

**SCHOOL DISTRICT**  
**OF**  
**GREENWICH TOWNSHIP**

**Greenwich Township School District**  
**Board of Education**  
**Stewartsville, Warren County**  
**New Jersey**

**Annual Comprehensive Financial Report**  
**For The Fiscal Year Ended June 30, 2022**

# **Annual Comprehensive**

## **Financial Report**

**of the**

**Greenwich Township School District**

**Board of Education**

**Stewartsville, New Jersey**

**For the Fiscal Year Ending June 30, 2022**

**Prepared by**

**Greenwich Township School District**

**Board of Education**

**Finance Department**

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## **Introductory Section**

# Greenwich Township Board of Education

240 Route 519

Phillipsburg, NJ 08864

(908) 859-8155 Tel.

(908) 859-8067 Fax

Honorable President and  
Members of the Board of Education  
Greenwich Township School District  
County of Warren, New Jersey

Dear Board Members:

The comprehensive annual financial report of the Greenwich Township School District (District) for the fiscal year ended June 30, 2022, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and list of principal officials. The financial section includes the general-purpose financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget Uniform Guidance, "Audits of State and Local Governments and Non-Profit Organizations", and the state Treasury Circular Letter 15-08 OMB, "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.

**REPORTING ENTITY AND ITS SERVICES:** The Greenwich Township School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups of the District are included in this report.

The Greenwich 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 K through 8. These include regular as well as special education for handicapped students. The district completed the 2021-22 fiscal year with an enrollment of 668 students.



**TUITION PUPILS:** Greenwich Township School District sends our grade 9 to 12 students to Phillipsburg High School on a tuition basis. Approximately 328 students attended Phillipsburg High School while 14 students attended the Warren County Technical School District.

Currently the district sends approximately 17 children, ages three through twenty-one, for special educational instruction outside the Greenwich Township School District as per the individual student's educational placement requirements.

**PRESENT CONDITION AND OUTLOOK:**

Both the Greenwich Elementary School and Stewartsville Middle School buildings receive regular cleaning and maintenance of all building systems. Community groups and sports teams hold many activities and events on nights and weekends inside and outside of the building. Student activities and events at night cause heavy use of the facilities.

**MAJOR INITIATIVES/PLANNING:** In 2021-22, we

1. Implemented Go Formative, a supplemental Math program, at SMS.
2. Implemented No Red Ink, a supplemental ELA program, at SMS.
3. Expanded use of existing programs.

**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 is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriation of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2022.

**ACCOUNTING SYSTEM AND REPORTS:** 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.

**ECONOMIC CONDITION:** 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.

**BUDGET INFORMATION SHEET - OVERALL COMMENTS:** The Greenwich Township School District's 2021-22 School Budget encompassed the educational programs for students from grades kindergarten through twelfth grade in regular education, and preschool through age twenty-one in special education. In addition, the district's budget included the operational expenses

for the township school.

The 2021-22 budget was developed to stay within the "Maximum Permitted Net Budget" as defined by the State of New Jersey Department of Education. The 2021-22 budget needed to support the educational and operational costs of delivering a thorough and efficient education was developed using the allowable spending growth limitation adjustments in the area of non-remote transportation. Revenues to support the 2021-22 budget were principally derived from the local tax levy.

**DEBT ADMINISTRATION:** The district had debt service payments of interest and principal totaling \$443,000 for the 2021-22 school year.

**CASH MANAGEMENT:** The investment policy of the District is guided in large part by state statute. The District has adopted a cash management plan, which requires it to deposit public funds in public depositories protected from loss under the provision of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Government 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. Cash, not immediately required for district payments, is deposited in accounts held with Investors Bank.

**RISK MANAGEMENT:** The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. During 2021-22, the district participated in the School Alliance Insurance Fund. This is a joint insurance fund specializing in insurance for public education entities.

**OTHER INFORMATION:** State statutes require an annual audit by independent certified public accountants or registered municipal accounts. The Board selected the accounting firm of Ardito & Co. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1984 and the related OMB Uniform Guidance and state Treasury Circular Letter 15-08 OMB. The auditor's report on the general-purpose 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.

**ACKNOWLEDGMENTS:** We would like to express our appreciation to the members of the Greenwich Township Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and diligent auditing services of the firm of Ardito & Co.

Respectfully Submitted,

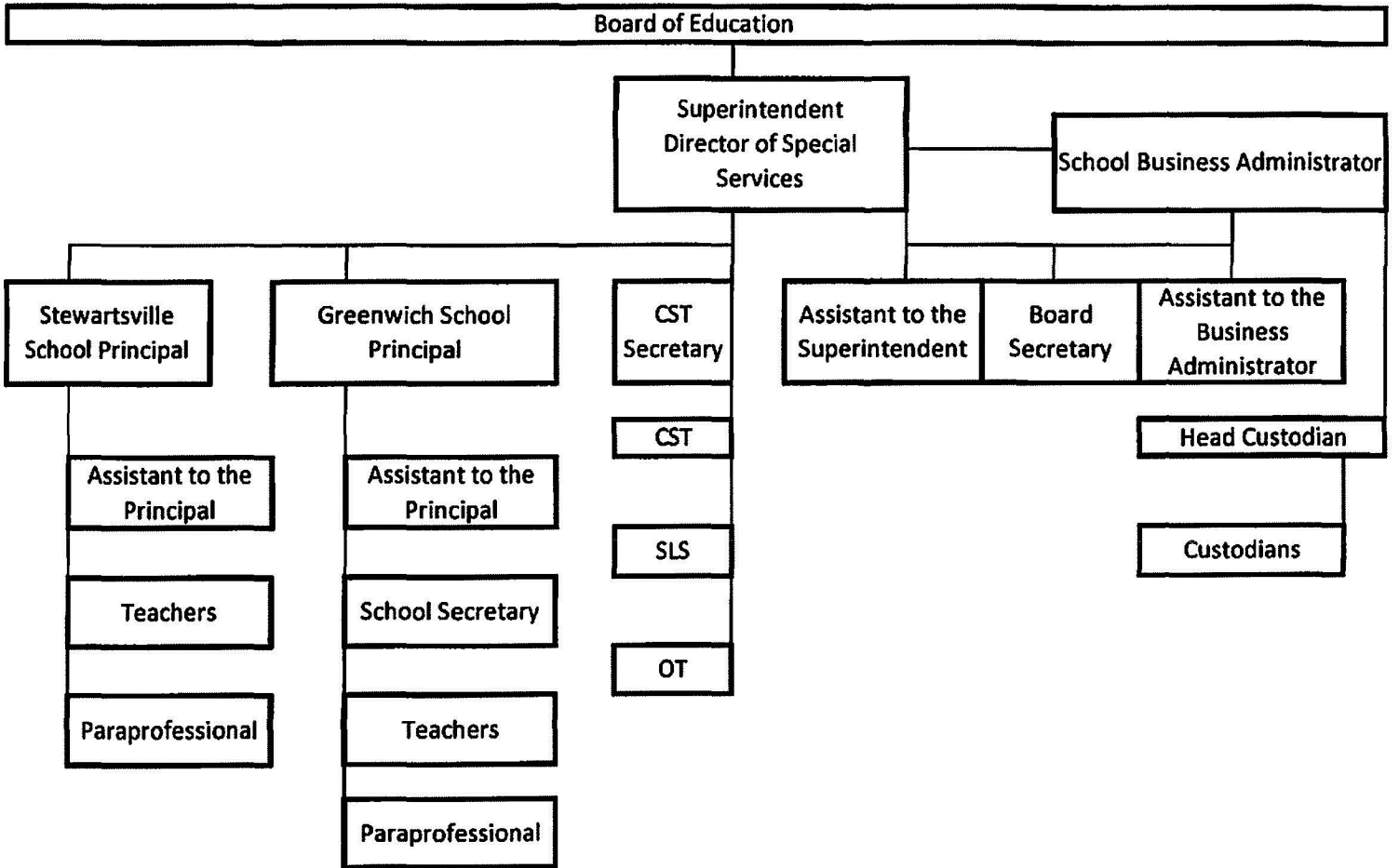
A handwritten signature in black ink, appearing to read "Kevin Brennan". The signature is fluid and cursive, with a long horizontal stroke at the end.

Dr. Kevin Brennan  
Interim Superintendent

A handwritten signature in black ink, appearing to read "Tim Mantz". The signature is cursive and somewhat stylized, with a prominent vertical stroke.

Tim Mantz  
Board Secretary/Business Administrator

Greenwich Twsp School District  
Organizational Chart



**GREENWICH TOWNSHIP SCHOOL DISTRICT**

**BOARD OF EDUCATION**

**ROSTER OF OFFICIALS**

**June 30, 2022**

<b><u>Members of the Board of Education</u></b>	<b><u>Term Expires</u></b>
Beth Rooney, <i>President</i>	2025
Kevin Bayne, <i>Vice-President</i>	2024
Denise Valle	2024
Laura Choi	2025
Victoria Little	2023
Scott Nodes	2023
Erich Fuller	2022
Simone Patterson	2025
Susan Harwell	2023

**Other Officials**

Maria Eppolite, Superintendent

Tim Mantz, Business Administrator/ Board Secretary

Teresa E. O'Brian, Treasurer of School Monies

Joanne L. Butler, Esquire Attorney

**GREENWICH TOWNSHIP SCHOOL DISTRICT**

**BOARD OF EDUCATION**

**CONSULTANTS AND ADVISORS**

**AUDIT FIRM**

**Ardito & Company LLC**  
1110 Harrison Street, Suite C  
Frenchtown, New Jersey 08825-1192

**ATTORNEY**

**Joanne L. Butler, Esquire**  
**Schenck, Price, Smith, & King**  
220 Park Avenue, PO Box 991  
Florham Park, NJ 07932

**OFFICIAL DEPOSITORY**

**Investors Bank**  
101 JFK Parkway  
Short Hills, NJ 07078

## **Financial Section**

# **Independent Auditor's Report**





# **ARDITO & COMPANY LLC**

1110 Harrison Street, Suite C  
Frenchtown, New Jersey 08825-1192  
908-996-4711 Fax: 908-996-4688  
e-mail: anthony@arditoandcompany.com

Anthony Ardito, CPA, RMA, CMFO, PSA

## **Independent Auditor's Report**

The Honorable President and  
Members of the Board of Education  
Greenwich Township School District  
County of Warren  
Stewartsville, New Jersey 08886

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the financial statements of the government activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Greenwich Township School District Board of Education, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Greenwich Township School District Board of Education, as of June 30, 2022, 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.

#### ***Basis for Opinions***

We conducted our 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Greenwich Township School District Board of Education, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Responsibilities of Management 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, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

-Continued-

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and ***Government Auditing Standards*** will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and ***Government Auditing Standards***, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### ***Required Supplementary Information***

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Greenwich Township School District Board of Education's basic financial statements. The combining and individual non-

-Continued-

major fund financial statements, long-term debt schedules, and the schedule of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and New Jersey OMB's Circulars 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are presented for purposes of additional analysis and are not a required part of the basic 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 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, long-term debt schedules, and the schedule of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated January 20, 2023, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* the District's internal control over financial reporting and compliance.

*Ardito & Company LLC*

ARDITO & COMPANY LLC

Frenchtown, New Jersey

January 20, 2023

***Anthony Ardito***

Anthony Ardito

Certified Public Accountant

ARDITO & COMPANY LLC

Frenchtown, New Jersey

January 20, 2023

**Required Supplementary Information - Part I**

**Management's Discussion and Analysis**

GREENWICH TOWNSHIP SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
UNAUDITED

The discussion and analysis of Greenwich Township School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2022. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the School District's financial performance.

**Financial Highlights**

Key financial highlights for 2022 are as follows:

- ◆ In total, Net Position increased \$875,749 which represents a 8.6% increase from 2021.
- ◆ General revenues accounted for \$11,367,429 in revenue or 54.3% of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$9,567,184 or 45.7% of total revenues of \$20,934,613.
- ◆ Total assets of governmental activities increased by \$369,745, as cash and cash equivalents increased by \$545,516, receivables increased by \$300,908, and capital assets decreased by \$479,795.
- ◆ The School District had \$20,058,864 in expenses; only \$9,567,184 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of \$11,367,429 were available to provide for these programs.
- ◆ Among major funds, the General Fund had \$19,370,926 in revenues and \$18,836,268 in expenditures. The General Fund's surplus balance increased \$534,658 over 2021, which compares favorably to the budgeted decrease of \$366,857.

**Using this Generally Accepted Accounting Principals Report (GAAP)**

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Greenwich Township School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities. The Statement of Net Position and Statement of Activities provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail.

For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other non-major funds presented in total in one column. In the case of Greenwich Township School District, the General Fund is by far the most significant fund.

GREENWICH TOWNSHIP SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
UNAUDITED

**Reporting the School District as a Whole**

**Statement of Net Position and the Statement of Activities**

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2022?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector 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 School District's Net Position and changes in those assets. This change in Net Position is important because it tells the reader that, for the School District as a whole, the financial positions of the School District has improved or diminished. The causes of this change may be the result of many factors, some financial, and some not. Nonfinancial factors include the School District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

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

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

**Reporting the School District's Most Significant Funds**

**Fund Financial Statements**

The analysis of the School District's major funds begins on page 26. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund, Special Revenue Fund, and Capital Projects Fund.

GREENWICH TOWNSHIP SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
UNAUDITED

**Governmental Funds**

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

**The School District as a Whole**

Recall that the Statement of Net Position provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's Net Position for 2022 compared to 2021.

	<u>2022</u>	<u>2021</u>
<b>Table 1 Net Position</b>		
<b>Assets</b>		
Current and Other Assets	\$ 2,349,749	\$ 1,500,209
Capital Assets	<u>12,002,753</u>	<u>12,482,548</u>
<b>Total Assets</b>	<u>14,352,502</u>	<u>13,982,757</u>
<b>Deferred Outflows of Resources</b>	<u>188,146</u>	<u>274,203</u>
<b>Liabilities</b>		
Long-Term Liabilities	1,762,134	2,624,573
Other Liabilities	<u>816,049</u>	<u>535,325</u>
<b>Total Liabilities</b>	<u>2,578,183</u>	<u>3,159,898</u>
<b>Deferred Inflows of Resources</b>	<u>862,900</u>	<u>873,246</u>
<b>Net Position</b>		
Invested in Capital Assets, Net of Debt	11,567,753	11,617,548
Restricted	550,112	414,192
Unrestricted	<u>(1,018,300)</u>	<u>(1,807,924)</u>
<b>Total Net Position</b>	<u>\$ 11,099,565</u>	<u>\$ 10,223,816</u>

GREENWICH TOWNSHIP SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
UNAUDITED

Total assets of governmental activities increased by \$369,745, as cash and cash equivalents increased by \$545,516, receivables increased by \$300,908, and capital assets decreased by \$479,795.

The cash increase was due to the collection of extraordinary aid and budget expenditure efficiencies. The receivable increase is due to federal ARP grants that have not yet been collected. The decrease in capital assets was due to depreciation expense for the year.

Table 2 shows the changes in Net Position from fiscal year 2021.

**Table 2**  
**Changes in Net Position**

	<u>2022</u>	<u>2021</u>
<b>Revenues</b>		
Program Revenues:		
Charges for Services	\$ 382,522	\$ 111,599
Operating Grants and Contributions	9,184,662	10,625,777
General Revenues:		
Property Taxes	11,366,847	11,234,934
Federal & State Aid on Capital Asset Projects	-	-
Investment Earnings	72	652
Other	510	1,124
<b>Total Revenues</b>	<u>20,934,613</u>	<u>21,974,086</u>
<b>Program Expenses</b>		
Instruction	8,887,187	9,655,746
Support Services:		
Tuition	5,369,384	6,255,714
Pupils and Instructional Staff	1,721,899	1,950,755
General Administration, School Administration, Business	1,173,677	1,366,521
Operations and Maintenance of Facilities	1,028,772	1,036,468
Pupil Transportation	1,272,061	964,698
Business-Type Activities	515,553	229,577
Interest and Fiscal Charges	90,331	100,883
<b>Total Expenses</b>	<u>20,058,864</u>	<u>21,560,362</u>
Increase in Net Position	<u>\$ 875,749</u>	<u>\$ 413,724</u>



GREENWICH TOWNSHIP SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
UNAUDITED

**Governmental Activities**

The unique nature of property taxes in New Jersey creates the need to routinely seek voter approval for the School District operations. Property taxes made up 54.3% percent of revenues for governmental activities for the Greenwich Township School District for the fiscal year 2022.

Instruction comprises 44.3% of district expenses. Support services expenses make up 52.7% of the expenses.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services compared to 2021. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

**Table 3**

	<u>Total Cost of</u>	<u>Net Cost of</u>	<u>Total Cost of</u>	<u>Net Cost of</u>
	<u>Services 2022</u>	<u>Services 2022</u>	<u>Services 2021</u>	<u>Services 2021</u>
Instruction	\$ 8,887,187	\$ 3,105,892	9,655,746	\$2,826,695
Support Services:				
Tuition	5,369,384	5,369,384	6,255,714	6,255,714
Pupils and Instructional Staff	1,721,899	294,628	1,950,755	380,310
General Admin., School Admin., Business	1,173,677	(19,733)	1,366,521	(71,396)
Operation and Maintenance of Facilities	1,028,772	578,114	1,036,468	493,479
Pupil Transportation	1,272,061	1,272,061	964,698	964,698
Business-Type Activities	515,553	(24,539)	229,577	44,482
Interest and Fiscal Charges	<u>90,331</u>	<u>(84,127)</u>	<u>100,883</u>	<u>(70,996)</u>
<b>Total Expenses</b>	<b><u>\$ 20,058,864</u></b>	<b><u>\$ 10,491,680</u></b>	<b><u>\$ 21,560,362</u></b>	<b><u>\$ 10,822,986</u></b>

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

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

General administration, school administration and business 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 an effective working condition.

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
UNAUDITED

Business-type activities includes expenses related to activities provided by the School District which are designed to provide for students to participate in food service and early childhood care.

Interest and fiscal charges involve the transactions associated with the payment of interest and other related charges to debt of the School District and unallocated depreciation.

The dependence upon tax revenues is apparent. Over 34.9% of instruction activities are supported through taxes and other general revenues; for all activities general revenue support is 70.9%. The community, as a whole, is the primary support for the Greenwich Township School District.

### **The School District's Funds**

Information about the School District's major funds starts on page 26. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues and other sources of \$20,321,222 and expenditures of \$19,782,237. The General Fund's surplus balance increased \$534,658 over 2021, which compares favorably to the budgeted decrease of \$366,857.

### **General Fund Budgeting Highlights**

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

During the course of the fiscal 2022 year, the School District amended its General Fund budget as needed. The School District uses program based budgeting and the budgeting systems are designed to tightly control total program budgets but provide flexibility for program management.

For the General Fund, budget basis revenue and other financing sources, excluding on-behalf payments, was \$16,659,406, \$160,840 over original budgeted estimates of \$16,498,566. This difference was due primarily to the receipt of extraordinary aid after the budget was adopted.

General fund revenues exceeded expenditures by \$501,582. Again this surplus compares to a budgeted deficit of \$366,857, which was due to the budgeted use of prior years excess surplus needed to balance the 2022 budget.

The budgeted deficit was reduced due cost savings in the areas of instruction, plant operations, and employee benefits and extraordinary aid.

Overall general fund balance (budget basis) was \$1,889,088, and amounts ear-marked and reserved for future purposes were \$1,076,993, creating a surplus in unreserved fund balance of \$812,095. Management believes unreserved fund balance at statutory levels will provide adequate working capital for the district.

GREENWICH TOWNSHIP SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
UNAUDITED

**Capital Assets**

At the end of the fiscal year 2022, the School District had \$11,998,757 invested in land, buildings, furniture and equipment, and vehicles. Table 4 shows fiscal 2022 balances compared to 2021.

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

	<u>2022</u>	<u>2021</u>
Land Improvements	-	-
Buildings and Improvements	11,984,041	12,467,220
Machinery and Equipment	<u>14,716</u>	<u>10,000</u>
Totals	<u>\$ 11,998,757</u>	<u>\$ 12,477,220</u>

Overall capital assets decreased \$478,463 from fiscal year 2021 to fiscal year 2022. The decrease in capital assets was due to depreciation expense for the year.

Capital improvements of \$12,145 were purchased during fiscal year 2022.

**Debt Administration**

At June 30, 2022, the School District had \$563,794 as outstanding long term debt. Of this amount, \$128,794 is for compensated absences and \$435,000 is for bonds payable outstanding.

At June 30, 2022, the School District's overall legal debt margin was \$21,845,006 and the unvoted debt margin was \$21,410,006.

GREENWICH TOWNSHIP SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022  
UNAUDITED

**For the Future**

The Greenwich Township School District is in very good financial condition presently. A major concern is the continued reliance on local property taxes. The Greenwich Township School District is primarily a residential community, thus the burden is focused on homeowners to bear the tax burden. However, future finances are not without challenges as the community continues to grow and state funding is frozen.

In conclusion, the Greenwich Township School District has committed itself to financial excellence for many years. In addition, the School District's system for financial planning, budgeting, and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenge of the future.

**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 School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information contact Tim Mantz, School Business Administrator/Board Secretary at Greenwich Township School District, 101 Wyndham Farm Boulevard, Stewartsville NJ, 08886.

## **Basic Financial Statements**

## **DISTRICT-WIDE FINANCIAL STATEMENTS**

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

## GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit A-1

## STATEMENT OF NET POSITION

June 30, 2022

	<u>GOVERNMENTAL</u> <u>ACTIVITIES</u>	<u>BUSINESS-TYPE</u> <u>ACTIVITIES</u>	<u>TOTAL</u>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 1,374,408	\$ 137,730	\$ 1,512,138
Receivables from Other Governments	794,897	5,853	800,750
Interfund Receivables	29,551	-	29,551
Inventory		7,310	7,310
Capital Assets, Net (Note 6):	11,998,757	3,996	12,002,753
<b>Total Assets</b>	<u>14,197,613</u>	<u>154,889</u>	<u>14,352,502</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension Deferred Outflows	<u>188,146</u>		<u>188,146</u>
<b>LIABILITIES</b>			
Accounts Payable	-		
Payroll Deductions and Withholdings	301,170		301,170
Interfund Payable	-	29,551	29,551
Unearned Revenue	479,654	1,670	481,324
Accrued Interest	4,004		4,004
Net Pension Liability (Note 8)	1,198,340		1,198,340
Noncurrent Liabilities (Note 7):			
Due Within One Year	435,000		435,000
Due Beyond One Year	128,794		128,794
<b>Total Liabilities</b>	<u>2,546,962</u>	<u>31,221</u>	<u>2,578,183</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pension Deferred Inflows	<u>862,900</u>		<u>862,900</u>
<b>Net Position</b>			
Invested in Capital Assets, Net of Related Debt	11,563,757	3,996	11,567,753
Restricted for:			
Other Purposes	550,112		550,112
Unrestricted	(1,137,972)	119,672	(1,018,300)
<b>Total Net Position</b>	<u>\$ 10,975,897</u>	<u>\$ 123,668</u>	<u>\$ 11,099,565</u>

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit A-2

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2022

Functions/Programs	PROGRAM REVENUES			NET(EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	OPERATING	CAPITAL	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
		CHARGES FOR SERVICES	GRANTS AND CONTRIBUTIONS			
Governmental Activities:						
Instruction:						
Regular	\$ 6,105,741		\$ 4,537,812	\$ (1,567,929)		\$ (1,567,929)
Special Education	2,566,984		1,243,483	(1,323,501)		(1,323,501)
Other Special Instruction	214,462		-	(214,462)		(214,462)
Support Services:						
Tuition	5,369,384			(5,369,384)		(5,369,384)
Student & Instruction Related Services	1,721,899	\$ 76,101	1,351,170	(294,628)		(294,628)
School Administrative Services	592,173		717,715	125,542		125,542
General and Business Admin. Services	581,504		475,695	(105,809)		(105,809)
Plant Operations and Maintenance	1,028,772		450,658	(578,114)		(578,114)
Pupil Transportation	1,272,061		-	(1,272,061)		(1,272,061)
Interest and Depreciation Charges	90,331		174,458	84,127		84,127
Total Governmental Activities	19,543,311	76,101	8,950,991	(10,516,219)		(10,516,219)
Business-Type Activities:						
Food Service	221,845	3,755	233,671		\$ 15,581	15,581
Shared Services	-	-			-	-
Child Care	293,708	302,666			8,958	8,958
Total Business-Type Activities	515,553	306,421	233,671	-	24,539	24,539
<b>Total Primary Government</b>	<b>\$ 20,058,864</b>	<b>\$ 382,522</b>	<b>\$ 9,184,662</b>	<b>\$ (10,516,219)</b>	<b>\$ 24,539</b>	<b>\$ (10,491,680)</b>
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				\$ 11,098,307		\$ 11,098,307
Taxes Levied for Debt Service				268,540		268,540
Investment Earnings				72		72
Miscellaneous Income				509	\$ 1	510
Total General Revenues, Special Items, Extraordinary Items and Transfers				11,367,428	1	11,367,429
Change in Net Position				851,209	24,540	875,749
Net Position—Beginning				10,124,688	99,128	10,223,816
Prior Period Adjustments						
Net Position—Beginning (Restated)				10,124,688	99,128	10,223,816
<b>Net Position—Ending</b>				<b>\$ 10,975,897</b>	<b>\$ 123,668</b>	<b>\$ 11,099,565</b>

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



## **FUND FINANCIAL STATEMENTS**

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit B-1

BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2022

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	TOTAL GOVERNMENTAL FUNDS
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 1,326,414	\$ 45,413	\$ 2,581	\$ 1,374,408
Interfund Receivables	29,551			29,551
Receivables from Other Governments	312,590	482,307		794,897
<b>TOTAL ASSETS</b>	<b>\$ 1,668,555</b>	<b>\$ 527,720</b>	<b>\$ 2,581</b>	<b>\$ 2,198,856</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Interfund Payables				\$ -
Payroll Deductions and Withholdings Payable	\$ 301,170			301,170
Unearned Revenue	-	479,654		479,654
<b>Total Liabilities</b>	<b>301,170</b>	<b>479,654</b>	<b>-</b>	<b>780,824</b>
<b>Fund Balances:</b>				
<u>Restricted for:</u>				
Capital Reserve	677			677
Emergency Reserve	338			338
Student Activities		48,066		48,066
<u>Assigned to:</u>				
Year-End Encumbrances	577,528			577,528
Designated for Subsequent Year's Expenditures	498,450			498,450
Capital Projects Fund			\$ 2,581	2,581
<u>Unassigned:</u>				
General Fund	290,392			290,392
<b>Total Fund Balances</b>	<b>1,367,385</b>	<b>48,066</b>	<b>2,581</b>	<b>1,418,032</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 1,668,555</b>	<b>\$ 527,720</b>	<b>\$ 2,581</b>	<b>\$ 2,198,856</b>

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$24,030,689 and the accumulated depreciation is \$12,031,932.	\$11,998,757
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. (See Note 8)	188,146
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. (See Note 8)	(862,900)
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 (see Note 8)	(1,198,340)
Accrued Interest on 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 Note 7)	(4,004)
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 Note 7)	(563,794)
<b>Net Position of governmental activities</b>	<b>\$ 10,975,897</b>

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

## GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit B-2

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
 FOR THE YEAR ENDED JUNE 30, 2022

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>					
<b>Local sources:</b>					
Local Tax Levy	\$ 11,098,307			\$ 268,540	\$ 11,366,847
Tuition	-				-
Miscellaneous	393	\$ 76,289			76,682
<b>Total - Local Sources</b>	<b>11,098,700</b>	<b>76,289</b>	<b>-</b>	<b>268,540</b>	<b>11,443,529</b>
<b>State Sources</b>	<b>8,272,226</b>			<b>174,458</b>	<b>8,446,684</b>
<b>Federal Sources</b>		<b>431,009</b>			<b>431,009</b>
<b>Total Revenues</b>	<b>19,370,926</b>	<b>507,298</b>	<b>-</b>	<b>442,998</b>	<b>20,321,222</b>
<b>EXPENDITURES</b>					
<b>Current:</b>					
Regular Instruction	3,788,399	395,282			4,183,681
Special Education Instruction	2,130,160				2,130,160
Other Special Instruction	214,462				214,462
Support services and undistributed costs:					
Tuition	5,369,384				5,369,384
Student and Instruction Related Services	1,177,388	107,687			1,285,075
School Administrative Services	340,046				340,046
Other Administrative Services	414,397				414,397
Plant Operations and Maintenance	870,460				870,460
Pupil Transportation	1,272,061				1,272,061
Unallocated Benefits	3,215,137				3,215,137
Charter School	-				-
<b>Debt Service:</b>					
Principal				430,000	430,000
Interest and Other Charges				13,000	13,000
<b>Capital Outlay</b>	<b>44,374</b>				<b>44,374</b>
<b>Total Expenditures</b>	<b>18,836,268</b>	<b>502,969</b>	<b>-</b>	<b>443,000</b>	<b>19,782,237</b>
Net Change in Fund Balances	534,658	4,329	-	(2)	538,985
Fund Balance—July 1	832,727	43,737	\$ 2,581	2	879,047
Prior Period Adjustment		-			-
Fund Balance—July 1 (Restated)	832,727	43,737	2,581	2	879,047
<b>Fund Balance—June 30</b>	<b>\$ 1,367,385</b>	<b>\$ 48,066</b>	<b>\$ 2,581</b>	<b>-</b>	<b>\$ 1,418,032</b>

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit B-3

**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, 2022**

**Total Net Change in Fund Balances - Governmental Funds (from B-2)** \$ 538,985

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

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

Depreciation Expense	\$ (490,608)	
Capital Outlays	<u>12,145</u>	(478,463)

Pension contributions are reported in governmental funds as expenditures. However, in the statement of activities, the contributions are adjusted for actuarial valuation adjustments, including service and interest costs, administrative costs, investment returns, and experience/assumption.

This is the amount by which net pension liability and deferred inflows/outflows related to pension changed during the period. 348,609

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities. 430,000

In the statement of activities, compensated absences is accrued regardless of when paid. In the governmental funds, compensated absences are reported when paid. This is the amount by which the current year's compensated absence payments exceed the current year's amount earned. 8,119

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. This is the amount by which current year's amount of interest accrual exceeds the prior year's amount. 3,959

**Change in Net Position of Governmental Activities** \$ 851,209

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

## GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit B-4

STATEMENT OF PROPRIETARY NET POSITION  
PROPRIETARY FUNDS

June 30, 2022

	<b>Business-Type Activities- Enterprise Funds</b>		
	<b><u>Food Service</u></b>	<b><u>Child Care</u></b>	<b><u>Totals</u></b>
<b>ASSETS</b>			
<b>Current assets:</b>			
Cash and Cash Equivalents	\$ 27,928	\$ 109,802	\$ 137,730
Federal and State Accounts Receivable	5,853		5,853
Inventories	7,310		7,310
<b>Total Current Assets</b>	<b>41,091</b>	<b>109,802</b>	<b>150,893</b>
<b>Noncurrent Assets:</b>			
Furniture, Machinery and Equipment	216,660		216,660
Less Accumulated Depreciation	(212,664)		(212,664)
<b>Total Noncurrent Assets</b>	<b>3,996</b>		<b>3,996</b>
<b>Total Assets</b>	<b>45,087</b>	<b>109,802</b>	<b>154,889</b>
<b>LIABILITIES</b>			
<b>Current liabilities:</b>			
Accounts Payable			
Interfund Payable		29,551	29,551
Deferred Revenue	1,670		1,670
<b>Total Current Liabilities</b>	<b>1,670</b>	<b>29,551</b>	<b>31,221</b>
<b>Total Liabilities</b>	<b>1,670</b>	<b>29,551</b>	<b>31,221</b>
<b>Net Position</b>			
Invested in Capital Assets Net of Related Debt	3,996		3,996
Unrestricted	39,421	80,251	119,672
<b>Total Net Position</b>	<b>\$ 43,417</b>	<b>\$ 80,251</b>	<b>\$ 123,668</b>

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

## GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit B-5

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**PROPRIETARY FUNDS**  
 FOR THE YEAR ENDED JUNE 30, 2022

	<b>Business-type Activities- Enterprise Fund</b>		
	<b>Food Service</b>	<b>Child Care</b>	<b>Total Enterprise</b>
<b>Operating Revenues:</b>			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ 3,755		\$ 3,755
Daily Sales - Non-Reimb.Programs	-		-
Miscellaneous	1	\$ 302,666	302,667
<b>Total Operating Revenues</b>	<b>3,756</b>	<b>302,666</b>	<b>306,422</b>
<b>Operating Expenses:</b>			
Cost of Sales - Reimbursable Programs	100,488		100,488
Cost of Sales - Non-reimbursable Programs	-		-
Salaries	69,873	202,034	271,907
Employee Benefits	20,285		20,285
Supplies	10,110	91,674	101,784
Utilities			
Miscellaneous	7,912		7,912
Other Purchased Professional Services	11,845		11,845
Depreciation	1,332		1,332
<b>Total Operating Expenses</b>	<b>221,845</b>	<b>293,708</b>	<b>515,553</b>
Operating Income (Loss)	(218,089)	8,958	(209,131)
<b>Nonoperating Revenues (Expenses):</b>			
State Sources:			
State School Lunch Program	4,984		4,984
Federal Sources:			
National School Lunch Program	217,335		217,335
P-EBT Administrative Cost Reimbursement	1,242		1,242
Food Distribution Program	10,110		10,110
<b>Total Nonoperating Revenues (Expenses)</b>	<b>233,671</b>		<b>233,671</b>
Income (Loss) Before Contributions and Transfers	15,582	8,958	24,540
Transfers In (Out)	-		-
Change in Net Position	15,582	8,958	24,540
Total Net Position—Beginning	27,835	71,293	99,128
<b>Total Net Position—Ending</b>	<b>\$ 43,417</b>	<b>\$ 80,251</b>	<b>\$ 123,668</b>

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

**STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS**

For the Year Ended June 30, 2022

	<b>Business-Type Activities- Enterprise Funds</b>		
	<b><u>Food Service</u></b>	<b><u>Child Care</u></b>	<b><u>Total Enterprise</u></b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from Customers	\$ 3,756	\$ 302,666	\$ 306,422
Payments to Employees and Benefits	(90,158)	(202,034)	(292,192)
Payments to Suppliers	(126,668)	(91,674)	(218,342)
<b>Net Cash Provided by (used for) Operating Activities</b>	<b>(213,070)</b>	<b>8,958</b>	<b>(204,112)</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
State Sources	4,938		4,938
Federal Sources	214,699		214,699
Operating Subsidy Transfers from Other Funds	-	(3,150)	(3,150)
<b>Net Cash Provided by (used for) Non-Capital Financing Activities</b>	<b>219,637</b>	<b>(3,150)</b>	<b>216,487</b>
Net Increase (Decrease) in Cash and Cash Equivalents	6,567	5,808	12,375
Balances—Beginning of Year	21,361	103,994	125,355
<b>Balances—End of Year</b>	<b>\$ 27,928</b>	<b>\$ 109,802</b>	<b>\$ 137,730</b>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (used) by Operating Activities:</b>			
Operating Income (Loss)	\$ (218,089)	\$ 8,958	\$ (209,131)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities:			
Federal Commodities	10,110		10,110
Depreciation	1,332		1,332
(Increase) Decrease in Receivables			
(Increase) Decrease in Inventories	(3,115)		(3,115)
Increase (Decrease) in Payables	(3,308)		(3,308)
Total Adjustments	5,019		5,019
<b>Net Cash Provided by (used for) Operating Activities</b>	<b>\$ (213,070)</b>	<b>\$ 8,958</b>	<b>\$ (204,112)</b>

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

# **Notes to Financial Statements**



GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments (Statement No.34). This Statement provided for the most significant change in financial reporting in over twenty years and was phased-in (based on amount of revenues) starting with fiscal years ending 2002 (for larger governments). The District was not required to implement the new model until the 2003-2004 school year.

In addition, the School District has implemented GASB Statement No.37, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments: Omnibus, Statement No.38, Certain Financial Statement Note Disclosures, Statement No.40, Deposit and Investment Risk Disclosures, an amendment of GASB Statement No.3, and Statement 44, Economic Condition Reporting: The Statistical Section (GASB 44), an amendment of NCGA Statement 1, Governmental Accounting and Financial Reporting Principles is found in the Introduction, a revised statistical section in the Outline of the ACFR, GASB Statement No. 45, Other Post-retirement Employee Benefits, GASB No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, and GASB No. 63 and 65, Deferred Outflows and Inflows and Net Position, and Items Previously Reported as Assets and Liabilities, GASB No. 68, Accounting for Pensions, an amendment of GASB No. 27, GASB No. 75, Accounting for OPEB, and GASB No. 84, Fiduciary Activities. The implementation of these statements did not effect net position balances as previously reported for the fiscal year ended June 30, 2021.

**A. Reporting Entity:**

The Greenwich Township School District is a Type II district located in the County of Warren, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The board is comprised of five members elected to three-year terms. The purpose of the district is to educate students in grades K-8. The Greenwich Township School District had an approximate enrollment at June 30, 2022, of 668 students.

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

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

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Basis of Presentation, Basis of Accounting:**

The School District's basic financial statements consist of District-wide statements, including a statement of Net Position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

**Basis of Presentation**

*District-wide Statements:* The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activity of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees and charged to external parties. The statement of net position presents the financial condition of the governmental and business-type activity of the School District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function.

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

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

**GOVERNMENTAL FUNDS**

The District reports the following governmental funds:

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Basis of Presentation, Basis of Accounting (Continued):**

**GOVERNMENTAL FUNDS (Continued)**

As required by the New Jersey State Department of Education, the District includes budgeted Capital Outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes 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). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

**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 FUNDS**

The District reports the following proprietary funds:

**Enterprise (Food Service) Fund** - The Enterprise Fund accounts for all revenues and expenses pertaining to the Board's cafeteria operations. The food service fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the costs (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges.

**Enterprise (Shared Services) Fund** - The Enterprise Fund accounts for all revenues and expenses pertaining to the Board's shared services of the Chief School Administrator with the Borough of Bloomsbury School District.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Enterprise (Child Care) Fund** - The Enterprise Fund accounts for all revenues and expenses pertaining to the Board's early childhood operations. The child care fund provides preschool services recovered primarily through user charges (tuition).

**B. Basis of Presentation, Basis of Accounting (Continued):**

Additionally, the District reports the following fund type:

**Fiduciary Funds** - The Fiduciary Funds are used to account for assets held by the District on behalf of others and include the Student Activities Fund and the Payroll Agency Fund.

**Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements.

District-wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting; the enterprise fund and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey Statute as the municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

*Governmental Fund Financial Statements:* Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when 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. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

All governmental and business-type activities and enterprise funds of the District follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Budgets/Budgetary Control:**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for approval and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue funds. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. All budget amendments/transfers must be approved by School Board resolution. In addition, transfers are also covered by changes in N.J.A.C. 6A:23A-2.3 that can require approval through the state department. All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Appropriations, except remaining project appropriations, encumbrances and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures.

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

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

**D. Encumbrance Accounting:**

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 District 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.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities and Equity:**

**Cash and Cash Equivalents:**

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

**Interfund Transactions:**

Transfers between governmental and business-type activities on the District-wide statements are reported in the same manner as general revenues.

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

**Inventories:**

Inventory purchases, other than those recorded in the enterprise fund, are recorded as expenditures during the year of purchase. Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method.

**Allowance for Uncollectible Accounts:**

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

**Capital Assets:**

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The School District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

All reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method under the half-year convention over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office and Computer Equipment	5-10
Instructional Equipment	10
Grounds Equipment	15

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities and Equity (Continued):**

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

**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 instructional employees are granted sick leave in amounts under the District's contractual policies. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after initial service and become eligible after fifteen years of service and payment is based upon retirement in the state pension system.

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick leave that is expected to become eligible for payment upon termination. The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments. Salary related payments for the employer's share of social security and medicare taxes, as well as pension contributions, are included.

For the District-wide Statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, for the governmental funds, in the Fund Financial Statements, all of the compensated absences are considered long-term and therefore, are not a fund liability and represents a reconciling item between the fund level and District-wide presentations.

**Deferred Revenue:**

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there is an enforceable legal claim as of June 30, 2022, but which were levied to finance fiscal year 2023 operations, have been recorded as deferred revenue. Grants and entitlement received before the eligible requirements are met are also recorded as deferred revenue.

**Accrued Liabilities and Long-Term Obligations:**

All payables, accrued liabilities and long-term obligations are reported on the District-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized as a liability on the fund financial statements when due.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities and Equity (Continued):**

**Net Position:**

Net Position represent the difference between assets and liabilities. Net Position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction or improvement of those assets. Net position are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The School District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

**Fund Balance Reserves:**

The School District reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available expendable resources and, therefore, are not available for appropriation or expenditure. Unreserved fund balance indicates that portion which is available for appropriation in future periods. A fund balance reserve has been established for encumbrances.

**Revenues—Exchange and Nonexchange Transactions**

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means within sixty days of the fiscal year end.

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

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

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



GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities and Equity (Continued):**

**Operating Revenues and Expenses:**

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise fund. For the School District, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the enterprise fund.

**Allocation of Indirect Expenses:**

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses are allocated to functions but are reported separately in the Statement of Activities. Employee benefits, including the employer's share of social security, workers compensation and medical and dental benefits, were allocated based on salaries of that program. Depreciation expense, where practicable, is specifically identified by function and is included in the indirect expense column of the Statement of Activities. Depreciation expense, that could not be attributed to a specific function, is considered an indirect expense and is reported separately on the Statement of Activities. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

**Extraordinary and Special Items:**

Extraordinary items are transactions or events that are unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of management and are either unusual in nature or infrequent in occurrence. Neither of these types of transactions occurred during the fiscal year.

**Management Estimates:**

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

**NOTE 2: CASH AND CASH EQUIVALENTS**

**Deposits:**

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

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

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 2: CASH AND CASH EQUIVALENTS (Continued)**

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

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

Pursuant to GASB Statement No. 40, "Deposit and Investment Risk Disclosures" ("GASB 40"), the district's accounts are profiled in order to determine exposure, if any, to Custodial Credit Risk (risk that in the event of failure of the counterparty the district would not be able to recover the value of its deposits or investment). Deposits are considered to be exposed to Custodial Credit Risk if they are: uncollateralized or collateralized with securities held by the financial institution's trust department or agent but not in the government's name. At June 30, 2022, all of the district's deposits were collateralized by securities held in its name and, accordingly, not exposed to custodial credit risk. The district does not have a policy for custodial credit risk.

As of June 30, 2022, cash and cash equivalents of the District consisted of the following:

	Cash and Cash Equivalents (A-1)
Checking	\$ 1,512,138
	<u>\$ 1,512,138</u>

The carrying amount of the Board's cash and cash equivalents at June 30, 2022, was \$1,512,138 and the bank balance was \$2,023,780. All bank balances were covered by federal depository insurance and/or covered by a collateral pool maintained by the banks as required by New Jersey statutes. Of these bank balances, \$250,000 was covered by federal depository insurances and \$1,773,780 was covered by collateral pool.

**NOTE 3: RECEIVABLES**

Receivables at June 30, 2022, consisted of intergovernmental receivables for grants and lunch reimbursements. All receivables are considered collectible in full. A summary of the principal items of intergovernmental receivables follows:

	Governmental Fund Financial Statements	Government-Wide Financial Statements
State Aid	\$ 312,590	\$ 312,722
Federal Aid	482,307	488,028
Gross Receivable-Governm.	<u>794,897</u>	<u>800,750</u>
Other Receivables	-	-
Less: Allow. for Uncollectibles	-	-
Total Receivables, Net	<u>\$ 794,897</u>	<u>\$ 800,750</u>

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 4: INVENTORY**

Inventory in the Food Service Fund at June 30, 2022, consisted of the following:

Food	\$	5,159
Supplies		<u>2,151</u>
Total	\$	<u><u>7,310</u></u>

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1996, as revised) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of nonoperating revenue in the financial statements.

**NOTE 5: DEFERRED BOND ISSUANCE COSTS**

In governmental funds, debt issuance costs are recognized in the current period. For the District-wide financial statements, governmental activity debt issuance costs are amortized straight-line over the life of the specific bonds (18 to 20 years). The costs associated with the issued of the various bonds are immaterial and are not amortized on the District-wide financial statements.

**NOTE 6: CAPITAL ASSETS**

Capital asset activity for the fiscal year ended June 30, 2022, was as follows:

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending</u> <u>Balance</u>
<b>Governmental Activities:</b>				
<i>Capital Assets Being Depreciated:</i>				
Land Improvements	\$ 141,428			\$ 141,428
Buildings and Building Improvements	23,569,266			23,569,266
Machinery and Equipment	307,850	\$ 12,145		319,995
Total at Historical Cost	<u>24,018,544</u>	<u>12,145</u>		<u>24,030,689</u>
Less Accumulated Depreciation for:				
Land Improvements	(141,428)			(141,428)
Building and Improvements	(11,102,046)	(483,179)		(11,585,225)
Equipment	(297,850)	(7,429)		(305,279)
Total Accumulated Depreciation	<u>(11,541,324)</u>	<u>(490,608)</u>		<u>(12,031,932)</u>
Total Capital Assets Being Depreciated, net of Accumulated Depreciation	<u>12,477,220</u>	<u>(478,463)</u>		<u>11,998,757</u>
<b>Government Activity Capital Assets, Net</b>	<b><u>\$ 12,477,220</u></b>	<b><u>\$ (478,463)</u></b>		<b><u>\$ 11,998,757</u></b>

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 6: CAPITAL ASSETS - (Continued)**

On January 11, 2001, the NJ State Department of Education announced that effective July 1, 2001, the capitalization threshold used by school districts in the State of New Jersey is increased to \$2,000. The previous threshold was \$500. Applying the higher capitalization threshold retroactively (removal of old assets from the General Fixed Assets Account Group) will be permitted by the State regulations in situations where (1) the assets have been fully depreciated, or (2) the assets have exceeded their useful lives. The retirement of machinery and equipment is due to the retroactive application of the higher threshold of equipment capitalization. That is, the District has removed from their records assets with a historical cost greater than \$500 but not greater than \$2,000 that were fully depreciated or had exceeded their useful lives.

Depreciation expense was charged to functions as follows:

Regular Instruction	\$ 441,547
Unallocated	49,061
Total Depreciation Expense	\$ 490,608

**NOTE 7: LONG-TERM OBLIGATIONS**

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

**A. Long-Term Obligation Activity:**

Changes in long-term obligations for the year ended June 30, 2022, are as follows:

	Balance <u>7/1/21</u>	<u>Increases</u>	<u>Decreases</u>	Balance <u>6/30/22</u>	Amounts Due Within <u>One Year</u>
<b>Governmental Activities:</b>					
Bonds Payable:					
General Obligation Debt	\$ 865,000	-	\$ (430,000)	\$435,000	\$430,000
Other Liabilities:					
Compensated Absences Payable	136,913		(8,119)	128,794	
<b>Total</b>	<b>\$1,001,913</b>		<b>(\$438,119)</b>	<b>\$563,794</b>	<b>\$430,000</b>

Compensated absences and capital leases have ben liquidated in the General Fund.

Interest paid on debt issued by the District is exempt from federal income taxes. Because of this, bond holders are willing to accept a lower interest rate than they would on taxable debt. The District temporarily reinvests the proceeds of such debt in higher-yielding taxable securities, especially during construction projects. The federal tax code refers to this as arbitrage.

Earnings in excess of the yield on the debt issue are rebated to the federal government based on requirements in the Internal Revenue Code. Arbitrage rebate payable represents amounts due to the Internal Revenue Service for interest earned on unspent bond proceeds that exceeds legally allowable returns.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 7: LONG-TERM OBLIGATIONS (Continued)**

Rebatable arbitrage liabilities related to District debt are not recorded in governmental funds. There is no recognition in the balance sheet or income statement until rebatable amounts are due and payable to the federal government. Thus, rebatable arbitrage liabilities related to governmental debt will be accrued as incurred at least annually (at fiscal year end) on the District-wide financial statements.

For the year ended June 30, 2022, it is not necessary for the Board to establish a liability for arbitrage rebate.

	Government Activities				
	<u>Issue Dates</u>	<u>Interest Rates</u>	<u>Date of Maturity</u>	<u>Original Issue</u>	<u>Balance June 30, 2022</u>
General School Renovations					
Bonds Payable-Series 2016	4/5/16	2.0%	7/1/22	\$ 2,510,000	\$ 435,000
Total Bonds					\$ 435,000

**B. Debt Service Requirements:**

Debt Service requirements on serial bonds payable at June 30, 2022, is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 435,000	\$ 4,350	\$ 439,350
	\$ 435,000	\$ 4,350	\$ 439,350

**B. Bonds Authorized But Not Issued**

As of June 30, 2022 the Board has \$101,858 of bonds authorized but not issued related to the 2011 window/roof/drainage project

**C. Bonds Payable/Advance Refunding:**

On April 4, 2016, \$2,510,000 school bonds were issued to advance refund a portion (\$2,425,000) of the 2006 School Bonds and to pay for interest and issuance costs. The interest rate is 2% and the bonds mature on July 1, 2022.

**NOTE 8: PENSION PLANS**

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 8: PENSION PLANS (Continued)**

**Teachers' Pension and Annuity Fund (TPAF)** - The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, 100% of employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

*Summary of Significant Accounting Policies* - 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.

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

The employer contributions for the district are legally required to be funded by the State in accordance with N.J.S.A 18:66-33. Therefore, the district (employer) is considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the district (employer) does not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the district. However, the state's portion of the net pension liability that was associated with the district was \$22,334,789 as measured on June 30, 2021 and \$30,680,940 measured on June 30, 2020.

For the year ended June 30, 2022, the District recognized pension expense of \$525,547 and revenue of \$525,547 for support provided by the State. The measurement period for the pension expense and revenue reported in the district's financial statements (A-2) at June 30, 2022 is based upon changes in the collective net pension liability with a measurement period of June 30, 2020 through June 30, 2021. Accordingly, the pension expense and the related revenue associated with the support provided by the State is based upon the changes in the collective net pension liability between July 1, 2020 and June 30, 2021.

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.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 8: PENSION PLANS (Continued)**

	<u>6/30/2020</u>	<u>6/30/2021</u>
Collective deferred outflows of resources	\$9,589,140,982	\$6,356,228,800
Collective deferred inflows of resources	\$14,409,361,877	\$27,175,330,929
Collective net pension liability (Nonemployer-State of New Jersey)	\$65,848,796,740	\$48,075,188,642
State's portion of the net pension liability that was associated with the district	\$30,680,940	\$22,334,789
State's portion of the net pension liability that was associated with the district as a percentage of the collective net pension liability	0.046593%	0.046458%

*Actuarial assumptions* - The total pension liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	1.55-4.45%
Therafter	2.75-5.65%
Investment Rate of Return:	7.00%

The actuarial assumptions used in the July 1, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2015 to June 30, 2018.

Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

*Long-Term Expected Rate of Return*- In accordance with State statute, the long-term expected rate of return on plan investments (7.0% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment 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, 2021 are summarized in the following table:

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 8: PENSION PLANS (Continued)**

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	27.00%	8.09%
Non-US devel.markets equity	13.50%	8.71%
Emerging markets equity	5.50%	10.96%
Private Equity	13.00%	11.30%
Real Estate	8.00%	9.15%
Real Assets	3.00%	7.40%
High Yeild	2.00%	3.75%
Private Credit	8.00%	7.60%
Investment Grade Credit	8.00%	1.68%
Cash equivalent	4.00%	0.50%
US Treasuries	5.00%	0.95%
Risk mitigation	3.00%	3.35%

*Discount rate* - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2021. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

*Sensitivity of the State's net pension liability to changes in the discount rate* - Since the District has no proportionate share of the net pension liability because of the special funding situation, the district would not be sensitive to any changes in the discount rate. The following presents the State's net pension liability measured as of June 30, 2021, calculated using the discount rate shown above, as well as what the State's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
	<u>(6.00%)</u>	<u>(7.00%)</u>	<u>(8.00%)</u>
State's Collective Net Pension Liability	\$ 56,988,413,045	\$ 48,165,991,182	\$ 40,755,711,186



GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 8: PENSION PLANS (Continued)**

*Pension plan fiduciary net position* - Detailed information about the pension plan’s fiduciary net position is available in the separately issued State of New Jersey Divisions of Pensions and Benefits financial report at <http://www.nj.gov/treasury/pensions/financial-rprts-home.shtml>. The plan fudiciary net position as of June 30, 2021 was \$26,533,142,515.

*Amortization of Deferred Outflows and Inflows of Resources* - Amount reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amoounts) related to pensions will be recognized in the state's pension expense as follows:

	<u>Year Ended June 30:</u>
2022	(\$2,914,282,899)
2023	(3,500,098,875)
2024	(4,665,036,366)
2025	(4,192,375,542)
2026	(2,350,648,872)
Thereafter	<u>(3,367,824,517)</u>
Total	<u><u>(\$20,990,267,071)</u></u>

*Pension Expense* - The components of allocable pension expense and pension expense related to specific liabilities of individual employers, for state and local employers for the year ending June 30, 2021 are as follows:

Service cost	\$1,759,507,848
Interest on total ension liability	4,695,758,765
Member contributions	(883,659,076)
Administrative expens	9,042,590
Expected investment return net of investment expenses	(1,458,899,157)
Pension expense related to specific liabilities of individual employers	(403,226)
Recognition (amortization) of deferred inflows/outflows:	
Differences between expected and actual experience	201,861,563
Changes in assumptions	(2,256,761,544)
Difference between projected and actual investment earnings on pension plan investments	<u>(933,080,851)</u>
Total pension expense	<u><u>\$1,133,366,912</u></u>

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 8: PENSION PLANS (Continued)**

*Summary of Significant Accounting Policies* - 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.

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

At June 30, 2022, the District reported a liability of \$1,198,340 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021. The total pension liability for the June 30, 2020 valuation was determined by an experience study for the period July 1, 2014 to June 30, 2018. The District's proportion of the net pension liability is based on the ratio of the contributions as an individual employer to total contributions to the PERS during the years ended June 30, 2021 and 2020. At June 30, 2021, the District's proportion was 0.0101% which was an increase of 0.00017% from its proportion measured as of June 30, 2020.

For the year ended June 30, 2022, the District recognized pension expense of (\$220,533). At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred</u> <u>Outflows of</u> <u>Resources</u>	<u>Deferred</u> <u>Inflows of</u> <u>Resources</u>
Differences between expected and actual experience	\$ 18,899	\$ 8,579
Changes of assumptions	6,241	426,617
Net difference between projected and actual earnings on pension plan investments	-	315,674
Changes in proportion and differences between District contributions and proportionate share of contributions	44,541	112,030
District contributions subsequent to the measurement date	118,465	
Total	\$ 188,146	\$ 862,900

\$118,465 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2022, the plan measurement date is June 30, 2021) will be recognized as a reduction of the net pension liability measured as of June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 8: PENSION PLANS (Continued)**

	<u>Year Ended June 30:</u>
2022	(\$309,051)
2022	(220,662)
2023	(150,454)
2024	(113,096)
2025	<u>44</u>
Total	<u>(\$793,219)</u>

	<u>6/30/2020</u>	<u>6/30/2021</u>
Collective deferred outflows of resources	\$2,347,583,337	\$1,164,738,169
Collective deferred inflows of resources	7,849,949,467	8,339,123,762
Collective net pension liability (Non State - Local Group)	\$16,307,384,832	\$11,846,496,875
District's portion of net pension liability	\$1,622,660	\$1,198,340
District's proportion %	0.00995046%	0.01011556%

*Actuarial assumptions* - The collective total pension liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021. This actuarial valuation used the following actuarial assumptions:

Inflation:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	2.00%-6.00% based on years of service
Therafter	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-2021

The actuarial assumptions used in the July 1, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 8: PENSION PLANS (Continued)**

*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, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment 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, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	27.00%	8.09%
Non-US devel.markets equity	13.50%	8.71%
Emerging markets equity	5.50%	10.96%
Private Equity	13.00%	11.30%
Real Estate	8.00%	9.15%
Real Assets	3.00%	7.40%
High Yeild	2.00%	3.75%
Private Credit	8.00%	7.60%
Investment Grade Credit	8.00%	1.68%
Cash equivalentents	4.00%	0.50%
US Treasuries	5.00%	0.95%
Risk mitigation	3.00%	3.35%

*Discount rate* - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2021. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

*Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate* - The following presents the District's proportionate share of the net pension liability measured as of June 30, 2021, 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>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
	<u>(6.00%)</u>	<u>Discount Rate</u>	<u>(8.00%)</u>
		<u>(7.00%)</u>	
District's proportionate share of the net pension liability	\$ 1,631,896	\$1,198,340	\$ 830,406

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 8: PENSION PLANS (Continued)**

*Pension Expense* - The components of allocable pension expense and pension expense related to specific liabilities of individual employers, for state and local employers for the year ending June 30, 2021 are as follows:

Service cost	\$95,101
Interest on total Pension liability	373,722
Member contributions	(77,373)
Administrative expens	1,353
Expected investment return net of investment expenses	(203,887)
Pension expense related to specific liabilities of individual employers	(953)
Recognition (amortization) of deferred inflows/outflows:	0
Differences between expected and actual experience	10,472
Changes in assumptions	(283,680)
Difference between projected and actual investment earnings on pension plan investments	<u>(135,286)</u>
Total pension expense	<u><u>(\$220,533)</u></u>

*Pension plan fiduciary net position.* Detailed information about the pension plan’s fiduciary net position is available in the separately issued State of New Jersey Divisions of Pensions and Benefits financial report at <http://www.nj.gov/treasury/pensions/financial-rprts-home.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.

**PERS and TPAF Vesting and Benefit Provisions** - The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 8: PENSION PLANS (Continued)**

The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

**Significant Legislation** - Chapter 78, P.L. 2011, effective June 28, 2011 made various changes to the manner in which the Public Employees' Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS) operate and to the benefit provisions of those systems.

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

□ New members of the PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of ¼ of 1% for each month that the member is under age 65. □ The eligibility age to qualify for a service retirement in the PERS is increased from age 63 to 65 for Tier 5 members. □ The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), will be 60% instead of 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. □ Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years; PFRS active member rate increase from 8.5% to 10%. For fiscal year 2012, the member contribution rates increased in October 2011. The phase-in of the additional incremental member contribution rates for PES members will take place in July of each subsequent fiscal year.

□ The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law. □ New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary. □ In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

**Contribution Requirements** - The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 (PERS) and N.J.S.A. 18:66 (TPAF) requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 6.5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The current TPAF rate is 6.5% and the PERS rate is 6.5% of covered payroll.

Three-Year Trend Information for PERS

<u>Year Funding</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/2022	\$118,465	100 %	-0-
6/30/2021	\$108,853	100	-0-
6/30/2020	\$103,072	100	-0-

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 8: PENSION PLANS (Continued)**

Three-Year Trend Information for TPAF (Paid on-behalf of the District)

Year <u>Funding</u>	Annual Pension <u>Cost (APC)</u>	Percentage of APC <u>Contributed</u>	Net Pension <u>Obligation</u>
6/30/2022	\$1,879,874	100 %	-0-
6/30/2021	\$1,376,946	100	-0-
6/30/2020	\$1,041,251	100	-0-

During the fiscal year ended June 30, 2022, the State of New Jersey did contribute \$2,318,942 to the TPAF for post-retirement benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$359,502 during the year ended June 30, 2022, for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. The PERS amounts have been included in the fund-based statements as pension expense and the TPAF on-behalf amounts have been included in fund-based statements as revenues and expenditures. The PERS and TPAF amounts have been modified and included in the District-wide financial statements in accordance with GASB Statement No. 68.

**Note 9: POST-RETIREMENT BENEFITS**

**Plan description and benefits provided**

The State provides post-retirement medical (PRM) benefits for certain State and other retired employees meeting the service credit eligibility requirements.

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

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

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**Note 9: POST-RETIREMENT BENEFITS-(Continued)**

**Total Nonemployer OPEB Liability**

The State, a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The LEA's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the LEA did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the board of education.

Actuarial assumptions and other imputes The June 30, 2022 GASB 75 reporting is based on a measurement date of June 30, 2021. The total nonemployer OPEB liability as of June 30, 2021 was determined by an actuarial valuation as of June 30, 2020, which was rolled forward to June 30, 2021. The actuarial assumptions used in the June 30, 2020 valuation were based on the results of actuarial experience studies for the periods July 1, 2015 - June 30, 2018 and July 1, 2014 - June 30, 2018, for TPAF and PERS, respectively. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation rate	2.50%
Salary Increases Through 2026:	1.55-4.45% TPAF 2.00-6.00% PERS Based on service years
Salary Increases Thereafter:	2.75-4.45% TPAF 3.00-7.00% PERS Based on service years
Discount rate (2021)	2.16%
Discount rate (2020)	2.21%
Healthcare cost trend rates (PPO Plans)	5.74%, increasing to 12.93% in fiscal year 2025 and decreases to 4.5% after eleven years
Healthcare cost trend rates (HMO Plans)	6.01%, increasing to 15.23% in fiscal year 2025 and decreases to 4.5% after eleven years
Healthcare cost trend rates (Prescription Drug Benefits)	6.75% and decreases to a 4.5% long-term trend rate after seven years
Healthcare cost trend rates (Medicare Part B reimbursement)	5.00%
Healthcare cost trend rates (Medicare Advantage)	5.65%

The discount rate for June 30, 2021 2.16%. 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.



GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**Note 9: POST-RETIREMENT BENEFITS-(Continued)**

Preretirement mortality rates were based on the Pub-2010 Healthy "Teachers" (TPAF/ABP), "General" (PERS), and "Safety" (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Postretirement mortality rates were based on the Pub-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Disability mortality was based on the Pub-2010 "General" classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021 for current disables retirees. Future disabled retirees was based on the Pub-2010 "Safety" (PFRS), "General" (PERS), and "Teachers" (TPAF/ABP) classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021.

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

	<u>Total OPEB Liability</u>
<b>The State's Total OPEB Liability Balance at 6/30/2020</b>	<b>\$67,809,962,608</b>
<u>Changes for the year:</u>	
Service Cost	3,217,184,264
Interest on the Total OPEB Liability	1,556,661,679
Change in Benefit Terms	(63,870,842)
Differences Between Expected and Actual Experience	(11,385,071,658)
Changes of Assumptions	59,202,105
Gross Benefit Payments	-
Contributions from Members	(1,186,417,186)
Net changes	<u>(7,802,311,638)</u>
<b>The State's Total OPEB Liability Balance at 6/30/2021</b>	<b><u>\$60,007,650,970</u></b>

**The State's total OPEB liability attributable to the District: \$28,922,603**

Benefit Changes: The decrease in liability from June 30, 2020 to June 30, 2021 is due to employers adopting Chapter 44 provisions.

Changes of assumptions and other inputs reflects a change in the discount rate from 2.21 percent in 2020 to 2.16 percent in 2021 and other changes.

**Sensitivity of the total OPEB liability to changes in the discount rate.** The following presents the total OPEB liability of the State for school board retirees, as well as what the State's total OPEB liability for school board would be if it were calculated using a discount rate that is 1-percentage -point lower or 1- percentage-point higher than the current discount rate:

	June 30, 2021		
	At 1% Decrease <u>1.16%</u>	At Discount Rate <u>2.16%</u>	At 1% Increase <u>3.16%</u>
Total OPEB Liability (School Retirees)	\$71,879,745,555	\$60,007,650,970	\$50,659,089,138

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**Note 9: POST-RETIREMENT BENEFITS-(Continued)**

	June 30, 2020		
	At 1% Decrease	At Discount Rate	At 1% Increase
	<u>1.21%</u>	<u>2.21%</u>	<u>3.21%</u>
Total OPEB Liability (School Retirees)	\$81,748,410,002	\$67,809,962,608	\$56,911,439,160

**Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates.** The following presents the total OPEB liability of the State, as well as what the State’s total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage- point higher than the current healthcare cost trend rates:

	June 30, 2021		
	At 1% Decrease	Health Care Cost Trend Rate	At 1% Increase
Total OPEB Liability (School Retirees)	\$48,576,388,417	\$60,007,650,970	\$75,358,991,782

	June 30, 2020		
	At 1% Decrease	Health Care Cost Trend Rate	At 1% Increase
Total OPEB Liability (School Retirees)	\$54,738,488,540	\$67,809,962,608	\$83,375,182,975

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

For the year ended June 30, 2021, the board of education recognized OPEB expense and related revenue of \$1,866,066 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 District's proportionate share of school retirees OPEB is zero, and there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources. At June 30, 2021, 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>Deferred Inflows</u>
Differences Between Expected and Actual Experience	\$9,045,886,863	\$18,009,362,976
Changes of assumptions or other inputs	<u>10,179,536,966</u>	<u>6,438,261,807</u>
Total	<u>\$19,225,423,829</u>	<u>\$24,447,624,783</u>

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**Note 9: 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:	
2022	(\$1,182,303,041)
2023	(\$1,182,303,041)
2024	(\$1,182,303,041)
2025	(\$1,182,303,041)
2026	(840,601,200)
Thereafter	<u>347,612,410</u>
	<u>(\$5,222,200,954)</u>

**NOTE 10: 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:

Lincoln National

**NOTE 11: 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 instructional employees are granted sick leave in amounts under the District's contractual policies. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after initial service and become eligible after fifteen years of service and payment is based upon retirement in the state pension system.

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

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, 2022, no liability existed for compensated absences in the proprietary fund types.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 12: RISK MANAGEMENT**

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

**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 Annual Comprehensive Financial Report.

**NOTE 13: CONTINGENT LIABILITIES**

**GRANT PROGRAMS**

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

**LITIGATION**

There are no material threatened litigations, claims or assessments, including unasserted claims and assessments known to the Board of Education.

**NOTE 14: FUND BALANCE APPROPRIATED**

General Fund (Exhibit B-1)- Of the \$1,367,385 General Fund fund balance at June 30, 2022, \$577,528 is reserved for encumbrances; \$338 is reserved as emergency reserve in accordance with P.L. 2007 c.62; \$677 is reserved for Capital Reserve; \$498,450 is reserved for subsequent year's expenditures has been anticipated as revenue for the year ended June 30, 2023; and \$290,392 is unreserved and undesignated.

**NOTE 15: CALCULATION OF EXCESS SURPLUS**

The designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2022 is zero.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 16: INTERFUND RECEIVABLES AND PAYABLES**

The following interfund balances remained on the balance sheet at June 30, 2022:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 29,551	
Enterprise Fund Fund		\$ 29,551
	<u>\$ 29,551</u>	<u>\$ 29,551</u>

The enterprise infund balance represent cash advances to the child care fund.

**NOTE 17: CAPITAL RESERVE ACCOUNT**

A capital reserve account was established by the Greenwich Township School District Board of Education by inclusion of \$1. on October 11, 2000, for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23-2.13(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the July 1, 2021 to June 30, 2022 fiscal year is as follows:

Beginning Balance, July 1, 2021	\$ 677
Ending Balance, June 30, 2022	<u>\$ 677</u>

**NOTE 18: EMERGENCY RESERVE ACCOUNT**

An emergency reserve account was established by the School District Board of Education in fiscal year 2008, for the accumulation of funds for use in accordance with PL 2007 c.62 (A1). The emergency reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The activity of the emergency reserve for the July 1, 2021 to June 30, 2022 fiscal year is as follows:

Beginning balance July 1, 2021	\$ 338
Ending balance June 30, 2022	<u>\$ 338</u>

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 19: 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 or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

**REQUIRED SUPPLEMENTARY INFORMATION - PART II**

**BUDGETARY COMPARISON SCHEDULES**



GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND**

Fiscal Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance Final to Actual Favorable/ (Unfavorable)</b>
<b>REVENUES:</b>					
<b>Local Sources:</b>					
Local Tax Levy	\$ 11,098,307		\$ 11,098,307	\$ 11,098,307	
Miscellaneous	76,000		76,000	393	\$ (75,607)
<b>Total - Local Sources</b>	<b>11,174,307</b>		<b>11,174,307</b>	<b>11,098,700</b>	<b>(75,607)</b>
<b>State Sources:</b>					
Equalization Aid	4,047,432		4,047,432	4,047,432	
School Choice Aid	277,936		277,936	277,936	
Transportation Aid	134,082		134,082	134,082	
Special Education Aid	699,575		699,575	699,575	
Security Aid	90,234		90,234	90,234	
Non-Public Transportation Aid	-		-	13,470	13,470
Extraordinary Aid	75,000		75,000	297,977	222,977
TPAF Pension (On-Behalf - Non-Budgeted)				1,879,247	1,879,247
TPAF Post Retirement Medical (On-Behalf - Non-Budgeted)				439,068	439,068
TPAF Pension LTD Insurance (On-Behalf - Non-Budgeted)				627	627
TPAF Social Security (Reimbursed - Non-Budgeted)				359,502	359,502
<b>Total State Sources</b>	<b>5,324,259</b>		<b>5,324,259</b>	<b>8,239,150</b>	<b>2,914,891</b>
<b>TOTAL REVENUES</b>	<b>16,498,566</b>		<b>16,498,566</b>	<b>19,337,850</b>	<b>2,839,284</b>

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND**

Fiscal Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance Final to Actual Favorable/ (Unfavorable)</b>
<b>EXPENDITURES:</b>					
<b>Current Expense:</b>					
<b>Regular Programs - Instruction</b>					
Kindergarten - Salaries of Teachers	192,610		192,610	191,903	707
Grades 1-5 - Salaries of Teachers	1,433,424	110,000	1,543,424	1,536,133	7,291
Grades 1-5 - Extra Comp	7,500	5,000	12,500	9,111	3,389
Grades 6-8 - Salaries of Teachers	1,074,050	10,500	1,084,550	1,079,355	5,195
Grades 6-8 - Extra Comp	18,000	4,500	22,500	19,405	3,095
<b>Regular Programs - Home Instruction:</b>					
Salaries of Teachers					
<b>Regular Programs - Undistributed Instruction</b>					
Purchased Technical Services					
Other Purchased Services (400-500 series)	158,600	(6,981)	151,619	137,028	14,591
General Supplies	93,404	68,746	162,150	96,958	65,192
Other Objects					
<b>TOTAL REGULAR PROGRAMS - INSTRUCTION</b>	<b>2,977,588</b>	<b>191,765</b>	<b>3,169,353</b>	<b>3,069,893</b>	<b>99,460</b>
<b>SPECIAL EDUCATION - INSTRUCTION</b>					
<b>Resource Room/Resource Center:</b>					
Salaries of Teachers	1,314,417	(122,511)	1,191,906	1,185,124	6,782
Other Salaries for Instruction	305,654	(15,000)	290,654	286,591	4,063
General Supplies	2,500	(2,500)			
<b>Total Resource Room/Resource Center</b>	<b>1,622,571</b>	<b>(140,011)</b>	<b>1,482,560</b>	<b>1,471,715</b>	<b>10,845</b>
<b>Preschool Disabilities - Part Time:</b>					
Salaries of Teachers	139,682	(22,868)	116,814	91,902	24,912
Other Salaries for Instruction	32,132	(32,132)			
<b>Total Preschool Disabilities - Part Time</b>	<b>171,814</b>	<b>(55,000)</b>	<b>116,814</b>	<b>91,902</b>	<b>24,912</b>

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND**

Fiscal Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance Final to Actual Favorable/ (Unfavorable)</b>
<b>TOTAL SPECIAL EDUCATION - INSTRUCTION</b>	<b>1,794,385</b>	<b>(195,011)</b>	<b>1,599,374</b>	<b>1,563,617</b>	<b>35,757</b>
<b>Basic Skills/Remedial - Instruction:</b>					
Salaries of Teachers	144,662		144,662	140,577	4,085
Supplies and Materials	1,000	228	1,228	228	1,000
<b>Total Basic Skills/Remedial - Instruction:</b>	<b>145,662</b>	<b>228</b>	<b>145,890</b>	<b>140,805</b>	<b>5,085</b>
<b>Before/After School Programs:</b>					
Salaries of Teachers	85,000	(51,609)	33,391	33,391	
<b>Total Before/After School Programs</b>	<b>85,000</b>	<b>(51,609)</b>	<b>33,391</b>	<b>33,391</b>	
<b>TOTAL INSTRUCTION</b>	<b>5,002,635</b>	<b>(54,627)</b>	<b>4,948,008</b>	<b>4,807,706</b>	<b>140,302</b>
<b>UNDISTRIBUTED EXPENDITURES</b>					
<b>Instruction:</b>					
Tuition to Other LEAs Within the State-Regular	4,981,147		4,981,147	4,483,032	498,115
Tuition to Other LEAs Within the State-Special	500,372	16,609	516,981	507,058	9,923
Tuition to County Voc. School Dist.-Regular	54,074		54,074	40,074	14,000
Tuition to Priv. Sch. For Disabled within State	402,598	(25,000)	377,598	339,220	38,378
Tuition to Priv. Sch. For State Facilities					
<b>Total Instruction</b>	<b>5,938,191</b>	<b>(8,391)</b>	<b>5,929,800</b>	<b>5,369,384</b>	<b>560,416</b>

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND**

Fiscal Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance Final to Actual Favorable/ (Unfavorable)</b>
<b>Health Services:</b>					
Salaries	148,703		148,703	145,472	3,231
Purchased Professional and Technical Services	5,000		5,000	4,800	200
Supplies and Materials	2,000	95	2,095	2,006	89
Other Objects	300		300		300
<b>Total Health Services</b>	<b>156,003</b>	<b>95</b>	<b>156,098</b>	<b>152,278</b>	<b>3,820</b>
<b>Other Supp. Services Students-Related Services:</b>					
Salaries	132,465		132,465	130,928	1,537
Purchased Professional-Educational Services	25,000	7,748	32,748	32,749	(1)
Supplies and Materials	500		500		500
<b>Total Other Supp. Services Students-Related Services</b>	<b>157,965</b>	<b>7,748</b>	<b>165,713</b>	<b>163,677</b>	<b>2,036</b>
<b>Other Supp. Services Students-Extra. Services:</b>					
Purchased Professional-Educational Services	88,100		88,100	50,566	37,534
<b>Total Other Supp. Services Students-Extra. Services</b>	<b>88,100</b>		<b>88,100</b>	<b>50,566</b>	<b>37,534</b>
<b>Guidance:</b>					
Salaries of Other Professional Staff	113,840		113,840	113,020	820
Supplies and Materials	1,000	130	1,130	407	723
<b>Total Guidance</b>	<b>114,840</b>	<b>130</b>	<b>114,970</b>	<b>113,427</b>	<b>1,543</b>
<b>Child Study Teams:</b>					
Salaries of Other Professional Staff	163,088		163,088	149,022	14,066
Salaries of Secretarial and Clerical Assistants	10,529		10,529	10,529	
Purchased Professional-Educational Services	55,000	(11,318)	43,682	38,795	4,887
Misc Pur Serv (400-500 series O/Than Resid Costs)					
Supplies and Materials	1,500		1,500	88	1,412
<b>Total Child Study Teams</b>	<b>230,117</b>	<b>(11,318)</b>	<b>218,799</b>	<b>198,434</b>	<b>20,365</b>
<b>Improvement of Instructional Services:</b>					
Salaries of Supervisor of Instruction	39,629		39,629	39,571	58
Read Spec Supplied	1,500		1,500		1,500
Other Objects		96	96		96
<b>Total Improvement of Instructional Services</b>	<b>41,129</b>	<b>96</b>	<b>41,225</b>	<b>39,571</b>	<b>1,654</b>

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND**

Fiscal Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance Final to Actual Favorable/ (Unfavorable)</b>
<b>Educational Media Services/School Library:</b>					
Salaries	107,491	165	107,656	107,533	123
Other Purchased Services (400-500 series)	1,500	(1,500)			
Supplies and Materials	24,950	955	25,905	25,310	595
<b>Total Educational Media Services/School Library</b>	<b>133,941</b>	<b>(380)</b>	<b>133,561</b>	<b>132,843</b>	<b>718</b>
<b>Instructional Staff Training Services:</b>					
Purchased Professional-Educational Services	18,000		18,000	11,222	6,778
Other Purchased Services (400-500 series)	3,000		3,000	798	2,202
<b>Total Instructional Staff Training Services</b>	<b>21,000</b>		<b>21,000</b>	<b>12,020</b>	<b>8,980</b>
<b>Supp. Services - General Administration:</b>					
Salaries	178,634	34,335	212,969	212,906	63
Legal Services	12,000	5,000	17,000	12,101	4,899
Audit Fees	16,000	114	16,114	16,114	
Other Purchased Professional Services	31,100	(194)	30,906	30,881	25
Communications/Telephone	34,150	(15,250)	18,900	18,195	705
BOE Purchased Services	8,050	(7,114)	936	900	36
Other Purchased Services (400-500 series)	19,081	1,518	20,599	19,999	600
General Supplies	1,000	(1,000)			
Miscellaneous Expenditures	2,500	(24)	2,476	2,419	57
BOE Membership Dues & Fees	6,750		6,750	6,641	109
<b>Total Supp. Services - General Administration</b>	<b>309,265</b>	<b>17,385</b>	<b>326,650</b>	<b>320,156</b>	<b>6,494</b>
<b>Support Services - School Administration:</b>					
Salaries of Principals/Assistant Principals	167,186		167,186	166,800	386
Salaries of Other Professional Staff	33,078	(354)	32,724	32,368	356
Salaries of Secretarial and Clerical Assistants	136,903	354	137,257	137,133	124
Supplies and Materials	4,000	(2,122)	1,878	1,877	1
Other Objects	2,000		2,000	1,868	132
<b>Total Support Services - School Administration</b>	<b>343,167</b>	<b>(2,122)</b>	<b>341,045</b>	<b>340,046</b>	<b>999</b>

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND**

Fiscal Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance Final to Actual Favorable/ (Unfavorable)</b>
<b>Central Services:</b>					
Salaries	24,792		24,792	24,756	36
Purchased Professional Services	65,000		65,000	65,000	
Misc. Purchased Services (400-500 series)	4,500		4,500	4,485	15
Supplies and Materials	1,000	(1,000)			
<b>Total Central Services</b>	<b>95,292</b>	<b>(1,000)</b>	<b>94,292</b>	<b>94,241</b>	<b>51</b>
<b>Required Maintenance for School Facilities:</b>					
Salaries	17,526		17,526	14,892	2,634
Cleaning, Repair and Maintenance Services	72,499	(4,045)	68,454	47,897	20,557
General Supplies	10,000	1,166	11,166	10,631	535
<b>Total Required Maintenance for School Facilities</b>	<b>100,025</b>	<b>(2,879)</b>	<b>97,146</b>	<b>73,420</b>	<b>23,726</b>
<b>Other Operations and Maintenance of Plant:</b>					
Salaries	258,045	(20,324)	237,721	216,043	21,678
Purchased Professional and Technical Services	2,500	(2,500)			
Cleaning, Repair and Maintenance Services	21,500	52,289	73,789	73,789	
Other Purchased Property Services	47,500		47,500	43,073	4,427
Insurance	56,998		56,998	56,998	
General Supplies	15,000	3,096	18,096	17,735	361
Energy (Natural Gas)	45,000	5,164	50,164	50,164	
Energy (Electricity)	250,000		250,000	243,877	6,123
<b>Total Other Operations and Maintenance of Plant</b>	<b>696,543</b>	<b>37,725</b>	<b>734,268</b>	<b>701,679</b>	<b>32,589</b>

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND**

Fiscal Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance Final to Actual Favorable/ (Unfavorable)</b>
<b>Student Transportation Services</b>					
Sal. for Pubil Trans (Bet Home & Sch) -Reg.	17,998		17,998	17,971	27
Contracted Services - Aid in Lieu of Payments-Nonpublic Sch.	35,000	11,127	46,127	46,000	127
Contracted Services (Between Home and School)-Vendors	453,310		453,310	453,005	305
Contracted Services (Other than Between Home and School)-Vendors	5,000	(5,000)			
Contracted Services (Special Education Students)-Vendors	525,000	230,085	755,085	755,085	
Contracted Services (Reg. Students)-ESC's & CTSA's	15,000	(15,000)			
<b>Total Student Transportation Services</b>	<b>1,051,308</b>	<b>221,212</b>	<b>1,272,520</b>	<b>1,272,061</b>	<b>459</b>
<b>ALLOCATED BENEFITS</b>					
Health Benefits	753,146	(38,250)	714,896	683,506	31,390
Tuition Reimbursement	22,000	13,000	35,000	35,000	
Health Benefits-Special Programs	498,910		498,910	496,631	2,279
Health Benefits-Other Suppl. Instruction	40,266		40,266	40,266	
Health Benefits-Basic Skills	69,912		69,912	69,912	
Health Benefits-Health services	68,768		68,768	68,768	
Health Benefits-Speech/OT/PT	41,409		41,409	41,409	
Health Benefits-Other Supp Serv - Guidance	14,829		14,829	14,828	1
Health Benefits-Other Supp Serv - Child Study Team	120,798		120,798	120,798	
Health Benefits-Other Supp Serv - Improv. Of Instrction Services	40,266		40,266	40,266	
Health Benefits-Other Supp Serv - School Library	28,503		28,503	28,503	
Health Benefits-Operations and Maintenance of Plant	95,361		95,361	95,361	
<b>TOTAL ALLOCATED BENEFITS</b>	<b>1,794,168</b>	<b>(25,250)</b>	<b>1,768,918</b>	<b>1,735,248</b>	<b>33,670</b>
<b>UNALLOCATED BENEFITS</b>					
<b>Regular Programs-Instruction:</b>					
Social Security Contributions	90,000	9,529	99,529	98,340	1,189
Other Retirement Contributions - PERS	115,000	3,465	118,465	118,465	
Unemployment Compensation	27,500	(1,744)	25,756	25,641	115
Workman's Compensation	60,002		60,002	60,002	
Health Benefits	217,303		217,303	214,835	2,468
Other Employee Benefits	49,700	(30,251)	19,449	19,410	39
<b>Total Regular Programs-Instruction</b>	<b>559,505</b>	<b>(19,001)</b>	<b>540,504</b>	<b>536,693</b>	<b>3,811</b>
<b>TOTAL ALLOCATED AND UNALLOCATED BENEFITS</b>	<b>2,353,673</b>	<b>(44,251)</b>	<b>2,309,422</b>	<b>2,271,941</b>	<b>37,481</b>

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND**

Fiscal Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance Final to Actual Favorable/ (Unfavorable)</b>
<b>UNALLOCATED BENEFITS</b>					
On-behalf TPAF pension Contrib. (non-budgeted)				1,879,247	(1,879,247)
On-behalf TPAF PRM Contrib. (non-budgeted)				439,068	(439,068)
On-behalf TPAF pension LTD Ins. (non-budgeted)				627	(627)
Reimbursed TPAF Social Security Contrib. (non-budgeted)				359,502	(359,502)
<b>TOTAL ON-BEHALF CONTRIBUTIONS</b>				<u>2,678,444</u>	<u>(2,678,444)</u>
<b>TOTAL PERSONAL SERVICES-EMPLOYEE BENEFITS</b>	<u>2,353,673</u>	<u>(44,251)</u>	<u>2,309,422</u>	<u>4,950,385</u>	<u>(2,640,963)</u>
<b>TOTAL UNDISTRIBUTED EXPENDITURES</b>	<u>11,830,559</u>	<u>214,050</u>	<u>12,044,609</u>	<u>13,984,188</u>	<u>(1,939,579)</u>
<b>TOTAL GENERAL CURRENT EXPENSE</b>	<u>16,833,194</u>	<u>159,423</u>	<u>16,992,617</u>	<u>18,791,894</u>	<u>(1,799,277)</u>
<b>CAPITAL OUTLAY</b>					
<b>FACILITIES ACQUISITIONS AND CONSTRUCT. SVCS:</b>					
Maintenance Equipment		12,145	12,145	12,145	
Assessment for Debt Service on SDA Funding	32,229		32,229	32,229	
<b>TOTAL FACILITIES ACQUISITIONS AND CONST. SVCS</b>	<u>32,229</u>	<u>12,145</u>	<u>44,374</u>	<u>44,374</u>	
<b>TOTAL CAPITAL OUTLAY</b>	<u>32,229</u>	<u>12,145</u>	<u>44,374</u>	<u>44,374</u>	
<b>TOTAL EXPENDITURES</b>	<u>16,865,423</u>	<u>171,568</u>	<u>17,036,991</u>	<u>18,836,268</u>	<u>(1,799,277)</u>
<b>Excess (Deficiency of Revenues Over(Under) Expenditures</b>	<u>(366,857)</u>	<u>(171,568)</u>	<u>(538,425)</u>	<u>501,582</u>	<u>1,040,007</u>
<b>Fund Balance, July 1</b>	1,387,506		1,387,506	1,387,506	
<b>Fund Balance, June 30</b>	<u>\$ 1,020,649</u>	<u>(171,568)</u>	<u>\$ 849,081</u>	<u>\$ 1,889,088</u>	<u>\$ 1,040,007</u>



GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND**

Fiscal Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<b>Variance Final to Actual Favorable/ (Unfavorable)</b>
<b>Recapitulation:</b>					
<b>Restricted for:</b>					
Capital Reserve				677	
Emergency Reserve				338	
<b>Assigned to:</b>					
Reserve for Encumbrances				577,528	
Designated for Subsequent Year's Expenditures				498,450	
<b>Unassigned:</b>					
Unrestricted Fund Balance				<u>812,095</u>	
<b>Fund Balance per Governmental Funds(Budgetary Basis)</b>				1,889,088	
 <b>Reconciliation to Governmental Funds Statement(GAAP Basis):</b>					
Last State Aid Payment not recognized on GAAP basis				<u>(521,703)</u>	
<b>Fund Balance per Governmental Funds(GAAP Basis B-2)</b>				<u><b>\$ 1,367,385</b></u>	

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-2

**BUDGETARY COMPARISON SCHEDULE  
SPECIAL REVENUE FUND**

For the Fiscal Year Ended June 30, 2022

	<b>Original Budget</b>	<b>Budget Transfers</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Final to Actual Favorable/ (Unfavorable)</b>
<b>REVENUES:</b>					
Local Sources	\$ 4,384	\$ 200	\$ 4,584	\$ 76,289	\$ 71,705
State Sources	-	-	-	-	-
Federal Sources	387,838	473,973	861,811	414,584	(447,227)
<b>Total Revenues</b>	<b>392,222</b>	<b>474,173</b>	<b>866,395</b>	<b>490,873</b>	<b>(375,522)</b>
<b>EXPENDITURES:</b>					
<b>Instruction</b>					
Purchased Professional and Tech Services	39,427	-	39,427	39,427	
Other Purchased Services	155,661	473,472	629,133	180,907	448,226
Tuition	129,225	(999)	128,226	129,225	(999)
General Supplies	31,994	1,700	33,694	29,298	4,396
<b>Total Instruction</b>	<b>356,307</b>	<b>474,173</b>	<b>830,480</b>	<b>378,857</b>	<b>451,623</b>
<b>Support Services</b>					
Salaries for Other Professionals	30,788		30,788	30,788	
Other Purchased Professional Services	5,127		5,127	5,127	
Student Activities				71,772	(71,772)
<b>Total Support Services</b>	<b>35,915</b>		<b>35,915</b>	<b>107,687</b>	<b>(71,772)</b>
Total Expenditures	392,222	474,173	866,395	486,544	379,851
<b>Total Outflows</b>	<b>\$ 392,222</b>	<b>\$ 474,173</b>	<b>\$ 866,395</b>	<b>\$ 486,544</b>	<b>\$ 379,851</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)</b>				4,329	4,329
<b>Fund Balance Beginning</b>				43,737	
<b>Prior Period Adjustment</b>				-	
<b>Fund Balance Beginning (Restated)</b>				43,737	
<b>Fund Balance Ending</b>				<u>\$ 48,066</u>	
<u>Recapitulation:</u>					
Restricted:					
Student Activities				\$ 48,066	
Total Fund Balance				<u>\$ 48,066</u>	

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE**

For the Fiscal Year Ended June 30, 2022

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

	General Fund	Special Revenue Fund
	<hr/>	<hr/>
<b>Sources/Inflows of Resources</b>		
Actual amounts (budgetary basis) "revenue"		
from the budgetary comparison schedule (Exhibits C-1 and C-2, respectively)	\$ 19,337,850	\$ 490,873
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Prior Year Encumbrances	N/A	43,456
Current Year Encumbrances	N/A	(27,031)
Adjustment for: Prior year Final State Aid Payment excluded in State Source Revenues that is considered a revenue for GAAP reporting purposes	554,779	
Adjustment for: Current Year Final State Aid Payment included in State Source Revenues that is not considered a revenue for GAAP reporting purposes	<u>(521,703)</u>	<u>-</u>
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds. (Exhibit B-2)	<u>\$ 19,370,926</u>	<u>\$ 507,298</u>
<b>Uses/outflows of resources</b>		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedules (Exhibits C-1 and C-2, respectively)	\$ 18,836,268	\$ 486,544
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		
Prior Year Encumbrances	N/A	43,456
Current Year Encumbrances	N/A	(27,031)
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.	N/A	N/A
Net transfers (outflows) to general fund	<hr/>	<hr/>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (Exhibit B-2)	<u>\$ 18,836,268</u>	<u>\$ 502,969</u>

**Greenwich Township School District**  
**Required Supplementary Information - Part III**  
**Schedule of the District's Proportionate Share of the Net Pension Liability**  
**Last Ten Fiscal Years \***

**Exhibit L-3**

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's proportion of the net pension liability (asset) **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
District's proportionate share of the net pension liability (asset) **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
State's proportionate share of the net pension liability (asset) associated with the District	\$ 22,334,789	\$ 30,680,940	\$ 28,250,701	\$ 29,540,794	\$ 29,274,231	\$ 34,318,581	\$ 29,546,288	\$ 25,414,052	\$ 22,701,674	
Total	\$ 22,334,789	\$ 30,680,940	\$ 28,250,701	\$ 29,540,794	\$ 29,274,231	\$ 34,318,581	\$ 29,546,288	\$ 25,414,052	\$ 22,701,674	
District's covered employee payroll	\$ 4,984,814	\$ 5,114,274	\$ 5,050,412	\$ 5,096,103	\$ 5,017,777	\$ 4,811,413	\$ 5,016,780	\$ 4,499,358	\$ 4,436,910	
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Plan fiduciary net position as a percentage of the total pension liability	35.50%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%	

\*\* Note: TPAF is a special funding situation as defined by GASB Statement No. 68 in which the State of New Jersey is 100% responsible for contributions to the plan. Since the district (employer) does not contribute directly to the plan there is no net pension liability to report in the financial statements of the district.

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

**Exhibit L-1**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's proportion of the net pension liability (asset)	0.0101156%	0.0099505%	0.0105298%	0.0104006%	0.0108929%	0.010729%	0.0122565%	0.0120401%	0.0117326%	
District's proportionate share of the net pension liability (asset)	\$ 1,198,340	\$ 1,622,660	\$ 1,897,311	\$ 2,047,819	\$ 2,535,691	\$ 3,177,559	\$ 2,751,338	\$ 2,254,239	\$ 2,242,339	
District's covered employee payroll	\$ 631,463	\$ 629,409	\$ 696,902	\$ 713,031	\$ 719,673	\$ 713,810	\$ 921,231	\$ 736,653	\$ 753,908	
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	189.77%	257.81%	272.25%	287.20%	352.34%	445.15%	298.66%	306.01%	297.43%	
Plan fiduciary net position as a percentage of the total pension liability (Local)	70.33%	58.32%	56.27%	53.60%	58.18%	40.14%	47.92%	52.08%	48.72%	

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

**Greenwich Township School District  
Required Supplementary Information - Part III  
Schedule of District Contributions  
Last Ten Fiscal Years \***

**Exhibit L-2**

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually required contribution **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contributions in relation to the contractually required contribution **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contribution deficiency (excess)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
District's covered employee payroll	\$ 4,984,814	\$ 5,114,274	\$5,050,412	\$5,096,103	\$5,017,777	\$4,811,413	\$ 5,016,780	\$ 4,499,358	\$ 4,436,910	
Contributions as a percentage of covered-employee payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

\*\* Note: TPAF is a special funding situation as defined by GASB Statement No. 68 in which the State of New Jersey is 100% responsible for contributions to the plan. The district (employer) does not contribute to the plan.

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually required contribution	\$ 118,465	\$ 108,853	\$ 103,072	\$ 104,275	\$ 103,208	\$ 98,879	\$ 105,373	\$ 99,257	88,403	
Contributions in relation to the contractually required contribution	<u>(118,465)</u>	<u>(108,853)</u>	<u>(103,072)</u>	<u>(104,275)</u>	<u>(103,208)</u>	<u>(98,879)</u>	<u>(105,373)</u>	<u>(99,257)</u>	<u>(88,403)</u>	
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
District's covered employee payroll	\$ 631,463	\$ 629,409	\$ 696,902	\$ 713,031	\$ 719,673	\$ 713,810	\$ 921,231	\$ 736,653	\$ 753,908	
Contributions as a percentage of covered-employee payroll	18.76%	17.29%	14.79%	14.62%	14.34%	13.85%	11.44%	13.47%	11.73%	

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

Greenwich Township School District  
Required Supplementary Information - Part III  
Schedule of Changes in the State's Total OPEB Liability and Related Ratios  
Last Ten Fiscal Years \*

Exhibit M-1

State Health Benefit Local Education Retired Employees Plan (TPAF and PERS)

<u>The State of New Jersey's Total OPEB Liability</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Service Cost	\$ 1,790,973,822	\$ 1,790,973,822	\$ 1,734,404,850	\$ 1,984,642,729	\$ 2,391,878,884	\$ 1,723,999,319				
Interest	1,503,341,357	1,503,341,357	1,827,787,206	1,970,236,232	1,699,441,736	1,823,643,792				
Change in Benefit Terms										
Differences Between Expected and Actual Experience	11,544,750,637	11,544,750,637	(7,323,140,818)	(5,002,065,740)						
Benefit Payments	(1,180,515,618)	(1,180,515,618)	(1,280,958,373)	(1,232,987,247)	(1,242,412,566)	(1,223,298,019)				
Contributions from Members	35,781,384	35,781,384	37,971,171	42,614,005	45,748,749	46,273,747				
Changes of Assumptions or other inputs	<u>12,386,549,981</u>	<u>12,386,549,981</u>	<u>622,184,027</u>	<u>(5,291,448,855)</u>	<u>(7,086,599,129)</u>	<u>8,611,513,521</u>				
<b>Net change in total OPEB liability</b>	<b>26,080,881,563</b>	<b>26,080,881,563</b>	<b>(4,381,751,937)</b>	<b>(7,529,008,876)</b>	<b>(4,191,942,326)</b>	<b>10,982,132,360</b>				
<b>Total OPEB Liability - Beginning</b>	<b>\$ 41,729,081,045</b>	<b>\$ 41,729,081,045</b>	<b>\$ 46,110,832,982</b>	<b>\$ 53,639,841,858</b>	<b>\$ 57,831,784,184</b>	<b>\$ 46,849,651,824</b>				
<b>Total OPEB Liability - Ending</b>	<b>\$ 67,809,962,608</b>	<b>\$ 67,809,962,608</b>	<b>\$ 41,729,081,045</b>	<b>\$ 46,110,832,982</b>	<b>\$ 53,639,841,858</b>	<b>\$ 57,831,784,184</b>				
<b>The State of New Jersey's total OPEB liability **</b>	<b>\$ 67,809,962,608</b>	<b>\$ 67,809,962,608</b>	<b>\$ 41,729,081,045</b>	<b>\$ 46,110,832,982</b>	<b>\$ 53,639,841,858</b>	<b>\$ 57,831,784,184</b>				
<b>The State of New Jersey's OPEB liability attributable to the District **</b>	<b>\$ 28,922,603</b>	<b>\$ 33,183,200</b>	<b>\$ 19,387,774</b>	<b>\$ 21,823,916</b>	<b>\$ 24,658,281</b>	<b>\$ 26,581,682</b>				
<b>The District's proportionate share of the total OPEB liability</b>	<b>Zero</b>	<b>Zero</b>	<b>Zero</b>	<b>Zero</b>	<b>Zero</b>	<b>Zero</b>				
<b>District's covered employee payroll</b>	<b>\$ 5,616,276</b>	<b>\$ 5,743,683</b>	<b>\$ 5,747,314</b>	<b>\$ 5,809,134</b>	<b>\$ 5,737,450</b>	<b>\$ 5,525,223</b>				
<b>Total District's OPEB liability as a percentage of its covered-employee payroll</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>	<b>0.00%</b>				
<b>District's contribution</b>	<b>None</b>	<b>None</b>	<b>None</b>	<b>None</b>	<b>None</b>	<b>None</b>				
<b>State's covered employee payroll ***</b>	<b>\$ 14,267,738,657</b>	<b>\$ 14,267,738,657</b>	<b>\$ 13,929,083,479</b>	<b>\$ 13,640,275,833</b>	<b>\$ 13,493,400,208</b>	<b>\$ 13,493,400,208</b>				
<b>Total State's OPEB liability as a percentage of its covered-employee payroll</b>	<b>475.27%</b>	<b>475.27%</b>	<b>299.58%</b>	<b>338.05%</b>	<b>397.53%</b>	<b>428.59%</b>				

\*\* Note: Other Post Employment Benefits (OPEB) for employees of the Teachers' Pension and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS) is considered a special funding situation as defined by GASB Statement No. 75 in which the State of New Jersey is 100% responsible for contributions to the health insurance plan. The district (employer) does not contribute to the plan and the district's OPEB liability is zero.

\*\*\* Covered payroll for the Measurement Period ending June 30, 2020 and June 30, 2021 is based on the payroll on the June 30, 2019 and June 30, 2020 census data, respectively

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION-PART III**  
**Pension and Other Post Employment Benefits (OPEB) Schedules**

For the Fiscal Year Ended June 30, 2022

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

**Pension Schedules**

*Changes of benefit terms.* 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.

Changes of assumptions. Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

**OPEB Schedules**

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

*Changes of benefit terms.* The decrease in liability from June 30, 2020 to June 30, 2021 is due to employers adopting Chapter 44 provisions.

Changes of assumptions. Changes of assumptions and other inputs reflects a change in the discount rate from 2.21 percent in 2020 to 2.16 percent in 2021.

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

**Pension Schedules**

*Changes of benefit terms.* 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.

Changes of assumptions. 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-2021

**OPEB Schedules**

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

*Changes of benefit terms.* The decrease in liability from June 30, 2020 to June 30, 2021 is due to employers adopting Chapter 44 provisions.

Changes of assumptions. Changes of assumptions and other inputs reflects a change in the discount rate from 2.21 percent in 2020 to 2.16 percent in 2021.

**OTHER SUPPLEMENTARY INFORMATION**



**SPECIAL REVENUE FUND  
DETAIL STATEMENTS**

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit E-1

SPECIAL REVENUE FUND  
 COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS

For the Fiscal Year Ended June 30, 2022

	Title I Part A	Title II Part A	Title IV	IDEA Basic	IDEA Pre-Sch.	ARP IDEA Basic	ARP IDEA Preschool	CRRSA ESSER II	CRRSA II Learning	CRRSA II Mental	ARP ESSER III	ARP Accel. Learning	Target Grant	Student Activity	Totals
<b>REVENUES</b>															
Local Sources													\$ 188	\$ 76,101	\$ 76,289
Federal Sources	\$ 35,915	\$ 17,336	\$ 10,000	\$ 129,225	\$ 10,274	\$ 28,497	\$ 2,430	\$ 123,062	\$ 25,000	\$ 1,544	\$ 6,575	\$ 24,726			414,584
<b>TOTAL REVENUES</b>	<b>35,915</b>	<b>17,336</b>	<b>10,000</b>	<b>129,225</b>	<b>10,274</b>	<b>28,497</b>	<b>2,430</b>	<b>123,062</b>	<b>25,000</b>	<b>1,544</b>	<b>6,575</b>	<b>24,726</b>	<b>188</b>	<b>76,101</b>	<b>490,873</b>
<b>EXPENDITURES:</b>															
<b>Instruction:</b>															
Purchased Professional and Tech Services			8,500			28,497	2,430								39,427
Other Purchased Services								123,062	25,000	1,544	6,575	24,726			180,907
Tuition				129,225											129,225
General Supplies		17,336	1,500		10,274									188	29,298
<b>Total Instruction</b>		<b>17,336</b>	<b>10,000</b>	<b>129,225</b>	<b>10,274</b>	<b>28,497</b>	<b>2,430</b>	<b>123,062</b>	<b>25,000</b>	<b>1,544</b>	<b>6,575</b>	<b>24,726</b>	<b>188</b>		<b>378,857</b>
<b>Support Services:</b>															
Salaries for Other Professionals	30,788														30,788
Other Purchased Professional Services	5,127														5,127
Student Activities														71,772	71,772
<b>Total Support Services</b>	<b>35,915</b>													<b>71,772</b>	<b>107,687</b>
<b>TOTAL EXPENDITURES</b>	<b>35,915</b>	<b>17,336</b>	<b>10,000</b>	<b>129,225</b>	<b>10,274</b>	<b>28,497</b>	<b>2,430</b>	<b>123,062</b>	<b>25,000</b>	<b>1,544</b>	<b>6,575</b>	<b>24,726</b>	<b>188</b>	<b>71,772</b>	<b>486,544</b>
<b>Total Outflows</b>	<b>35,915</b>	<b>17,336</b>	<b>10,000</b>	<b>129,225</b>	<b>10,274</b>	<b>28,497</b>	<b>2,430</b>	<b>123,062</b>	<b>25,000</b>	<b>1,544</b>	<b>6,575</b>	<b>24,726</b>	<b>188</b>	<b>71,772</b>	<b>486,544</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	4,329	4,329
<b>Fund Balance Beginning</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	43,737	43,737
<b>Prior Period Adjustment</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Fund Balance Beginning (Restated)</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	43,737	43,737
<b>Fund Balance Ending</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	\$ 48,066	\$ 48,066

**CAPITAL PROJECTS FUND  
DETAIL STATEMENTS**

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit F-1

**CAPITAL PROJECTS FUND  
SUMMARY STATEMENT OF PROJECT EXPENDITURES**

For the Fiscal Year Ended June 30, 2022

	<u>Approval</u>	<u>Original</u> <u>Date</u>	<u>Original</u> <u>Appropriations</u>	<u>Revised</u> <u>Appropriations</u>	<u>Expenditures to Date</u>		<u>Unexpended</u> <u>Balance</u> <u>June 30, 2022</u>
					<u>Prior</u> <u>Years</u>	<u>Current</u> <u>Year</u>	
Solar Energy Project	Board of Education	2015	\$ 60,000	\$ 102,642	\$ 100,061	-	\$ 2,581
			<u>\$ 60,000</u>	<u>\$ 102,642</u>	<u>\$ 100,061</u>	<u>-</u>	<u>\$ 2,581</u>

Fund Balances, June 30, 2022 \$ 2,581

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit F-2

**CAPITAL PROJECTS FUND**  
**SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE-BUDGETARY BASIS**

For the Fiscal Year Ended June 30, 2022

Fund Balance - Beginning	\$ <u>2,581</u>
Fund Balance - Ending	<u><u>\$ 2,581</u></u>

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit F-2a

**CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,  
AND PROJECT STATUS-BUDGETARY BASIS  
SOLAR ENERGY PROJECT**

From Inception and for the Fiscal Year Ended June 30, 2022

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
<b>Revenues and Other Financing Sources</b>				
Private Contribution	\$ 102,642		\$ 102,642	\$ 102,642
Total Revenues	<u>102,642</u>	<u>-</u>	<u>102,642</u>	<u>102,642</u>
<b>Expenditures and Other Financing Sources</b>				
Professional Fees	\$ 60,061		\$ 60,061	62,642
Purchased Professional and Technical Services	40,000		40,000	40,000
Total Expenditures	<u>100,061</u>	<u>-</u>	<u>100,061</u>	<u>102,642</u>
Excess(deficiency) of revenues over(under) expenditures	<u>\$ 2,581</u>		<u>\$ 2,581</u>	
			<u>Project Fund Balance, 6/30/22</u>	<u>\$ 2,581</u>

**Additional project information:**

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$60,000
Additional Authorized Cost	\$42,642
Revised Authorized Cost	\$102,642
Percentage Increase over Original Authorized Cost	N/A
Percentage Completion	100%
Original Target Completion Date	6/30/2014
Revised Target Completion Date	6/30/2015

<p style="text-align: center;"><b>PROPRIETARY FUND DETAIL STATEMENTS</b></p>
--

Proprietary Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the district's board is that the costs of providing goods or services be financed through user charges.

**Food Services Fund** - This fund provides for the operation of food services in all schools within the school district.

**THIS SECTION HAS ALREADY BEEN INCLUDED IN STATEMENTS B-4, B-5 AND B-6.**

**FIDUCIARY FUND  
DETAIL STATEMENTS**

Fiduciary Funds are defined by GASB No. 84 as four funds. (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds.

N/A



## **LONG-TERM DEBT SCHEDULES**

The Long-Term Schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the school district. This includes serial bonds outstanding and obligations under capital leases.

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit I-1

**SCHEDULE OF SERIAL BONDS  
AS OF ENDED JUNE 30, 2022**

<u>ISSUE</u>	<u>DATE OF ISSUE</u>	<u>AMOUNT OF ISSUE</u>	<u>ANNUAL MATURITIES</u>		<u>INTEREST RATE</u>	<u>BALANCE July 1, 2021</u>	<u>ISSUED</u>	<u>RETIRED</u>	<u>BALANCE June 30, 2022</u>
			<u>DATE</u>	<u>AMOUNT</u>					
2019 Series School Bonds- Refunding 2006 School Bonds	4/5/16	\$ 2,510,000	7/1/22	\$ 435,000	2.000%	\$ 865,000		\$ (430,000)	\$ 435,000
Total						<u>\$ 865,000</u>	<u>\$ -</u>	<u>\$ (430,000)</u>	<u>\$ 435,000</u>

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit I-3

**BUDGETARY COMPARISON SCHEDULE  
DEBT SERVICE FUND**

For the Fiscal Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive/ (Negative) Final to Actual</u>
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 268,540		\$ 268,540	\$ 268,540	-
State Sources:					
Debt Service Aid Type II	174,458		174,458	174,458	
<b>TOTAL REVENUES</b>	<b>442,998</b>	<b>-</b>	<b>442,998</b>	<b>442,998</b>	<b>-</b>
<b>EXPENDITURES:</b>					
Regular Debt Service:					
Interest	13,000	-	13,000	13,000	-
Redemption of Principal	430,000		430,000	430,000	-
Total Regular Debt Service	443,000		443,000	443,000	-
<b>TOTAL EXPENDITURES</b>	<b>443,000</b>		<b>443,000</b>	<b>443,000</b>	<b>-</b>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(2)	-	(2)	(2)	-
Fund Balance, July 1	2		2	2	-
<b>Fund Balance, June 30</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures</b>					
Budgeted Fund Balance	-	-	-	-	-

Greenwich Township School District  
**Statistical Section**

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends (J-1 thru J-5)</b> These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.	91-96
<b>Revenue Capacity (J-6 thru J-9)</b> These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	97-100
<b>Debt Capacity (J-10 thru J-13)</b> These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.	101-104
<b>Demographic and Economic Information (J-14 and J-15)</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.	105-106
<b>Operating Information (J-16 thru J-20)</b> These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	107-111

**Sources:**

Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Reports (ACFR) for the relevant year.

**Greenwich Township School District  
Net Position by Component,  
Last Ten Fiscal Years**

**Exhibit J-1**

*(accrual basis of accounting)*

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Governmental activities</b>										
Invested in capital assets, net of related debt	\$ 7,252,593	\$ 8,165,585	\$ 8,808,908	\$ 7,140,067	\$ 10,474,985	\$ 10,474,985	\$ 10,474,985	\$ 11,539,750	\$ 11,612,220	\$ 11,563,757
Restricted	531,600	488,937	598,097	512,180	424,629	235,995	461,428	730,699	414,192	550,112
Unrestricted	(490,869)	(2,773,992)	(2,674,682)	(68,986)	(2,764,910)	(1,809,749)	(1,625,178)	(2,603,960)	(1,901,724)	(1,137,972)
<b>Total governmental activities Net Position</b>	<b>\$ 7,293,324</b>	<b>\$ 5,880,530</b>	<b>\$ 6,732,323</b>	<b>\$ 7,583,261</b>	<b>\$ 8,134,704</b>	<b>\$ 8,901,231</b>	<b>\$ 9,311,235</b>	<b>\$ 9,666,489</b>	<b>\$ 10,124,688</b>	<b>\$ 10,975,897</b>
<b>Business-type activities</b>										
Invested in capital assets, net of related debt	\$ 40,339	\$ 29,166	\$ 17,993	\$ 6,820	-	-	-	-	\$ 5,328	\$ 3,996
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	92,250	161,445	287,971	343,939	260,467	249,136	238,394	143,603	93,800	119,672
<b>Total business-type activities Net Position</b>	<b>\$ 132,589</b>	<b>\$ 190,611</b>	<b>\$ 305,964</b>	<b>\$ 350,759</b>	<b>\$ 260,467</b>	<b>\$ 249,136</b>	<b>\$ 238,394</b>	<b>\$ 143,603</b>	<b>\$ 99,128</b>	<b>\$ 123,668</b>
<b>District-wide</b>										
Invested in capital assets, net of related debt	\$ 7,292,932	\$ 8,194,751	\$ 8,826,901	\$ 7,146,887	\$ 10,474,985	\$ 10,474,985	\$ 10,474,985	\$ 11,539,750	\$ 11,617,548	\$ 11,567,753
Restricted	531,600	488,937	598,097	512,180	424,629	235,995	461,428	730,699	414,192	550,112
Unrestricted	(398,619)	(2,612,547)	(2,386,711)	274,953	(2,504,443)	(1,560,613)	(1,386,784)	(2,460,357)	(1,807,924)	(1,018,300)
<b>Total District-wide Net Position</b>	<b>\$ 7,425,913</b>	<b>\$ 6,071,141</b>	<b>\$ 7,038,287</b>	<b>\$ 7,934,020</b>	<b>\$ 8,395,171</b>	<b>\$ 9,150,367</b>	<b>\$ 9,549,629</b>	<b>\$ 9,810,092</b>	<b>\$ 10,223,816</b>	<b>\$ 11,099,565</b>

Source: ACFR Schedule A-1

**Greenwich Township School District**  
**Changes in Net Position, Last Ten Fiscal Years**  
*(accrual basis of accounting)*

**Exhibit J-2**

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Expenses</b>										
Governmental activities										
Instruction										
Regular	\$ 4,770,961	\$ 4,547,184	\$ 5,054,540	\$ 6,647,145	\$ 6,316,785	\$ 6,801,105	\$ 6,075,293	\$ 5,578,064	\$ 6,499,770	\$ 6,105,741
Special education	1,855,193	1,930,427	2,237,095	1,653,607	2,519,922	2,613,850	2,591,225	2,468,305	2,774,613	2,566,984
Other special instruction	463,309	514,232	615,294	358,256	318,207	331,020	341,450	398,718	381,363	214,462
Support Services:										
Tuition	4,423,854	5,576,032	6,192,453	6,094,356	6,379,571	5,982,457	5,813,382	6,136,598	6,255,714	5,369,384
Student & instruction related services	1,156,456	1,337,037	1,485,340	1,358,716	1,591,344	2,021,251	2,008,199	1,812,694	1,950,755	1,721,899
School administrative service	456,518	462,909	514,634	554,649	686,669	749,682	678,239	601,556	733,849	592,173
General and business admin. services	507,416	517,752	407,055	515,740	591,232	670,286	604,339	602,129	632,672	581,504
Plant operations and maintenance	720,048	747,741	829,021	823,458	939,580	1,089,159	1,083,350	1,054,282	1,036,468	1,028,772
Pupil transportation	681,102	738,955	733,554	795,714	796,786	818,567	816,514	1,049,194	964,698	1,272,061
Capital Outlay		84,736	88,490							
Interest on long-term debt	473,999	423,158	254,828	253,632	253,825	145,612	124,895	113,239	100,883	90,331
Total governmental activities expenses	15,508,856	16,880,163	18,412,304	19,055,273	20,393,921	21,220,989	20,136,886	19,814,779	21,330,785	19,543,311
Business-type activities:										
Food service	194,613	188,881	185,001	188,665	206,587	179,456	220,471	160,047	103,473	221,845
Shared Services				56,000	56,000	7,000	-	-	-	-
Child Care	182,768	155,437	166,676	228,865	347,381	319,656	256,172	321,852	126,104	293,708
Total business-type activities expense	377,381	344,318	351,677	473,530	609,968	506,112	476,643	481,899	229,577	515,553
Total district expenses	\$ 15,886,237	\$ 17,224,481	\$ 18,763,981	\$ 19,528,803	\$ 21,003,889	\$ 21,727,101	\$ 20,613,529	\$ 20,296,678	\$ 21,560,362	\$ 20,058,864
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
Business and other support services				\$ 74,714	91,528	91,476	\$ 78,450	\$ 4,634	\$ 14,727	\$ 76,101
Operating grants and contributions	2,247,628	2,168,851	\$ 3,341,636	\$ 9,439,208	\$ 10,169,896	\$ 10,893,961	9,688,093	9,083,016	10,537,554	8,950,991
Capital grants and contributions	-	690,837	42,642	-	-	-	-	-	-	-
Total governmental activities program revenues	2,247,628	2,859,688	3,384,278	9,513,922	10,261,424	10,985,437	9,766,543	9,087,650	10,552,281	9,027,092
Business-type activities:										
Charges for services										
Business and other support services	297,733	355,902	417,293	466,928	476,258	451,600	418,786	343,740	96,872	306,421
Operating grants and contributions	50,066	45,886	48,891	41,614	43,211	42,746	46,467	42,943	88,223	233,671
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total business type activities program revenues	347,799	401,788	466,184	508,542	519,469	494,346	465,253	386,683	185,095	540,092
Total district program revenues	\$ 2,595,427	\$ 3,261,476	\$ 3,850,462	\$ 10,022,464	\$ 10,780,893	\$ 11,479,783	\$ 10,231,796	\$ 9,474,333	\$ 10,737,376	\$ 9,567,184
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (13,261,228)	\$ (14,020,475)	\$ (15,028,026)	\$ (9,541,351)	\$ (10,132,497)	\$ (10,235,552)	\$ (10,370,343)	\$ (10,727,129)	\$ (10,778,504)	\$ (10,516,219)
Business-type activities	(29,582)	57,470	114,507	35,012	(90,499)	(11,766)	(11,390)	(95,216)	(44,482)	24,539
Total district-wide net expense	\$ (13,290,810)	\$ (13,963,005)	\$ (14,913,519)	\$ (9,506,339)	\$ (10,222,996)	\$ (10,247,318)	\$ (10,381,733)	\$ (10,822,345)	\$ (10,822,986)	\$ (10,491,680)

Continued

**Greenwich Township School District**  
**Changes in Net Position, Last Ten Fiscal Years**  
*(accrual basis of accounting)*

**Exhibit J-2**

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 7,121,087	\$ 7,933,509	\$ 9,192,179	\$ 9,376,022	\$ 9,692,044	\$ 9,988,187	\$ 10,398,506	\$ 10,606,476	\$ 10,818,606	\$ 11,098,307
Taxes levied for debt service	1,126,717	1,133,532	991,034	958,465	976,156	994,162	360,409	417,030	416,328	268,540
Investment earnings	507	507	382	6,276	13,077	16,231	17,501	13,962	652	72
Miscellaneous income	95,921	57,331	75,484	43,578	2,663	3,499	3,931	1,465	1,117	509
Federal and State Aid for Capital Assets Projects	5,549,610	5,725,141	5,620,740							
Transfers										
<b>Total governmental activities</b>	<b>13,893,842</b>	<b>14,850,020</b>	<b>15,879,819</b>	<b>10,384,341</b>	<b>10,683,940</b>	<b>11,002,079</b>	<b>10,780,347</b>	<b>11,038,933</b>	<b>11,236,703</b>	<b>11,367,428</b>
Business-type activities:										
Investment earnings	512	552	846	9,783	207	435	648	425	7	1
Transfers	(6,300)	-	-	-	-	-	-	-	-	-
<b>Total business-type activities</b>	<b>(5,788)</b>	<b>552</b>	<b>846</b>	<b>9,783</b>	<b>207</b>	<b>435</b>	<b>648</b>	<b>425</b>	<b>7</b>	<b>1</b>
<b>Total district-wide</b>	<b>\$ 13,888,054</b>	<b>\$ 14,850,572</b>	<b>\$ 15,880,665</b>	<b>\$ 10,394,124</b>	<b>\$ 10,684,147</b>	<b>\$ 11,002,514</b>	<b>\$ 10,780,995</b>	<b>\$ 11,039,358</b>	<b>\$ 11,236,710</b>	<b>\$ 11,367,429</b>
<b>Change in Net Position</b>										
Governmental activities	\$ 632,614	\$ 829,545	\$ 851,793	\$ 842,990	\$ 551,443	\$ 766,527	\$ 410,004	\$ 311,804	\$ 458,199	\$ 851,209
Business-type activities	(35,370)	58,022	115,353	44,795	(90,292)	(11,331)	(10,742)	(94,791)	(44,475)	24,540
<b>Total district</b>	<b>\$ 597,244</b>	<b>\$ 887,567</b>	<b>\$ 967,146</b>	<b>\$ 887,785</b>	<b>\$ 461,151</b>	<b>\$ 755,196</b>	<b>\$ 399,262</b>	<b>\$ 217,013</b>	<b>\$ 413,724</b>	<b>\$ 875,749</b>

Source: ACFR Schedule A-2

**Greenwich Township School District  
Fund Balances, Governmental Funds,  
Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*

**Exhibit J-3**

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Reserved	\$ 875,466	\$ 376,220	\$ 477,363	\$ 540,369	\$ 482,749	\$ 291,793	\$ 686,979	\$ 798,406	\$ 539,439	\$ 1,076,993
Unreserved		(234,358)	(222,216)	(271,081)	(258,597)	(186,643)	(234,103)	(189,878)	293,288	290,392
Total general fund	<u>\$ 875,466</u>	<u>\$ 141,862</u>	<u>\$ 255,147</u>	<u>\$ 269,288</u>	<u>\$ 224,152</u>	<u>\$ 105,150</u>	<u>\$ 452,876</u>	<u>\$ 608,528</u>	<u>\$ 832,727</u>	<u>\$ 1,367,385</u>
All Other Governmental Funds										
Reserved	\$ 26,122	\$ 112,717	\$ 120,734	\$ 2,510,000				\$ 43,450	\$ 43,737	\$ 48,066
Unreserved, reported in:										
Debt service fund				34,139	\$ 57,180	\$ 57,180		2	2	-
Capital projects fund	(567,689)		17,581	74,761	2,581	2,581	\$ 2,581	2,581	2,581	2,581
Special Revenue Fund				-	-	-	-	-	-	-
Total all other governmental funds	<u>\$ (541,567)</u>	<u>\$ 112,717</u>	<u>\$ 138,315</u>	<u>\$ 2,618,900</u>	<u>\$ 59,761</u>	<u>\$ 59,761</u>	<u>\$ 2,581</u>	<u>\$ 46,033</u>	<u>\$ 46,320</u>	<u>\$ 50,647</u>



**Greenwich Township School District**  
**Changes in Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**

**Exhibit J-4**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Revenues</b>										
Tax levy	\$ 8,247,804	\$ 9,067,041	\$ 10,183,213	\$ 10,334,487	\$ 10,668,200	\$ 10,982,349	\$ 10,758,915	\$ 11,023,506	\$ 11,234,934	\$ 11,366,847
Tuition	19,289	15,585	43,484	74,714	91,528	91,476	78,450	4,634	-	-
Miscellaneous	77,138	102,253	75,024	49,854	15,740	19,730	21,432	15,427	16,496	76,682
State sources	7,553,303	8,286,176	7,636,888	7,776,416	7,888,435	8,145,219	7,930,918	8,076,063	8,257,090	8,446,684
Federal sources	243,936	238,653	210,706	208,007	192,166	209,479	205,587	174,204	310,314	431,009
<b>Total revenue</b>	<b>16,141,470</b>	<b>17,709,708</b>	<b>18,149,315</b>	<b>18,443,478</b>	<b>18,856,069</b>	<b>19,448,253</b>	<b>18,995,302</b>	<b>19,293,834</b>	<b>19,818,834</b>	<b>20,321,222</b>
<b>Expenditures</b>										
<b>Instruction</b>										
Regular Instruction	2,911,420	2,776,111	2,695,108	4,878,392	3,798,792	3,973,859	3,712,670	3,582,682	3,775,012	4,183,681
Special education instruction	1,284,941	1,315,262	1,315,597	1,274,547	1,922,463	1,916,015	2,025,645	2,011,080	2,100,966	2,130,160
Other special instruction	294,946	332,254	341,710	358,256	318,207	331,020	341,450	398,718	381,363	214,462
<b>Support Services:</b>										
Tuition	4,423,854	5,576,032	6,192,453	6,094,356	6,379,571	5,982,457	5,813,382	6,136,598	6,255,714	5,369,384
Student & instruction related services	894,425	1,032,447	1,004,569	979,656	993,885	1,321,416	1,442,619	1,353,974	1,277,108	1,285,075
School administrative services	321,521	323,614	328,411	335,863	341,827	346,905	351,797	337,654	345,033	340,046
Other administrative services	417,321	454,039	331,489	370,730	362,674	403,329	387,976	427,217	374,968	414,397
Plant operations and maintenance	645,944	672,496	673,900	686,080	723,051	836,252	878,375	888,576	792,328	870,460
Pupil transportation	681,102	726,223	725,383	795,714	796,786	818,567	816,514	1,049,194	964,698	1,272,061
Unallocated employee benefits	2,666,250	2,676,282	2,774,880	1,106,574	1,737,837	2,078,811	2,272,620	2,330,565	2,706,722	3,215,137
Summer School				-	-	-	-	-	-	-
Charter School				-	-	-	16,508	-	-	-
Capital Outlay	130,865	94,818	88,490	38,197	47,229	32,229	57,229	33,724	32,229	44,374
<b>Debt service:</b>										
Principal	1,385,000	1,410,000	1,272,692	1,364,379	3,866,086	1,452,815	539,565	551,335	563,128	430,000
Interest and other charges	439,901	399,450	265,750	176,008	171,936	73,580	48,406	36,863	25,079	13,000
<b>Total expenditures</b>	<b>16,497,490</b>	<b>17,789,028</b>	<b>18,010,432</b>	<b>18,458,752</b>	<b>21,460,344</b>	<b>19,567,255</b>	<b>18,704,756</b>	<b>19,138,180</b>	<b>19,594,348</b>	<b>19,782,237</b>
<b>Excess (Deficiency) of revenues over (under) expenditures</b>	<b>(356,020)</b>	<b>(79,320)</b>	<b>138,883</b>	<b>(15,274)</b>	<b>(2,604,275)</b>	<b>(119,002)</b>	<b>290,546</b>	<b>155,654</b>	<b>224,486</b>	<b>538,985</b>
<b>Other Financing Sources (uses)</b>										
Bond Proceeds	1000000		0	2,510,000	-	-	-	-	-	-
Transfers in										
Transfers out										
<b>Total other financing sources (uses)</b>	<b>1,000,000</b>	<b>-</b>	<b>-</b>	<b>2,510,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ 643,980</b>	<b>\$ (79,320)</b>	<b>\$ 138,883</b>	<b>\$ 2,494,726</b>	<b>\$ (2,604,275)</b>	<b>\$ (119,002)</b>	<b>\$ 290,546</b>	<b>\$ 155,654</b>	<b>\$ 224,486</b>	<b>\$ 538,985</b>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>11.2%</b>	<b>10.2%</b>	<b>8.6%</b>	<b>8.4%</b>	<b>18.9%</b>	<b>7.8%</b>	<b>3.2%</b>	<b>3.1%</b>	<b>3.0%</b>	<b>2.2%</b>

Source: ACFR Schedule B-2

GREENWICH TOWNSHIP SCHOOL DISTRICT

GENERAL FUND OTHER LOCAL REVENUE BY SOURCE

LAST TEN FISCAL YEARS

UNAUDITED

Exhibit J-5

<u>Fiscal Year</u> <u>Ended June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Refund</u> <u>Prior Year</u> <u>Expenditures</u>	<u>Tuition</u>	<u>Miscellaneous</u>	<u>Total</u>
2013	\$ 6,322	\$ 10,665	\$ 19,289	\$ 49,596	\$ 85,872
2014	507		15,585	40,422	56,514
2015	382		43,484	29,544	73,410
2016	6,276	14,842	74,714	26,646	122,478
2017	13,077		91,528	1	104,606
2018	16,231		91,476	-	107,707
2019	17,501		78,450	1,396	97,347
2020	13,962		4,634	-	18,596
2021	652		-	-	652
2022	72		-	321	393

SOURCE: District Records

**Greenwich Township School District  
Assessed Value and Actual Value of Taxable Property,  
Last Ten Fiscal Years**

**Exhibit J-6**

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Total Assessed Value	Less:		Net Valuation Taxable	Total Direct School Tax Rate <b>b</b>	Estimated Actual (County Equalized Value)
								Tax- Exempt Property	Public Utilities <b>a</b>			
2013	\$1,552,300	\$475,689,290	\$12,021,700	\$2,116,900	\$91,446,700	\$14,947,300	\$612,556,317	\$13,171,760	\$1,612,367	\$599,384,557	\$1.378	\$718,538,826
2014	1,552,300	475,715,790	11,490,900	2,106,900	90,038,300	14,947,300	610,871,950	13,545,860	1,474,600	597,326,090	1.403	698,679,281
2015	1,584,900	476,451,890	11,255,500	2,107,500	88,842,100	13,379,500	608,767,965	13,844,360	1,302,215	594,923,605	1.824	662,008,327
2016	1,763,700	477,120,490	10,995,300	2,105,300	88,853,100	13,379,500	608,870,100	13,844,360	808,350	595,025,740	1.737	692,237,632
2017	1,584,900	477,897,690	11,109,300	2,080,000	89,248,300	12,949,100	609,567,221	13,955,160	742,771	595,612,061	1.794	683,881,544
2018	1,437,300	478,179,390	12,433,600	1,857,100	91,272,300	12,949,100	613,411,807	14,540,660	742,357	598,871,147	1.834	681,350,527
2019	1,437,300	478,381,490	11,400,500	1,863,600	92,023,700	12,949,100	614,500,914	15,786,460	658,764	598,714,454	1.797	726,446,930
2020	1,519,500	479,806,090	11,110,300	1,747,600	92,242,400	11,060,800	614,928,073	16,766,660	674,723	598,161,413	1.843	708,869,683
2021	1,466,300	477,239,790	11,304,200	1,912,380	91,550,700	11,060,800	612,860,617	17,646,860	679,587	595,213,757	1.888	704,516,106
2022	1,466,300	479,407,190	9,451,400	1,866,280	91,550,700	11,060,800	612,388,505	16,918,340	667,495	595,470,165	1.908	720,080,487

Source: District records Tax list summary & Municipal Tax Assessor

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

Reassessment occurs when ordered by the County Board of Taxation

**a** Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

**b** Tax rates are per \$100

**Greenwich Township School District  
Direct and Overlapping Property Tax Rates  
Last Ten Fiscal Years**

**Exhibit J-7**

*(rate per \$100 of assessed value)*

Fiscal Year Ended June 30,	Greenwich Township Board of Education						Total Direct and Overlapping Tax Rate
	Basic Rate <sup>a</sup>	General Obligation Debt Service <sup>b</sup>	Total Direct	Greenwich Township	Library	Warren County	
2013	\$1.190	\$0.188	\$1.378	\$0.480	\$0.040	\$0.775	\$2.673
2014	\$1.228	\$0.175	\$1.403	\$0.480	\$0.040	\$0.792	\$2.715
2015	\$1.646	\$0.178	\$1.824	\$0.482	\$0.040	\$0.859	\$3.205
2016	\$1.576	\$0.161	\$1.737	\$0.484	\$0.040	\$0.856	\$3.117
2017	\$1.630	\$0.164	\$1.794	\$0.504	\$0.040	\$0.838	\$3.176
2018	\$1.668	\$0.166	\$1.834	\$0.514		\$0.868	\$3.216
2019	\$1.737	\$0.060	\$1.797	\$0.554		\$0.887	\$3.238
2020	\$1.773	\$0.070	\$1.843	\$0.583		\$0.832	\$3.258
2021	\$1.818	\$0.070	\$1.888	\$0.611		\$0.832	\$3.331
2022	\$1.863	\$0.045	\$1.908	\$0.639		\$0.846	\$3.393

Source: District Records and Municipal Tax Collector

**Note:**

NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy . The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculated as follows: the prebudget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

**a** The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net valuation taxable.

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

**Greenwich Township School District  
Principal Property Tax Payers,  
Current Year and Nine Years Ago**

**Exhibit J-8**

Taxpayer	2022			2011		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Phillipsburg Greenwich LLC	\$ 19,715,623	1	3.31%			
Greenwich Station	19,365,884	2	3.25%	19,485,500	1	
Lowe's Home Centers, Inc.	13,166,277	3	2.21%	14,295,500	2	
QUVA Pharma, Inc.	9,878,177	4	1.66%			
Target Corp.	9,441,682	5	1.59%	10,000,000	5	
Greenwich Commons, II, LLC	4,374,977	6	0.73%	3,250,000	6	
Taxpayer #1	3,781,443	7	0.63%			
OM Dutt, LLC	2,374,235	8	0.40%			
Bloomsbury Squire	2,259,842	9	0.38%			
KAWA Solar Landco LLC	2,119,210	10	0.36%			0.59%
Inland Western Pburg Greenwich, LLC				14,000,000	3	4.25%
Medarex, Inc.				11,467,800	4	1.35%
Starwood, Ceruzzi Phillipsburg, LLC				7,202,600	6	0.82%
OM SAI, Inc.				2,388,900	8	0.77%
Polaris Warren, LLC				2,130,400	9	0.64%
Rellum Realty				1,987,800	10	0.45%
<b>Total</b>	<b>\$ 86,477,350</b>		<b>14.52%</b>	<b>86,208,500</b>		<b>8.87%</b>

Source: District ACFR & Municipal Tax Assessor

**Greenwich Township School District  
Property Tax Levies and Collections,  
Last Ten Fiscal Years**

**Exhibit J-9**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2013	\$8,247,804	\$8,247,804	100.00%	-
2014	\$9,067,041	\$9,067,041	100.00%	-
2015	\$10,183,213	\$10,183,213	100.00%	-
2016	\$10,334,487	\$10,334,487	100.00%	-
2017	\$10,668,200	\$10,668,200	100.00%	-
2018	\$10,982,349	\$10,982,349	100.00%	-
2019	\$10,758,915	\$10,758,915	100.00%	-
2020	\$11,023,506	\$11,023,506	100.00%	-
2021	\$11,234,934	\$11,234,934	100.00%	-
2022	\$11,366,847	\$11,366,847	100.00%	-

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

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

**Greenwich Township School District  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years**

**Exhibit J-10**

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities	Total District	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	General Obligation Bonds <sup>b</sup>	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases			
2013	\$9,260,000	-0-	-0-	\$864,800	-0-	\$10,124,800	3.88%	\$1,803
2014	\$7,850,000	-0-	-0-	\$864,800	-0-	\$8,714,800	3.22%	\$1,568
2015	\$6,692,308	-0-	-0-	-0-	-0-	\$6,692,308	2.37%	\$1,205
2016	\$7,837,929	-0-	-0-	-0-	-0-	\$7,837,929	2.77%	\$1,411
2017	\$3,971,843	-0-	-0-	-0-	-0-	\$3,971,843	1.41%	\$718
2018	\$2,519,028	-0-	-0-	-0-	-0-	\$2,519,028	0.88%	\$455
2019	\$1,979,464	-0-	-0-	-0-	-0-	\$1,979,464	0.68%	\$362
2020	\$1,428,129	-0-	-0-	-0-	-0-	\$1,428,129	0.47%	\$262
2021	\$865,000	-0-	-0-	-0-	-0-	\$865,000	0.27%	\$159
2022	\$435,000	-0-	-0-	-0-	-0-	\$435,000	0.13%	\$79

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

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

- a** See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.
- b** Includes Early Retirement Incentive Plan (ERIP) refunding

**Greenwich Township School District**  
**Ratios of Net General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**

**Exhibit J-11**

<u>General Bonded Debt Outstanding</u>					
Fiscal Year Ended June 30,	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value <sup>a</sup> of Property	Per Capita <sup>b</sup>
2013	\$9,260,000	-0-	\$9,260,000	1.54%	\$1,803
2014	\$7,850,000	-0-	\$7,850,000	1.31%	\$1,568
2015	\$6,692,308	-0-	\$6,692,308	1.12%	\$1,205
2016	\$7,837,929	-0-	\$7,837,929	1.32%	\$1,411
2017	\$3,971,843	-0-	\$3,971,843	0.67%	\$718
2018	\$2,519,028	-0-	\$2,519,028	0.42%	\$455
2019	\$1,979,464	-0-	\$1,979,464	0.33%	\$362
2020	\$1,428,129	-0-	\$1,428,129	0.24%	\$262
2021	\$865,000	-0-	\$865,000	0.15%	\$159
2022	\$435,000	-0-	\$435,000	0.07%	\$79

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

**a** See Exhibit NJ J-6 for property tax data.

**b** Population data can be found in Exhibit NJ J-14.



**Greenwich Township School District  
Ratios of Overlapping Governmental Activities Debt  
As of June 30, 2022**

**Exhibit J-12**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable <sup>a</sup></u>	<u>Estimated Share of Overlapping Debt</u>
<b>Debt repaid with property taxes</b>			
Township of Greenwich	\$ 2,686,925	100.000%	\$ 2,686,925
<b>Other debt</b>			
Warren County	1,305,000	6.341%	<u>82,755</u>
Subtotal, overlapping debt			2,769,680
<b>Greenwich Township School District Direct Debt</b>			<u>435,000</u>
<b>Total direct and overlapping debt</b>			<u><u>\$ 3,204,680</u></u>

**Sources:** Township Finance Officer, Warren County Finance Office  
and Utility Authorities

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

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

**Greenwich Township School District  
Legal Debt Margin Information,  
Last Ten Fiscal Years**

**Exhibit J-13**

**Legal Debt Margin Calculation for Fiscal Year 2022**

Equalized valuation basis	
2019	706,923,766
2020	718,716,024
2021	758,860,828
[A]	<u>\$ 2,184,500,618</u>

Average equalized valuation of taxable property [A/3] \$ 728,166,873

Debt limit (3 % of average equalization value) [B] 21,845,006

Net school debt [C] 435,000

Legal debt margin [B-C] \$ 21,410,006

	Fiscal Year									
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Debt limit	\$21,705,236	\$20,768,196	\$20,486,109	\$20,340,027	\$20,468,160	\$20,819,488	\$21,084,213	\$21,395,109	\$21,333,980	\$ 21,845,006
Total net debt applicable to limit	<u>10,226,658</u>	<u>8,816,658</u>	<u>6,794,166</u>	<u>7,837,929</u>	<u>3,971,843</u>	<u>2,519,028</u>	<u>1,979,464</u>	<u>1,428,129</u>	<u>865,000</u>	<u>435,000</u>
Legal debt margin	<u>\$11,478,578</u>	<u>\$11,951,538</u>	<u>\$13,691,943</u>	<u>\$12,502,098</u>	<u>\$16,496,317</u>	<u>\$18,300,460</u>	<u>\$19,104,749</u>	<u>\$19,966,980</u>	<u>\$20,468,980</u>	<u>\$21,410,006</u>
Total net debt applicable to the limit as a percentage of debt limit	47.12%	42.45%	33.16%	38.53%	19.40%	12.10%	9.39%	6.68%	4.05%	1.99%

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

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

**Greenwich Township School District  
Demographic and Economic Statistics  
Last Ten Fiscal Years**

**Exhibit J-14**

<u>Year</u>	<u>Population<sup>a</sup></u>	<u>Personal Income (thousands of dollars) <sup>b</sup></u>	<u>Per Capita Personal Income<sup>c</sup></u>	<u>Unemployment Rate<sup>d</sup></u>
2013	5,614	\$ 266,502,656	\$47,223 R	9.3%
2014	5,564	\$ 272,827,224	\$48,887 R	5.5%
2015	5,559	\$ 282,562,336	\$50,741 R	4.5%
2016	5,546	\$ 285,216,624	\$51,503 R	4.3%
2017	5,505	\$ 294,581,093	\$53,149 R	3.9%
2018	5,479	\$ 293,564,004	\$54,973 R	3.4%
2019	5,471	\$ 293,028,694	\$56,956 R	3.1%
2020	5,452	\$ 305,067,636	\$60,525 R	7.7%
2021	5,451	\$ 315,362,154	\$60,525 *	5.6%
2022	5,472	\$ 331,192,800	\$60,525 *	*

**Source:**

<sup>a</sup> Combined Population information provided by the NJ Dept of Labor and Workforce Development

<sup>b</sup> Personal Income provided by US Dept of Commerce

<sup>c</sup> Per Capita provided by US Dept of Commerce

<sup>d</sup> Unemployment data provided by the NJ Dept of Labor and Workforce Development

R =Revised

P =Projected

\* Current data unavailable

**Greenwich Township School District  
Principal Employers,  
Current Year and Nine Years Ago**

**Exhibit J-15**

**N/A**

<b>Employer</b>	<b>2022</b>			<b>2013</b>		
	<b>Employees</b>	<b>Rank (Optional)</b>	<b>Percentage of Total Employment</b>	<b>Employees</b>	<b>Rank (Optional)</b>	<b>Percentage of Total Employment</b>
		1	0.00%			0.00%
		2	0.00%			0.00%
		3	0.00%			0.00%
		4	0.00%			0.00%
		5	0.00%			0.00%
		6	0.00%			0.00%
		7	0.00%			0.00%
		8	0.00%			0.00%
		9	0.00%			0.00%
		10	0.00%			0.00%
	<hr/>		<hr/>	<hr/>		<hr/>
	<b>-</b>		<b>0.00%</b>	<b>-</b>		<b>0.00%</b>

**Source:**

No reliable information is available at the local or county level.

**Greenwich Township School District  
Full-time Equivalent District Employees by Function/Program,  
Last Ten Fiscal Years**

**Exhibit J-16**

<u>Function/Program</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Instruction										
Regular	46	46	49	49	49	49	49	41	41	42
Special education	29	29	25	27	27	27	27	27	27	20
Other special education										
Support Services:										
Student & instruction related services	15	14	15	15	15	15	15	15	15	15
School administrative services	5	6	7	7	7	7	7	7	7	7
Business administrative services	2	2	2	2	2	2	2	2	2	2
Central Services and admin IT	2	1	1	1	1	1	1	1	1	1
Plant operations and maintenance	7	7	7	7	7	6.5	6.5	6.5	6.5	6.5
Food Service										
Total	106	105	106	108	108	108	108	99.5	99.5	93.5

**Source:** District Personnel Records

**Greenwich Township School District  
Operating Statistics  
Last Ten Fiscal Years**

**Exhibit J-17**

Fiscal Year	Enrollment <sup>d</sup>	Operating Expenditures <sup>a</sup>	Cost Per Pupil	Percentage Change	Teaching Staff <sup>b</sup>	Pupil/Teacher Ratio		Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary & Middle					
2013	854	\$14,541,724	17,028	11.20%	77	11.1		854.2	821.6	-1.90%	96.2%
2014	816	15,884,760	19,467	14.32%	75	10.9		811.9	786.2	-4.95%	96.8%
2015	817	16,383,500	20,053	3.01%	74	11.0		811.5	779.3	-0.05%	96.0%
2016	760	16,918,365	22,261	11.01%	74	10.3		760.9	731.8	-6.24%	96.2%
2017	738	17,422,322	23,607	6.05%	72	10.3		728.3	698.9	-4.28%	96.0%
2018	719	18,040,860	25,092	6.29%	77	9.3		716.9	690.0	-1.57%	96.2%
2019	709	18,116,785	25,553	1.84%	73	9.7		701.3	672.5	-2.18%	95.9%
2020	706	18,549,982	26,275	2.83%	75	9.4		708.7	677.1	1.06%	95.5%
2021	662	19,006,141	28,710	9.27%	75	8.8		646.2	621.5	-8.81%	96.2%
2022	668	19,339,237	28,951	0.84%	71	9.4		655.7	624.3	1.46%	95.2%

**Sources:** District records, ASSA and Schedule J-4

**Note:** Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay; Schedule J-2
- 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).
- d Enrollment for FY2009 forward includes student counts for tuition students.

**Greenwich Township School District  
School Building Information  
Last Ten Fiscal Years**

**Exhibit J-18**

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<b><u>District Building</u></b>										
<b><u>Elementary</u></b>										
GREENWICH (2001)										
Square Feet	91,146	91,146	91,146	91,146	91,146	91,146	91,146	91,146	91,146	91,146
Capacity (students)	720	720	720	720	720	720	720	720	720	720
Enrollment	546	505	520	488	475	452	446	458	413	437
<b><u>Middle School</u></b>										
STEWARTSVILLE (1969)										
Square Feet	54,815	54,815	54,815	54,815	54,815	54,815	54,815	54,815	54,815	54,815
Capacity (students)	400	400	400	400	400	400	400	400	400	400
Enrollment	308	311	297	272	263	267	263	248	249	231

Number of Schools at June 30, 2022

**Source:** District records, ASSA

Elementary = 1

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of renovations and/or additions. Enrollment is based on the annual October district count.

GREENWICH TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
Last Ten Fiscal Years Ending June 30, 2022

Exhibit J-19

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

<u>School Facilities</u>	<u>Project #</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>Total</u>
Stewartsville School	070	\$ 20,076	\$ 55,804	\$ 52,738	\$ 77,401	\$ 77,401	\$ 77,401					\$ 360,821
Greenwich School	999	<u>29,401</u>	<u>40,227</u>	<u>12,412</u>	<u>39,027</u>	<u>7,862</u>	<u>(7,230)</u>	<u>117,425</u>	<u>128,102</u>	<u>107,873</u>	<u>73,420</u>	<u>548,519</u>
Total School Facilities		49,477	96,031	65,150	116,428	85,263	70,171	117,425	128,102	107,873	73,420	909,340
Other Facilities		<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>
<b>Grand Total</b>		<u>\$ 49,477</u>	<u>\$ 96,031</u>	<u>\$ 65,150</u>	<u>\$ 116,428</u>	<u>\$ 85,263</u>	<u>\$ 70,171</u>	<u>\$ 117,425</u>	<u>\$ 128,102</u>	<u>\$ 107,873</u>	<u>\$ 73,420</u>	<u>\$ 909,340</u>



GREENWICH TOWNSHIP SCHOOL DISTRICT

INSURANCE SCHEDULE

JUNE 30, 2022

UNAUDITED

Exhibit J-20

<u>POLICY TYPE</u>	<u>COVERAGE</u>	<u>DEDUCTIBLE</u>
<b>COMPREHENSIVE PACKAGE POLICY - School Alliance Insurance Fund</b>		
Property-Blanket Building and Contents	\$ 250,000,000	\$ 2,500
Employee Dishonesty (Per Loss)	400,000	1,000
Money and Securities (in and out)	2,500,000	1,000
Comprehensive General Liability:		
Occurrence Limit	5,000,000	1,000
Comprehensive Automobile Liability	5,000,000	1,000
Workers' Compensation	5,000,000	1,000
Forgery	50,000	1,000
Computer Fraud	50,000	1,000
<b>PUBLIC EMPLOYEES' FAITHFUL PERFORMANCE</b>		
<b>BLANKET POSITION BOND - Selective Insurance Company</b>		
School Board Secretary/School Business Administrator	195,000	
Treasurer of School Monies	200,000	

SOURCE: District Records

# **Single Audit Section**



## **ARDITO & COMPANY LLC**

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Anthony Ardito, CPA, RMA, CMFO, PSA

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

#### Independent Auditor's Report

Honorable President and  
 Members of the Board of Education  
 Greenwich Township School District  
 County of Warren  
 Stewartsville, New Jersey 08886

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Greenwich Township School District Board of Education in the County of Warren, State of New Jersey, as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Greenwich Township School District Board of Education's basic financial statements, and have issued our report thereon dated January 20, 2023.

#### **Internal Control Over Financial Reporting**

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

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

-Continued-

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

### **Compliance and Other Matters**

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

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and for New Jersey Department of Education use, 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.

*Ardito & Company LLC*

ARDITO & COMPANY LLC

Frenchtown, New Jersey

January 20, 2023

*Anthony Ardito*

Anthony Ardito

Certified Public Accountant

ARDITO & COMPANY LLC

Frenchtown, New Jersey

January 20, 2023



## **ARDITO & COMPANY LLC**

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Anthony Ardito, CPA, RMA, CMFO, PSA

### **Independent Auditor's Report on Compliance For Each Major Program and on Internal Control Over Compliance Required by New Jersey OMB circular 15-08**

Honorable President and  
 Members of the Board of Education  
 Greenwich Township School District  
 County of Warren  
 Stewartsville, New Jersey 08886

#### **Report on Compliance for Each Major State Program**

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

We have audited the Greenwich Township School District Board of Education's compliance with the types of compliance requirements described in the New Jersey State Aid/Grant *Compliance Supplement* that could have a direct and material effect on each of the District's major state programs for the year ended June 30, 2022. The Greenwich Township School District Board of Education's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Greenwich Township School District Board of Education complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2022.

##### ***Basis for Opinion on Each Major State Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Our responsibilities under those standards, and New Jersey OMB Circular 15-08 are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Greenwich Township School District Board of Education, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major state program. Our audit does not provide a legal determination of the Greenwich Township School District Board of Education's compliance with the compliance requirements referred to above.

##### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's state programs.

-Continued-

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, ***Government Auditing Standards***, and New Jersey OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, ***Government Auditing Standards***, and New Jersey OMB Circular 15-08, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

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

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

-Continued-

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

*Ardito & Company LLC*

ARDITO & COMPANY LLC

Frenchtown, New Jersey

January 20, 2023

*Anthony Ardito*

Anthony Ardito

Certified Public Accountant

ARDITO & COMPANY LLC

Frenchtown, New Jersey

January 20, 2023

GREENWICH TOWNSHIP SCHOOL DISTRICT

K-3

Schedule of Expenditures of Federal Awards  
for the Fiscal Year ended June 30, 2022

Schedule A

Federal Grantor/Pass-through Grantor/Program Title	Federal Assistance Listing No.	FAIN Number	Grant or State Project Number	Program or Award Amount	Grant Period		Balance At June 30, 2021	Carryover/ Walkover Amount	Cash Received	Budget Expend.	Repayment of Prior Years' Balances	Balance at June 30, 2022			Cumulative Total Expenditures
					From	To						Adjust.	Accounts Receivable	Deferred Revenue	
<b>U.S. Department of Education Passed- Through State Dept. of Education: Special Revenue Fund:</b>															
Title I	84.010	S010A210030	N/A	35,915	7/1/21	6/30/22	\$ (1,816)		\$ 37,731	\$ (35,915)		-	-		\$ 35,915
Title II	84.367	S367B210027	N/A	17,336	7/1/21	6/30/22	(327)		17,663	(17,336)		-	-		17,336
Title IV	84.424A	S424B210027	N/A	10,000	7/1/21	6/30/22	(129)		7,349	(10,000)		\$ (2,780)	-		10,000
Total ESEA							(2,272)	-	62,743	(63,251)	-	(2,780)	-	-	63,251
American Rescue Plan-ESSER III	84.425U	S425U210027	ARP	276,575	3/13/20	9/30/24				(6,575)		(276,575)	\$ 270,000		6,575
American Rescue Plan-Accel. Learn. Coaching & Ed. Support	84.425U	S425U210027	ARP	77,952	3/13/20	9/30/24				(24,726)		(77,952)	53,226		24,726
American Rescue Plan-Evidence Based Summer Learning	84.425U	S425U210027	ARP	40,000	3/13/20	9/30/24				-		(40,000)	40,000		
American Rescue Plan-Evidence Based Beyond the Sch. Day	84.425U	S425U210027	ARP	40,000	3/13/20	9/30/24				-		(40,000)	40,000		
American Rescue Plan-NJTSS Mental Health Support Staffing	84.425U	S425U210027	ARP	45,000	3/13/20	9/30/24				-		(45,000)	45,000		
CRRSA ESSER II	84.425D	S425D210027	CRRSA	123,062	3/13/20	9/30/23			123,062	(123,062)		-	-		123,062
CRRSA II Learning	84.425D	S425D210027	CRRSA	25,000	3/13/20	9/30/23			25,000	(25,000)		-	-		25,000
CRRSA II Mental Health	84.425D	S425D210027	CRRSA	45,000	3/13/20	9/30/23	(43,456)		45,000	(1,544)		-	-		45,000
Total Education Stabilization Fund							(43,456)	-	193,062	(180,907)	-	(479,527)	448,226	-	224,363
I.D.E.A. Part B, Basic Regular	84.027	H027A210100	FT-1785-22	129,225	7/1/21	6/30/22	(9,668)		138,894	(129,225)		-	1		129,225
I.D.E.A. Part B, Preschool	84.173	H173A210114	FT-1785-22	10,274	7/1/21	6/30/22	(9,054)		19,328	(10,274)		-	-		10,274
American Rescue Plan-IDEA Basic	84.027X	H027X210100	ARP IDEA	28,497	3/13/20	9/30/24			28,497	(28,497)		-	-		28,497
American Rescue Plan-IDEA Preschool	84.173X	H173X210114	ARP IDEA PS	2,430	3/13/20	9/30/24			2,430	(2,430)		-	-		2,430
Subtotal-Special Education Cluster							(18,722)	-	189,149	(170,426)	-	-	1	-	170,426
<b>Total Special Revenue Fund</b>							<b>\$ (64,450)</b>	<b>\$ -</b>	<b>\$ 444,954</b>	<b>\$ (414,584)</b>	<b>-</b>	<b>\$ (482,307)</b>	<b>\$ 448,227</b>	<b>-</b>	<b>\$ 458,040</b>
<b>U.S. Dept. of Agriculture Passed- Through State Dept. of Education: Enterprise Fund:</b>															
<b>Child Nutrition Cluster:</b>															
National School Lunch Program (Food Distribution)	10.555	21NJ304N1099	N/A		7/1/20	6/30/21	\$ 1,656			(1,656)					1,656
National School Lunch Program (Food Distribution)	10.555	22NJ304N1099	N/A	10,124	7/1/21	6/30/22			10,124	(8,454)			\$ 1,670		8,454
National Breakfast Program	10.555	21NJ304N1099	N/A	21,389	7/1/20	6/30/21	(637)		637						21,389
National School Lunch Program	10.555	21NJ304N1099	N/A		7/1/20	6/30/21	(1,206)		1,206						
National School Lunch Program	10.555	22NJ304N1099	N/A	217,335	7/1/21	6/30/22			211,614	(217,335)		(5,721)			217,335
P-EBT Administrative Cost	10.649	202222S900941	N/A	1,242	7/1/21	6/30/22			1,242	(1,242)		-			1,242
<b>Total Enterprise Fund</b>							<b>(187)</b>		<b>224,823</b>	<b>(228,687)</b>		<b>(5,721)</b>	<b>1,670</b>		<b>250,076</b>
<b>TOTAL FEDERAL ASSISTANCE</b>							<b>\$ (64,637)</b>	<b>-</b>	<b>\$ 669,777</b>	<b>\$ (643,271)</b>	<b>-</b>	<b>\$ (488,028)</b>	<b>\$ 449,897</b>	<b>-</b>	<b>\$ 708,116</b>

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

Note: This Schedule was not subject to an audit in accordance with OMB Uniform Guidance.



GREENWICH TOWNSHIP SCHOOL DISTRICT

K-4

Schedule of Expenditures of State Financial Assistance  
for the Fiscal Year ended June 30, 2022

Schedule B

STATE GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	GRANT PERIOD	AWARD AMOUNT	BALANCE 6/30/2021	CARRY- OVER AMOUNT	CASH RECEIVED	BUDGET. EXPEND.	ADJUST.	REPAYMENT OF PRIOR YEARS' BALANCES	BALANCE AT JUNE 30, 2022			MEMO			
										(ACCTS. RECEIV.)	INTERFUND PAYABLE/ DEFER. REVENUE	DUE TO GRANTOR	BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPEND.		
<b>State Department of Education</b>																
<b>General Fund:</b>																
Equalization Aid	22-495-034-5122-078	7/1/21-6/30/22	\$ 4,047,432			\$ 4,047,432	\$ (4,047,432)							* \$ 402,259	\$ 4,047,432	
School Choice Aid	22-495-034-5122-068	7/1/21-6/30/22	277,936			277,936	(277,936)							* 27,623	277,936	
Transportation Aid	22-495-034-5122-014	7/1/21-6/30/22	134,082			134,082	(134,082)							* 13,325	134,082	
Special Education Aid	22-495-034-5122-089	7/1/21-6/30/22	699,575			699,575	(699,575)							* 69,528	699,575	
Security Aid	22-495-034-5122-084	7/1/21-6/30/22	90,234			90,234	(90,234)							* 8,968	90,234	
Non-Public Transportation Aid	21-100-034-5122-068	7/1/20-6/30/21	11,730	\$ (11,730)		11,730								*		
Non-Public Transportation Aid	22-100-034-5122-068	7/1/21-6/30/22	13,470				(13,470)			\$ (13,470)				*	13,470	
Extraordinary Aid	21-495-034-5122-044	7/1/20-6/30/21	268,976	(268,976)		268,976								*		
Extraordinary Aid	22-495-034-5122-044	7/1/21-6/30/22	297,977				(297,977)			(297,977)				*	297,977	
On Behalf TPAF Pension	22-495-034-5094-002	7/1/21-6/30/22	1,879,247			1,879,247	(1,879,247)							*	1,879,247	
On Behalf TPAF Pension PRM	22-495-034-5094-001	7/1/21-6/30/22	439,068			439,068	(439,068)							*	439,068	
On Behalf TPAF Pension LTD Ins	22-495-034-5094-004	7/1/21-6/30/22	627			627	(627)							*	627	
Reimbursed TPAF Soc.Secur.Contrib.	22-495-034-5094-003	7/1/21-6/30/22	359,502			358,359	(359,502)			(1,143)				*	359,502	
<b>Total General Fund</b>				<b>(280,706)</b>		<b>8,207,266</b>	<b>(8,239,150)</b>			<b>(312,590)</b>				*	<b>521,703</b>	<b>8,239,150</b>
<b>Debt Service Fund:</b>																
Debt Service Aid Type 2	22-100-034-5122-124	7/1/21-6/30/22	174,458			174,458	(174,458)							*	174,458	
				-	-	174,458	(174,458)	-	-	-	-	-	-	*	-	174,458
<b>State Department of Agriculture:</b>																
<b>Enterprise Fund:</b>																
Nat.School Lunch Prog.(State Share)	21-100-010-3350-023	7/1/20-6/30/21		(86)		86								*		
Nat.School Lunch Prog.(State Share)	22-100-010-3350-023	7/1/21-6/30/22	4,984			4,852	(4,984)			(132)				*	4,984	
<b>Total Enterprise Fund</b>				<b>(86)</b>		<b>4,938</b>	<b>(4,984)</b>			<b>(132)</b>				*	<b>4,984</b>	
<b>Total State Financial Assistance</b>				<b>\$ (280,792)</b>		<b>\$ 8,386,662</b>	<b>\$ (8,418,592)</b>			<b>\$ (312,722)</b>				*	<b>\$ 521,703</b>	<b>\$ 8,418,592</b>
<u>Less On-behalf TPAF Pension Amounts:</u>																
On Behalf TPAF Pension	22-495-034-5094-002						1,879,247									
On Behalf TPAF Pension PRM	22-495-034-5094-001						439,068									
On Behalf TPAF Pension LTD Ins	22-495-034-5094-004						627									
<b>Total State Expenditures Subject to Major Program Determination</b>							<b>\$ (6,099,650)</b>									

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

NOTES TO THE SCHEDULES OF EXPENDITURES OF AWARDS  
AND FINANCIAL ASSISTANCE  
JUNE 30, 2022

**NOTE 1. GENERAL**

The accompanying schedule of expenditures of state financial assistance includes state award activity of the Board of Education, Greenwich Township School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All state awards received directly from state agencies, as well as state financial assistance passed through other government agencies is included on the schedule of expenditure of state financial assistance.

**NOTE 2. BASIS OF ACCOUNTING**

The accompanying schedule of expenditures of state financial assistance includes state award activity of the Board of Education, Greenwich Township School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All state awards received directly from state agencies, as well as state financial assistance passed through other government agencies is included on the schedule of expenditure of state financial assistance.

**NOTE 3. RELATIONSHIP TO GENERAL PURPOSE FINANCIAL STATEMENTS**

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$33,076 for the general fund and \$16,425 for the special revenue fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented on the following page:

NOTES TO THE SCHEDULES OF EXPENDITURES OF AWARDS  
AND FINANCIAL ASSISTANCE  
JUNE 30, 2022

**NOTE 3. (Continued)**

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund		\$ 8,272,226	\$ 8,272,226
Special Revenue Fund	\$ 431,009	-	431,009
Debt Service Fund		174,458	174,458
Food Service Fund	<u>228,687</u>	<u>4,984</u>	<u>233,671</u>
Total Financial Assistance	<u>\$ 659,696</u>	<u>\$ 8,451,668</u>	<u>\$ 9,111,364</u>

**NOTE 4. RELATIONSHIP TO STATE FINANCIAL REPORTS**

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

**NOTE 5. OTHER**

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 2022. TPAF Social Security Contributions represents the amount reimbursed by the state for employer's share of social security contributions for TPAF members for the year ended June 30, 2022.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Section I - Summary of Auditor's Results

**Financial Statement Section**

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

1) Material weakness(es) identified? \_\_\_ Yes  No

2) Were significant deficiencies identified that were not considered to be material weaknesses? \_\_\_ Yes  None Reported

Noncompliance material to financial statements noted? \_\_\_ Yes  No

**Federal Awards**

**Not Applicable**

Internal control over major programs:

1) Material weakness(es) identified? \_\_\_ Yes \_\_\_ No

2) Were significant deficiencies identified that were not considered to be material weaknesses? \_\_\_ Yes \_\_\_ None

Type of auditor's report issued on compliance for major programs: N/A

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516(a) of? \_\_\_ Yes \_\_\_ No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>FEIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
N/A		

Dollar threshold used to distinguish between Type A and Type B programs: N/A

Auditee qualified as low-risk auditee? \_\_\_ yes \_\_\_ no

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**State Financial Assistance Section**

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee? x\_yes\_  \_no

Internal Control over major programs:  
1) Material weakness(es) identified?   \_yes\_  \_x\_  \_no  
2) Were significant deficiencies identified that were not considered to be material weaknesses?   \_yes\_  \_x\_  \_none

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

Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular letter 15-08 as applicable?   \_yes\_  \_x\_  \_no

Identification of major programs:

**State Grant/Project Number(s)**

**Name of State Program**

22-495-034-5120-078	State Aid Cluster (Equalization Aid)
22-495-034-5120-068	State Aid Cluster (School Choice Aid)
22-495-034-5120-089	State Aid Cluster (Special Education Aid)
22-495-034-5120-084	State Aid Cluster (Security Aid)
22-495-034-5094-003	Reimbursed TPAF Soc.Secur.Contrib.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**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.

**Financial Statement**      N/A

**Section III - Federal Awards and State Financial Assistance Findings and 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 NJOMB Circular Letter 15-08, as applicable.

**Federal Awards**              N/A

**State Awards**                N/A

SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**STATUS OF PRIOR YEAR FINDINGS**

N/A

In accordance with *government auditing standards*, our procedures included a review of all prior year recommendations. There were no prior year findings.