		11,236,372
Total Capital Assets Being Depreciated	<u>116,293,139</u>	<u>733,579</u>	- 0 -	<u>117,026,718</u>
Less: Accumulated Depreciation:				
Land				
Building & Improvements	(56,718,528)	(3,128,958)		(59,847,486)
Machinery & Equipment	(7,666,644)	(294,868)		(7,961,512)
Total Accumulated Depreciation	<u>(64,385,172)</u>	<u>(3,423,826)</u>	- 0 -	<u>(67,808,998)</u>
Net Capital Assets Being Depreciated	<u>51,907,967</u>	<u>(2,690,246)</u>	- 0 -	<u>49,217,721</u>
Total Capital Assets	<u>\$ 53,337,992</u>	<u>(2,274,789)</u>	- 0 -	<u>\$ 51,063,203</u>

The following schedule is a summarization of the proprietary fund fixed assets recorded at historical cost by source for the fiscal year ended June 30, 2021:

	June 30, 2020	Additions	Deletions	June 30, 2021
<u>Business-Type Activities</u>				
Capital Assets Being Depreciated:				
Machinery & Equipment:				
Food Service	\$ 986,606			\$ 986,606
Day Care	27,114			27,114
Total Capital Assets Being Depreciated	<u>1,013,720</u>	- 0 -	- 0 -	<u>1,013,720</u>
Less: Accumulated Depreciation:				
Machinery & Equipment:				
Food Service	(811,204)	(17,420)		(828,624)
Day Care	(27,114)			(27,114)
Total Accumulated Depreciation	<u>(838,318)</u>	<u>(17,420)</u>	- 0 -	<u>(855,738)</u>
Net Capital Assets Being Depreciated	<u>175,402</u>	<u>(17,420)</u>	- 0 -	<u>157,982</u>
Total Capital Assets	<u>\$175,402</u>	<u>(17,420)</u>	- 0 -	<u>\$ 157,982</u>

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

Note 5. Long-Term Debt

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

	Balance 6/30/20	Increases	Retired/ Decreases	Balance 6/30/21	Due Within One Year
Compensated Absences Payable	\$ 1,118,844	133,495		1,252,339	\$ 511,677
Equipment Lease Payable	847,840		274,256	573,584	282,530
Capital Leases Payable	108,056		44,501	63,555	46,553
Bonds Payable	<u>19,970,000</u>		<u>1,155,000</u>	<u>18,815,000</u>	<u>1,180,000</u>
Total	<u>\$22,044,740</u>	133,495	<u>1,473,757</u>	<u>20,704,478</u>	<u>\$2,020,760</u>

A. Bonds Payable

The voters of the municipality through referendums authorize bonds in accordance with state law. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the District are general obligation bonds. At June 30, 2020, bonds payable consisted of the following issues:

Purpose	Interest Rate	Maturity Date	Amount Issued	Amount Outstanding
2019 Refunding Bonds	2.033% -3.292%	3/1/2036	19,550,000	<u>\$ 18,815,000</u>

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

Note 5. Long-Term Debt (continued):

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

Fiscal Year Ending June 30,	Principal	Interest	Total
2022	\$ 1,180,000	\$ 547,390	\$ 1,727,390
2023	1,170,000	521,901	1,691,901
2024	1,155,000	495,190	1,650,190
2025	1,165,000	467,667	1,632,667
2026	1,165,000	437,680	1,602,680
2027-2031	6,165,000	1,679,806	7,844,806
2032-2036	6,815,000	697,560	7,512,560
Total	\$ 18,815,000	\$ 4,847,195	\$ 23,662,194

C. Equipment Installment Agreement - Loan Payable

On August 28, 2018 the District entered into an equipment installment agreement for a chiller (HVAC System) at the District's High School facility. The loan is for a term of five years. Principal and interest due on the outstanding loan payable is as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2021	\$ 282,530	\$ 17,305	\$ 299,835
2022	291,054	8,781	299,835
Total	\$ 573,584	\$ 26,086	\$ 599,670

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

Note 5. Long-Term Debt (continued):

D. Capital Leases Payable

The District is leasing a front loader and two Ford trucks under capital leases totaling \$225,505. All capital leases are for terms of five years. The following is a schedule of the remaining future minimum lease payments under these capital leases and the present value of the net minimum lease payments at June 30, 2021:

Fiscal Year Ending June 30,	Principal	Interest	Total
2022	\$ 46,553	3,296	\$ 49,849
2023	17,001	1,139	18,140
2024	<u>1</u>		<u>1</u>
Total	<u>\$ 63,555</u>	<u>4,435</u>	<u>\$ 67,990</u>

E. Operating Leases

As of June 30, 2021, the School District has operating lease agreements in effect for the following:

Copiers and a Mailing Machine

Total operating lease payments made during the year ended June 30, 2021 was \$30,360. Future minimum lease payments are as follows:

Year	Amount
2022	\$ 21,191
2023	13,529
2024	<u>1,565</u>
Total Minimum Lease Payments	<u>\$ 36,285</u>

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Note 6. Pension Plans

Plan Descriptions — Substantially all of the employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625. In addition, several District employees participate in the Defined Contribution Retirement Program (DCRP), which is a defined contribution pension plan. This plan is administered by the State of New Jersey Division of Pensions and Benefits.

Teachers' Pension and Annuity Fund (TPAF)

The Teachers' Pension and Annuity Fund 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 <http://www.nj.gov/treasury/pensions/financial-reports.shtml>.

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

The following represents the membership tiers for TPAF:

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

Service retirement benefits of 1/55th 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 with 25 years or more of service credit before age 62, 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.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Note 6. Pension Plans (continued):

Teachers' Pension and Annuity Fund (TPAF) (continued):

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. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2021, the State's pension contribution was less than the actuarial determined amount.

Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the School District and all other related non-contributing employers. No normal or accrued liability contribution by the School District has been required over the several preceding fiscal years.

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

For the year ended June 30, 2021, the District recognized pension expense and related revenue of \$9,649,567 for support provided by the State. Although the district does not report net pension liability or deferred outflows or inflows related to the TPAF, the following schedule illustrates the collective net pension liability and deferred items and the State's portion of the net pension liability associated with the district.

The collective amounts are the total of all New Jersey Local governments participating in the TPAF plan.

	Measurement Date
	<u>6/30/20</u>
Collective deferred outflows of resources	\$ 9,589,140,982
Collective deferred inflows of resources	14,409,361,877
Collective net pension liability (Non-Employer – State of New Jersey)	65,848,796,740
State's portion of net pension liability that was associated with the district	155,177,012
State's portion of the net pension liability That was associated with the district as a percentage of collective net liability	.2356565636%

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

Note 6. Pension Plans (continued):

Teachers' Pension and Annuity Fund (TPAF) (continued):

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

Inflation rate	
Price	2.75%
Wage	3.25%
Salary increases:	
Through 2026	1.55 – 4.45%
	Based on years of service
Thereafter	2.75 – 5.65%
	Based on years of service
Investment rate of return	7.00%

Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, with future improvement from the base year 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 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:

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Note 6. Pension Plans (continued):

Teachers' Pension and Annuity Fund (TPAF) (continued):

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US Equity	27.00%	7.71%
Non-U.S. Developed Market Equity	12.50%	8.57%
Emerging Market Equity	5.50%	10.23%
Private Equity	13.00%	11.42%
Real Assets	3.00%	9.73%
Real Estate	8.00%	9.56%
High Yield	2.00%	5.95%
Private Credit	8.00%	7.59%
Investment Grade Credit	8.00%	2.67%
Cash Equivalents	4.00%	0.50%
U.S Treasuries	5.00%	1.94%
Risk Mitigation Strategies	3.00%	3.40%

Discount Rate - The discount rate used to measure the total pension liability was 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 determine 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 –The following presents the net pension liability of the State as of June 30, 2020 calculated using discount rate as disclosed as well as what the State's net pension liability would be if it was calculated using a discount rate that is 1- percentage point lower or 1-percentage point higher than the current rate:

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

Note 6. Pension Plans (continued):

Teachers' Pension and Annuity Fund (TPAF) (continued):

	1% Decrease <u>(4.40%)</u>	Current Discount Rate <u>(5.40%)</u>	1% Increase <u>(6.40%)</u>
District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the District	<u>182,273,574</u>	<u>155,177,012</u>	<u>132,677,865</u>
	<u>\$ 182,273,574</u>	<u>\$155,177,012</u>	<u>\$132,677,865</u>

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

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 the Division's Comprehensive Annual Financial Report (CAFR) which can be found at www.nj.gov/treasury/pensions/financial-reports.shtml.

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

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

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Note 6. Pension Plans (continued):

Public Employees' Retirement System (PERS) (continued):

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.

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. Board of Education contributions to PERS amounted to \$887,570 for 2020.

The employee contribution rate is 7.5% of the base salary as of July 1, 2018.

Net Pension Liability and Pension Expense - At June 30, 2021, the District's proportionate share of the PERS net pension liability is valued to be \$13,230,908. The District elected to record \$961,631 as current liability from the reported liability of \$13,230,908. 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 June 30, 2018, to the measurement date of June 30, 2020. The District's proportion of the net pension liability was based on the Board of Education's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2020. The District's proportion measured as of June 30, 2020, was .0811344535%, which was a decrease of .00968% from its proportion measured as of June 30, 2019.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

Note 6. Pension Plans (continued):

Public Employees' Retirement System (PERS) (continued):

	Measurement Date
Actuarial valuation date	June 30, 2020
Net Pension Liability	\$ 13,230,908
District's portion of the Plan's total Net Pension Liability	0.08113%

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

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

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

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

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Note 6. Pension Plans (continued):

Public Employees' Retirement System (PERS) (continued):

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:

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

Discount Rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2020. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the non-employer contributing entity will be made based on 78% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for 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. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

Note 6. Pension Plans (continued):

Public Employees' Retirement System (PERS) (continued):

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

	<u>At 1% decrease (6.00%)</u>	<u>At current discount rate (7.00%)</u>	<u>At 1% increase (8.00%)</u>
District's proportionate Share of pension liability	<u>\$ 16,655,506</u>	<u>\$ 13,230,908</u>	<u>\$ 10,325,043</u>

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

For the year ended June 30, 2021, the District recognized pension expense of \$-217,920 at June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 240,913	\$ 46,790
Changes of assumptions	426,226	5,539,906
Net difference between projected and actual earnings on pension plan investments	452,243	
Changes in proportion and differences between District contributions and proportionate share of contributions	452,033	2,217,069
District contributions subsequent to the measurement date		
Total	<u>\$ 1,574,415</u>	<u>7,803,765</u>

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

Note 6. Pension Plans (continued):

Additional Information

Collective balances at June 30, 2021 are as follows:

	<u>6/30/21</u>
Collective deferred outflows of resources	\$ 2,347,583,337
Collective deferred inflows of resources	\$ 7,849,949,467
Collective net pension liability	\$16,435,616,426
 District's Proportion	 .0811344535%

\$1,574,415 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	Year Ended June 30:
2022	\$ 1,155,662
2023	(2,487,316)
2024	(2,462,726)
2025	(1,589,711)
2026	(720,564)
Thereafter	<u>(124,695)</u>
 Total	 \$(6,229,350)

Additional detailed information about the pension plans is available in the separately issued State of New Jersey Divisions of Pensions and Benefits financial report at <http://www.nj.gov/treasury/pensions/gasb-68-rpts.shtml>

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

The contribution requirements of plan members are determined by state statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. The State Treasurer has the right under current law to make temporary reductions in member rates based on the existence of surplus plan assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exist. The District's contributions, equal to the required contribution for June 30, 2021 is \$7,949.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Note 7. Post-Retirement Benefits

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 non-employer 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.

The School Employees Health Benefits Program (SEHBP) Act is found in New Jersey Statutes Annotated, Title 52, Article 17.25 et. seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code.

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

The measurement date under GASB 75 is the date in which the discount rate, the balance sheet liabilities and income statement entries are reported. GASB 75 allows for the measurement date to be equal to any day in the fiscal year. The State of New Jersey has decided to choose the GASB 75 measurement date in the beginning of the fiscal year. The measurement date for the fiscal year ending June 30, 2021 GASB 75 valuation is June 30, 2020.

Total Non-employer OPEB Liability - The State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The LEA's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the LEA did not recognize any portion of the collective net OPEB liability on the Statement of Net Position.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

Note 7. Post-Retirement Benefits (continued):

Accordingly, the following OPEB liability note information is reported at the State’s level and is not specific to the board of education/board of trustees. Note that actual numbers will be published in the NJ State’s CAFR at (<http://www.nj.gov/treasury/omb/cafr.shtml>).

Actuarial assumptions and other imputes. The total OPEB liability in the June 30, 2019 actuarial valuation reported by the State in the State’s most recently issued CAFR was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Total Non-employer OPEB Liability \$ 67,809,962,608

Inflation	2.50 %		
	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Salary Increases: Through 2026	1.55 – 4.45% Based on service years	2.00 – 6.00% Based on service years	3.25 – 15.25% Based on service years
Thereafter	1.55 – 4.45% Based on service Years	3.00 – 7.00% Based on service years	Applied to all future years

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 the Scale MP-2020. Postretirement mortality rates were based on the Pub-2010 “General” classification headcount-weighted mortality table with fully generational improvement projections from the central year using the Scale MP-2020. Disability mortality was based on the Pub-2010 “General” classification headcount-weighted disabled mortality table with fully generational improvement projections from the central year using the 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, 2010 – June 30, 2014, and July 1, 2013 – June 30, 2018 for TPAF, PFRS and PERS, 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 \$208,270,205. The School District’s proportionate share was \$0.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Note 7. Post-Retirement Benefits (continued):

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 eight years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rate for fiscal year 2020 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 eight years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

Discount Rate – The discount rate for June 30, 2019 is 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.

District’s change in the Total OPEB liability reported by the State of New Jersey is as follows:

	<u>Total OPEB Liability</u>
Balance at 6/30/19 (Measurement Date)	\$ 137,763,544
Service Cost	4,540,466
Interest on the Total OPEB Liability	4,919,641
Changes of Benefit Terms	-
Differences between Expected and Actual Experience	26,518,659
Changes of Assumptions	38,043,810
Gross Benefit Payments	(3,625,813)
Contributions From Members	<u>109,898</u>
Net Changes	<u>70,506,661</u>
Balance at 6/30/20 (Measurement Date)	\$ <u>208,270,205</u>

There has been no change of benefit terms in the retirees’ share of health insurance premiums from 2019 to 2020.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the District for school board retirees, as well as what the District’s total OPEB liability for school board would be if it were calculated using a discount rate that

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Note 7. Post-Retirement Benefits (continued):

is 1 percentage point lower or 1 percentage point higher than the current discount rate as of June 30, 2020:

	<u>1% Decrease</u> <u>(1.21%)</u>	<u>Discount Rate</u> <u>(2.21%)</u>	<u>1% Increase</u> <u>(3.21%)</u>
Total OPEB Liability (School Retirees)	\$ 251,080,482	\$ 208,270,205	\$ 174,796,691

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates as of June 30, 2020:

	<u>1% Decrease</u>	<u>Healthcare Cost</u> <u>Trend Rates</u>	<u>1% Increase</u>
Total OPEB Liability (School Retirees)	\$ 168,122,733	\$ 208,270,205	\$ 256,076,921

OPEB expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - For the year ended June 30, 2020, the board of education recognized OPEB expense of \$6,566,915 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASBS No. 75 and in which there is a special funding situation.

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

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

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Note 7. Post-Retirement Benefits (continued):

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

	Year Ended June 30:	
2021	\$	43,440,417
2022		43,440,417
2023		43,440,417
2024		43,440,417
2025		43,440,417
Thereafter		<u>4,704,163,473</u>
Total	\$	<u>4,906,365,558</u>

(Contributions made after the measurement date are reported as deferred outflow of resources but are not amortized in the expense.)

Note 8. Risk Management

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

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

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

Fiscal Year	District Contributions	Interest Earned	Amount Reimbursed	Ending Balance
2020-2021	\$193,600	\$ 530	\$ 139,149	\$471,907
2019-2020	61,792	2,217	- 0 -	416,926
2018-2019	77,842	2,364	313,748	352,917

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Note 9. Contingent Liabilities

The Board of Education is involved in several claims and lawsuits incidental to its operations. In the opinion of the Administration and legal council, the ultimate resolution of these matters will not have a material adverse effect on the financial position of the District.

Note 10. Economic Dependency

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

Note 11. Interfund Receivables and Payables

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

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 1,010,990	\$ 165,750
Special Revenue Fund	-	118,721
Enterprise Fund	68,689	908,107
Capital Projects	<u>112,899</u>	<u>-</u>
Total	<u>\$ 1,925,578</u>	<u>\$ 1,192,578</u>

The purpose of these interfunds is for short-term borrowings.

Note 12. Fund Balance Appropriated

General Fund (Exhibit B-1) — Of the \$15,097,751 General Fund balance at June 30, 2021, \$6,429,471 has been restricted for Excess Surplus; \$5,119,176 has been restricted for Excess Surplus Designated for Subsequent Year's Expenditures; \$7,013 has been restricted for Additional Designated for Subsequent Year's Expenditures; \$32,545 has been restricted for Capital Reserve; \$471,907 has been restricted for Unemployment Compensation and \$2,898,169 is unassigned.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Note 13. Deferred Compensation

The Board offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403(b). The plans, which are administered by the entities listed below, permits participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows:

AXA Equitable Life Insurance	Lincoln Investment Planning
Oppenheimer Funds	Midland
Valic	Metropolitan Life Insurance
ING	

Note 14. Compensated Absences

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

District employees are granted vacation and sick leave in varying amounts under the District's personnel policies. In the event of termination, an employee is reimbursed for accumulated vacation.

Sick leave benefits provide for specified dollar amount per sick day accumulated and begin vesting with the employee after one year of service.

The liability for vested compensated absences of the governmental fund types is recorded in the statement of net assets under governmental activities. The current portion of the compensated absence balance is not considered material to the applicable fund total liabilities, and is therefore not shown separately from the long-term liability balance of compensated absences. The amount at June 30, 2020 is \$1,118,844.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2020, no liability existed for compensated absences in the proprietary fund types.

Note 15. Calculation of Excess Surplus

In accordance with *N.J.S.A.18A:7F-7*, as amended by P.L. 2005, c.73 (S1701), the designation for Restricted Fund Balance — Excess Surplus is a required calculation pursuant to the New Jersey Educational Improvement and Financing Act of 1996 (CEIFA). 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, 2020 is \$9,181,195 of which \$4,062,019 was appropriated in the 2020-2021 budget. The balance of \$5,119,176 will be appropriated in 2021-2022.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Note 16. Tax Abatements

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government of 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 minimum tax levy using the required local share provisions at N.J.S.A. 18A:7F-5(b), the loss of revenue resulting from the municipality or county having entered into a tax abatement agreement is indeterminate due to the complex nature of the calculation of required local share performed by the New Jersey Department of Education based upon district property value and wealth.

The Township of Willingboro (Municipality) provides for long-term tax exemptions, as authorized by New Jersey State Statutes. N.J.S.A. 40A:20-1 et seq. sets forth the criteria and mechanism by which property taxes can and are abated. The exemptions provided by the Municipality are for affordable housing and other permitted purposes. Taxes abated include municipal, local school, and county taxes.

The Municipality recognized revenue of \$52,566 from the annual service charge in lieu of payment of taxes in 2020. The assessed value on these exemption properties amounted to \$26,918,800 which would have resulted in 2020 taxes billed in full of \$1,080,251. A portion of the \$491,537 abatement would have been allocated to the District.

Note 17. Capital Reserve Account

A capital reserve account was established by the Willingboro Board of Education by inclusion of \$1,410,000 on August 28, 2018 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

Beginning balance July 1, 2020	\$ 172,015
Interest Earnings	- 0 -
Withdrawals	<u>(139,470)</u>
Ending balance June 30, 2021	<u>\$ 32,545</u>

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Note 17. Capital Reserve Account (continued):

The June 30, 2021 LRFP balance of local support costs of uncompleted capital projects at June 30, 2021 is \$32,545. The withdraws from the capital reserve were for use in a DOE approved facilities project, consistent with the district's Long-Range Facilities Plan.

Note 18. Transfers From Capital Reserve to Capital Outlay

During the year ending June 30, 2021, the district transferred \$139,470 to the capital outlay accounts. The transfer was made from the capital reserve account to supplement a capital project previously approved by the voters in the budget certified for taxes pursuant to N.J.A.C. 6A:23-A-8.4.

Note 19. Deficit Unrestricted Net Position

The District has a deficit in unrestricted net position of \$18,271,575, as reported in the statement of net position (accrual basis). The deficits resulted from recording the June 2021 state aid payments in accordance with N.J.S.A. 18A: 22-44.2 which provides that in the event state school aid payments are not made until the following school budget year, districts must record the state aid payments as revenue, for budget purposes only, in the current school budget year. For intergovernmental transactions, GASB Statement No. 33 requires recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the school district cannot recognize the June state aid payments on the GAAP financial statements until the year the State records the payable. Also contributing to the deficit in net assets is the amount of compensated absences, \$1,252,339 and pension liability, \$13,230,908 both recorded on the accrual basis. While reflected as liabilities, the obligations will not be funded until a future date coincident with termination and/or retirement of services. Due to the resulting timing differences, the deficits do not alone indicate that the district is facing financial difficulties.

Note 20. Prior Year Adjustment

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

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2021

Note 20. Prior Year Adjustment (continued):

	Balance June 30, 2020 as Previously <u>Reported</u>	Retroactive <u>Adjustments</u>	Balance June 30, 2020 <u>as Restated</u>
<u>Statement of Activities – Governmental Activities:</u>			
Net Position – Ending	\$20,560,442	579,164	\$21,139,606
<u>Statement of Revenues, Expenditures and Changes in Fund Balances:</u>			
General Fund - Fund Balance - Ending	8,344,181	416,926	8,761,107
Special Revenue – Fund Balance – Ending	- 0 -	200,104	200,104
<u>Statement of Changes in Fiduciary Fund Net Position:</u>			
Unemployment Compensation Trust:			
Net Position – Ending	416,926	(416,926)	- 0 -
Student Activities Trust:			
Net Position – Ending	162,238	(162,238)	- 0 -
Scholarship Fund:			
Net Position – Ending	37,866	(37,866)	- 0 -

Note 21. Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2021 and February 4, 2022, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements. No items have come to the attention of the School District that would require disclosure other than below.

The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the District’s financial condition, liquidity, and future operations. Management is actively monitoring the global situation on its financial condition, liquidity, operations, suppliers, industry, and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the District is not able to estimate the effects of the COVID-19 outbreak on its results operations, financial condition, or liquidity for the fiscal year 2021-2022.

REQUIRED SUPPLEMENTARY INFORMATION – PART II

C. Budgetary Comparison Schedules

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Revenues:						
Local Sources:						
Local Tax Levy	10-1210-000	\$ 32,498,982		32,498,982	32,498,982	\$ -
Tuition	10-1300-000	200,000		200,000	371,678	171,678
Transportation Fees from LEAs	10-1420-000	200,000		200,000	155,736	(44,264)
Rentals Facility	10-1910-000	5,000		5,000		(5,000)
Other Restricted Miscellaneous Revenue					54,981	54,981
Unrestricted Miscellaneous Revenue	10-1990-000	275,000		275,000	389,148	114,148
Total Local Sources		33,178,982		33,178,982	33,470,525	291,543
State Sources:						
Transportation Aid	10-3120-000	1,015,853		1,015,853	1,015,853	
Extraordinary Aid	10-3131-000	800,000		800,000	1,118,179	318,179
Categorical Special Education Aid	10-3132-000	2,391,334		2,391,334	2,391,334	
Equalization Aid	10-3176-000	35,043,712		35,043,712	34,549,792	(493,920)
Categorical Security Aid	10-3177-000	1,086,670		1,086,670	1,086,670	
Other State Aid	10-3190-000				48,820	48,820
Nonpublic Transportation Aid						
Nonbudgeted:						
On-Behalf TPAF Pension Contribution					8,592,396	8,592,396
On-Behalf TPAF Post-Retirement Medical Contribution					2,049,574	2,049,574
On-Behalf TPAF Long Term Disability Insurance Contribution					2,695	2,695
Reimbursed TPAF Social Security Contributions					1,753,915	1,753,915
Total State Sources		40,337,569		40,337,569	52,609,228	12,271,659
Federal Sources:						
Medicaid Reimbursement	10-4200-000	147,122		147,122	176,574	29,452
Total Federal Services		147,122		147,122	176,574	29,452
Total Revenues		\$ 73,663,673		73,663,673	86,256,327	\$ 12,592,654
Expenditures:						
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Kindergarten	11-110-100-101	\$ 1,253,734	36,000	1,289,734	1,246,882	\$ 42,852
Grades 1 - 5	11-120-100-101	6,170,680	(48,948)	6,121,732	5,534,811	586,921
Grades 6 - 8	11-130-100-101	3,458,392	(13,274)	3,445,118	3,141,710	303,408
Grades 9 - 12	11-140-100-101	3,354,792	(167,394)	3,187,398	3,011,022	176,376
Regular Programs - Home Instruction:						
Salaries of Teachers	11-150-100-101	150,000	799	150,799	9,743	141,056
Purchased Professional/ Educational Services	11-150-100-320					
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	11-190-100-106	140,028		140,028	109,113	30,915
Purchased Professional/ Educational Services	11-190-100-320	1,364,700	(137,500)	1,227,200	874,798	352,402

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Regular Programs - Undistributed Instruction (continued):						
Purchased Technical Services	11-190-100-340	\$ 84,790	110,507	195,297	127,606	\$ 67,691
General Supplies	11-190-100-610	647,824	45,390	693,214	593,248	99,966
Textbooks	11-190-100-640	465,225	42,662	507,887	293,695	214,192
Other Objects	11-190-100-891	53,100	(18,444)	34,656	11,880	22,776
Total Regular Programs - Instruction		17,143,265	(150,202)	16,993,063	14,954,508	2,038,555
Learning and/or Language Disabilities:						
Salaries of Teachers	11-204-100-101	2,014,614	(1,000)	2,013,614	1,854,853	158,761
Other Salaries for Instruction	11-204-100-106	93,252	(1,000)	92,252	75,131	17,121
General Supplies	11-204-100-610	5,000		5,000		5,000
Total Learning and/or Language Disabilities		2,112,866	(2,000)	2,110,866	1,929,984	180,882
Behavioral Disabilities:						
Salaries of Teachers	11-209-100-101	623,461	66,500	689,961	668,399	21,562
Other Salaries for Instruction	11-209-100-106	16,864	1,000	17,864	16,413	1,451
Total Behavioral Disabilities		640,325	67,500	707,825	684,812	23,013
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	743,961	(116,500)	627,461	583,763	43,698
Other Salaries for Instruction	11-212-100-106	84,617	1,000	85,617	82,352	3,265
Total Multiple Disabilities		828,578	(115,500)	713,078	666,115	46,963
Resource Room/Resource Center:						
Salaries of Teachers	11-213-100-101	130,877	1,000	131,877	127,374	4,503
Other Salaries for Instruction	11-213-100-106	112,608	(2,000)	110,608	89,625	20,983
General Supplies	11-213-100-610	1,000		1,000		1,000
Total Resource Room/Resource Center		244,485	(1,000)	243,485	216,999	26,486
Autism:						
Salaries of Teachers	11-214-100-101	271,533	61,188	332,721	321,972	10,749
Other Salaries for Instruction	11-214-100-106	102,172	38,500	140,672	135,972	4,700
General Supplies	11-214-100-610	5,000	(3,000)	2,000	200	1,800
Total Autism		378,705	96,688	475,393	458,144	17,249
Preschool Disabilities - Full-Time:						
Salaries of Teachers	11-216-100-101	561,031	3,000	564,031	547,282	16,749
Other Salaries for Instruction	11-216-100-106	77,822	(16,500)	61,322	55,723	5,599
Total Preschool Disabilities - Full-Time		638,853	(13,500)	625,353	603,005	22,348
Total Special Education - Instruction		\$ 4,843,812	32,188	4,876,000	4,559,059	\$ 316,941

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Bilingual Education:						
Salaries of Teachers	11-240-100-101	\$ 138,630	1,000	139,630	134,920	\$ 4,710
Total Bilingual Education		138,630	1,000	139,630	134,920	4,710
School Sponsored Cocurricular Activities:						
Salaries	11-401-100-100	233,190	9,108	242,298	54,134	188,164
Other Objectives	11-401-100-800	6,000	(4,000)	2,000		2,000
Total School Sponsored Cocurricular Activities		239,190	5,108	244,298	54,134	190,164
School Sponsored Athletics - Instruction:						
Salaries	11-402-100-100	575,187	(20,351)	554,836	378,280	176,556
Purchased Services	11-402-100-500	122,476	(24,306)	98,170	86,367	11,803
Supplies and Materials	11-402-100-600	53,680	20,382	74,062	72,457	1,605
Other Objects	11-402-100-800	16,200	2,000	18,200	11,346	6,854
Total School Sponsored Athletics - Instruction		767,543	(22,275)	745,268	548,450	196,818
Alternative Education Programs - Instruction						
Salaries of Teachers	11-423-100-101	503,221	(13,100)	490,121	451,576	38,545
General Supplies	11-423-100-610	2,500		2,500	1,415	1,085
Total Alternative Education Programs - Instruction		505,721	(13,100)	492,621	452,991	39,630
Alternative Education Programs - Support Services						
Salaries	11-423-200-100	181,357	13,100	194,457	188,390	6,067
Total Alternative Education Programs - Support Services		181,357	13,100	194,457	188,390	6,067
Total - Instruction		23,819,518	(134,181)	23,685,337	20,892,452	2,792,885
Undistributed Expenditures:						
Instruction:						
Tuition to Other LEA's - State Regular	11-000-100-561	400,000	305,759	705,759	697,480	8,279
Tuition to Other LEA's - State Special	11-000-100-562	82,000	10,000	92,000	84,714	7,286
Tuition to County Vocational School Regular	11-000-100-563	2,335,288		2,335,288	2,335,288	
Tuition to CSSD & Regional Day School	11-000-100-565	1,982,490	1,185,800	3,168,290	3,162,486	5,804
Tuition to Private Schools For The Handicapped - State	11-000-100-566	3,312,000	(421,768)	2,890,232	2,857,266	32,966
Tuition - State Facilities	11-000-100-568	177,488		177,488	177,488	
Tuition - Other	11-000-100-569	244,555	(231,800)	12,755	12,600	155
Total Undistributed Expenditures - Instruction		\$ 8,533,821	847,991	9,381,812	9,327,322	\$ 54,490

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Attendance & Social Work Services:						
Salaries	11-000-211-100	\$ 390,564	(1,400)	389,164	357,174	\$ 31,990
Salaries of Family Liaisons	11-000-211-173	72,794	15,400	88,194	85,529	2,665
Purchased Professional/ Technical Services	11-000-211-340	35,000	(17,902)	17,098	12,571	4,527
Other Purchased Services	11-000-211-580	2,000	(320)	1,680		1,680
Supplies and Materials	11-000-211-610	4,000	(3,500)	500		500
Total Attendance & Social Work Services		504,358	(7,722)	496,636	455,274	41,362
Health Services:						
Salaries	11-000-213-100	598,665	2,000	600,665	476,313	124,352
Purchased Professional & Technical Services	11-000-213-300	100,000		100,000	71,383	28,617
Supplies and Materials	11-000-213-600	11,300	(2,971)	8,329	3,296	5,033
Total Health Services		709,965	(971)	708,994	550,992	158,002
Other Support Services - Students - Related Services:						
Salaries	11-000-216-100	797,647	1,199	798,846	711,914	86,932
Purchased Professional - Educational Services	11-000-216-320	165,000	(15,500)	149,500	87,143	62,357
Supplies and Materials	11-000-216-600	3,000	2,559	5,559	4,583	976
Total Other Support Services - Students - Related - Services		965,647	(11,742)	953,905	803,640	150,265
Other Support Services - Students - Extra Services:						
Salaries	11-000-217-100	505,105	99,292	604,397	519,713	84,684
Purchased Professional - Educational Services	11-000-217-320	720,000		720,000	192,799	527,201
Total Other Support Services - Students - Extra Services		1,225,105	99,292	1,324,397	712,512	611,885
Other Support Services - Students - Regular:						
Salaries of Other Professional Staff	11-000-218-104	823,278	21,000	844,278	800,364	43,914
Salaries of Secretarial & Clerical Assistants	11-000-218-105	31,952	200	32,152	31,097	1,055
Other Purchased Professional & Technical Services	11-000-218-390	12,000	648	12,648	10,480	2,168
Supplies and Materials	11-000-218-600	16,722	(3,964)	12,758	10,255	2,503
Total Other Support Services - Students - Regular		883,952	17,884	901,836	852,196	49,640
Other Support Services - Students - Special Services:						
Salaries of Other Professional Staff	11-000-219-104	\$ 1,508,275	(57,180)	1,451,095	1,068,225	\$ 382,870

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Other Support Services - Students - Special Services (continued):						
Salaries of Secretarial & Clerical Assistants						
	11-000-219-105	\$ 153,547	500	154,047	144,570	\$ 9,477
Unused Vacation Payment to Terminated/ Retired Staff						
	11-000-219-199	7,000	(7,000)			
Purchased Professional - Educational Services						
	11-000-219-320	119,000	712	119,712	115,160	4,552
Other Purchased Professional & Technical Services						
	11-000-219-390	30,000	1,160	31,160	24,384	6,776
Other Purchased Services						
	11-000-219-580	3,000		3,000		3,000
Supplies and Materials						
	11-000-219-600	23,750	1,058	24,808	22,675	2,133
Other Objects						
	11-000-219-800	3,500		3,500	2,400	1,100
Total Other Support Services - Students - Special Services		1,848,072	(60,750)	1,787,322	1,377,414	409,908
Improvement of Instruction Services/Other Support Services - Instruction Staff:						
Salaries of Supervisors of Instruction						
	11-000-221-102	1,282,449	(300)	1,282,149	923,908	358,241
Salaries of Other Professional Staff						
	11-000-221-104	50,000		50,000	13,409	36,591
Salaries of Secretarial & Clerical Assistants						
	11-000-221-105	126,864		126,864	88,904	37,960
Unused Vacation Payment to Terminated/ Retired Staff						
	11-000-221-199	10,000	7,300	17,300	17,249	51
Other Purchased Professional & Technical Services						
	11-000-221-390	115,000	8,168	123,168	95,190	27,978
Supplies and Materials						
	11-000-221-600	4,135	30,392	34,527	22,755	11,772
Other Objects						
	11-000-221-800	5,000	2,500	7,500	7,360	140
Total Improvement of Instruction Services/Other Support Services Instructional Staff		1,593,448	48,060	1,641,508	1,168,775	472,733
Educational Media Services/School Library:						
Salaries						
	11-000-222-100	706,930		706,930	655,436	51,494
Unused Vacation Payment to Terminated/ Retired Staff						
	11-000-222-199	2,000		2,000		2,000
Purchased Professional & Technical Services						
	11-000-222-300	74,200	2,000	76,200	76,050	150
Supplies and Materials						
	11-000-222-600	12,545	(1,592)	10,953	7,948	3,005
Total Educational Media Services/School Library		795,675	408	796,083	739,434	56,649
Instructional Staff Training Services:						
Purchased Professional - Educational Services						
	11-000-223-320	20,000	(5,000)	15,000	4,900	10,100
Other Purchased Services						
	11-000-223-500	20,000		20,000	225	19,775
Total Instructional Staff Training Services		\$ 40,000	(5,000)	35,000	5,125	\$ 29,875

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Support Services General Administration:						
Salaries	11-000-230-100	\$ 444,960	104,129	549,089	380,559	\$ 168,530
Unused Vacation Payment to Terminated/ Retired Staff	11-000-230-199	10,000		10,000		10,000
Tuition Reimbursement	11-000-230-280	2,500	(2,500)			
Legal Services	11-000-230-331	235,000	89,878	324,878	321,743	3,135
Audit Fees	11-000-230-332	56,000		56,000	55,995	5
Other Purchased Professional Services	11-000-230-339	14,450		14,450	4,494	9,956
Communications/Telephone	11-000-230-530	585,000	(50,000)	535,000	294,646	240,354
BOE Other Purchased Services	11-000-230-585	8,150		8,150	2,218	5,932
Other Purchased Services	11-000-230-590	12,200	7,502	19,702	4,644	15,058
Supplies and Materials	11-000-230-610	7,500	290	7,790	2,457	5,333
In-House Training	11-000-230-630	4,500		4,500		4,500
Judgment Against District	11-000-230-820	90,000	(39,877)	50,123	35,068	15,055
Miscellaneous Expenditures	11-000-230-890	9,500		9,500	7,966	1,534
BOE Membership Dues and Fees	11-000-230-895	40,000		40,000	36,525	3,475
Total Support Services General Administration		1,519,760	109,422	1,629,182	1,146,315	482,867
Support Services School Administration:						
Salaries of Principals & Assistant Principals	11-000-240-103	1,044,970	60,314	1,105,284	1,035,557	69,727
Salaries of Secretarial & Clerical Assistants	11-000-240-105	326,091	(47,000)	279,091	268,762	10,329
Unused Vacation Payment to Terminated/ Retired Staff	11-000-240-199	15,000	-	15,000	11,548	3,452
Supplies and Materials	11-000-240-600	28,580	1,602	30,182	18,358	11,824
Other Objects	11-000-240-800	24,723	2,829	27,552	21,729	5,823
Total Support Services School Administration		1,439,364	17,745	1,457,109	1,355,954	101,155
Central Services:						
Salaries	11-000-251-100	975,363	52,803	1,028,166	968,131	60,035
Unused Vacation Payment to Terminated/ Retired Staff	11-000-251-199	6,000	(1,200)	4,800	4,747	53
Unused Vacation Payment to Terminated/ Retired Staff	11-000-251-299	5,000	(5,000)			
Purchased Professional Services	11-000-251-330	27,900	19,737	47,637	44,307	3,330
Purchased Technical Services	11-000-251-340	24,750	22,370	47,120	34,945	12,175
Miscellaneous Purchased Services	11-000-251-592	3,500	(2,200)	1,300	819	481
Supplies and Materials	11-000-251-610	46,720	(25,970)	20,750	19,567	1,183
Interest on Lease Purchase Agreements	11-000-251-832	29,744	(3,400)	26,344	25,579	765
Interest on Bond Anticipation Notes	11-000-251-836		25,828	25,828	25,828	
Miscellaneous Expenditures	11-000-251-890	6,880	(2,800)	4,080	3,024	1,056
Total Central Services		1,125,857	80,168	1,206,025	1,126,947	79,078
Administrative Information Technology:						
Salaries	11-000-252-100	3,000	980	3,980	3,815	165
Purchased Technical Services	11-000-252-340	150,000	6,000	156,000	155,998	2
Supplies and Materials	11-000-252-600	35,000	13,177	48,177	47,982	195
Total Administrative Information Technology		\$ 188,000	20,157	208,157	207,795	\$ 362

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Required Maintenance for School Facilities:						
Salaries	11-000-261-100	\$ 683,316	(40,425)	642,891	524,005	\$ 118,886
Unused Vacation Payment to Terminated/ Retired Staff	11-000-261-199	10,000		10,000		10,000
Cleaning, Repair & Maintenance Services	11-000-261-420	650,000	44,048	694,048	628,847	65,201
Lead Testing of Drinking Water	11-000-261-421	15,000	(12,500)	2,500		2,500
General Supplies	11-000-261-610	80,000	5,566	85,566	61,864	23,702
Total Required Maintenance for School Facilities		1,438,316	(3,311)	1,435,005	1,214,716	220,289
Custodial Services of Plant:						
Salaries	11-000-262-100	1,945,557	(64,790)	1,880,767	1,509,684	371,083
Salaries of Non Instructional Aides	11-000-262-107	367,611	(753)	366,858	162,410	204,448
Unused Vacation Payment to Terminated/ Retired Staff	11-000-262-199	10,000		10,000		10,000
Purchased Professional & Technical Services	11-000-262-300	260,000	14,184	274,184	247,046	27,138
Cleaning, Repair & Maintenance Services	11-000-262-420	205,000	181,696	386,696	304,596	82,100
Other Purchased Property Services	11-000-262-490	80,000	(15,000)	65,000	59,516	5,484
Insurance	11-000-262-520	1,810,000	(419,490)	1,390,510	1,368,870	21,640
Miscellaneous Purchased Services	11-000-262-590	7,500		7,500	4,328	3,172
General Supplies	11-000-262-610	375,000	140,182	515,182	483,129	32,053
Energy (Natural Gas)	11-000-262-621	236,900	121,400	358,300	358,140	160
Energy (Electricity)	11-000-262-622	881,830	86,272	968,102	968,038	64
Energy (Gasoline)	11-000-262-626	25,000		25,000	21,000	4,000
Other Objects	11-000-262-800	10,000	(5,000)	5,000	4,108	892
Total Custodial Services of Plant		6,214,398	38,701	6,253,099	5,490,865	762,234
Care & Upkeep of Grounds:						
Salaries	11-000-263-100	68,625	3,000	71,625	66,787	4,838
Purchased Professional & Technical Services	11-000-263-300	245,000	68,582	313,582	272,663	40,919
CLN, RPR, Maintenance Services	11-000-263-420	15,000	53,130	68,130	58,260	9,870
General Supplies	11-000-263-610	26,500	(14,499)	12,001	4,555	7,446
Total Care & Upkeep of Grounds		355,125	110,213	465,338	402,265	63,073
Security:						
Salaries	11-000-266-100	109,344	9,002	118,346	94,008	24,338
Unused Vacation Payment to Terminated/ Retired Staff	11-000-266-199	10,000		10,000		10,000
Purchased Professional & Technical Services	11-000-266-300	693,462	(57,198)	636,264	567,763	68,501
Cleaning, Repair & Maintenance Services	11-000-266-420	9,000		9,000		9,000
General Supplies	11-000-266-610	35,500	(7,815)	27,685	4,339	23,346
Other Objects	11-000-266-800	1,000		1,000		1,000
Total Security		\$ 858,306	(56,011)	802,295	666,110	\$ 136,185

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Student Transportation Services:						
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	\$ 157,895	26,000	183,895	177,569	\$ 6,326
Other Purchased Professional & Technical Services	11-000-270-390	6,650	21,660	28,310		28,310
Cleaning, Repair & Maintenance Services	11-000-270-420	2,000		2,000		2,000
Aid in Lieu - Non Public Schools	11-000-270-503	207,000	(21,660)	185,340	129,743	55,597
Aid in Lieu - Charter Schools	11-000-270-504	29,000		29,000	16,200	12,800
Contracted Services (Between Home & School) - Vendors	11-000-270-511	1,177,778		1,177,778	1,086,115	91,663
Contracted Services (Other Than Between Home & School)-Vendors	11-000-270-512	242,000		242,000	37,151	204,849
Contracted Services (Special Education Students) - Vendors	11-000-270-514	2,060,406	(20,000)	2,040,406	1,946,704	93,702
Contracted Services (Special Education Students) - Joint Agreements	11-000-270-515	45,000		45,000		45,000
Contracted Services (Special Education Students) - ESCs & CTAs	11-000-270-518	199,500		199,500	111,645	87,855
General Supplies	11-000-270-610	206,000		206,000	102,275	103,725
Total Student Transportation Services		4,333,229	6,000	4,339,229	3,607,402	731,827
Unallocated Benefits Employee Benefits:						
Social Security	11-000-291-220	670,000	2,678	672,678	536,572	136,106
TPAF Contributions - ERIP	11-000-291-232	1,500	1,500	3,000	1,791	1,209
Other Retirement Payments	11-000-291-241	915,000	973	915,973	895,147	20,826
Unemployment Compensation	11-000-291-250	72,000	(1,500)	70,500	43,419	27,081
Workers Compensation	11-000-291-260	30,000	2,568	32,568	432	32,136
Health Benefits	11-000-291-270	11,694,384	(789,000)	10,905,384	7,741,787	3,163,597
Tuition Reimbursement	11-000-291-280	75,000	2,500	77,500		77,500
Other Employee Benefits	11-000-291-290		9,000	9,000	7,949	1,051
Unused Vacation Payment to Terminated/ Retired Staff	11-000-291-299	90,000	(9,000)	81,000		81,000
Total Unallocated Benefits - Employee Benefits		13,547,884	(780,281)	12,767,603	9,227,097	3,540,506
Nonbudgeted:						
On-Behalf TPAF Pension Contributions					8,592,396	(8,592,396)
On-Behalf TPAF Post-Retirement Medical Contribution					2,049,574	(2,049,574)
On-Behalf TPAF Long Term Disability Insurance Contribution					2,695	(2,695)
Reimbursed TPAF Social Security Contributions					1,753,915	(1,753,915)
Total Undistributed Expenditures		48,120,282	470,253	48,590,535	52,836,730	(4,246,195)
Total Expenditures - Current Expense		\$ 71,939,800	336,072	72,275,872	73,729,182	\$ (1,453,310)
Capital Outlay:						
Equipment:						
School Sponsored and Other Instruction	12-402-100-732		46,610	46,610	46,610	
Undistributed Expenditures:						
Admin Information Technology	12-000-252-730		4,887	4,887	4,842	45
Required Maintenance School Facilities	12-000-261-730	56,000	36,000	92,000	49,849	42,151

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Capital Outlay (continued):						
Custodial Equipment	12-000-262-730	\$ 30,000	33,800	63,800	33,800	\$ 30,000
SEC Equipment	12-000-266-730		34,800	34,800	34,674	126
		<u>86,000</u>	<u>156,097</u>	<u>242,097</u>	<u>169,775</u>	<u>72,322</u>
Facilities Acquisition & Construction Services:						
Construction Services	12-000-400-450	130,000	106,300	236,300	106,551	129,749
Lease Purchase Agreements - Principal	12-000-400-721	274,256		274,256	274,256	
Assessment for Debt Service on SDA Funding	12-000-400-896	71,937		71,937	71,937	
Capital Outlay Transfer	12-000-400-932				139,470	(139,470)
		<u>476,193</u>	<u>106,300</u>	<u>582,493</u>	<u>592,214</u>	<u>(9,721)</u>
Total Acquisition & Construction Services						
		<u>562,193</u>	<u>262,397</u>	<u>824,590</u>	<u>761,989</u>	<u>62,601</u>
Total Capital Outlay						
		<u>72,501,993</u>	<u>598,469</u>	<u>73,100,462</u>	<u>74,491,171</u>	<u>(1,390,709)</u>
Total Expenditures						
		<u>1,161,680</u>	<u>(598,469)</u>	<u>563,211</u>	<u>11,765,156</u>	<u>11,201,945</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures Before Other Financing Sources/(Uses)						
Other Financing Sources/(Uses):						
Transfer from Other Funds	10-5200-000	260,000		260,000	100,000	(160,000)
Transfer to Charter School		(5,483,699)	21,000	(5,462,699)	(5,391,264)	71,435
		<u>(5,223,699)</u>	<u>21,000</u>	<u>(5,202,699)</u>	<u>(5,291,264)</u>	<u>(88,565)</u>
Total Other Financing Sources/(Uses)						
		<u>(4,062,019)</u>	<u>(577,469)</u>	<u>(4,639,488)</u>	<u>6,473,892</u>	<u>11,113,380</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures After Other Financing Sources/(Uses)						
Fund Balances, July 1		12,279,506		12,279,506	12,279,506	
Prior Period Adjustment					416,926	416,926
					<u>416,926</u>	<u>416,926</u>
Fund Balance - July 1, Restated		<u>12,279,506</u>		<u>12,279,506</u>	<u>12,696,432</u>	<u>416,926</u>
Fund Balances, June 30		<u>\$ 8,217,487</u>	<u>(577,469)</u>	<u>7,640,018</u>	<u>19,170,324</u>	<u>\$ 11,530,306</u>

RECAPITULATION OF BUDGET TRANSFERS:

Prior Year Reserve for Encumbrances	<u>\$ (577,469)</u>
Total Budget Transfers	<u>\$ (577,469)</u>

RECAPITULATION OF FUND BALANCE:

Restricted Fund Balance:	
Excess Surplus	\$ 6,568,941
Capital Reserve	32,545
Unemployment Compensation	471,907
Additional Designated for Subsequent Year's Expenditures	7,013
Excess Surplus - Designated for Subsequent Year's Expenditures	5,119,176
Assigned Fund Balance:	
Year-end Encumbrances	3,314,461
Unassigned Fund Balance	<u>3,656,281</u>
Subtotal	<u>19,170,324</u>
Reconciliation to Governmental Funds Statements (GAAP):	
Last State Aid Payment Not Recognized on GAAP Basis	<u>(4,072,573)</u>
Fund Balance per Governmental Funds (GAAP)	<u>\$ 15,097,751</u>

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021**

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
REVENUES					
Local Sources	\$ 17,587	(10,367)	7,220	12,966	\$ 5,746
State Sources	5,230,817	(2,421,602)	2,809,215	2,809,215	
Federal Sources	1,922,369	1,395,243	3,317,612	3,317,612	
Total Revenues	7,170,773	(1,036,726)	6,134,047	6,139,793	5,746
EXPENDITURES:					
Instruction:					
Salaries of Teachers	1,299,995	10,091	1,310,086	1,310,086	
Other Salaries for Instruction	328,411	(94,466)	233,945	233,945	
Purchased Professional & Technical Services	100,000	(86,978)	13,022	13,022	
Other Purchased Services (400-500 Series)	10,000	(10,000)			
Tuition	934,089	(384,351)	549,738	549,738	
Textbooks	6,114	(5,331)	783	783	
General Supplies	2,136,595	84,088	2,220,683	2,220,683	
Total Instruction	4,815,204	(486,947)	4,328,257	4,328,257	-
Support Services:					
Salaries of Supervisors	188,056	78,722	266,778	266,778	
Salaries of Secretarial & Clerical Assistants	75,190		75,190	75,190	
Salaries of Facilitators, Math, Literacy Coaches & Master Teachers	160,926	(51,995)	108,931	108,931	
Other Salaries	74,240	(15,213)	59,027	59,027	
Personal Services - Employee Benefits	916,352	(188,111)	728,241	728,241	
Purchased Educational Services	325,872	(75,904)	249,968	249,968	
Other Purchased Services	185,136	(185,136)			
Travel	10,000	(8,251)	1,749	1,749	
Other Purchased Professional Services	70,000	(70,000)			
Supplies & Materials	8,000	(4,266)	3,734	3,734	
Miscellaneous Expenditures	2,000	384	2,384	2,384	
Scholarships Awarded					
Student Activities				16,378	(16,378)
Total Support Services	2,015,772	(519,770)	1,496,002	1,512,380	(16,378)
Facilities Acquisition & Construction Services:					
Instructional Equipment	111,797	175,532	287,329	287,329	
Noninstructional Equipment	228,000	(205,541)	22,459	22,459	
Total Facilities Acquisition & Construction Services	339,797	(30,009)	309,788	309,788	-
Total Expenditures	7,170,773	(1,036,726)	6,134,047	6,150,425	(16,378)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	\$ -	-	-	(10,632)	\$ (10,632)

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 86,256,327	\$ 6,139,793
Difference - Budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	3,935,325	
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(4,072,573)	
	<hr/>	
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<u>\$ 86,119,079</u>	<u>\$ 6,139,793</u>
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	<u>74,491,171</u>	<u>6,150,425</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<u>\$ 74,491,171</u>	<u>\$ 6,150,425</u>

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REQUIRED SUPPLEMENTARY INFORMATION - PART III

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY - PERS ***

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's Proportion of the Net Pension Liability (Asset)	0.081%	0.090%	0.092%	0.088%	0.091%	0.095%	0.091%	0.095%
District's Proportionate Share of the Net Pension Liability (Asset)	\$ 13,230,908	\$ 16,363,218	18,177,729	20,492,355	26,927,220	21,290,342	17,085,862	18,174,787
District's Covered Employee Payroll	5,795,804	6,011,937	5,820,214	6,381,505	6,433,803	5,944,063	6,199,903	6,310,202
Plan Fiduciary Net Position as a Percentage of the Total Pension	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%	48.72%

**SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS - PERS
SCHEDULE OF CONTRIBUTIONS ***

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Actuarially Determined Contribution	887,570	883,348	\$918,305	\$815,519	807,700	815,395	752,312	716,531
Contributions in Relation to the Actuarially Determined Contributions	(887,570)	(883,348)	(918,305)	(815,519)	(807,700)	(815,395)	(752,312)	(716,531)
Contribution Deficiency (Excess)	-	-	-	-	-	-	-	-
District's Covered Employee Payroll	\$5,795,804	\$6,011,937	\$5,820,214	6,381,505	6,433,803	5,944,063	6,199,903	6,310,202
Contributions as a Percentage of Covered - Employee Payroll	15.31%	14.69%	15.78%	12.78%	12.55%	13.72%	12.13%	11.36%

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY - TPAF ***

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
State's Proportion of the Net Pension Liability (Asset) Associated with the District	0.236%	0.227%	0.236%	0.252%	0.260%	0.265%	0.268%	0.276%
District's Proportionate Share of the Net Pension Liability (Asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	155,177,012	139,357,635	149,992,380	169,615,897	204,925,532	167,534,573	144,317,866	139,984,346
Total	155,177,012	139,357,635	149,992,380	169,615,897	204,925,532	167,534,573	144,317,866	139,984,346
District's Covered Employee Payroll	24,545,608	24,465,730	24,228,281	24,898,740	23,971,191	24,141,280	25,418,936	26,159,487
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position as a Percentage of the Total Pension	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

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

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF THE DISTRICT'S CHANGES IN THE NET OPEB LIABILITY
AND RELATED RATIOS ***

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<u>Total OPEB Liability</u>				
Service Cost	\$4,540,466	\$4,519,326	\$5,513,106	\$6,604,131
Interest Cost	4,919,641	6,232,105	6,803,021	5,884,445
Difference Between Expected and Actual Experiences	26,518,659	(29,487,680)	(18,023,416)	
Changes of Assumptions	38,043,810	2,054,066	(18,194,326)	(23,716,830)
Contributions: Members	109,898	125,357	146,526	159,101
Gross Benefit Payments	<u>(3,625,813)</u>	<u>(4,228,930)</u>	<u>(4,239,552)</u>	<u>(4,320,754)</u>
Net Change in Total OPEB Liability	70,506,661	(20,785,756)	(27,994,641)	(15,389,907)
Total OPEB Liability (Beginning)	<u>137,763,544</u>	<u>158,549,300</u>	<u>186,543,941</u>	<u>201,933,848</u>
Total OPEB Liability (Ending)	<u><u>\$208,270,205</u></u>	<u><u>\$137,763,544</u></u>	<u><u>\$158,549,300</u></u>	<u><u>\$186,543,941</u></u>
<u>Plan Fiduciary Net Position</u>				
Covered Employee Payroll	\$30,120,890	\$32,099,572	\$31,879,128	\$33,560,668
Net OPEB Liability as a Percentage of Payroll	691%	429%	497%	556%

Source Documents:

All data for the measurement period was provided by the State of New Jersey Department of the Treasury other than covered employee payroll.

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

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION PART III

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION –
PART III YEAR ENDED JUNE 30, 2021**

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 5.60% as of June 30, 2019, to 5.40% as of June 30, 2020.

Public Employees' Retirement System (PERS)

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.

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.

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OTHER SUPPLEMENTARY INFORMATION

D. School Based Budget Schedules

Not Applicable

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E. Special Revenue Fund

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	TITLE I	TITLE I SIA	TITLE II A	TITLE III	I.D.E.A. PART B	I.D.E.A. PRESCHOOL
Revenues:						
Local Sources						
State Sources						
Federal Sources	\$	497,029	104,714	152,142	3,131	810,510 \$
Total Revenues		<u>\$497,029</u>	<u>104,714</u>	<u>152,142</u>	<u>3,131</u>	<u>810,510</u> <u>2,663</u>
Expenditures:						
Instruction:						
Salaries of Teachers		4,752		16,244		64,827
Other Salaries for Instruction		3,894				
Purchased Professional Services						
Other Purchased Services						
Tuition					549,738	
Textbooks						
General Supplies		257,100	46,096		3,131	2,663
Total Instruction		<u>265,746</u>	<u>46,096</u>	<u>16,244</u>	<u>3,131</u>	<u>614,565</u> <u>2,663</u>
Support Services:						
Salaries of Supervisors				63		125,842
Salaries of Secretarial & Clerical Assistants						
Salaries of Facilitators, Math, Literacy Coaches & Master Teachers						
Other Salaries						
Personal Services - Employee Benefits		729				
Purchased Educational Services		29,578		134,086		70,103
Other Purchased Services						
Travel				1,749		
Other Purchased Professional Services						
Supplies & Materials						
Miscellaneous Expenditures						
Total Support Services		<u>30,307</u>		<u>135,898</u>		<u>195,945</u>
Facilities Acquisition & Construction Services						
Instructional Equipment		200,976	58,618			
Non-Instructional Equipment						
Total Facilities Acquisition & Construction Services		<u>200,976</u>	<u>58,618</u>			
Total Expenditures	\$	<u>497,029</u>	<u>104,714</u>	<u>152,142</u>	<u>3,131</u>	<u>810,510</u> <u>\$ 2,663</u>

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	DIGITAL DIVIDE	CARES ACT	CORONAVIRUS AID RELIEF	PRESCHOOL EDUCATION	NONPUBLIC	
					TEXTBOOK AID	COMPENSATORY EDUCATION AID
Revenues:						
Local Sources						
State Sources				2,806,911	783	\$ 260
Federal Sources	\$ 798,579	588,586	360,258			
Total Revenues	798,579	588,586	360,258	2,806,911	783	260
Expenditures:						
Instruction:						
Salaries of Teachers				1,224,263		
Other Salaries for Instruction				230,051		
Purchased Professional Services		5,956		7,066		
Other Purchased Services						
Tuition					783	
Textbooks						
General Supplies	798,579	582,630	360,258	170,226		
Total Instruction	798,579	588,586	360,258	1,631,606	783	
Support Services:						
Salaries of Supervisors				140,873		
Salaries of Secretarial & Clerical Assistants				75,190		
Salaries of Facilitators, Math, Literacy Coaches & Master Teachers				108,931		
Other Salaries				59,027		
Personal Services - Employee Benefits				727,512		
Purchased Educational Services				14,680		260
Other Purchased Services						
Travel						
Other Purchased Professional Services						
Supplies & Materials				3,734		
Miscellaneous Expenditures				2,384		
Total Support Services				1,132,331		260
Facilities Acquisition & Construction Services						
Instructional Equipment				27,735		
Non-Instructional Equipment				15,239		
Total Facilities Acquisition & Construction Services				42,974		
Total Expenditures	\$ 798,579	588,586	360,258	2,806,911	783	\$ 260

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	NONPUBLIC EXAMINATION & CLASSIFICATION AID	BURLINGTON COUNTY SECURITY	SCHOLARSHIP FUND	STUDENT ACTIVITY /ATHLETICS FUND	TOTAL
Revenues:					
Local Sources		7,220	31	5,715	\$ 12,966
State Sources	\$ 1,261				2,809,215
Federal Sources					3,317,612
Total Revenues	1,261	7,220	31	5,715	6,139,793
Expenditures:					
Instruction:					
Salaries of Teachers					1,310,086
Other Salaries for Instruction					233,945
Purchased Professional Services					13,022
Other Purchased Services					549,738
Tuition					783
Textbooks					2,220,683
General Supplies					4,328,257
Total Instruction					4,328,257
Support Services:					
Salaries of Supervisors					266,778
Salaries of Secretarial & Clerical Assistants					75,190
Salaries of Facilitators, Math, Literacy Coaches & Master Teachers					108,931
Other Salaries					59,027
Personal Services - Employee Benefits					728,241
Purchased Educational Services	1,261				249,968
Other Purchased Services					1,749
Travel					-
Other Purchased Professional Services					3,734
Supplies & Materials					2,384
Miscellaneous Expenditures					-
Scholarships Awarded					16,378
Student Activities				16,378	16,378
Total Support Services	1,261			16,378	1,512,380
Facilities Acquisition & Construction Services:					
Instructional Equipment					287,329
Non-Instructional Equipment		7,220			22,459
Total Facilities Acquisition & Construction Services		7,220			309,788
Total Expenditures	1,261	7,220		16,378	6,150,425
Excess (Deficiency) of Revenue Over (Under) Expenditures	-	-	31	(10,663)	(10,632)
Fund Balance, July 1	-	-	-	-	-
Prior Period Adjustment	-	-	37,866	162,238	200,104
Fund Balance, July 1 (Restated)	-	-	37,866	162,238	200,104
Fund Balance, June 30	\$ -	-	37,897	151,575	\$ 189,472

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
SCHEDULE OF PRESCHOOL EDUCATION AND AID OF EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

DISTRICT-WIDE TOTAL	BUDGETED	ACTUAL	VARIANCE
Expenditures:			
Instruction:			
Salaries of Teachers	\$ 1,299,995	1,224,263	\$ 75,732
Other Salaries for Instruction	328,411	230,051	98,360
Purchased Professional Services	252,481	7,066	245,415
General Supplies	1,242,600	170,226	1,072,374
	<hr/>		
Total Instruction	3,123,487	1,631,606	1,491,881
	<hr/>		
Support Services:			
Salaries of Supervisors	188,056	140,873	47,183
Salaries of Secretarial & Clerical Assistants	75,190	75,190	
Salaries of Facilitators, Math, Literacy Coaches & Master Teachers	109,029	108,931	98
Other Salaries	126,137	59,027	67,110
Personal Services - Employee Benefits	916,352	727,512	188,840
Other Purchased Educational Services	282,000	14,680	267,320
Supplies & Materials	8,000	3,734	4,266
Miscellaneous Expenditures	74,000	2,384	71,616
	<hr/>		
Total Support Services	1,778,764	1,132,331	646,433
	<hr/>		
Facilities Acquisition & Construction Services:			
Instructional Equipment	111,797	27,735	84,062
Noninstructional Equipment	228,000	15,239	212,761
	<hr/>		
Total Facilities Acquisition & Construction Services	339,797	42,974	296,823
	<hr/>		
Total Expenditures	\$ 5,242,048	2,806,911	\$ 2,435,137
	<hr/> <hr/>		

CALCULATION OF BUDGET & CARRYOVER

Total Revised 2020-2021 Preschool Education Aid Allocation	\$ 3,969,000
Add: Actual Preschool Education Aid Carryover (June 30, 2020)	<u>1,273,048</u>
Total Preschool Education Aid Funds Available for 2019-2020 Budget	5,242,048
Less: 2020-2021 Budgeted Preschool Education Aid (Including Prior Year Budget Carryover)	<u>(5,242,048)</u>
Available & Unbudgeted Preschool Education Aid Funds as of June 30, 2018	
Add: June 30, 2021 Unexpended Preschool Education Aid Funds	2,435,137
Less: 2020-2021 Commissioner-approved Transfer to the General Fund	<u></u>
2020-2021 Carryover - Preschool Education Aid Funds	<u>\$ 2,435,137</u>
2019-2020 Preschool Education Aid Funds Carryover Budgeted in 2020-2021	<u>\$ 1,273,048</u>

F. Capital Projects Fund

EXHIBIT F-1

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
 SUMMARY SCHEDULE OF PROJECT EXPENDITURES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NUMBER	PROJECT TITLE	ORIGINAL APPROPRIATIONS	REVISED AUTHORIZED COSTS	EXPENDITURES TO DATE		(OVER)/UNDER EXPENDED BALANCE
				PRIOR YEAR	CURRENT YEAR	
2004	Levitt Middle School	\$ 3,574,041	3,574,041	3,538,968	\$	35,073
2004	Other Projects	52,646	52,646	23,341		29,305
2010	Levitt Middle School Renovations	8,080,182	9,206,961	9,206,819		142
2019	HVAC Project	1,410,000	926,500	926,500		
2020	HVAC Project - Levitt	483,500	483,500		415,458	68,042
Total		\$ 13,600,369	14,243,648	13,695,628	415,458	\$ 132,562

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE-BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Revenues & Other Financing Sources:	
State Sources - SCC Grant	
Bond Proceeds & Transfers	<u>\$ 139,470</u>
Total Revenues	<u>139,470</u>
Expenditures & Other Financing Uses:	
Purchased Professional & Technical Services	<u>\$24,533</u>
Total Expenditures	<u>24,533</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	114,937
Fund Balance - Beginning	<u>408,550</u>
Fund Balance - Ending	<u><u>\$ 523,487</u></u>

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
UPGRADES TO LEVITT MIDDLE SCHOOL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2021**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$ 1,986,430		1,986,430	\$ 1,986,430
Bond Proceeds & Transfers	1,587,611		1,587,611	1,587,611
Total Revenues	3,574,041		3,574,041	3,574,041
Expenditures & Other Financing Uses:				
Salaries	36,092		36,092	36,092
Purchased Professional & Technical Services & Contingencies	859,589		859,589	890,187
Construction Services	2,623,147		2,623,147	2,627,622
Instructional Equipment	20,140		20,140	20,140
Total Expenditures	3,538,968		3,538,968	3,574,041
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 35,073	-	35,073	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	SP 5805-x01-03-1307
Grant Date	8/24/2004
Bond Authorization Date	8/1/1999
Bonds Authorized	\$1,587,611
Bonds Issued	\$1,587,611
Original Authorized Cost	\$3,574,041
Additional Authorized Cost	-
Revised Authorized Cost	\$3,574,041
Percentage Increase/(Decrease) Over Original Authorized Cost	-
Percentage Completion	99.02%
Original Target Completion Date	9/1/2006
Revised Target Completion Date	9/1/2007

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
OTHER CAPITAL PROJECTS
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2021**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant				
Bond Proceeds & Transfers	\$ 52,646		52,646	\$ 52,646
Total Revenues	52,646		52,646	52,646
Expenditures & Other Financing Uses:				
Salaries				
Purchased Professional & Technical Services & Contingencies				
Instructional Equipment				
Miscellaneous Expenditures	23,341		23,341	52,646
Total Expenditures	23,341		23,341	52,646
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 29,305	-	29,305	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	
Grant Date	8/24/2004
Bond Authorization Date	8/1/1999
Bonds Authorized	\$52,646
Bonds Issued	\$52,646
Original Authorized Cost	\$52,646
Additional Authorized Cost	-
Revised Authorized Cost	\$52,646
Percentage Increase/(Decrease) Over Original Authorized Cost	-
Percentage Completion	44.34%
Original Target Completion Date	9/1/2006
Revised Target Completion Date	9/1/2007

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
RENOVATIONS TO LEVITT MIDDLE SCHOOL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2021**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$ 4,815,977		4,815,977	\$ 4,815,977
Bond Proceeds & Transfers	4,390,984		4,390,984	4,390,984
Total Revenues	9,206,961	-	9,206,961	9,206,961
Expenditures & Other Financing Uses:				
Salaries				
Purchased Professional & Technical Services & Contingencies	1,155,618		1,155,618	1,155,760
Construction Services	8,051,201		8,051,201	8,051,201
Instructional Equipment				
Miscellaneous Expenditures				
Total Expenditures	9,206,819	-	9,206,819	9,206,961
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 142	-	142	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	5805-040-09-1001
Grant Date	6/30/2010
Bond Authorization Date	10/21/2010
Bonds Authorized	\$4,390,984
Bonds Issued	\$4,390,984
Original Authorized Cost	\$8,080,182
Additional Authorized Cost	1,126,779
Revised Authorized Cost	\$9,206,961
Percentage Increase/(Decrease) Over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	6/30/2013
Revised Target Completion Date	6/30/2017

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
HVAC PROJECT
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2021**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant				
Bond Proceeds & Transfers	\$ 1,270,530	(344,030)	926,500	\$ 926,500
Total Revenues	1,270,530	(344,030)	926,500	926,500
Expenditures & Other Financing Uses:				
Salaries				
Purchased Professional & Technical Services & Contingencies				
Construction Services				
Instructional Equipment	926,500		926,500	926,500
Miscellaneous Expenditures				
Total Expenditures	926,500	-	926,500	926,500
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 344,030	(344,030)	-	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	N/A
Loan Authorization Date	8/28/2018
Loan Authorized	\$1,410,000
Loan Issued	\$1,410,000
Original Authorized Cost	\$1,410,000
Reallocated Authorized Cost	(483,500)
Revised Authorized Cost	\$926,500
Percentage Increase/(Decrease) Over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	6/30/2019
Revised Target Completion Date	6/30/2021

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
HVAC PROJECT - JAMES A. COTTEN SCHOOL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2021**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant				
Bond Proceeds & Transfers	\$ -	483,500	483,500	\$ 483,500
Total Revenues	-	483,500	483,500	483,500
Expenditures & Other Financing Uses:				
Salaries				
Purchased Professional & Technical Services & Contingencies		24,533	24,533	24,533
Construction Services				
Instructional Equipment		390,925	390,925	390,925
Miscellaneous Expenditures				
Total Expenditures	-	415,458	415,458	415,458
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ -	68,042	68,042	\$ 68,042

ADDITIONAL PROJECT INFORMATION

Project Number	N/A
Loan Authorization Date	8/28/2018
Loan Authorized	\$1,410,000
Loan Issued	\$1,410,000
Original Authorized Cost	\$1,410,000
Reallocated Authorized Cost	(926,500)
Revised Authorized Cost	\$483,500
Percentage Increase/(Decrease) Over Original Authorized Cost	-
Percentage Completion	85.93%
Original Target Completion Date	6/30/2021
Revised Target Completion Date	6/30/2021

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G. Proprietary Funds

Enterprise Funds

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
ENTERPRISE FUND
SCHEDULE OF NET POSITION
AS OF JUNE 30, 2021

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		TOTAL
	FOOD SERVICE	DAY CARE	
Current Assets:			
Cash & Cash Equivalents	\$ 6,136	545,882	\$ 552,018
Interfund Receivable	68,689		68,689
Due from Other Governments	152,868		152,868
Other Accounts Receivable		12,622	12,622
Inventories	26,946		26,946
Total Current Assets	254,639	558,504	813,143
Noncurrent assets:			
Furniture, Machinery & Equipment	986,606	27,114	1,013,720
Less: Accumulated Depreciation	828,624	27,114	855,738
Total Noncurrent Assets	157,982		157,982
Total Assets	412,621	558,504	971,125
DEFERRED OUTFLOWS OF RESOURCES			
Pension Deferred Outflows		25,360	25,360
Total Deferred Outflows of Resources		25,360	25,360
LIABILITIES			
Accounts Payable	3,661	119	3,780
Interfund Payable	574,345	333,762	908,107
Pension Liability		132,309	132,309
Unearned Revenue		1,750	1,750
Total Liabilities	578,006	467,940	1,045,946
DEFERRED INFLOWS OF RESOURCES			
Pension Deferred Inflows		78,038	78,038
Total Deferred Inflows of Resources		78,038	78,038
NET POSITION			
Net Investment in Capital Assets	157,982		157,982
Unrestricted	(323,367)	37,886	(285,481)
Total Net Position	\$ (165,385)	37,886	\$ (127,499)

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
AS OF JUNE 30, 2021**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		TOTAL
	FOOD SERVICE	DAY CARE	
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ 277		\$ 277
Daily Sales - Non-Reimbursable Programs	1,455		1,455
Special Functions	11,797		11,797
Miscellaneous Revenue			
Tuition & Fees		105,583	105,583
Total Operating Revenues	13,529	105,583	119,112
Operating Expenses:			
Cost of Sales - Reimbursable Programs	309,450		309,450
Cost of Sales - Non-Reimbursable Programs	402		402
Salaries	540,622	134,585	675,207
Management Fee	125,000		125,000
Employee Benefits	16,909	18,783	35,692
Cleaning, Repair & Maintenance Services			
Travel Services	330	3,040	3,370
Purchased Services	95,014	4,754	99,768
Insurance	9,834		9,834
Supplies and Materials	201,705	8,491	210,196
Miscellaneous	2,161		2,161
Rent		100,000	100,000
Depreciation	17,420		17,420
Total Operating Expenses	1,318,847	269,653	1,588,500
Operating Income/(Loss)	(1,305,318)	(164,070)	(1,469,388)
Nonoperating Revenues/(Expenses):			
State Sources:			
State School Lunch Program	26,191		26,191
Federal Sources:			
National School Lunch Program	594,897		594,897
National After School Snack Program	864		864
National School Breakfast Program	350,816		350,816
Food Distribution Program	138,985		138,985
Total Nonoperating Revenues/(Expenses)	1,111,753		1,111,753
Income/(Loss) Before Contributions & Transfers	(193,565)	(164,070)	(357,635)
Total Net Position - Beginning	28,180	201,956	230,136
Total Net Position - Ending	\$ (165,385)	37,886	\$ (127,499)

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
ENTERPRISE FUND
SCHEDULE OF CASH FLOWS
AS OF JUNE 30, 2021**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		TOTAL
	FOOD SERVICE	DAY CARE	
Cash Flows From Operating Activities:			
Receipts from Customers	\$ 334,025	70,384	\$ 404,409
Payments to Employees	(540,622)	(134,585)	(675,207)
Payments for Employee Benefits	(16,909)	(18,783)	(35,692)
Payments to Suppliers	(841,676)	(7,630)	(849,306)
Net Cash Provided/(Used) by Operating Activities	<u>(1,065,182)</u>	<u>(90,614)</u>	<u>(1,155,796)</u>
Cash Flows From Noncapital Financing Activities:			
State Sources	26,191		26,191
Federal Sources	946,577		946,577
Net Cash Provided/(Used) by Noncapital Financing Activities	<u>972,768</u>		<u>972,768</u>
Cash Flows Capital & Related Financing Activities:			
Acquisition of Property, Plant & Equipment			
Net Cash Provided by/(Used For) Capital Financing Activities			
Net Increase/(Decrease) in Cash & Cash Equivalents			
Balances - Beginning of Year	(92,414)	(90,614)	(183,028)
Balances - End of Year	98,550	636,496	735,046
	<u>\$ 6,136</u>	<u>545,882</u>	<u>\$ 552,018</u>

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

Operating Income/(Loss)	\$ (1,305,318)	(164,070)	\$ (1,469,388)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:			
Depreciation & Net Amortization	17,420		17,420
Commodities Received	138,985		138,985
Increase/(Decrease) in Unearned Revenue		(32,339)	(32,339)
(Increase)/Decrease in Accounts Receivable, Net	(84,056)	(2,860)	(86,916)
(Increase)/Decrease in Inventories	(24,933)		(24,933)
Increase/(Decrease) in Interfund Payable	265,567	120,373	385,940
Increase/(Decrease) in Accounts Payable	(72,847)	(11,718)	(84,565)
Total Adjustments	<u>240,136</u>	<u>73,456</u>	<u>313,592</u>
Net Cash Provided/(Used) by Operating Activities	<u>\$ (1,065,182)</u>	<u>(90,614)</u>	<u>\$ (1,155,796)</u>

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Internal Service Fund

Not Applicable

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H. Fiduciary Fund

Not Applicable

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I. Long Term Debt

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS PAYABLE
JUNE 30, 2021**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL PAYMENTS DATE	AMOUNT	INTEREST RATE	BALANCE		AMOUNT OUTSTANDING JUNE 30, 2021
						JUNE 30, 2020	RETIRED	
School Renovations	10/21/10	\$27,210,000		1,025,000	3.500%	\$ 1,025,000	1,025,000	\$ -
Taxable Refunding School Bonds	12/27/19	\$19,155,000	3/1/22	1,180,000	2.160%	18,945,000	130,000	18,815,000
			3/1/23	1,170,000	2.283%			
			3/1/24	1,155,000	2.383%			
			3/1/25	1,165,000	2.574%			
			3/1/26	1,165,000	2.674%			
			3/1/27	1,215,000	2.792%			
			3/1/28	1,230,000	2.892%			
			3/1/29	1,245,000	2.942%			
			3/1/30	1,230,000	3.022%			
			3/1/31	1,245,000	3.112%			
			3/1/32	1,260,000	3.172%			
			3/1/33	1,295,000	3.242%			
		3/1/34	1,385,000	3.292%				
		3/1/35	1,420,000	3.372%				
		3/1/36	1,455,000	3.372%				
Total						\$ 19,970,000	1,155,000	\$ 18,815,000

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
JUNE 30, 2021**

PURPOSE	DATE OF LEASE	TERM OF LEASE	PRINCIPAL	INTEREST RATE	BALANCE JUNE 30, 2020	RETIRED	BALANCE JUNE 30, 2021
Front Loader with Rail Forks	1/04/18	5 Years	145,551	3.500%	\$ 60,192	29,570	\$ 30,622
F350 Ford Trucks	9/14/18	5 Years	79,894	6.700%	47,864	14,931	32,933
			Total		\$ 108,056	44,501	\$ 63,555

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
DEBT SERVICE FUND
BUDGETARY COMPARATIVE SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2021**

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 1,740,973		1,740,973	1,740,973	\$ -
State Sources:					
Debt Service Aid Type II					
Other Revenue					
Total Sources	1,740,973		1,740,973	1,740,973	
Total Revenues	1,740,973		1,740,973	1,740,973	
EXPENDITURES:					
Regular Debt Service:					
Interest	585,973		585,973	585,972	1
Redemption of Principal	1,155,000		1,155,000	1,155,000	
Total Regular Debt Service	1,740,973		1,740,973	1,740,972	1
Total Expenditures	1,740,973		1,740,973	1,740,972	1
Excess/(Deficiency) of Revenues Over/(Under) Expenditures				1	1
Fund Balance, July 1	87,605		87,605	87,605	
Fund Balance, June 30	\$ 87,605	-	87,605	87,606	\$ 1

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J. STATISTICAL SECTION

(Unaudited)

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
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:										
Invested in Capital Assets,										
Net of Related Debt	\$ 32,167,332	31,119,260	32,379,479	35,165,194	37,303,837	38,925,358	42,580,263	43,042,713	24,201,517	\$ 12,400,550
Restricted	12,476,660	9,887,231	7,627,991	4,779,636	5,239,338	4,521,274	2,183,129	8,843,115	31,045,537	44,872,535
Unrestricted	(18,271,575)	(20,446,049)	(23,053,957)	(22,492,421)	(23,029,118)	(22,831,262)	(23,434,144)	(3,176,483)	(3,287,552)	(2,698,210)
Total Governmental Activities	\$ 26,372,417	20,560,442	16,953,513	17,452,409	19,514,057	20,615,370	21,329,248	48,709,345	51,959,502	\$ 54,574,875
Business-Type Activities:										
Invested in Capital Assets,										
Net of Related Debt	\$ 157,982	175,402	172,412	161,577	135,181	108,403	145,000	194,797	199,304	\$ 197,109
Unrestricted	(285,481)	54,734	254,615	539,016	715,268	923,052	986,863	1,044,797	777,766	586,500
Total Business-Type Activities	\$ (127,499)	230,136	427,027	700,593	850,449	1,031,455	1,131,863	1,239,594	977,070	\$ 783,609
District-Wide:										
Invested in Capital Assets,										
Net of Related Debt	\$ 32,325,314	31,294,662	32,551,891	35,326,771	37,439,018	39,033,761	42,725,263	43,237,510	24,400,821	\$ 12,597,659
Restricted	12,476,660	9,887,231	7,627,991	4,779,636	5,239,338	4,521,274	2,183,129	8,843,115	31,045,537	44,872,535
Unrestricted	(18,557,056)	(20,391,315)	(22,799,342)	(21,953,405)	(22,313,850)	(21,908,210)	(22,447,281)	(2,131,686)	(2,509,786)	(2,111,710)
Total District Net Position	\$ 26,244,918	20,790,578	17,380,540	18,153,002	20,364,506	21,646,825	22,461,111	49,948,939	52,936,572	\$ 55,358,484

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
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,										
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$ 19,001,805	18,854,346	19,502,046	19,545,096	18,814,343	18,327,823	19,912,898	19,232,099	20,698,772	\$ 20,095,654
Special Education	4,559,059	4,418,368	4,572,362	4,662,438	4,756,051	4,740,486	4,769,972	4,899,892	4,927,192	4,717,371
Other Special Instruction						120,667	185,893	185,793	183,048	177,808
Other Instruction	1,378,885	1,692,639	1,626,900	1,704,901	1,573,121	1,703,235	1,707,254	1,900,528	1,743,985	1,655,802
Support Services & Undistributed Costs:										
Tuition	9,327,322	8,735,366	9,425,976	9,240,020	9,204,236	8,822,569	8,533,377	8,976,905	7,750,923	8,470,655
Attendance & Social Work Services	455,274	413,662	419,316	347,188	367,247	283,368	306,498	257,992	195,888	284,406
Health Services	550,992	554,971	635,730	680,830	734,973	829,075	722,870	660,860	653,572	528,349
Student & Instruction Related Services	5,258,142	5,901,360	6,493,242	6,056,523	5,131,256	5,489,180	5,133,102	5,124,745	5,527,971	4,538,191
Educational Media Services/School Library	739,434	754,653	690,335	850,840	726,244	715,930	707,546	740,030	725,045	646,765
Instructional Staff Training	1,173,900	890,235	863,095	689,211	422,770	444,889	342,053	423,091	766,033	742,191
School Administrative Services	1,146,315	1,370,693	1,028,749	1,254,434	1,809,631	1,851,657	1,800,316	1,794,520	1,380,671	1,252,085
Other Administrative Services	1,563,749	2,048,036	1,937,827	2,375,692	2,775,031	2,584,173	2,651,799	2,723,802	2,795,710	2,736,892
Central Services	1,126,947	1,038,433	1,021,596	931,841	1,080,151	1,021,087	1,056,532	851,409	1,028,021	978,575
Plant Operations & Maintenance	7,773,956	7,691,179	7,986,610	7,446,979	7,083,496	7,071,093	6,680,487	6,914,269	6,603,228	6,505,589
Pupil Transportation	3,607,402	3,916,816	4,358,558	3,792,039	3,743,123	3,600,282	3,299,721	2,935,174	2,695,351	2,632,333
Unallocated Benefits	21,625,677	19,851,256	19,336,233	19,502,497	18,461,752	17,016,392	15,883,337	15,342,429	16,201,730	14,915,430
Transfer to Charter School	5,391,264	5,642,059	5,572,783	2,966,373	2,590,757	2,315,252	2,152,031	2,255,554	1,785,158	184,160
Scholarship Awarded		500	1,175	625	724	1,448	1,800	3,090	4,250	7,215
Nonbondable Capital Assets	439,530	1,335,364	1,348,636	62,315	95,311	106,609	85,291	25,569	6,961	42,581
Cancellation of Grant Receivable		10,545					3,501,963			
Increase in Long-Term Debt			1,410,000							
Interest on Long-Term Debt	566,379	455,575	865,139	866,546	864,887	956,156	994,150	994,798	1,024,961	1,050,495
Increase in Pension Liability				402,625	1,621,272	519,646				
Increase in Other Liability							2,414,016			
Increase/(Reduction) of Compensated Absences Liability			50,887			236,477	587,311		259,402	(615,793)
Loss on Disposal of Fixed Assets										
Unallocated Depreciation	3,423,826	3,459,669	2,032,707	3,801,518	3,866,395	3,575,476	4,066,685	3,518,186	2,664,512	1,201,544
Total Governmental Activities Expenses	\$ 89,109,858	89,035,725	91,179,902	87,180,531	85,722,771	82,332,970	87,496,902	79,760,735	79,622,384	\$ 72,748,298

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Business-Type Activities:										
Food Service	\$ 1,318,847	1,936,186	2,274,361	2,385,185	2,389,685	2,054,790	1,872,408	1,852,816	1,889,154	\$ 1,948,729
Day Care	269,653	591,696	732,106	750,547	696,695	883,586	835,483	637,742	602,796	635,162
Total Business-Type Activities Expense	1,588,500	2,527,882	3,006,467	3,135,732	3,086,380	2,938,376	2,707,891	2,490,558	2,491,950	2,583,891
Total District Expenses	\$ 90,698,358	91,563,607	94,186,369	90,316,263	88,809,151	85,271,346	90,204,793	82,251,293	82,114,334	\$ 75,332,189
Program Revenues:										
Governmental Activities:										
Operating Grants & Contributions	\$ 18,239,217	15,461,122	14,265,509	11,909,513	11,005,743	8,111,392	9,438,459	9,698,718	11,626,744	\$ 9,201,768
Total Governmental Activities Program Revenues	18,239,217	15,461,122	14,265,509	11,909,513	11,005,743	8,111,392	9,438,459	9,698,718	11,626,744	9,201,768
Business-Type Activities:										
Charges for Services:										
Food Service	13,529	330,549	412,140	509,012	520,232	514,140	486,827	488,056	504,137	523,662
Day Care	105,583	544,498	601,027	704,908	738,004	768,968	753,344	735,848	730,143	787,170
Operating Grants & Contributions	1,111,753	1,455,944	1,719,734	1,771,956	1,647,138	1,554,860	1,535,995	1,528,816	1,451,006	1,393,254
Total Business Type Activities Program Revenues	1,230,865	2,330,991	2,732,901	2,985,876	2,905,374	2,837,968	2,776,166	2,752,720	2,685,286	2,704,086
Total District Program Revenues	\$ 19,470,082	17,792,113	16,998,410	14,895,389	13,911,117	10,949,360	12,214,625	12,451,438	14,312,030	\$ 11,905,854
Net (Expense)/Revenue:										
Governmental Activities	(70,870,641)	(73,574,603)	(76,914,393)	(75,271,018)	(74,717,028)	(74,221,578)	(78,058,443)	(70,062,017)	(67,995,640)	(63,546,530)
Business-Type Activities	(357,635)	(196,891)	(273,566)	(149,856)	(181,006)	(100,408)	68,275	262,162	193,336	120,195
Total District-Wide Net Expense	\$(71,228,276)	(73,771,494)	(77,187,959)	(75,420,874)	(74,898,034)	(74,321,986)	(77,990,168)	(69,799,855)	(67,802,304)	\$ (63,426,335)

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	FISCAL YEAR ENDING JUNE 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
General Fund:										
Reserved	\$12,199,582	9,353,210	7,206,397	4,675,678	5,134,812	4,412,567	3,104,351	3,695,320	4,848,410	\$ 5,651,387
Unreserved	2,898,169	(1,009,029)	(1,288,410)	(681,069)	(748,719)	(1,755,981)	(1,729,155)	(1,573,818)	(1,589,444)	(1,272,801)
Total General Fund	\$15,097,751	8,344,181	5,917,987	3,994,609	4,386,093	2,656,586	1,375,196	2,121,502	3,258,966	\$ 4,378,586
All Other Governmental Funds:										
Unreserved, Reported in:										
Special Revenue Fund	\$ -									\$ (139,778)
Capital Projects Fund	132,562	408,550	383,275	64,520	64,520	68,020	6,196,885	13,758,372	28,168,838	49,449,681
Debt Service Fund	87,606	87,605	3	3	3	2	1	2	2	2
Permanent Fund		37,866	38,316	39,435	40,003	40,685	42,096	43,532	46,312	50,482
Total All Other Governmental Funds	\$ 220,168	534,021	421,594	103,958	104,526	108,707	6,238,982	13,801,906	28,215,152	\$ 49,360,387

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
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	\$ 34,239,955	34,138,639	33,515,314	32,317,925	31,728,920	30,016,362	28,116,128	27,095,703	26,601,939	\$ 26,929,654
Tuition Charges	371,678	347,826	508,030	132,863	208,462	567,078	168,510	286,014	221,579	255,484
Other Restricted Miscellaneous	54,981									
Miscellaneous	544,884	2,132,308	453,252	247,945	543,440	873,356	755,381	633,813	539,231	415,900
Local Sources	12,966									
State Sources	55,281,195	52,099,705	51,571,823	48,798,428	47,599,787	47,020,944	46,055,646	45,627,220	45,611,272	44,097,328
Federal Sources	3,494,186	2,554,322	3,032,402	2,431,784	2,675,058	2,177,991	2,446,641	2,783,018	4,053,882	3,905,713
Total Revenue	93,999,845	91,272,800	89,080,821	83,928,945	82,755,667	80,655,731	77,542,306	76,425,768	77,027,903	75,604,079
Expenditures:										
Instruction	25,220,709	24,965,353	25,701,308	25,914,725	25,253,515	24,997,211	26,676,017	26,218,312	27,552,997	26,646,635
Undistributed Expenditures	54,349,110	53,166,660	54,197,267	53,172,378	51,547,294	49,761,235	47,147,945	46,774,348	46,324,143	44,231,461
Capital Outlay	1,487,235	4,313,370	1,764,962	679,720	155,310	6,981,789	4,553,127	14,919,742	22,318,654	13,809,421
Debt Service	1,740,972	1,776,332	1,848,807	1,857,932	1,866,181	1,847,681	1,827,431	1,805,432	1,807,556	2,135,271
Expendable Trusts		500	1,175	625	724	1,448	1,800	3,090	4,250	7,215
Total Expenditures	82,798,026	84,222,215	83,513,519	81,625,380	78,823,024	83,589,364	80,206,320	89,720,924	98,007,600	86,830,003
Excess (Deficiency) of Revenues Over/(Under) Expenditures	11,201,819	7,050,585	5,567,302	2,303,565	3,932,643	(2,933,633)	(2,664,014)	(13,295,156)	(20,979,697)	(11,225,924)
Other Financing Sources/(Uses):										
Cancellation of Prior Year Accounts Receivable		(10,545)					(3,501,963)		500,000	
Loan/Bond Proceeds			1,410,000							
Snow Storm Reimbursement - FEMA			70,383		8,940					
Transfers in	239,470	1,140,640	766,112	270,756	374,500	400,000	8778			
Transfers Out	(5,391,264)	(5,642,059)	(5,572,783)	(2,966,373)	(2,590,757)	(2,315,252)	(2,152,031)	(2,255,554)	(1,785,158)	(184,160)
Total Other Financing Sources/(Uses)	(5,151,794)	(4,511,964)	(3,326,288)	(2,695,617)	(2,207,317)	(1,915,252)	(5,645,216)	(2,255,554)	(1,285,158)	(184,160)
Net Change in Fund Balances	\$ 6,050,025	2,538,621	2,241,014	(392,052)	1,725,326	(4,848,885)	(8,309,230)	(15,550,710)	(22,264,855)	\$(11,410,084)
Debt Service as a Percentage of Noncapital Expenditures	2.2%	2.3%	2.3%	2.3%	2.4%	2.5%	2.5%	2.5%	2.4%	3.0%

Source: District records

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

FISCAL YEAR ENDED JUNE 30,	TUITION	INTEREST ON INVESTMENTS	MISCELLANEOUS	TOTAL
2021	\$371,678		544,884	916,562
2020	347,826	109,736	575,942	1,033,504
2019	508,030	107,601	335,193	950,824
2018	132,863	53,755	179,406	366,024
2017	208,462	19,367	517,433	745,262
2016	567,078	13,585	841,843	1,422,506
2015	168,510	1,099	750,545	920,154
2014	286,014	448	624,383	910,845
2013	221,579	7,657	529,426	758,662
2012	255,484	21,037	389,360	665,881

Source: District records

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENTS	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE
2021	\$10,176,000	1,700,679,900	393,400	5,900	129,927,500	9,583,400	30,260,100	1,881,026,200	99	1,881,026,299	1.806	1,950,325,201
2020	10,176,000	1,694,233,500	393,400	5,900	130,298,400	9,583,400	30,260,100	1,874,950,700	99	1,874,950,799	1.826	1,929,358,712
2019	10,143,700	1,692,667,900	393,400	5,900	130,513,200	9,583,400	29,255,000	1,872,562,500	100	1,872,562,600	1.824	1,896,265,923
2018	10,143,700	1,692,477,800	393,400	6,000	131,648,000	9,583,400	29,256,000	1,873,508,300	100	1,873,508,400	1.789	1,857,901,925
2017	10,998,300	1,695,275,900	393,400	6,000	131,693,800	9,583,400	24,879,100	1,872,829,900	100	1,872,830,000	1.726	1,763,440,845
2016	13,364,000	1,702,680,000	393,400	6,000	124,683,600	9,583,400	19,766,000	1,870,476,400	100	1,870,476,500	1.697	1,754,858,163
2015	13,330,300	1,705,521,000	393,400	6,000	132,203,100	10,763,000	15,253,000	1,877,469,800	100	1,877,469,900	1.599	1,877,469,900
2014	14,347,100	1,709,403,800	303,400	1,600	124,962,100	10,763,000	15,253,000	1,875,034,000	2,704,674	1,877,738,674	1.498	1,794,270,588
2013	14,520,400	1,714,630,100	303,400	7,700	130,035,040	10,763,000	15,253,000	1,885,512,640	2,404,764	1,887,917,404	1.435	1,856,932,301
2012	14,856,300	1,721,819,400	303,400	7,700	133,318,440	10,763,000	13,897,900	1,894,966,140	4,811,566	1,899,777,706	1.400	1,946,351,716

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

a. Tax rates are per \$100

* Revaluation

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)**

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE		OVERLAPPING RATES		TOTAL DIRECT AND OVERLAPPING TAX RATE
	LOCAL SCHOOL	TOTAL DIRECT	TOWNSHIP OF WILLINGBORO	BURLINGTON COUNTY	
2021	1.806	1.806	1.837	0.353	3.996
2020	1.826	1.826	1.782	0.351	3.959
2019	1.824	1.824	1.753	0.335	3.912
2018	1.789	1.789	1.718	0.336	3.843
2017	1.726	1.726	1.713	0.353	3.792
2016	1.697	1.697	1.705	0.352	3.754
2015	1.599	1.599	1.665	0.361	3.625
2014	1.498	1.498	1.619	0.334	3.451
2013	1.435	1.435	1.560	0.343	3.338
2012	1.400	1.400	1.497	0.354	3.251

Source: Municipal Tax Collector

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND TEN YEARS AGO**

TAXPAYER	2021		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
Willingboro Square, LLC	\$15,253,000	1	0.81%
Radwell, Real Estate Willingboro LLC	12,000,000	2	0.64%
NE Willingboro LLC	8,000,000	3	0.43%
American Stores Company LLC Marvin F. Poers	6,000,000	4	0.32%
Willingboro Equities, LLC	5,650,000	5	0.30%
Willingboro Associates, LLC	5,371,300	6	0.29%
Willingboro Associates, LLC	5,326,700	7	0.28%
3108 Grant Ave Associates	3,998,100	8	0.21%
MH Ltach NJ Ltd.	3,800,000	9	0.20%
Willingboro Associates, LLC	4,665,300	10	0.25%
Total	<u>\$70,064,400</u>		<u>3.72%</u>
TAXPAYER	2012		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
Willingboro Square, LLC	\$13,658,000	1	0.72%
240/242 Franklin Ave., LLC	10,943,200	2	0.58%
American Stores Co., LLC	8,246,400	3	0.43%
Willingboro Equities	6,777,640	4	0.36%
Verizon	4,811,566	5	0.25%
Willingboro Net LLC	4,708,100	6	0.25%
National Golf Partners	3,898,100	7	0.21%
Denmar LLC	3,629,100	8	0.19%
Golden Arch Realty Co.	3,122,300	9	0.16%
Rancocas Medical Partnership	2,931,400	10	0.15%
	<u>\$62,725,806</u>		<u>3.30%</u>

Source: Municipal Tax Assessor

EXHIBIT J-9

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY	
		AMOUNT	PERCENTAGE OF LEVY
2021	\$32,498,982	32,498,982	100.00%
2020	32,299,836	32,299,836	100.00%
2019	31,666,507	31,666,507	100.00%
2018	30,459,993	30,459,993	100.00%
2017	29,862,738	29,862,738	100.00%
2016	28,168,680	28,168,680	100.00%
2015	26,297,476	26,297,476	100.00%
2014	25,290,271	25,290,271	100.00%
2013	24,794,383	24,794,383	100.00%
2012	24,794,383	24,794,383	100.00%

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

EXHIBIT J-10

**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	\$18,815,000	63,555		18,878,555	N/A
2020	19,970,000	108,056		20,078,056	N/A
2019	20,210,000	150,604		20,360,604	320.11
2018	21,210,000	116,319		21,326,319	348.22
2017	22,185,000	28,371		22,213,371	373.76
2016	23,135,000	171,195		23,306,195	402.17
2015	24,035,000	307,735		24,342,735	432.55
2014	24,885,000	438,042		25,323,042	470.95
2013	25,685,000	500,000		26,185,000	507.12
2012	26,460,000	234,000		26,694,000	522.33

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	<u>GENERAL BONDED DEBT OUTSTANDING</u>		PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	NET GENERAL BONDED DEBT OUTSTANDING		
2021	\$18,815,000	18,815,000	1.00%	N/A
2020	19,970,000	19,970,000	1.07%	N/A
2019	20,210,000	20,210,000	1.08%	317.74
2018	21,210,000	21,210,000	1.13%	346.32
2017	22,185,000	22,185,000	1.18%	373.28
2016	23,135,000	23,135,000	1.24%	399.22
2015	24,035,000	24,035,000	1.28%	427.08
2014	24,885,000	24,885,000	1.33%	462.80
2013	25,685,000	25,685,000	1.36%	497.43
2012	26,460,000	26,460,000	1.39%	517.75

**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:			
Township of Willingboro	\$41,857,210	100.000%	\$41,857,210
Burlington County	202,088,338	2.535%	<u>5,122,701</u>
Subtotal, Overlapping Debt			46,979,911
Willingboro Township Board of Education			<u>18,815,000</u>
Total Direct & Overlapping Debt			<u><u>\$65,794,911</u></u>

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

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Dollars in Thousands)**

	FISCAL YEAR									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Debt Limit	\$74,738,863	74,146,778	72,550,745	71,156,503	70,343,481	70,885,431	72,266,310	74,854,360	81,639,549	86,543,093
Total Net Debt Applicable to Limit	18,815,000	19,970,000	20,210,000	21,210,000	22,185,000	23,135,000	24,035,000	24,885,000	25,685,000	27,210,000
Legal Debt Margin	\$55,923,863	54,176,778	52,340,745	49,946,503	48,158,481	47,750,431	48,231,310	49,969,360	55,954,549	59,333,093
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	25.17%	26.93%	27.86%	29.81%	31.54%	32.64%	33.26%	33.24%	31.46%	31.44%

Legal Debt Margin Calculation for Fiscal Year 2020

Equalized Valuation Basis	
2020	\$1,874,950,799
2019	1,872,562,000
2018	1,857,901,925
	<u>\$5,605,414,724</u>
Average Equalized Valuation of Taxable Property	<u>\$1,868,471,575</u>
Debt Limit (4 % of Average Equalization Value)	\$74,738,863
Net Bonded School Debt	<u>18,815,000</u>
Legal Debt Margin	<u>\$55,923,863</u>

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

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

YEAR	POPULATION (a)	BURLINGTON COUNTY	UNEMPLOYMENT RATE
		PER CAPITA INCOME	
2020	32,014	N/A	10.80%
2019	32,045	63,605	4.70%
2018	31,875	61,244	5.40%
2017	31,881	59,432	5.80%
2016	31,554	57,951	6.20%
2015	31,079	56,277	7.40%
2014	31,271	53,770	9.00%
2013	31,362	51,635	11.20%
2012	31,566	51,106	12.30%
2011	31,595	50,012	9.10%

Source:

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

EXHIBIT J-15 NOT AVAILABLE

EXHIBIT J-16 NOT AVAILABLE

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
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)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
2021	3,909	\$79,569,819	20,356	-6.74%	280	13.9/1	3,407	3,033	-3.24%	-9.89%
2020	3,573	77,985,692	21,826	12.44%	296	11.8/1	3,521	3,366	5.96%	9.75%
2019	3,915	75,993,158	19,411	-10.20%	295	11.8/1	3,323	3,067	-4.62%	-5.37%
2018	3,458	74,742,918	21,614	0.67%	308	11.4/1	3,484	3,241	-4.23%	-4.51%
2017	3,577	76,800,809	21,471	-8.21%	299	18.9/1	3,638	3,394	-0.71%	-1.02%
2016	3,196	74,758,446	23,391	40.30%	319	10/1	3,664	3,429	-2.01%	-1.18%
2015	4,428	73,823,962	16,672	-12.91%	358	12/1	3,739	3,470	-4.18%	-3.74%
2014	3,813	72,992,660	19,143	12.33%	308	12.4/1	3,902	3,605	-8.15%	-13.40%
2013	4,335	73,877,140	17,042	-1.32%	391	9.4/1	4,248	4,163	8.45%	8.44%
2012	4,104	70,878,096	17,270	8.20%	420	9.5/1	3,917	3,839	-9.93%	-9.92%

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).

EXHIBIT J-18 NOT AVAILABLE

EXHIBIT J-19

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS

SCHOOL FACILITIES	PROJECT #	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Willingboro High School	N/A	\$294,898	266,185	293,814	321,867	241,111	217,248	220,404	226,216	217,404	\$258,094
Memorial Junior High School	N/A	205,993	185,936	205,236	224,832	168,421	151,752	153,958	158,017	151,862	180,284
Sydney W. Bookbinder Elementary School	N/A	76,107	68,697	75,827	72,813	54,544	56,067	48,988	50,279	48,321	58,386
Garfield Park East Elementary School	N/A	66,712	60,216	66,467	83,068	62,226	49,146	42,756	43,883	42,174	66,609
Hawthorne Park Elementary School	N/A	76,107	68,697	75,827	83,068	62,226	56,067	57,720	59,241	56,934	66,609
WR James Elementary School	N/A	76,107	68,697	75,827	83,068	62,226	56,067	57,720	59,241	56,934	66,609
Joseph A. McGinley Elementary School	N/A	76,107	68,697	75,827	72,547	54,345	56,067	55,192	56,647	54,441	58,173
Twin Hills Elementary School	N/A	66,469	59,997	66,224	72,547	54,345	48,966	55,192	56,647	54,441	58,173
Country Club Administrative Building	N/A	49,989	45,122	79,805	54,560	40,871	36,826	35,648	36,588	35,163	43,750
District Warehouse & Garage	N/A	23,320	21,049	23,234	25,453	24,029	17,180	48,414	49,691	47,755	20,410
J. Cresswell Stuart Elementary	N/A	79,624	71,871	79,331	86,905	65,101	58,658	58,421	59,961	57,625	69,686
Levitt Middle School	N/A	123,281	111,278	122,828	134,556	132,407	92,139	92,139	94,568	90,885	107,895
Grand Total		\$1,214,716	1,096,442	1,240,247	1,159,669	905,281	804,044	813,640	835,091	802,564	929,896

Source: District records

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

	COVERAGE	DEDUCTIBLE
Property: Real & Personal Property	\$500,000,000	2,500
Increased Cost of Construction	25,000,000	Included
Earthquake	25,000,000	Included
Flood	10,000,000	Included
Extra Expense	50,000,000	Included
Valuable Papers	250,000,000	Included
Loss of Rents	500,000	Included
Business Income/Tuition	N/A	
Electronic Data Processing	N/A	
 Arson Reward & Fire Department Surcharge	 10,000	 Included
 Boiler & Machinery: Equipment Breakdown	 100,000,000	 2,500
 Blanket Faithful Performance	 500,000	 1,000
Money & Securities	50,000	1,000
Depositors' Forgery	50,000	1,000
 Bonds:		
Board Secretary	400,000	
Treasurer	400,000	

Source: District records.

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SINGLE AUDIT SECTION



BRENT W. LEE & CO., LLC
Certified Public Accounting Firm

EXHIBIT K-1

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

The Honorable President and
Members of the Board of Education
Willingboro Township School District
County of Burlington
Willingboro, New Jersey 08046

I have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of governmental activities, the business-type activities and each major fund and the aggregate remaining fund information of the Willingboro Township School District (the "District"), in the County of Burlington, State of New Jersey as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Willingboro Township School District's basic financial statements, and have issued my report thereon dated February 4, 2022.

Internal Control Over Financial Reporting

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

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

My 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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. I did identify a deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2021-01 that I considered to be a significant deficiency.

609-456-8804
3008 New Albany Rd., Cinnaminson, NJ 08077

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Willingboro Township School District Board of Education's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed one instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

I also noted a certain immaterial instance of noncompliance that is not required to be reported under *Governmental Auditing Standards* and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, that I reported to management in a separate Auditor's Management Report on Administrative Findings – Financial, Compliance and Performance dated February 4, 2022.

Willingboro Township School District Board of Education's Response to Finding

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

Purpose of this Report

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

Respectfully submitted,



Brent W. Lee
Certified Public Accountant
Public School Accountant No. 700

Cinnaminson, New Jersey
February 4, 2022



BRENT W. LEE & CO., LLC
Certified Public Accounting Firm

EXHIBIT K-2

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE AND NEW JERSEY OMB CIRCULAR 15-08

The Honorable President and
Members of the Board of Education
Willingboro Township School District
County of Burlington
Willingboro, New Jersey 08046

Report on Compliance for Each Major Federal and State Program

I have audited the Board of Education of the Willingboro Township School District (the "District"), in the County of Burlington, State of New Jersey's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal or state programs for the year ended June 30, 2021. The District's major federal or state programs are identified in the *Summary of Auditor's Results Section* of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

My responsibility is to express an opinion on compliance for each of the District's major federal and state programs based on my audit of the types of compliance requirements referred to above. I conducted my 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 and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*; and the *New Jersey State Aid/Grant Compliance Supplement* and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and New Jersey OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, Uniform Guidance and New Jersey OMB Circular 15-08 require that I 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 and state program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances.

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

Basis for Qualified Opinion on Equalization Aid

As described in the accompanying schedule of findings and questioned costs the District did not comply with requirements regarding the Equalization Aid state program and the associated finding number matched to the types of compliance requirements as described in finding number 2021-01 for Special Test and Provisions. Compliance with such requirements is necessary, in my opinion, for the Board of Education of the District to comply with the requirements applicable to that program.

Qualified Opinion on Equalization Aid

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

Unmodified Opinion on Each of the Other Major Federal and State Programs

In my opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2021.

Other Matters

The results of my auditing procedures disclosed no other instances of noncompliance, which is required to be reported in accordance with the Uniform Guidance. My opinion on each major federal and state program is not modified with respect to these matters.

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

Report on Internal Control over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing my audit of compliance I considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purposes of expressing my opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and New Jersey's OMB's Circular 5-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of the District's internal control over compliance.

My consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weakness or significant deficiencies and therefore, material weakness or significant deficiencies may exist that have not been identified. However, as discussed below, I did identify a deficiency in internal control over compliance that I consider to be a significant deficiency.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned

functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis.

A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. I consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2021-01 to be a significant deficiency.

The District's response to the internal control over compliance findings identified in my audit is described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, I express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of my 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.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

I have audited the financial statements of the Willingboro Township School District as of and for the year ended June 30, 2021, and have issued my report thereon dated February 4, 2022, which contained an unmodified opinion on those financial statements. My audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Respectfully submitted,



Brent W. Lee
Certified Public Accountant
Public School Accountant No. 700
Brent W. Lee & Co., LLC

Cinnaminson, New Jersey
February 4, 2022

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WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM TITLE	FEDERAL CFDA NUMBER	FEDERAL FAIN NUMBER	GRANTOR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2020	CARRYOVER/ (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENT	REPAYMENT OF PRIOR YEARS' BALANCES	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2021	UNEARNED REVENUE AT JUNE 30, 2021	DUE TO GRANTOR JUNE 30, 2021
U.S. DEPARTMENT OF AGRICULTURE PASSED- THROUGH STATE DEPARTMENT OF AGRICULTURE:														
Child Nutrition Cluster:														
Food Distribution Program	10.555	211NJ304N1099	N/A	\$138,985	7/1/20-6/30/21			138,985	(138,985)					
COVID-19 After School Snack Program	10.555	211NJ304N1099	N/A	864	7/1/20-6/30/21			576	(864)			(288)		
School Breakfast Program	10.553	201NJ304N1099	N/A	332,281	7/1/19-6/30/20	(20,873)		20,873						
COVID-19 School Breakfast Program	10.553	211NJ304N1099	N/A	350,816	7/1/20-6/30/21			322,529	(350,816)			(28,287)		
National School Lunch HFFKA	10.592	201NJ304N1099	N/A	23,240	7/1/19-6/30/20	(831)		831						
COVID-19 National School Lunch HFFKA	10.592	211NJ304N1099	N/A	11,797	7/1/20-6/30/21			10,809	(11,797)			(988)		
- PB Lunch Program	10.555	201NJ304N1099	N/A	907,569	7/1/19-6/30/20	(40,718)		40,718						
National School Lunch Program	10.555	211NJ304N1099	N/A	594,897	7/1/20-6/30/21			477,827	(594,897)			(117,070)		
COVID-19 National School Lunch Program														
Total Child Nutrition Cluster						(62,422)		1,013,148	(1,097,359)			(146,633)		
U.S. DEPARTMENT OF EDUCATION PASSED- THROUGH STATE DEPARTMENT OF EDUCATION:														
Special Revenue:														
E.S.E.A. Consolidated														
Title I - Part A	84.010	S010A190030	NCLB5805-20	900,350	7/1/19-9/30/20	(144,742)	(53,168)	197,910	(497,029)			(352,935)		
Title I - Part A	84.010	S010A200030	NCLB5805-21	969,188	7/1/20-9/30/21		53,168	90,926						
Title I - SIA Part A	84.010	S010A190030	NCLB5805-20	121,900	7/1/19-9/30/20	(167,606)	(1,360)	168,966						
Title I - SIA Part A	84.010	S010A200030	NCLB5805-21	142,600	7/1/20-9/30/21		1,360		(104,714)			(103,354)		
Title I - Reallocated	84.010	S010A200030	NCLB5805-21	60,138	7/1/20-9/30/21			2,720						2,720
Title II - Part A	84.367A	S367A190029	NCLB5805-20	196,460	7/1/19-9/30/20	(12,463)	(48,572)	61,035						
Title II - Part A	84.367A	S367A200029	NCLB5805-21	155,268	7/1/20-9/30/21		48,572	59,361	(152,142)			(44,209)		
Title III	84.365A	S365A200030	NCLB5805-21	11,946	7/1/20-9/30/21			3,131	(3,131)					
I.D.E.A. (Special Education Cluster)														
I.D.E.A. Preschool	84.173	S173A190114	PS5805-20	35,186	7/1/19-9/30/20	(4,472)	(2,663)	7,135						
I.D.E.A. Preschool	84.173	H173A200114	PS5805-21	35,882	7/1/20-9/30/21		2,663		(2,663)					
I.D.E.A. B - Basic	84.027	S027A190100	IDEA580520	1,132,425	7/1/19-9/30/20	(710,878)		710,878						
I.D.E.A. B - Basic	84.027	H027A200100	IDEA580521	1,227,323	7/1/20-9/30/21				(810,510)			(810,510)		
Coronavirus Relief Fund Grant	21.019	N/A	CARES113022	360,258	8/26/20-6/30/21			360,258	(360,258)					
E.S.S.E.R.														
Digital Divide Discretionary Grant	84.425D	SA25D200027	N/A	798,579	7/1/20-10/31/20			798,579	(798,579)					
Cares Emergency Relief	84.425D	SA25D200027	N/A	734,729	3/13/20-9/30/22			580,169	(588,586)			(8,417)		
Total U.S. Department of Education						\$ (1,040,161)		3,041,068	(3,317,612)			(1,319,425)		2,720
General Fund:														
Special Medical Assistance	93.778	2005N15MAP	N/A	13,831	1/01/20-12/31/20			162,743	(13,831)					
Program - FCRA SEMI	93.778	2005N15MAP	N/A	162,743	7/01/19-6/30/20				(162,743)					
Medical Assistance Program (SEMI)								162,743	(176,574)			(13,831)		
Total General Fund								4,216,959	(4,591,545)			(1,479,889)		2,720
Total Federal Financial Assistance														

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

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2020	CARRYOVER/ (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENT	REPAYMENT OF PRIOR YEARS' BALANCES	INTER- GOVERNMENTAL (ACCOUNTS RECEIVABLE) AT JUNE 30, 2021	UNEARNED REVENUE/ INTERFUND PAYABLE AT JUNE 30, 2021	DUE TO GRANTOR JUNE 30, 2021	MEMO		
													BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES	
State Department of Education:															
General Fund:															
Equalization Aid	21-495-034-5120-078	\$34,549,792	7/1/20-6/30/21			30,896,601	(34,549,792)						(3,653,191)	\$	34,549,792
Transportation Aid	21-495-034-5120-014	1,015,853	7/1/20-6/30/21			919,508	(1,015,853)						(96,345)		1,015,853
Special Education Aid	21-495-034-5120-089	2,391,334	7/1/20-6/30/21			2,164,536	(2,391,334)						(226,798)		2,391,334
Security Aid	21-495-034-5120-084	1,086,670	7/1/20-6/30/21			990,431	(1,086,670)						(96,239)		1,086,670
Extraordinary Aid	20-495-034-5120-044	1,027,518	7/1/19-6/30/20	\$ (1,027,518)		1,130,438	(1,027,518)								102,920
Extraordinary Aid	21-495-034-5120-044	1,015,259	7/1/20-6/30/21			10,150	(1,015,259)			(1,015,259)					1,015,259
Nonpublic Transportation	20-100-034-5120-068	10,150	7/1/19-6/30/20	(10,150)											
Nonpublic Transportation	21-100-034-5120-068	48,820	7/1/20-6/30/21				(48,820)			(48,820)					48,820
On-Behalf TPAF Pension															
Contributions (Nonbudgeted)	21-495-034-5094-002	8,592,396	7/1/20-6/30/21			8,592,396	(8,592,396)								8,592,396
On-Behalf TPAF Post-Retirement															
Medical (Nonbudgeted)	21-495-034-5094-001	2,049,574	7/1/20-6/30/21			2,049,574	(2,049,574)								2,049,574
On-Behalf TPAF Pension & Annuity															
Fund Non-Contributory Insurance	21-495-034-5094-004	2,695	7/1/20-6/30/21			2,695	(2,695)								2,695
Reimbursed TPAF Social Security															
Contributions (Nonbudgeted)	20-495-034-5094-003	1,758,572	7/1/19-6/30/20	(86,496)		86,496									
Reimbursed TPAF Social Security															
Contributions (Nonbudgeted)	20-495-034-5094-003	1,753,915	7/1/19-6/30/20			1,753,915	(1,753,915)								1,753,915
				(1,124,164)		48,596,740	(52,609,228)			(1,064,079)			(4,072,573)	\$	52,609,228
Total General Funds															
Special Revenue Fund:															
Preschool Education	20-495-034-5120-086	3,304,032	7/1/19-6/30/20	1,273,048	(1,273,048)										
Preschool Education	21-495-034-5120-086	3,969,000	7/1/20-6/30/21		1,273,048	3,969,000	(2,806,911)					1,562			2,806,911
Green Technology	15-AG85-G06	6,000	2/1/14-1/31/15	1,562											
NJ Nonpublic Aid:															
Security	20-100-034-5120-509	21,750	7/1/19-6/30/20	1,490					(1,490)						
Security	21-100-034-5120-509	2,275	7/1/20-6/30/21			2,275									2,275
Speech	20-100-034-5120-068	19,139	7/1/19-6/30/20	17,316					(17,316)						
Speech	21-100-034-5120-068	5,762	7/1/20-6/30/21			5,762									5,762
Examination & Classification	20-100-034-5120-068	22,299	7/1/19-6/30/20	6,688					(6,688)						
Compensatory Education	20-100-034-5120-067	58,974	7/1/19-6/30/20	15,661					(15,661)						
Compensatory Education	21-100-034-5120-067	6,307	7/1/20-6/30/21			6,307	(260)								260
Textbook Aid	20-100-034-5120-064	7,643	7/1/19-6/30/20	40					(40)						
Textbook Aid	21-100-034-5120-064	794	7/1/20-6/30/21			794	(783)								783
Nursing Aid	21-100-034-5120-070	1,326	7/1/20-6/30/21			1,326	(1,261)								1,261
Technology Initiative	19-100-034-5120-068	5,220	7/1/19-6/30/20	3,460					(3,460)						
Supplementary Instruction	20-100-034-5120-068	16,190	7/1/19-6/30/20	16,190					(16,190)						
				\$ 1,335,455		3,985,464	(2,809,215)		(60,845)			15,722		\$	2,809,215
Total Special Revenue Funds															

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2020	AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENT	REPAYMENT OF PRIOR YEARS' BALANCES	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2021	UNEARNED REVENUE/ INTERFUND PAYABLE AT JUNE 30, 2021	DUE TO GRANTOR JUNE 30, 2021	MEMO CUMULATIVE TOTAL BUDGETARY RECEIVABLE EXPENDITURES
State Department of Agriculture:													
Enterprise Fund:													
National School Lunch Program	20-100-010-3350-023	23,639	7/1/19-6/30/20	\$ (6,390)		6,390							
National School Lunch Program	21-100-010-3350-023	26,191	7/1/20-6/30/21		(26,191)	19,956				(6,235)			\$ 26,191
Total Enterprise Funds				(6,390)	(26,191)	26,346			(60,845)	(6,235)		15,722	26,191
Total State Financial Assistance				\$ 204,901	(55,444,634)	52,608,550		(1,070,314)		2,435,137		(4,072,573)	\$ 55,444,634
Less:													
							\$ (8,592,396)						
							(2,049,574)						
							(2,695)						
Total for State Financial Assistance - Major Program Determination							\$ (44,799,969)						

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

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE
JUNE 30, 2021

Note 1. General

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

Note 2. Summary of Significant Accounting Policies

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

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

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

Note 3. Relationship to Basic Financial Statements

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

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

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE
JUNE 30, 2021**

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 \$(137,248) for the general 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	\$ 176,574	52,471,980	\$52,648,554
Special Revenue Fund	3,317,612	2,809,215	6,126,827
Food Service Fund	<u>1,085,562</u>	<u>26,191</u>	<u>1,111,753</u>
Total Awards & Financial Assistance	\$ <u>4,579,748</u>	<u>55,307,386</u>	<u>\$59,887,134</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 Willingboro Township School District had no loan balances outstanding at June 30, 2021.

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUN30, 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?	No
2) Significant deficiency(ies) identified?	Yes
Noncompliance material to financial statements	Yes

Federal Awards

Internal control over major programs:	
1) Material weakness(es) identified?	No
2) Significant deficiency(ies) identified?	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 2 CFR 200 section .516(a)?	

No **Identification of major programs:**

<u>CFDA Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.027	H027A200100	IDEA Basic
84.010	S010A190030	Title I
84.425D	SA25D200027	Digital Divide Discretionary

Dollar threshold used to determine Type A and type B programs:	\$750,000
Auditee qualified as low-risk auditee?	No

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUN30, 2021**

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

State Financial Assistance

Dollar threshold used to determine Type A programs	\$1,343,999
Auditee qualified as low-risk auditee?	No
Type of auditor's report issued on compliance for major programs:	Modified
Internal control over major programs:	
1) Material weakness(es) identified?	No
2) Significant deficiency(ies) identified that are not considered to be material weaknesses?	Yes
Any audit findings disclosed that are required to be reported in accordance with New Jersey OMB's Circular 15-08 as applicable?	Yes

Identification of major programs:

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
21-495-034-5120-078	Equalization Aid
21-495-034-5120-014	Transportation Aid

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
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, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements, and abuse related to the financial statements for which *Government Auditing Standards* requires reporting and with audit requirements prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey.

Finding No. 2021-01:

Criteria or Specific Requirements:

Approved budgetary line accounts should not be over-expended.

Condition:

One budgetary line account was over-expended.

Context:

The District did not adhere to its internal control procedures that are designed to ensure that no line items are over-expended.

Effect:

A total over-expenditure of \$139,470 occurred for one budgetary line account.

Cause:

Oversight of District personnel.

Recommendation:

Approved budgetary line accounts should not be over-expended. All year-to-date expenditures must be posted timely along with executing approved budget transfers in order to cover such costs in order to be in compliance with N.J.A.C. 6A:23A-16.10.

Views of responsible officials and planned corrective action:

Management concurs with the finding.

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
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 audit findings required to be reported by 2 CFR 200 section .516 of the *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB's Circular 15-08, as applicable.

FEDERAL AWARDS

N/A

STATE FINANCIAL ASSISTANCE

Findings 2021-01 is part of this section. Please refer to Section II for details.

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
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 basic financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, USOMB *Uniform Administrative Requirements, Cost Principals, and Audit Requirements for Federal Awards* and New Jersey OMB's Circular 15-08, as applicable.

Status of Prior Year Findings:

Financial Statement Findings:

Finding 2020-01:

Condition:

The following issues were noted during the testing of the District's health benefit coverage:

- It was noted while testing the district's medical prescription coverage that the District paid premiums for three (3) individuals that were no longer employees of the District.
- While testing the district's dental coverage the District paid premiums for three (3) individuals that were no longer employees of the District. Also, two (2) employees that received dental coverage did not pay for such coverage.
- While testing the District's State medical health coverage the District paid premiums for seven (7) individuals that were no longer employees of the District. Also, one (1) employee that received medical health coverage did not pay for such coverage.

Current Status:

This condition has been corrected.

Finding 2020-02:

One budgetary line account was over-expended.

Current Status:

This condition has not been corrected. Refer to Finding 2021-01.