

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT

**Columbus, New Jersey
County of Burlington**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

ANNUAL COMPREHENSIVE FINANCIAL REPORT

OF THE

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT

COLUMBUS, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Prepared by

**Northern Burlington County Regional School District
Finance Department**

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INTRODUCTORY SECTION

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Northern Burlington County Regional School District

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District Web Page
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February 15, 2023

Honorable President and Members
of the Board of Education
Northern Burlington County Regional School District
County of Burlington
Columbus, New Jersey

Dear Board Members/Citizens:

The Annual Comprehensive Financial Report (ACFR) of the Northern Burlington County Regional School 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 Northern Burlington County Regional School District. 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, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the district as of June 30, 2022, and the respective changes in financial position and cash flows, where applicable, thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America. All disclosures necessary to enable the reader to gain an understanding of the district's financial activities have been included.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors.

The Annual Comprehensive Financial Report is presented in four sections as follows:

Introductory Section:

Section contains a Letter of Transmittal, Roster of Officials, Consultants and Advisors, and an Organizational Chart.

Financial Section:

Section contains the Independent Auditors' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements, Required Supplementary Information (RSI) and Other Supplementary Information.

Proudly serving the communities of
Chesterfield Township Mansfield Township North Hanover Township Springfield Township

Statistical Section:

Section contains selected financial trends, revenue and debt capacity, demographic, economic and other operating information, generally presented on a multi-year basis.

Single Audit Section:

The School District is required to undergo an annual Single Audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and New Jersey OMB's Circular 15-08 OMB, "*Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*". Information related to this Single Audit, including the independent auditor's report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, are included in the Single Audit Section of this report.

REPORTING ENTITY AND ITS SERVICES

The Northern Burlington County Regional School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by Statement No. 14, GASB Statement No. 39, GASB No. 61 and amended by GASB No. 80. The Northern Burlington County Regional Board of Education and its two schools constitute the district's reporting entity.

The district continues to maintain a high quality of education. The district provides a full range of educational programs and services appropriate to grade levels 7 through 12. These include regular, vocational, programs for the very able students (gifted and talented), as well as those for students with disabilities both in and out of district. The district educates students from Chesterfield Township, Mansfield Township, North Hanover Township, Springfield Township and the Joint Military Base McGuire, Dix, Lakehurst.

Supervising district wide goals is a district superintendent, a school business administrator/board secretary, a director of curriculum, instruction & professional development, three district-wide curriculum directors, a director of special services and an athletic director. The Northern Burlington County Regional High School and Middle School each have its own principal. The High School has three assistant principals and the middle school has one assistant principal.

- Northern Burlington County Regional Middle School: Grades 7 & 8: The middle school is a grade 7 to 8 school of 725 students. There are two administrators and a staff of approximately 90 teachers and support employees. The school is a state-of-the-art facility built in 2003 and is 144,000 square feet in size. The school is located on 180 Mansfield Road East, in Columbus where it shares a campus with the high school.
- Northern Burlington County Regional High School: Grades 9 through 12: The high school is a grade 9 through 12 school of 1459 students. There are four administrators and a staff of approximately 140 teachers and support employees. The original school building was built in 1960, and recently expanded by 57,109 square feet to create a closed campus. The high school is 272,654 square feet in size and is well maintained. The high school is located on 160 Mansfield Road East, in Columbus where it shares a campus with the middle school.

The Regional Board of Education is comprised of nine members, each elected to three-year terms. Based on the 2010 US Census the regional school boards seats are allocated as follows: Chesterfield has two seats, Mansfield has three seats, North Hanover has three seats, and Springfield has one seat.

The Regional Board of Education traditionally meets on the second Monday of each month for a work-session meeting and the third Monday of each month for a regular meeting. During its meetings and work-sessions the board determines district goals and priorities and conducts other business. Board meetings are open to the public and begin at 7:30 PM. All work-session and regular meeting agendas and minutes are posted on the district's e-governance webpage at www.nburlington.com.

The Parent Teacher Student Connection (PTSC) is active in the district and provides community support for a variety of programs and activities for the students.

Each district school follows district-wide goals and educational approaches to the teaching of children, while maintaining a unique personality. All curricula in the district have been aligned to the New Jersey Core Curriculum Content Standards (NJCCCS) and the Common Core State Standards (CCSS). The following briefly describes new programs and or enhancements to existing programs that ensure the implementation of the standards:

Mathematics

The budgetary focus is to provide curricular resources as well as assessments aligned to standards to differentiate instruction. The annual subscription fees for resources for mathematics comprise the majority of this department's budget.

Science

The middle school implementation of the IQWST program continues as a primary budgetary focus. The program allows teachers to truly address the NJSLS in content as well as in engineering practices. Subscriptions for digital laboratory simulations will be retained.

English Language Arts

The English Language Arts/Literacy program continues to focus on multiple genres, student choice in reading, and analysis of varied types of literary and informational texts aligned to the New Jersey Student Learning Standards. The budget priorities support these efforts. Revisions to curricula will ensure the requirements of inclusivity, diversity, climate change, and contributions of members of the LGBTQ community.

Social Studies

Ongoing revisions to the social studies curricula to meet the 2020 New Jersey Student Learning Standards reflect a more defined model of periodization in history. The district's social studies program continues to focus on the incorporation of resources and informational text to promote the shared responsibility of a balanced literacy framework. The curricula in all social studies courses will continue to sharpen students' reading and writing skills, use of technology, and application of critical thinking. Revisions to curricula will also ensure the requirements of inclusivity, diversity, climate change, and contributions of members of the LGBTQ community.

Visual and Performing Arts

The state has adopted the 2020 New Jersey Student Learning Standards, and the Visual and Performing Arts standards resemble the National Arts Standards from the National Coalition of Core Arts Standards (NCCAS). Lessons and activities will be revised to ensure students are prepared for graduation and to facilitate maximization of opportunities in fine art, music, and theatre beyond graduation.

21st Century Life and Careers

The state has adopted the 2020 New Jersey Student Learning Standards including [Career Readiness, Life Literacies, and Key Skills](#). Computer Science and Design Thinking standards have also been revised. Applied Technology, Business, and Agriscience curricula will need to incorporate new resources and materials in real world learning activities for students to practice essential life skills in analysis, development, design and problem solving. Northern will be revising a Comprehensive Needs Assessment as a requirement under Perkins V, the Strengthening Career and Technical Education for the 21st Century Act. The Applied Technology department is studying the recently released Standards for Technological Literacy and attending conferences to ensure our programs are leading the way in student preparation. Accounting, Marketing, and Entrepreneurship courses continue to increase student participation in the co-curricular activities to include DECA (Distributive Education Clubs of America) and FBLA (Future Business Leaders of America).

Comprehensive Health and Physical Education

The state has adopted the 2020 New Jersey Student Learning Standards for Comprehensive Health and Physical Education. All courses measure and monitor students' development of knowledge and skills that influence life-long healthy behaviors within the context of self, family, school, and the local and global community. We are providing staff opportunities for professional development directly related to these changes and are using resources recommended by state professional associations to deliver sensitive content. Electronic resources to support middle school health instruction have been included in the budget. In the high school, Peer Leadership will be replaced by a Peer Mentoring program which will require an annual training in the summer for students and teachers.

World Languages

The state has adopted the 2020 New Jersey Student Learning Standards for World Language. The World Language department uses locally developed assessments to measure student progress in the three modes of communication: interpersonal (conversational skills) interpretive (reading and listening comprehension) and presentational (writing and speaking skills). The World Language teachers collaborate on the selection of authentic materials that encourage active learning and support the development of conceptual understanding. Students in advanced levels of World Language courses are assessed to determine their proficiency in obtaining the NJ State Seal of Biliteracy. World language teachers meet regularly to ensure there is consistency between the same courses taught in both the middle school and high school.

Technology

Technology is a seamless part of instruction. Maintaining resources is supported through both ARP ESSER and local funds for FY 23. The Facilitators of Instructional Technology (FITs) assist with training and implementation of new tools.

ECONOMIC CONDITION AND OUTLOOK

The district completed the 2021-2022 fiscal year with an average daily enrollment of 2,153 students which is an increase of 10 students over the previous year’s average daily enrollment. The table presents the annual pupil enrollment, as of October 15, 2021 for the current and previous nine school years.

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2021-2022	2,183	1.06%
2020-2021	2,160	-0.46%
2019-2020	2,170	-1.23%
2018-2019	2,197	-0.32%
2017-2018	2,204	3.43%
2016-2017	2,131	2.85%
2015-2016	2,072	-3.54%
2014-2015	2,148	1.75%
2013-2014	2,111	4.97%
2012-2013	2,011	1.26%

Enrollment projections are determined by a demographer using the cohort survival ratios and 6 years of historical data.

**Projected Grade 7-12 Enrollments for 2021-22 to 2025-26
Using Cohort-Survival Ratios and 6 years of Historical Data**

Year	7	8	9	10	11	12	SE	7 - 8 Total	9 - 12 Total	7 - 12 Total
2021-22	343	369	336	360	369	338	14	712	1403	2129
2022-23	328	337	344	324	347	367	13	665	1382	2060
2023-24	343	323	314	331	312	345	13	666	1302	1981
2024-25	328	337	301	302	319	310	12	665	1232	1909
2025-26	355	323	314	290	291	317	12	678	1212	1902

Although the housing development in Mansfield Township has slowed, Chesterfield Township continues to build new homes and grow. Housing on Joint Military Base McGuire, Dix, Lakehurst is near capacity.

We recognize that the State is in a financial crisis and want to assure our residents that the Northern Burlington County Regional School District is doing its part to maintain a responsible budget. The district’s administration closely monitors the cost of operations and continues to look for new funding sources in order to maintain the quality education services that the district has been accustomed to providing.

MAINTAINING OUR SCHOOL SYSTEM:

The district administration and school board understands that strategic planning is essential to successful change. With this in mind, administrators and faculty continue to guide the decision-making process with the support of the Middle States Association (MSA). Since 2015, when the district successfully completed the Excellence By Design Protocols as outlined by the Middle States Accreditation Process, the district continues to evaluate its success in accomplishing the goals established in the process. This is a self-assessment protocol that will continue through 2024 and will culminate in the attainment of certification from the MSA.

In the 2022 school year, NB focused on the completion of several phases of the high school renovation and construction project that was approved by the voter in March of 2018. The main addition which connects the east to the west portions of the high school was sustainably completed in mid-May 2021. In fact, the Main Addition, the 400/500 connector and the Health and Fitness Center were completed in time for a move-in over the summer of 2021.

The FY'23 spending plan will demonstrate a continued focus on closing out the construction project. With the completion of the comprehensive construction and renovation project in the high school, the board will now focus on the 'punch list' of items. This will have an impact on the finances as necessary equipment will need to be purchased to complement various instructional programs.

The Board remains committed to continue its practice of presenting budgets within the tax levy caps. The increase in state aid to address the federally connected student will support continued capital projects.

RAISING STANDARDS AND EXPANDING OPPORTUNITIES

Academic priorities for FY'23 once again find focus in providing equity and equality for all students. The district has a strong focus on providing advanced academic programs as well as support programs for at-risk students. To accomplish this, programs are continually assessed and curriculum revised.

Academic Priorities include:

- Pilot of a new classroom observation instrument to provide more specific feedback to teachers and incorporate student performance.
- Adoption of curriculum mapping software to demonstrate alignment between standards, curriculum and instruction.
- A district-developed online version of Personal Economics and Career Planning will be offered for a fourth summer, increasing avenues for students to obtain credit, and providing more flexibility in student's course scheduling.
- Development of the Celebrating Diversity high school new elective semester course.

BUILDING PROFESSIONALISM

Each summer the Central Administration coordinates and presents an "Administrative Retreat." This is a carefully crafted professional development program that is designed to build capacity in critical areas of the administrative team. The retreat focus for the summer of 2023 is yet to be decided but the time spent is always critical to the professional development of the leadership team.

It should also be noted that the Northern Burlington County Regional School District administrators and faculty are proud to continue to implement its locally developed teacher assessment and principal assessment tools. Both tools have been approved by the Department of Education. Moreover, the central administration, after working with the Superintendent, has revised the administrative evaluation tool to reflect the more recent *Professional Standards for Educational Leaders*.

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Chesterfield Township Mansfield Township North Hanover Township Springfield Township

PROTECTING OUR INVESTMENTS (CAPITAL AND MAINTENANCE PROJECTS/CAPITAL RESERVE)

The school district continues to finish up a four-year construction project that entailed connecting the two high school buildings with a new main addition of approximately 52,000 square feet and an extensive 50,000 square feet renovation. The building project focused on health, safety and security, core infrastructure, academics, and fiscal responsibility. It will improve the current school climate and bolster academic opportunities for students and staff members, as well as prepare for the future.

The building project connected the old junior high school building to the original high school building creating a closed campus, updates 60+ year old mechanical systems such as boilers, HVAC, electric, plumbing, etc., provides air conditioning throughout the entire school, replaces sections of roofs on each school building and adds nine additional classrooms. Construction started in June 2019 and is now substantially complete.

The Board, in its 2021-2022 budget, appropriated capital reserve funds to construct the Agri-Science Pole Barn, resurface the tennis courts, provide finishes for the new greenhouse and complete the parking lot. Further, the 2022-2023 budget includes the addition of HVAC units at the high school, the replacement of a roof top HVAC unit at the middle school, construction of various athletic storage facilities and a pole barn used for storage.

Through a comprehensive maintenance plan the district continues to service all major mechanical systems (time clock, bus lock rolling gate, elevators, air compressors, hot water heaters, hot water boiler heating system, fire suppression limited area sprinkler, kitchen fire suppression system, extinguishers, unit heaters and ventilator filter, cleaning and blower motor replacements, generator maintenance, gym equipment servicing and repair, gym floor refinishing, etc.) Service all grease traps and wastewater holding tanks. Concrete sidewalk replacement. Parking lot paving and curb stop repairs and replacements. Add additional emergency-generator lighting and emergency circuits. Construction asphalt of cart path connecting middle school and high school athletic fields and the Transportation Center.

Further, the school district will continue to replace metal halide light fixtures with LED fixtures. Each summer the building and grounds staff continues to paint areas that need restoring.

PLANNING FOR THE FUTURE

This administration and Board of Education fully understands the dynamics of strategic thinking and have established a collaborative decision-making process that incorporates a deliberate approach to strategic planning initiatives. Resources are evaluated, needs assessed, and progress measured. Key decisions are examined in scenario-based discussions and final goals are established after consideration from all stakeholders.

This strategic thinking process was best demonstrated in the successful March 2018 \$39.7 million High School renovation/addition referendum. For this to be successful, the Board and administration worked closely with the communities to develop and present a facilities plan that addressed the core needs of the district which included, academic, health and safety, and fiscal responsibility. This was a three-year effort that culminated in the success of the referendum.

During the 2022-2023 school year, the Board of Education and its administration will continue to strive for excellence through the maintenance of the strategic plan that will guide instruction, facilities, and technology decision-making for the next five years. This process has included the crossover of the district's strategic planning process from the accreditation for growth (AFG) model to the Excellence By Design (ExBD) model as well as a rethinking of technologies to improve instruction. The Board and its administration will also continue managing the comprehensive addition/renovation project that is sure to challenge all planning skills.

INTERNAL ACCOUNTING CONTROLS

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

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

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

BUDGETARY CONTROLS

In addition to internal accounting controls, the School District maintains budgetary controls. 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 referred in N.J.A.C. 6A:23. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the New Jersey Department of Education. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section. An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either cancelled or included as re-appropriations of fund balance in the subsequent year.

ACCOUNTING SYSTEM AND REPORTS

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

FINANCIAL POLICIES

The intent of the School Board is to ensure that the School District manages its budget and finance in a fiscally prudent and responsible way by establishing financial policies for the Budget, Fund Balance and the maintenance of adequate reserves. The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the liability is incurred. Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues except for certain grant revenues, are recognized when susceptible to accrual that is when they become measurable and available. Property taxes, interest and certain General Fund revenues are the significant revenue sources considered susceptible to accrual.

OTHER INFORMATION

INDEPENDENT AUDIT

State statutes require an annual audit by independent certified public accountants. The accounting firm of Holt McNally & Associates, Inc., Certified Public Accounts, was appointed by the Board of Education. In addition to meeting the requirements set forth in the State statutes, the audit was also designed to meet the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditor's report on the basic financial statements and combining statements and related major fund supporting 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.

AWARDS AND ACKNOWLEDGEMENTS

The Northern Burlington County Regional School District Board of Education has committed itself to financial excellence for many years. In addition, the School District's system for financial planning, budgeting and internal fiscal controls are well effective and consistently implemented. The School District plans to continue its sound fiscal management practices to meet the challenges of the future. Correspondingly, we are pleased to report that the School District participates in the Association of School Business Officials International's (ASBO) program recognizing the Certificate of Excellence (COE) in Financial Reporting. For many years, the Association of School Business Officials has offered a Certificate of Excellence in Financial Reporting Program and this program has been the "gold standard" for school districts wanting to demonstrate superior accounting practices and reporting procedures to the communities they serve. Northern Burlington strives to achieve this honor.

We would like to express our appreciation to the members of the 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 dedicated services of our business office staff.

Respectfully Submitted,



Andrew Zuckerman, Ed.D.
Superintendent of Schools

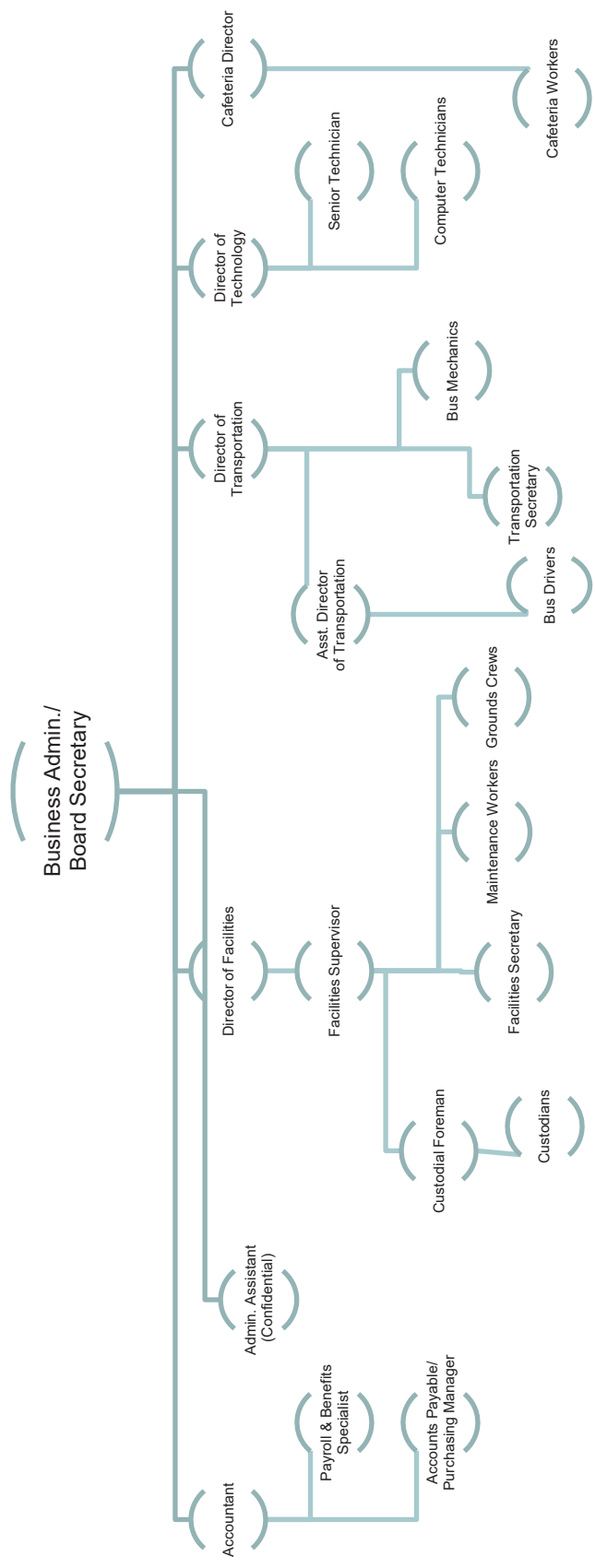


Richard Kaz, Jr.
School Business Administrator/Board Secretary

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Chesterfield Township Mansfield Township North Hanover Township Springfield Township

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Northern Burlington County Regional School District Business Office



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**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
COLUMBUS, NEW JERSEY**

ROSTER OF OFFICIALS

June 30, 2022

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Paul Narwid, President	2024
Angela Reading, Vice President	2023
Michael Figgs	2022
Kimberly Hutchinson	2022
Edmund Nowak	2022
Radiyah Gamble	2024
James Specca	2023
Gerry Spence	2024
Adwoah Adomako	2022
Maj. Roy A. "RJ" Jefferson, Jr., Joint Military Base Lisason	

OTHER OFFICIALS

Dr. James Sarruda, Superintendent

Richard Kaz, Board Secretary/Business Administrator

Amy Lerner, Treasurer

Frank P. Cavallo, Jr., Esq., Solicitor

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**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
COLUMBUS, NEW JERSEY**

CONSULTANTS AND ADVISORS

June 30, 2022

ARCHITECT

Fraytak Veisz Hopkins Duthie, P.C.
Trenton, New Jersey

ENGINEER

Van Cleef Engineering, Inc.
Robbinsville, New Jersey

AUDIT FIRM

Holt McNally & Associates, Inc.
David McNally, CPA, PSA, RMA
Medford, New Jersey

ATTORNEY

Frank P. Cavallo, Jr., Esq.
Parkey McCay
Mount Laurel, New Jersey

OFFICIAL DEPOSITORY

Republic Bank
Lumberton, New Jersey

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FINANCIAL SECTION

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HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Northern Burlington County Regional School District
County of Burlington
Columbus, New Jersey

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Northern Burlington County Regional School District, County of Burlington, 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 School District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Northern Burlington County Regional School District, County of Burlington, State of New Jersey, 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; the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. 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 School District, and to meet our 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.

Emphasis of Matter

Prior Period Restatement

Due to a valuation of District capital assets in the current year, Net Position as of June 30, 2021 on the statement of activities and the statement of revenues, expenses and changes in fund net position has been restated, as discussed in Note 21 to the financial statements. Our opinion is not modified with respect to this matter.

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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 School District's ability to continue as a going concern for twelve months beyond the financial statement date, including any current known information that may raise substantial doubt shortly thereafter.

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 opinion. 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* and in accordance with accounting principles and practices prescribed by the Office of School Finance, Department of Education, State of New Jersey will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than 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 judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatements 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 School 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 judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the School 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 the schedules related to accounting and reporting for pensions and other post-employment benefits, as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. The combining and individual fund statements and long-term debt schedules are presented for purposes of additional analysis, as required by the Office of School Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* are also not a required part of the basic financial statements. 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 fund financial statements, long-term debt schedules and accompanying schedules of expenditures or federal award 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 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 the 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 February 15, 2023 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

Respectfully submitted,

HOLT MCNALLY & ASSOCIATES, INC.

Certified Public Accountants & Advisors

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

Medford, New Jersey
February 15, 2023

REQUIRED SUPPLEMENTARY INFORMATION - PART I

Management's Discussion and Analysis

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**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
COLUMBUS, NJ**

**MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

The Discussion and Analysis (MD&A) of Northern Burlington County Regional School District’s (the School District) financial performance provides an overall review of the School District’s financial activities for the fiscal year ended on 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 basic financial statements and notes to the basic financial statements to enhance their understanding of the School District’s financial performance. Certain comparative information between the current fiscal year (2021-2022) and the prior fiscal year (2020-2021) is required and is presented in the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2022 fiscal year are as follows:

-  Northern Burlington formally reserved \$1,500,000 of unanticipated Federal Impact Aid bringing the total reserve to \$4,477,792 at fiscal year-end.
-  Northern Burlington formally transferred \$5,500,000 into a capital reserve account to fund future capital projects and withdrew \$1,490,000 for spending bringing the total balance in the capital reserve to \$7,727,925 at fiscal year-end.
-  The overall General Fund fund balance (budgetary basis) increased \$5,902,934 from the prior fiscal year to \$19,031,306 at June 30, 2022.
-  At the conclusion of the fiscal year, the district’s Unassigned General Fund balance (budgetary basis) was \$3,702,735. The State of New Jersey limits the amount of unassigned fund balance to 4% of the adjusted general fund expenditures plus certain allowable adjustments. The amount of unassigned fund balance at the end of the current year is less than the maximum allowed.
-  The amount of unassigned general fund balance in the School District’s general fund on a GAAP basis was \$1,794,736. The difference between the budgetary basis and the GAAP basis is the final two State aid payments in the amount of \$1,907,999 which was recognized as revenue on a budgetary basis but not on a GAAP basis.
-  The School District’s Food Service Fund, Regional Transportation Fund, Adult School and Technology Fund each increased their net position in the amount of \$237,205, \$32,730, \$22,689 and \$81,219 respectively.

Using this Annual Comprehensive Financial Report (ACFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the Northern Burlington County Regional School District as a financial whole, an entire operating entity. Required supplementary information and other supplementary information proceed to provide an increasingly detailed look at specific financial activities.

The focus of governmental accounting differs from that of business enterprises. In government, the financial statement user is concerned with determining accountability for funds, evaluating operating results, and assessing of service that can be provided by the governmental along with its ability to meet obligations as they become due. In comparison, the primary emphasis in the private sector from both an operational and reporting perspective is on the maximization of profits.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
COLUMBUS, NJ**

**MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Using this Annual Comprehensive Financial Report (ACFR) (continued)

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. In the case of Northern Burlington County Regional School District, the general fund is by far the most significant fund.

Reporting the School District as a Whole

Government-Wide Financial Statements

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 help answer this question. These statements include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by most private-sector companies. These bases of accounting take into account all of the current year’s revenues and expenditures, regardless of when cash is received or paid.

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

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, but not limited to, instruction, support services, operation and maintenance of plant facilities and pupil transportation.
- ◆ Business-Type Activities – This service is provided on a charge for goods or services basis in order to recover all the expenses of the goods or services provided. The Food Service, Regional Transportation Program, Adult School and Technology enterprise funds are reported as business activities.

Reporting the School District’s Most Significant Funds

Fund Financial Statements

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

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
COLUMBUS, NJ**

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

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 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 funds information help the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Proprietary Funds

The School District maintains four proprietary fund types, enterprise funds. The enterprise 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 School District is that the costs of providing goods or services be financed through user charges. The food services enterprise fund provides for the operation of food services in the School District's middle and high schools. The transportation services enterprise fund provides for the operation of a transportation system that provides transportation services to three school districts within the regional system. Likewise, the technology fund provides for shared technology services such as computer technicians and Internet access to three school districts within the regional system. The adult school provides educational programs to adults. The proprietary funds have been included within the business-type activities in the government-wide financial statements.

Fiduciary funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government entity. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the School District's own programs.

The School District does not currently maintain any fiduciary funds.

Notes to the Financial Statements

The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found after the fund financial statements in this report.

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the school district as a whole (governmental and business-type activities). Net position may serve over time as a useful indicator of a government's financial position.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
COLUMBUS, NJ**

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

The School District as a Whole (continued)

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

Table 1 provides a summary of the School District's net position for fiscal year 2022 compared to fiscal year 2021.

**Table 1
Summary of Net Position**

	June 30, <u>2022</u>	June 30, <u>2021</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Current & Other Assets	\$ 21,831,500	\$ 23,187,080	\$ (1,355,580)	-5.8%
Capital Assets, Net	79,926,834	73,124,675	6,802,159	9.3%
Total Assets	<u>101,758,334</u>	<u>96,311,755</u>	<u>5,446,579</u>	5.7%
Deferred Outflow of Resources	<u>1,235,492</u>	1,980,666	(745,174)	-37.6%
Current and other Liabilities	1,502,530	1,405,469	97,061	6.9%
Noncurrent Liabilities	<u>57,864,810</u>	<u>63,026,874</u>	<u>(5,162,064)</u>	-8.2%
Total Liabilities	<u>59,367,340</u>	<u>64,432,343</u>	<u>(5,065,003)</u>	-7.9%
Deferred Inflow of Resources	<u>4,168,712</u>	<u>3,926,370</u>	242,342	6.2%
Net Position:				
Net Investment in Capital Assets	32,354,442	23,319,063	9,035,379	38.7%
Restricted	9,842,289	7,063,718	2,778,571	39.3%
Unrestricted (Deficit)	<u>(2,738,957)</u>	<u>(449,073)</u>	<u>(2,289,884)</u>	509.9%
Total Net Position	<u>\$ 39,457,774</u>	<u>\$ 29,933,708</u>	<u>\$ 9,524,066</u>	31.8%

The School District's combined net position was \$39,457,774 on June 30, 2022. This was an increase of \$9,524,066 or 31.8% from the prior year. For both the Governmental and Business-Type activities, the largest component of net position is Unrestricted Net Position. Below are explanations for the large fluctuations from prior to current year:

- The District's largest component of increase in net position is the \$9,035,379 of net investment in capital assets. The increase of \$9,035,379 is primarily due to use of bond proceeds for the continued construction in progress of the High School Building Project.
- The decrease in noncurrent liabilities is primarily due to payment of annual debt service coming due during the current year.
- The increase in Restricted Net Position of \$2,778,571, or 39.3%, is primarily due to the deposit funds into the capital and federal impact aid reserves for future use.
- Although the School District's overall financial performance increased from the prior year, the primary reason for the decrease of \$2,289,884 in unrestricted (deficit) in net position is the deposit of funds into the capital reserve and federal impact aid reserve for use in future years.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
COLUMBUS, NJ**

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

The School District as a Whole (continued)

Table 2 provides a summary of the School District's changes in net position for fiscal year 2022 compared to fiscal year 2021.

**Table 2
Summary of Changes in Net Position**

	June 30, <u>2022</u>	June 30, <u>2021</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Revenues:				
Program Revenues:				
Charges for Services	\$ 1,586,090	\$ 1,381,131	\$ 204,959	14.8%
Operating Grants & Contributions	10,671,148	12,817,733	(2,146,585)	-16.7%
General Revenues:				
Property Taxes	24,843,781	24,599,293	244,488	1.0%
Federal & State Aid	23,613,645	18,021,998	5,591,647	31.0%
Other General Revenues	1,059,289	1,891,441	(832,152)	-44.0%
Special Items:				
Gain/(Loss) on Fixed Asset Appraisal	(85,884)	-	(85,884)	100.0%
Total Revenues	<u>61,688,069</u>	<u>58,711,596</u>	<u>2,976,473</u>	<u>5.1%</u>
Function/Program Expenditures:				
Regular Instruction	16,358,864	18,515,341	(2,156,477)	-11.6%
Special Education Instruction	4,521,126	4,715,048	(193,922)	-4.1%
Other Instruction	2,649,998	2,692,184	(42,186)	-1.6%
Tuition	1,839,552	1,906,038	(66,486)	-3.5%
Student & Instruction Related Services	8,558,675	8,675,402	(116,727)	-1.3%
General Administrative	1,244,573	973,020	271,553	27.9%
School Administrative Services	2,097,683	2,324,521	(226,838)	-9.8%
Central Services	950,769	1,005,856	(55,087)	-5.5%
Administrative Info. Technology	62,173	55,234	6,939	12.6%
Plant Operations & Maintenance	5,583,265	5,465,289	117,976	2.2%
Pupil Transportation	4,225,112	3,777,211	447,901	11.9%
Interest & Other Charges	1,717,018	1,790,528	(73,510)	-4.1%
Food Service	1,018,764	333,945	684,819	205.1%
Regional Transportation	740,039	665,736	74,303	11.2%
Adult Schools	80,832	87,225	(6,393)	-7.3%
Technology	515,560	460,027	55,533	12.1%
Total Expenditures	<u>52,164,003</u>	<u>53,442,605</u>	<u>(1,278,602)</u>	<u>-2.4%</u>
Change In Net Position	9,524,066	5,268,991	4,255,075	80.8%
Net Position - Beginning	29,933,708	24,664,717	5,268,991	21.4%
Net Position - Ending	<u>\$ 39,457,774</u>	<u>\$ 29,933,708</u>	<u>\$ 9,524,066</u>	<u>31.8%</u>

Below are explanations for the large fluctuations from prior to current year:

- The School District's regular, special education and other instruction lines decreased by \$2,392,585. The primary reason for the increase is due to the allocation of OPEB liability and the change in On-Behalf TPAF expense.
- The School District's Food Service expense increased \$684,819 from the prior fiscal year. The primary reason was due to the change in operations from COVID-19.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
COLUMBUS, NJ**

**MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

The School District as a Whole (continued)

As described in Note 21 to the financial statements, the district completed a full appraisal on its capital assets. The completion of this appraisal resulted in a restatement of the District’s opening net position as of July 1, 2021 in the amount of \$5,629,384, as indicated in Note 21 to the Financial Statements. Prior years’ balances reflected in the MD&A have been updated to reflect this change.

Financial Analysis of the Government’s Funds

All governmental funds (i.e., general fund, special revenue fund, capital project fund and debt service fund) are accounted for using the modified accrual basis of accounting. Total revenues and other financing sources amounted to \$60,179,212 and expenditures were \$61,966,598. The net change in fund balance for the year was a decrease of \$1,787,386. As demonstrated by the various statements and schedules included in the financial section of this report, the School District continues to meet its responsibility for sound financial management.

Table 3 provides a summary of the governmental funds revenues for fiscal year 2022 compared to fiscal year 2021.

**Table 3
Summary of Governmental Funds Revenues**

	June 30, <u>2022</u>	June 30, <u>2021</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Local sources:				
Local Tax Levy	\$ 24,843,781	\$ 24,599,293	\$ 244,488	1.0%
Tuition	239,362	320,213	(80,851)	-25.2%
Transportation	154,456	94,355	60,101	63.7%
Miscellaneous	1,356,106	1,936,548	(580,442)	-30.0%
Federal Sources	4,463,135	3,933,707	529,428	13.5%
State Sources	28,812,372	21,408,863	7,403,509	34.6%
Total Revenues	<u>\$ 59,869,212</u>	<u>\$ 52,292,979</u>	<u>\$ 7,576,233</u>	14.5%

Revenues increased by \$7,576,233 or 14.5% over the prior year. Below are explanations for the large fluctuations from prior to current year:

- The tax levy increased \$244,488 or 1.0% from the prior year was based on the tax rates struck by the townships. The reason for the increase was to meet required annual debt service payments for the district’s outstanding general obligation bonds.
- The increase in federal revenue is related to COVID award monies spent in response to the pandemic throughout the year.
- The increase in State Sources of \$7,403,509 is primarily related to an increase in On-Behalf TPAF Contributions reported for the current year. This represents noncash assistance from the State of New Jersey that the District is required to report on an annual basis. The District also received State Military Impact Aid of \$4,552,150 in the current year.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
COLUMBUS, NJ**

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

Financial Analysis of the Government's Funds (continued)

Table 4 is summary of governmental fund expenditures for fiscal year 2022 compared to fiscal year 2021.

**Table 4
Summary of Governmental Funds Expenditures**

	June 30, <u>2022</u>	June 30, <u>2021</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Instruction:				
Regular Instruction	\$ 13,764,613	\$ 13,210,141	\$ 554,472	4.20%
Special Education Instruction	3,511,875	3,307,450	204,425	6.18%
Other Instruction	2,058,438	1,888,477	169,961	9.00%
Support Services and Undistributed Costs:			-	
Tuition	1,854,278	1,871,847	(17,569)	-0.94%
Student & Instruction Related Services	6,648,120	6,085,508	562,612	9.25%
General Administrative Services	966,746	682,540	284,206	41.64%
School Administrative Services	1,629,416	1,630,573	(1,157)	-0.07%
Central Services	738,529	705,574	32,955	4.67%
Administrative Info. Technology	48,294	38,744	9,550	24.65%
Plant Operations and Maintenance	4,336,912	3,833,719	503,193	13.13%
Pupil Transportation	3,281,940	2,649,588	632,352	23.87%
Unallocated Employee Benefits	1,418,576	1,263,764	154,812	12.25%
On-Behalf TPAF Pension & Social Security Contributions	8,175,655	6,280,469	1,895,186	30.18%
Capital Outlay	9,248,599	27,006,133	(17,757,534)	-65.75%
Debt Service	4,284,607	4,791,863	(507,256)	-10.59%
Total Expenditures	<u>\$ 61,966,598</u>	<u>\$ 75,246,390</u>	<u>\$ (13,279,792)</u>	-17.65%

Governmental fund expenditures decreased \$13,279,792 over the prior year or 17.65%. Below are explanations for the large fluctuations from prior to current year:

- This decrease of \$17,757,534 in capital outlay is primarily attributed to the continued construction within the District.
- The decrease in debt service of \$507,256 is due to reduced interest in the current fiscal year from bonds issued in the prior year that came due.
- Increases in the On-Behalf TPAF Pension and Social Security Contributions represent noncash assistance from the State of New Jersey that the District is required to report on an annual basis.

General Fund

The General Fund fund balance increased by \$5,350,138 during the current fiscal year, primarily as a result of the State Military Impact Aid revenue of \$4,552,150.

As of June 30, 2022, the District has an unassigned fund balance of \$1,794,736. The District maintains a capital reserve restricted fund balance in the amount of \$7,727,925 for future capital improvements, a federal impact aid reserve committed fund balance in the amount of \$4,477,792 and an Unemployment Compensation reserve in the amount of \$152,001. \$1,459,422 is assigned and designated for subsequent years' expenditures and \$1,511,431 is recorded in encumbrances and assigned to other purposes.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
COLUMBUS, NJ**

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

Financial Analysis of the Government's Funds (continued)

Special Revenue Fund

The Special Revenue Fund saw an increase in revenues in the current year of \$971,982. This increase is primarily due to the net change in funding of local grants versus funding of COVID federal awards. As of June 30, 2022, the District's Special Revenue Fund fund balance was \$420,396, which is restricted for use for Student Activities.

Capital Projects Fund

As of June 30, 2022, the District's Capital Projects Fund fund balance was \$1,456,361. This represents a decrease of \$6,577,922 during the current year as a result of the continuation of capital referendum projects during the current year.

Debt Service Fund

As of June 30, 2022, the District's Debt Service Fund fund balance was \$1,193,212. This represents a decrease of \$558,723. The decrease in fund balance was generated from the use of fund balance to balance the current year budget. The balance will be utilized to fund future principal and interest payments.

General Fund Budgeting Highlights

Final budgeted revenues were \$39,670,402, which was equal to the original budget. Excluding nonbudgeted revenues, the School District's actual revenues exceeded estimated revenues by \$7,052,491.

Final budgeted appropriations were \$44,604,401, which was an increase of \$2,366,956 from the original budget. The increase is primarily due to prior year reserve for encumbrances, which increase budget appropriations in the subsequent fiscal year's budget. Excluding nonbudgeted revenues, the School District's budget appropriations exceeded actual expenditures by \$3,474,142.

As previously mentioned, the School District's general fund budgetary basis fund balance (Exhibit C-1) was \$19,031,306 at June 30, 2022, an increase of \$5,902,934 from the prior year.

Proprietary Funds

Table 5 is summary of combined proprietary fund revenues and expenses for fiscal year 2022 compared to fiscal year 2021.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
COLUMBUS, NJ**

**MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Proprietary Funds (continued)

**Table 5
Summary of Proprietary Funds Revenues and Expenses**

	June 30, <u>2022</u>	June 30, <u>2021</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Operating Revenues:				
Charges for service:				
Daily Sales - Nonreimbursable Programs	\$ 94,668	\$ 3,663	\$ 91,005	2484.44%
Transportation Fees	772,769	731,729	41,040	5.61%
Other Fees	718,653	645,739	72,914	11.29%
Total Operating Revenues	<u>1,586,090</u>	<u>1,381,131</u>	204,959	14.84%
Operating Expenses	<u>2,355,195</u>	<u>1,546,933</u>	808,262	52.25%
Operating Income/(Loss)	<u>(769,105)</u>	<u>(165,802)</u>	(603,303)	363.87%
Nonoperating Revenues/(Expenses)	<u>1,142,948</u>	<u>322,667</u>	820,281	254.22%
Change in Net Position	373,843	156,865	216,978	138.32%
Net Position - Beginning	<u>1,482,093</u>	<u>1,325,228</u>	156,865	11.84%
Net Position - Ending	<u>\$ 1,855,936</u>	<u>\$ 1,482,093</u>	\$ 373,843	25.22%

The School District’s proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The Food Service Enterprise Fund’s net position increased by \$237,205 to \$1,016,197. In fiscal year 2021 the net position of the food service fund decreased by \$7,615. The food services program continues to be self-sustaining, as the prior year was an outlier year due to revenue loss related to COVID-19.

The Regional Transportation Enterprise Fund’s net position increased by \$32,730 to \$312,301. The Fund’s revenues and expenses both increased in the current year due to overall price increases related to COVID-19.

The Adult School Fund’ net position increased by \$22,689 to \$241,877. The Fund’s revenues and expenses both decreased in the current year as a result of lowered enrollments.

The Technology Fund’s net position increased by \$81,219 to \$285,561. Revenues and expenses both increased in the current year due to normal increases in service contracts and related expense. The Technology Fund now provides technology services to five different school districts.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
COLUMBUS, NJ**

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

Capital Assets

The School District's capital assets for its governmental and business-type activities as of June 30, 2022, totaled \$79,926,834 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and improvements and equipment. Overall, the capital assets increased by \$6,802,159 from fiscal year 2021 to fiscal year 2022. The primary reason for the increase is due to the construction of and renovations to the School District's High School. Table 6 shows combining 2022 balances compared to 2021.

**Table 6
Summary of Capital Assets - Governmental Activities**

<u>Capital Asset (Net of Depreciation):</u>	June 30, <u>2022</u>	June 30, <u>2021</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Land	\$ 640,900	\$ 640,900	\$ -	0.0%
Construction in Progress	-	46,056,086	(46,056,086)	-100.0%
Land Improvements	7,075,199	2,967,243	4,107,956	138.4%
Building and Improvements	69,696,247	22,361,924	47,334,323	211.7%
Equipment	2,017,741	572,515	1,445,226	252.4%
	<u>\$ 79,430,087</u>	<u>\$ 72,598,668</u>	<u>\$ 6,831,419</u>	9.4%
Depreciation Expense	<u>\$ 2,331,296</u>	<u>\$ 1,507,305</u>		

Summary of Capital Assets - Business-Type Activities

<u>Capital Asset (Net of Depreciation):</u>	June 30, <u>2022</u>	June 30, <u>2021</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Equipment	\$ 496,747	\$ 526,007	\$ (29,260)	-5.6%
	<u>\$ 496,747</u>	<u>\$ 526,007</u>	<u>\$ (29,260)</u>	-5.6%
Depreciation Expense	<u>\$ 29,260</u>	<u>\$ 17,770</u>		

Combined depreciation expense for the year was \$2,360,556. Additional information on the School District's capital assets can be found in the notes to the basic financial statements (Note 5) of this report.

Debt Administration

At the end of the current fiscal year, the School District had total bonded debt outstanding of \$44,840,000 which is a decrease of \$1,800,000 from the prior year. During the year, the School District financed the purchase of school buses in the amount of \$310,000. Additional information on the School District's long-term obligations can be found in the notes to the basic financial statements (Note 7) of this report.

The other largest component of the School District's long-term debt is the net pension liability related to PERS. During fiscal year 2022 the net pension liability decreased \$2,424,716 to \$5,810,177. The \$5,810,177 is the net pension liability as of the June 30, 2021 measurement date. More information on Pensions can be found in Note 8 of this report.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
COLUMBUS, NJ**

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

Debt Administration (continued)

At December 31, 2021, the School District's overall legal debt limit was \$105,761,991. The School District's net debt applicable to the limit was \$44,840,000 or 42.40% of the debt limit. More information can be found in the Statistical Section of this report (J-13).

For the Future

This administration and Board of Education fully understands the dynamics of strategic thinking and have established a collaborative decision-making process that incorporates a deliberate approach to strategic planning initiatives. Resources are evaluated, needs assessed, and progress measured. Key decisions are examined in scenario-based discussions and final goals are established after consideration from all stakeholders.

This strategic thinking process is best demonstrated in the successful March 2018 \$39.7 million High School renovation/addition referendum. For this to be successful, the Board and administration worked closely with the communities to develop and present a facility plan that addressed the core needs of the district which included, academic, health and safety, and fiscal responsibility. This was a three-year effort that culminated in the success of the referendum.

During the 2021-2022 school year, the Board of Education and its administration will continue to strive for excellence through the maintenance of the strategic plan that will guide instruction, facilities, and technology decision-making for the next five years. This process has included the crossover of the district's strategic planning process from the accreditation for growth (AFG) model to the Excellence By Design (ExBD) model as well as a rethinking of technologies to improve instruction and a reimagining of facilities for the year 2022. The Board and its administration will also continue managing the comprehensive addition/renovation project that is sure to challenge all planning skills.

Requests for Information

This financial report is designed to provide a general overview of the Northern Burlington County Regional School District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Business Administrator/Board Secretary at the Northern Burlington County Regional High School, located at 160 Mansfield East, Columbus, New Jersey 08022.

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BASIC FINANCIAL STATEMENTS

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A. Government-Wide Financial Statements

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NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2022

	<u>GOVERNMENTAL</u> <u>ACTIVITIES</u>	<u>BUSINESS-TYPE</u> <u>ACTIVITIES</u>	<u>TOTAL</u>
ASSETS:			
Cash & Cash Equivalents	\$ 6,673,647	\$ 1,248,028	\$ 7,921,675
Receivables, Net (Note 4)	1,418,196	106,925	1,525,121
Inventory	-	26,986	26,986
Restricted Cash & Cash Equivalents	12,357,718	-	12,357,718
Capital Assets, Net (Note 5)			
Non-depreciable	640,900	-	640,900
Depreciable	78,789,187	496,747	79,285,934
Total Assets	99,879,648	1,878,686	101,758,334
DEFERRED OUTFLOWS OF RESOURCES:			
Related to Pensions (Note 8)	1,082,555	-	1,082,555
Related to Loss on Debt Refunding	152,937	-	152,937
Total Deferred Outflow of Resources	1,235,492	-	1,235,492
LIABILITIES:			
Accounts Payable	172,916	4,044	176,960
Due to Other Governments	686,242	-	686,242
Unearned Revenue	62,164	20,776	82,940
Accrued Interest	556,388	-	556,388
Internal Balances	2,070	(2,070)	-
Noncurrent Liabilities (Note 7):			
Due within one year	2,645,795	-	2,645,795
Due in more than one year	55,219,015	-	55,219,015
Total Liabilities	59,344,590	22,750	59,367,340
DEFERRED INFLOWS OF RESOURCES:			
Related to Pensions (Note 8)	4,168,712	-	4,168,712
Total Deferred Inflow of Resources	4,168,712	-	4,168,712
NET POSITION:			
Net Investment in Capital Assets	31,857,695	496,747	32,354,442
Restricted for:			
Capital Projects	8,076,680	-	8,076,680
Debt Service	1,193,212	-	1,193,212
Other Purposes	572,397	-	572,397
Unrestricted (Deficit)	(4,098,146)	1,359,189	(2,738,957)
Total Net Position	\$ 37,601,838	\$ 1,855,936	\$ 39,457,774

The notes to the basic financial statements are an integral part of this statement.

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR FISCAL YEAR ENDED JUNE 30, 2022

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
		CHARGES FOR SERVICES	GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction:						
Regular Instruction	\$ 16,358,864	\$ -	\$ 2,735,943	\$ (13,622,921)	\$ -	\$ (13,622,921)
Special Education Instruction	4,521,126	-	1,451,968	(3,069,158)	-	(3,069,158)
Other Instruction	2,649,998	-	409,149	(2,240,849)	-	(2,240,849)
Support Services:						
Tuition	1,839,552	-	435,302	(1,404,250)	-	(1,404,250)
Student & Instruction Related Services	8,558,675	-	2,311,844	(6,246,831)	-	(6,246,831)
General Administrative	1,244,573	-	192,157	(1,052,416)	-	(1,052,416)
School Administrative Services	2,097,683	-	323,874	(1,773,809)	-	(1,773,809)
Central Services	950,769	-	146,795	(803,974)	-	(803,974)
Administrative Info. Technology	62,173	-	9,600	(52,573)	-	(52,573)
Plant Operations & Maintenance	5,583,265	-	862,033	(4,721,232)	-	(4,721,232)
Pupil Transportation	4,225,112	-	652,340	(3,572,772)	-	(3,572,772)
Interest & Other Charges	1,717,018	-	-	(1,717,018)	-	(1,717,018)
Total Governmental Activities	49,808,808	-	9,531,005	(40,277,803)	-	(40,277,803)
Business-Type Activities:						
Food Service	1,018,764	113,021	1,140,143	-	234,400	234,400
Regional Transportation	740,039	772,769	-	-	32,730	32,730
Adult Schools	80,832	103,521	-	-	22,689	22,689
Technology	515,560	596,779	-	-	81,219	81,219
Total Business-Type Activities	2,355,195	1,586,090	1,140,143	-	371,038	371,038
Total Primary Government	52,164,003	1,586,090	10,671,148	(40,277,803)	371,038	(39,906,765)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes				22,606,838	-	22,606,838
Property Taxes, Levied for Debt Service				2,236,943	-	2,236,943
Federal & State Aid Restricted				1,003,020	-	1,003,020
Federal & State Aid Not Restricted				22,610,625	-	22,610,625
Tuition Charges				239,362	-	239,362
Transportation				154,456	-	154,456
Miscellaneous				662,666	2,805	665,471
Special Items:						
Loss on Disposal of Assets				(85,884)	-	(85,884)
Total General Revenues, Transfers and Special Items				49,428,026	2,805	49,430,831
Change In Net Position				9,150,223	373,843	9,524,066
Net Position - Beginning (Restated - See Note 21)				28,451,615	1,482,093	29,933,708
Net Position - Ending				\$ 37,601,838	\$ 1,855,936	\$ 39,457,774

The notes to the basic financial statements are an integral part of this statement.

B. Fund Financial Statements

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Governmental Funds

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NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
ASSETS:					
Cash & Cash Equivalents	\$ 4,078,831	\$ -	\$ 3,479,303	\$ -	\$ 7,558,134
Receivables, Net:					
Interfund Receivable	67	-	-	2,022,942	2,023,009
Due from Other Governments:					
State	622,566	-	-	-	622,566
Federal	-	616,477	-	-	616,477
Other Receivables	179,153	-	-	-	179,153
Restricted Cash & Cash Equivalents	12,357,718	-	-	-	12,357,718
Total Assets	\$ 17,238,335	\$ 616,477	\$ 3,479,303	\$ 2,022,942	\$ 23,357,057
LIABILITIES & FUND BALANCES					
Liabilities:					
Cash Deficit	\$ -	\$ 54,757	\$ -	\$ 829,730	\$ 884,487
Due to Other Governments	-	19,135	-	-	19,135
Payroll Deductions and Withholdings Payable	31,017	-	-	-	31,017
Accounts Payable	80,837	61,062	-	-	141,899
Interfund Payable	2,070	67	2,022,942	-	2,025,079
Unearned Revenue	1,104	61,060	-	-	62,164
Total Liabilities	115,028	196,081	2,022,942	829,730	3,163,781
Fund Balances:					
Restricted for:					
Capital Reserve	7,727,925	-	-	-	7,727,925
Capital Projects	-	-	348,755	-	348,755
Debt Service	-	-	-	1,193,212	1,193,212
Student Activities	-	420,396	-	-	420,396
Unemployment Compensation	152,001	-	-	-	152,001
Reserve for Impact Aid	4,477,792	-	-	-	4,477,792
Assigned to:					
Designated for Subsequent					
Year's Expenditures	1,459,422	-	-	-	1,459,422
Other Purposes	1,511,431	-	1,107,606	-	2,619,037
Unassigned	1,794,736	-	-	-	1,794,736
Total Fund Balances	17,123,307	420,396	1,456,361	1,193,212	20,193,276
Total Liabilities & Fund Balances	\$ 17,238,335	\$ 616,477	\$ 3,479,303	\$ 2,022,942	

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 \$109,444,443 and the accumulated depreciation is \$30,014,356.	79,430,087
Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refunding are applicable to future reporting periods and therefore are not reported in the funds.	
Deferred Outflows related to pensions	1,082,555
Deferred Inflows related to pensions	(4,168,712)
Deferred Outflow related to the loss on bond refunding of debt	152,937
Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported as a liability in the funds.	(556,388)
Accrued pension contributions for the June 30, 2022 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.	(667,107)
Long-term liabilities, including net pension liability on bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(57,864,810)
Net Position of Governmental Activities	\$ 37,601,838

The notes to the basic financial statements are an integral part of this statement.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR FISCAL 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>
Revenues:					
Local Sources:					
Local Tax Levy	\$ 22,606,838	\$ -	\$ -	\$ 2,236,943	\$ 24,843,781
Tuition Charges	239,362	-	-	-	239,362
Transportation	154,456	-	-	-	154,456
Miscellaneous	558,816	693,440	103,850	-	1,356,106
Total Local Sources	23,559,472	693,440	103,850	2,236,943	26,593,705
State Sources	28,259,265	11,492	-	541,615	28,812,372
Federal Sources	2,527,015	1,936,120	-	-	4,463,135
Total Revenues	54,345,752	2,641,052	103,850	2,778,558	59,869,212
Expenditures:					
Instruction:					
Regular Instruction	13,764,613	-	-	-	13,764,613
Special Education Instruction	2,838,858	673,017	-	-	3,511,875
Other Instruction	2,058,438	-	-	-	2,058,438
Support Services:					
Tuition	1,418,976	435,302	-	-	1,854,278
Student & Instruction Related Services	5,656,821	991,299	-	-	6,648,120
General Administrative	966,746	-	-	-	966,746
School Administrative Services	1,629,416	-	-	-	1,629,416
Central Services	738,529	-	-	-	738,529
Administrative Info. Technology	48,294	-	-	-	48,294
Plant Operations & Maintenance	4,336,912	-	-	-	4,336,912
Pupil Transportation	3,281,940	-	-	-	3,281,940
Personnel Services - Unallocated					
Employee Benefits	1,337,668	80,908	-	-	1,418,576
On Behalf TPAF Pension and Social Security Contributions	8,175,655	-	-	-	8,175,655
Capital Outlay	2,209,272	461,405	6,577,922	-	9,248,599
Debt Service:					
Principal	704,163	-	-	1,800,000	2,504,163
Interest & Other Charges	139,313	-	-	1,641,131	1,780,444
Total Expenditures	49,305,614	2,641,931	6,577,922	3,441,131	61,966,598
Excess/(Deficiency) of Revenues over Expenditures	5,040,138	(879)	(6,474,072)	(662,573)	(2,097,386)
Other Financing Sources (Uses):					
Transfers in	-	-	-	103,850	103,850
Transfers out	-	-	(103,850)	-	(103,850)
Loan Proceeds	310,000	-	-	-	310,000
Total Other Financing Sources (Uses)	310,000	-	(103,850)	103,850	310,000
Net changes in fund balances	5,350,138	(879)	(6,577,922)	(558,723)	(1,787,386)
Fund Balance, July 1	11,773,169	421,275	8,034,283	1,751,935	21,980,662
Fund Balance, June 30	\$ 17,123,307	\$ 420,396	\$ 1,456,361	\$ 1,193,212	\$ 20,193,276

The notes to the basic financial statements are an integral part of this statement.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR FISCAL YEAR ENDED JUNE 30, 2022**

Total Net Changes in Fund Balances - Governmental Funds (B-2) \$ (1,787,386)

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	\$	(2,331,296)	
Disposal of Capital Assets - Historical Cost		(1,541,287)	
Disposal of Capital Assets - Accumulated Depreciation		1,455,403	
Capital Outlays		9,248,599	6,831,419

Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period. 1,361,466

Repayment of long-term debt principal and obligation of lease purchase agreements are an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. 2,504,163

Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets. (310,000)

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

Amortization of premium on bonds		56,050	
Amortization of loss on bond refunding		(16,993)	39,057

Repayment of annual other postemployment benefits is an expenditure in the governmental funds, but the repayment of benefits decreases long-term liabilities in the statement of net position and is not reported in the statement of activities. 308,437

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. The accrued interest is an addition in the reconciliation (+). 24,369

In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+). 178,698

Change in Net Position of Governmental Activities \$ 9,150,223

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Proprietary Funds

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NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
FOR FISCAL YEAR ENDED JUNE 30, 2022

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS					TOTAL
	FOOD SERVICE FUND	REGIONAL TRANSPORTATION PROGRAM	ADULT SCHOOL	TECHNOLOGY FUND		
Current Assets:						
Cash & Cash Equivalents	\$ 468,477	\$ 256,877	\$ 237,113	\$ 285,561	\$	1,248,028
Accounts Receivable:						
State	1,284	-	-	-		1,284
Federal	55,772	-	-	-		55,772
Other	-	49,869	-	-		49,869
Interfund Receivable	2,070	-	-	-		2,070
Inventories	26,986	-	-	-		26,986
Total Current Assets	554,589	306,746	237,113	285,561		1,384,009
Noncurrent Assets:						
Capital Assets:						
Depreciable:						
Equipment	809,347	11,000	15,246	-		835,593
Less: Accumulated Depreciation	(326,531)	(1,833)	(10,482)	-		(338,846)
Total Noncurrent Assets	482,816	9,167	4,764	-		496,747
Total Assets	1,037,405	315,913	241,877	285,561		1,880,756
Current Liabilities:						
Accounts Payable	432	3,612	-	-		4,044
Unearned Revenue	20,776	-	-	-		20,776
Total Current Liabilities	21,208	3,612	-	-		24,820
NET POSITION						
Investment in Capital Assets	482,816	9,167	4,764	-		496,747
Unrestricted	533,381	303,134	237,113	285,561		1,359,189
Total Net Position	\$ 1,016,197	\$ 312,301	\$ 241,877	\$ 285,561	\$	1,855,936

The notes to the basic financial statements are an integral part of this statement.

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN FUND NET POSITION
FOR FISCAL YEAR ENDED JUNE 30, 2022

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</u>				<u>TOTAL</u>
	<u>FOOD SERVICE FUND</u>	<u>REGIONAL TRANSPORTATION PROGRAM</u>	<u>ADULT SCHOOL</u>	<u>TECHNOLOGY FUND</u>	
Operating Revenues:					
Charges for service:					
Daily Sales - Nonreimbursable Programs	\$ 94,668	\$ -	\$ -	\$ -	\$ 94,668
Special Functions	18,353	-	-	-	18,353
Transportation Fees	-	772,769	-	-	772,769
Other Fees	-	-	103,521	596,779	700,300
Total Operating Revenues	113,021	772,769	103,521	596,779	1,586,090
Operating Expenses:					
Salaries & Wages - Food Service Management	366,603	-	-	-	366,603
Salaries & Wages - District	-	166,673	71,891	347,693	586,257
Taxes & Benefits - Food Service Management	52,053	-	-	-	52,053
Social Security	-	10,681	5,368	26,471	42,520
Employee Benefits	-	96,547	-	92,070	188,617
Supplies and Materials	38,453	429	69	-	38,951
Depreciation	26,621	733	1,906	-	29,260
Management Fee	70,850	-	-	-	70,850
Contracted Services	-	314,550	1,023	46,162	361,735
Repairs and Maintenance	20,633	37,532	-	-	58,165
Miscellaneous	56,680	112,894	575	3,164	173,313
Cost of Sales-reimbursable programs	348,216	-	-	-	348,216
Cost of Sales-non-reimbursable programs	38,655	-	-	-	38,655
Total Operating Expenses	1,018,764	740,039	80,832	515,560	2,355,195
Operating Income/(Loss)	(905,743)	32,730	22,689	81,219	(769,105)
Nonoperating Revenues/(Expenses):					
State Sources:					
State School Lunch Program	23,393	-	-	-	23,393
Federal Sources:					
National School Lunch Program	994,740	-	-	-	994,740
Emergency Operating Costs During COVID-19	18,757	-	-	-	18,757
Pandemic EBT Administrative Costs	1,242	-	-	-	1,242
Food Distribution Program	102,011	-	-	-	102,011
Interest & Investment Revenue	2,805	-	-	-	2,805
Total Nonoperating Revenues/(Expenses)	1,142,948	-	-	-	1,142,948
Change in Net Position	237,205	32,730	22,689	81,219	373,843
Net Position - Beginning (Restated - See Note 21)	778,992	279,571	219,188	204,342	1,482,093
Net Position - Ending	\$ 1,016,197	312,301	\$ 241,877	\$ 285,561	\$ 1,855,936

The notes to the basic financial statements are an integral part of this statement.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR FISCAL YEAR ENDED JUNE 30, 2022**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				
	FOOD SERVICE FUND	REGIONAL TRANSPORTATION PROGRAM	ADULT SCHOOL	TECHNOLOGY FUND	TOTAL
Cash Flows From Operating Activities:					
Receipts from Customers	\$ 135,324	\$ 783,029	\$ 103,521	\$ 657,529	\$ 1,679,403
Payments to Employees	-	(166,673)	(71,891)	(347,693)	(586,257)
Payments for Social Security & Employee Benefits	-	(107,228)	(5,368)	(118,541)	(231,137)
Payments to Suppliers	(894,279)	(465,744)	(1,667)	(49,326)	(1,411,016)
Net Cash Provided By (Used in) Operating Activities	(758,955)	43,384	24,595	141,969	(549,007)
Cash Flows From Investing Activities:					
Interest & Dividends	2,805	-	-	-	2,805
Net Cash Provided by Investing Activities	2,805	-	-	-	2,805
Cash Flows From Noncapital Financing Activities:					
Cash Received From State & Federal Reimbursements	1,032,058	-	-	-	1,032,058
Net Cash Provided by (used for) Noncapital Financing Activities	1,032,058	-	-	-	1,032,058
Net Increase/(Decrease) in Cash & Cash Equivalents	275,908	43,384	24,595	141,969	485,856
Cash and Cash Equivalents, July 1	192,569	213,493	212,518	143,592	762,172
Cash & Cash Equivalents, June 30	\$ 468,477	\$ 256,877	\$ 237,113	\$ 285,561	\$ 1,248,028
RECONCILIATION OF OPERATING INCOME/(LOSS) TO NET CASH PROVIDED BY(USED IN) OPERATING ACTIVITIES:					
Operating Income/(Loss)	\$ (905,743)	\$ 32,730	\$ 22,689	\$ 81,219	\$ (769,105)
Adjustments to Reconcile Operating Income/(Loss) to Cash Provided By (Used In) Operating Activities:					
Depreciation	26,621	733	1,906	-	29,260
Food Distribution Program	102,011	-	-	-	102,011
Increase/(Decrease) in Unearned Revenue	(18,479)	-	-	-	(18,479)
Increase/(Decrease) in Accounts Payable	419	(339)	-	-	80
(Increase)/Decrease in Accounts Receivable	-	10,260	-	60,750	71,010
(Increase)/Decrease in Interfund Receivable	40,782	-	-	-	40,782
(Increase)/Decrease in Inventory	(4,566)	-	-	-	(4,566)
Total Adjustments	146,788	10,654	1,906	60,750	220,098
Net Cash Provided By (Used In) Operating Activities	\$ (758,955)	\$ 43,384	\$ 24,595	\$ 141,969	\$ (549,007)

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NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2022

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**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

Note 1. Summary of Significant Accounting Policies

Basis of Presentation

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

Reporting Entity

The Northern Burlington County Regional School District is a Type II School District located in the County of Burlington, State of New Jersey. As a Type II School District, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three members’ terms expire each year. The purpose of the School District is to educate students in grades seven through twelfth. The School District has an approximate enrollment at June 30, 2022 of 2,183 students.

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

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

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

Component Units

GASB Statement No.14. The Financial Reporting Entity, provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, GASB Statement No. 61, *The Financial Reporting Entity: Omnis - an amendment of GASB Statements No. 14 and No. 34*, GASB Statement No. 80, *Blending Requirements for certain component units – and Amendment of GASB Statement No. 14* and GASB Statement No. 90, *Majority Equity Interests – An amendment of GASB Statements No. 14 and No. 61*. The District had no component units as of or for the year ended June 30, 2022.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 1. Summary of Significant Accounting Policies (continued)

Basis of Accounting, Measurement Focus and Financial Statement Presentation

The accounts of the School District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

A. Government-Wide Financial Statements

The School District's Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the School District accompanied by a total column. Fiduciary activities of the School District are not included in these statements.

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

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

B. Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. The School District has presented all major funds that met those qualifications.

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

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)

Note 1. Summary of Significant Accounting Policies (continued)

B. Governmental Fund Financial Statements (continued)

compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Interest on invested funds is recognized when earned. Intergovernmental revenues that are reimbursements for specific purposes or projects are recognized in the period in which the expenditures are recorded. All other revenue items are considered to be measurable and available only when cash is received by the School District. Transfers between governmental funds are recorded when the related liability is incurred. These transfers do not represent revenues (expenditures) to the School District and are, therefore, reported as other financing sources (uses) in the governmental fund financial statements.

Since the fund level statements are presented using a different measurement focus and basis of accounting than the government-wide statements, a reconciliation is presented on the page following each fund level statement that summarizes the adjustments necessary to convert the fund level statements into the government-wide presentations.

The School District funds outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted resources are available for use, it is the School District's policy to use restricted resources first, then unrestricted resources as they are needed. In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the School District's policy to consider restricted fund balance to have been depleted before any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

The School District reports the following major governmental funds:

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

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

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

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 1. Summary of Significant Accounting Policies (continued)

B. Governmental Fund Financial Statements (continued)

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 proprietary funds, and local appropriations that are restricted or committed to expenditures for specified purposes.

Capital Projects Fund - The capital projects fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for the acquisition of construction of major capital facilities, other than those financed by proprietary funds. The financial resources are derived from New Jersey School Development Authority grants, temporary notes, capital leases, or serial bonds that are specially 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 financial resources that are restricted, committed, or assigned to an expenditure for the payment of general long-term debt principal, interest and related costs of governmental funds.

C. Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and for the non-major funds aggregated.

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

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

The School District reports the following major proprietary funds:

Food Service Fund – The food service fund accounts for the financial transactions related to the food service operations of the School District.

Regional Transportation Program – This fund accounts for the revenues and expenses pertaining to the School District’s transportation services provided to other districts.

Adult School – This fund accounts for the revenues and expenses pertaining to the School District’s adult education evening school program.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 1. Summary of Significant Accounting Policies (continued)

C. Proprietary Fund Financial Statements

Technology Fund – This fund accounts for the revenues and expenses pertaining to the School District’s adult education evening school program.

Property Tax Calendar

The District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be an “accounts receivable”. The County Board of Taxation is responsible for the assessment of properties and the Township Tax Collector is responsible for collection of taxes. Assessments are certified and taxes are levied on January 1; taxes are due February 1, May 1, August 1 and November 1. Unpaid taxes are considered delinquent the following January 1 and are then subject to lien.

Budgets/Budgetary Control

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

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

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

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

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounts as presented in the general fund budgetary comparison schedules and the special revenue fund budgetary comparison schedule to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)

Note 1. Summary of Significant Accounting Policies (continued)

Funds. Note that the School District does not report encumbrances outstanding at fiscal year-end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the last state aid payments.

Encumbrances

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

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

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

Cash, Cash Equivalents and Investments

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

Investments are stated at fair value in accordance with Governmental Accounting Standards Board (GASB). New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. N.J.S.18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

N.J.S.A.17:9-41 et. Seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act (“GUDPA”). GUDPA was enacted in 1970 to protect governmental units from loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the governmental units.

For purposes of the statement of cash flows, the School District considers all highly liquid investments (including restricted assets) with a maturity when purchased of twelve months or less and all local government investment pools to be cash equivalents

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 1. Summary of Significant Accounting Policies (continued)

Tuition Receivable/Payable

Tuition rates were established by the receiving School District based on estimated costs. The charges are subject to adjustment when the actual costs are determined.

Inventories

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

Interfund Receivables/Payables

Interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the School District and that are due within one year. As previously mentioned, these amounts are eliminated in the governmental and business-type columns of the Statement of Net Position, except for the net residual amounts due between governmental and business-type activities, which are presented as Internal Balances in the Statement of Net Position.

Capital Assets

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Purchased or constructed assets are recorded at actual cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at estimated fair market value at the date of donation. All reported capital assets except land and construction in progress are depreciated. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. The School District does not possess any infrastructure. The School District has established a threshold of \$2,000 for capitalization of depreciable assets.

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

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Land Improvements	10-20 Years	N/A
Buildings and Improvements	10-50 Years	N/A
Furniture and Equipment	5-20 Years	5-12 Years
Vehicles	5-10 Years	4-6 Years

Compensated Absences

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

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)

Note 1. Summary of Significant Accounting Policies (continued)

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

Unearned Revenue

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

Accrued Liabilities and Long-Term Obligations

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

Accounting Estimates

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

Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in proprietary funds. Reimbursements from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Deferred Outflows and Deferred Inflows of Resources

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

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)

Note 1. Summary of Significant Accounting Policies (continued)

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

Deferred Loss on Refunding Debt

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

Bond Premiums, Discounts and Issuance Costs

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

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

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the pension plan's fiduciary net position of the Public Employees' Retirement System (PERS) and Teacher's Pension and Annuity Fund (TPAF) and additions to/deductions from the PERS's and TPAF's fiduciary net position have been determined on the same basis as they are reported by the plans. 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.

Fund Balance

In accordance with Government Accounting Standards Board 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, fund balances in the governmental funds financial statements are classified into the following five categories, as defined below:

- **Non-spendable** – This classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.
- **Restricted** – This classification includes amounts for which constraints have been placed on the use of the resources either externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 1. Summary of Significant Accounting Policies (continued)

- Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.
- Assigned – This classification includes amounts that are constrained by the School District’s intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.
- Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

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

Net Position

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

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

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

The following GASB Statements became effective for the fiscal year ended June 30, 2022:

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2022 (continued)**

Note 1. Summary of Significant Accounting Policies (continued)

Statement No. 87, *Leases*. Statement No. 87 establishes a single approach to accounting for and reporting leases by state and local governments. The GASB based the new standard on the principle that leases are financing of the right to use an underlying asset. Statement No. 87 is effective for reporting periods beginning after June 15, 2021. The adoption of this pronouncement had no material effect on the financial statements.

Recently Issued Accounting Pronouncements

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

Statement No. 96, *Subscription-Based Information Technology Arrangements*. Statement No. 96 establishes a single approach to accounting and financial reporting for subscription-based information technology arrangements for government end users. Statement No. 96 is effective for reporting periods beginning after June 15, 2022. Management has not yet determined the potential impact on the District’s financial statements.

Statement No. 101, *Compensated Absences*. Statement No. 101 aligns the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. Statement No. 101 is effective for reporting periods beginning after December 15, 2023. Management has not yet determined the potential impact on the District’s financial statements.

Note 2. Deposits and Investments

Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board’s deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity fund or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2022, the School District’s bank balance of \$21,300,256 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$	21,172,300
Uninsured and Uncollateralized		127,956
	\$	21,300,256

Investments

The School District had no investments at June 30, 2022.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 3. Reserve Accounts

Capital Reserve

A capital reserve account was established by the School District by inclusion of \$10,000 on October 10, 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 School District’s approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a School District may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A School District may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant *N.J.S.A.19:60-2*. Pursuant to *N.J.A.C.6:23A-14.1(g)*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved 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	\$	3,399,124
Increased by:		
Interest Earnings		10,367
Deposits approved by Board		5,500,000
Return of Unused Funds		308,434
		9,217,925
Decreased by:		
Budget Withdrawals		(1,490,000)
Ending Balance, June 30, 2022	\$	7,727,925

Federal Impact Aid Reserve

General Fund

The School District receives a large portion of its annual operating revenue from Federal Impact Aid. As permitted by P.L.2015, c.46 which amended N.J.S.A. 18A:7F-41 a federal impact reserve account was established by the Board of Education by board resolution for the amount of federal impact aid funds received during the current fiscal year for use as general fund expenditures in subsequent fiscal years. The federal impact aid general reserve account is maintained in the general fund and its activity is included in the general fund annual budget. Transfers to the impact aid reserves shall not exceed the total amount of federal impact aid received, by federally designated category, i.e. general fund or capital, in the fiscal year. The board, at its discretion, may use the funds in the reserve accounts to finance the School District’s general fund, in a manner consistent with federal law. The total amount of funds on deposit in the reserve account shall not be limited.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 3. Reserve Accounts (continued)

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

Beginning Balance, July 1, 2021	\$	2,977,792
Increased by:		
Deposits approved by Board		1,500,000
Ending Balance, June 30, 2022	\$	4,477,792

Note 4. Accounts Receivable

Accounts receivable at June 30, 2022 consisted of accounts and intergovernmental grants. All receivables are considered collectible in full due to the stable condition of state and federal programs, the current fiscal year guarantee of federal funds and the budgetary control of New Jersey governmental entities. Accounts receivable in the School District's governmental and business-type activities as of June 30, 2022, consisted of the following:

<u>Description</u>	Governmental Funds			Proprietary Funds		
	General Fund	Special Revenue Fund	Total Governmental Activities	Food Service Fund	Regional Tranportation Fund	Total Business-Type Activities
Federal Awards	\$ -	\$ 616,477	\$ 616,477	\$ 55,772	\$ -	\$ 55,772
State Awards	622,566	-	622,566	1,284	-	1,284
Tuition	179,153	-	179,153	-	-	-
Other	-	-	-	-	49,869	49,869
Total	\$ 801,719	\$ 616,477	\$ 1,418,196	\$ 57,056	\$ 49,869	\$ 106,925

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)

Note 5. Capital Assets

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

	Balance July 1, <u>2021</u>	<u>Additions</u>	Retirements <u>and Transfers</u>	Balance June 30, <u>2022</u>
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 640,900	\$ -	\$ -	\$ 640,900
Construction in Progress	46,056,086	-	(46,056,086)	-
Total Capital Assets not being depreciated	46,696,986	-	(46,056,086)	640,900
Capital Assets being depreciated:				
Land Improvements	7,767,527	4,569,635	-	12,337,162
Buildings and Improvements	40,150,309	2,702,277	46,056,086	88,908,672
Equipment	7,122,309	1,976,687	(1,541,287)	7,557,709
Total Capital Assets being depreciated	55,040,145	9,248,599	44,514,799	108,803,543
Less: Accumulated Depreciation:				
Land Improvements	(4,800,284)	(461,679)	-	(5,261,963)
Buildings and Improvements	(17,788,385)	(1,424,040)	-	(19,212,425)
Equipment	(6,549,794)	(445,577)	1,455,403	(5,539,968)
Total Accumulated Depreciation	(29,138,463)	(2,331,296)	1,455,403	(30,014,356)
Total Capital Assets being depreciated, net	25,901,682	6,917,303	45,970,202	78,789,187
Total Governmental Activities Capital Assets, net	\$ 72,598,668	\$ 6,917,303	\$ (85,884)	\$ 79,430,087
	Balance July 1, <u>2021</u>	<u>Additions</u>	Retirements <u>and Transfers</u>	Balance June 30, <u>2022</u>
Business-Type Activities:				
Equipment	\$ 835,593	\$ -	\$ -	\$ 835,593
	835,593	-	-	835,593
Less: Accumulated Depreciation:				
Equipment	(309,586)	(29,260)	-	(338,846)
	(309,586)	(29,260)	-	(338,846)
Total Business-Type Activities Capital Assets, net	\$ 526,007	\$ (29,260)	\$ -	\$ 496,747

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 5. Capital Assets (continued)

Depreciation expense was charged to functions/programs of the School District as follows:

Governmental Activities:	
Regular Instruction	\$ 894,898
Special Education Instruction	228,161
Other Instruction	130,275
Student and Instruction Related Services	419,803
General Administration	47,084
School Administration Services	112,484
Central Services	48,673
Administrative Information Technology	2,673
Plant Operations and Maintenance	264,465
Pupil Transportation	<u>182,780</u>
Total Depreciation Expense	<u>\$ 2,331,296</u>

Note 6. Interfund Receivables, Payables and Transfers

Individual fund receivable/payable balances as of June 30, 2022 were as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 67	\$ 2,070
Special Revenue Fund	-	67
Capital Projects Fund	-	2,022,942
Debt Service Fund	2,022,942	-
Food Service Fund	<u>2,070</u>	<u>-</u>
	<u>\$ 2,025,079</u>	<u>\$ 2,025,079</u>

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

A summary of interfund transfers is as follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
Capital Projects Fund	\$ -	\$ 103,850
Debt Service Fund	<u>103,850</u>	<u>-</u>
	<u>\$ 103,850</u>	<u>\$ 103,850</u>

The purpose of the interfund transfer from the capital projects fund to the debt service fund was to use interest earned from unspent proceeds from capital projects to be used for current and future debt service payments related to the completed capital projects. The purpose of the interfund transfer from the general fund to the debt service fund was for current debt service payments.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 7. Long-Term Obligations

During the fiscal year-ended June 30, 2022 the following changes occurred in long-term obligations for the governmental and business-type activities:

	Balance <u>July 1, 2021</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2022</u>	Balance Due Within <u>One Year</u>
Governmental Activities:					
General Obligation Bonds	\$ 46,640,000	\$ -	\$ 1,800,000	\$ 44,840,000	\$ 1,810,000
Financed Purchases Payable	2,775,037	310,000	704,163	2,380,874	779,745
Unamortized Bond Premiums	560,505	-	56,050	504,455	56,050
Compensated Absences	1,621,573	-	178,698	1,442,875	-
Net Pension Liability	8,234,893	-	2,424,716	5,810,177	-
OPEB Liability	3,194,866	283,130	591,567	2,886,429	-
	<u>\$ 63,026,874</u>	<u>\$ 593,130</u>	<u>\$ 5,755,194</u>	<u>\$ 57,864,810</u>	<u>\$ 2,645,795</u>
Business-Type Activities:					
Compensated Absences	\$ -	\$ -	\$ -	\$ -	\$ -
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

For governmental activities, the bonds payable are liquidated from the School District's debt service fund. Compensated absences, unamortized bond premiums, capital leases, other post-employment benefits (OPEB) liability and net pension liability are liquidated by the general fund.

Bonds Payable

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

On Jun 17, 2009, the School District issued \$2,731,000 of General Obligation Bonds. The General Obligation Bonds were issued at interest rates varying from 2.500% to 4.500% and mature on July 15, 2024.

The 2006 Refunding Bonds were issued on November 2, 2006 to refund the callable portion of the outstanding 2002 Bond Issue. On January 26, 2017, the School District issued \$9,155,000 of Refunding Bonds to refund the callable portion of the outstanding 2006 Refunding Bonds in the amount of \$9,865,000. The 2017 Refunding Bonds generated \$1,042,172 in gross debt service savings and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$858,647, or a net annual present value savings of 8.703978%. The Refunding Bonds were issued at interest rates varying from 2.000% to 5.000% and mature on March 1, 2031.

On September 27, 2018, the School District issued \$39,760,000 of General Obligation Bonds. The General Obligation Bonds were issued at varying interest rates varying from 3.00% to 4.00% and mature on September 1, 2048.

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

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 7. Long-Term Obligations (continued)

Bonds Payable (continued)

Fiscal Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 1,810,000	\$ 1,584,256	\$ 3,394,256
2024	1,835,000	1,512,631	3,347,631
2025	1,855,000	1,447,107	3,302,107
2026	1,905,000	1,375,107	3,280,107
2027	1,945,000	1,308,406	3,253,406
2028-2032	9,515,000	5,572,731	15,087,731
2033-2037	7,775,000	4,180,953	11,955,953
2038-2042	7,700,000	2,846,625	10,546,625
2043-2047	7,500,000	1,350,000	8,850,000
2048-2049	3,000,000	120,000	3,120,000
	<u>\$ 44,840,000</u>	<u>\$ 21,297,816</u>	<u>\$ 66,137,816</u>

Financed Purchases Payable

On April 4, 2018, the School District entered into a finance agreement in the amount of \$265,000 for school buses. The loan obligation was issued at interest rate of 2.830% and matures on 8/1/2022.

On June 20, 2019, the School District entered into a finance agreement in the amount of \$230,000 for school buses. The loan obligation was issued at interest rate of 2.726% and matures on 8/1/2023.

On April 6, 2020, the School District entered into a finance agreement in the amount of \$295,000 for school buses. The loan obligation was issued at interest rate of 1.566% and matures on 8/1/2024.

On May 25, 2021, the School District entered into a finance agreement in the amount of \$205,000 for school buses. The loan obligation was issued at an interest rate of 1.360% and matures on 8/1/2025.

On July 27, 2020, the School District entered into a finance agreement in the amount of \$2,600,000 for various equipment. The loan obligation was issued at an interest rate of 1.990% and matures on March 1, 2025.

On April 14, 2022, the School District entered into a finance agreement in the amount of \$310,000 for school buses. The loan obligation was issued at interest rate of 3.039% and matures on 8/1/2026.

The future minimum loan payments for these are as follows:

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 7. Long-Term Obligations (continued)

Financed Purchases Payable (continued)

Fiscal Year Ending <u>June 30,</u>	
2023	\$ 823,123
2024	766,600
2025	717,943
2026	108,581
2027	<u>66,361</u>
Total Minimum Loan Payments	2,482,608
Less: Amount Representing Interest	<u>(101,734)</u>
Present Value of Minimum Loan Payments	<u>\$ 2,380,874</u>

Amortization of the leased equipment and land improvement under capital assets is included with depreciation expense.

Bonds Authorized but not Issued

As of June 30, 2022, the School District had no bonds authorized but not issued.

Note 8. Pension Plans

A. Public Employees' Retirement System (PERS)

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

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

The following represents the membership tiers for PERS:

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

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)

Note 8. Pension Plans (continued)

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

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

Contributions - The contribution policy for PERS is set by *N.J.S.A. 15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2021, the State's pension contribution was less than the actuarial determined amount.

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

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At June 30, 2022, the School District reported a liability of \$5,810,177 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2021. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2020, to the measurement date of June 30, 2021. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2021. The School District's proportion measured as of June 30, 2021, was 0.049046%, which was a decrease of 0.00145% from its proportion measured as of June 30, 2020.

For the year ended June 30, 2022, the School District recognized full accrual pension expense/(benefit) of (\$787,087) in the government-wide financial statements. This pension expense/(benefit) was based on the pension plans June 30, 2021 measurement date. At June 30, 2022 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 8. Pension Plans (continued)

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 91,634	\$ 41,594
Changes of Assumptions	30,259	2,068,461
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	1,530,553
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	293,555	528,104
School District Contributions Subsequent to Measurement Date	667,107	-
	\$ 1,082,555	\$ 4,168,712

\$667,107 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is based on the amount payable to the State due April 1, 2023 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2023. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending Dec 31,	Amount
2022	\$ (1,462,333)
2023	(1,044,102)
2024	(711,900)
2025	(535,137)
2026	208
	\$ (3,753,264)

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

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 8. Pension Plans (continued)

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

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2014	-	-
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	5.48	-
June 30, 2018	5.63	-
June 30, 2019	5.21	-
June 30, 2020	5.16	-
June 30, 2021	5.13	-
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2014	6.44	-
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	-	5.48
June 30, 2018	-	5.63
June 30, 2019	-	5.21
June 30, 2020	-	5.16
June 30, 2021	-	5.13
Net Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2014	-	5.00
June 30, 2015	-	5.00
June 30, 2016	5.00	-
June 30, 2017	5.00	-
June 30, 2018	5.00	-
June 30, 2019	5.00	-
June 30, 2020	-	5.00
June 30, 2021	5.00	-
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions		
Year of Pension Plan Deferral:		
June 30, 2014	6.44	6.44
June 30, 2015	5.72	5.72
June 30, 2016	5.57	5.57
June 30, 2017	5.48	5.48
June 30, 2018	5.63	5.63
June 30, 2019	5.21	5.21
June 30, 2020	5.16	5.16
June 30, 2021	5.13	5.13

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 8. Pension Plans (continued)

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

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 assumptions:

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	2.00 - 6.00% Based on Years of Service
Thereafter	3.00 - 7.00% Based on Years of Service
Investment Rate of Return	7.00%
Mortality Rate Table	
PERS	Pub-2010 General Classification Headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2021
Period of Actuarial Experience	
Study upon which Actuarial Assumptions were Based	July 1, 2014 - June 30, 2018

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

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

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2021 are summarized in the following table:

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 8. Pension Plans (continued)

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.09%
Non-U.S. Developed 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 Yield	2.00%	3.75%
Private Credit	8.00%	7.60%
Investment Grade Credit	8.00%	1.68%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	0.95%
Risk Mitigation Strategies	3.00%	3.35%
	100.00%	

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 made 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 projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments in determining the total pension liability.

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the School District's proportionate share of the net pension liability as of June 30, 2021, calculated using the discount rate of 7.00% as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 8. Pension Plans (continued)

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

	1% Decrease <u>(6.00%)</u>	Current Discount Rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
District's Proportionate Share of the Net Pension Liability	<u>\$ 7,996,627</u>	<u>\$ 5,810,177</u>	<u>\$ 4,069,162</u>

Additional Information - The following is a summary of the collective balances of the local group at June 30, 2022 and 2021:

Balances at June 30, 2022 and June 30, 2021

	<u>6/30/2022</u>	<u>6/30/2021</u>
Actuarial valuation date (including roll forward)	June 30, 2021	June 30, 2020
Collective Deferred Outflows of Resources	\$ 1,164,738,169	\$ 2,347,583,337
Collective Deferred Inflows of Resources	8,339,123,762	7,849,949,467
Collective Net Pension Liability	11,972,782,878	16,435,616,426
District's portion of the Plan's total Net Pension Liability	0.049046%	0.050498%

B. Teachers' Pension and Annuity Fund (TPAF)

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

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

The following represents the membership tiers for TPAF:

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 8. Pension Plans (continued)

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

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

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

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

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

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2021 was \$63,705,856. The School District's proportionate share was \$-0-.

The net pension liability was measured as of June 30, 2021, and the total pension liability used 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 State's proportionate share of the net pension liability associated with the District was based on projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2021, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.13251%, which was an increase of 0.00337% from its proportion measured as of June 30, 2020.

For the fiscal year ended June 30, 2022, the School District recognized \$1,499,027 in on-behalf pension expense and revenue in the government-wide financial statements, for the State of New Jersey on-behalf

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 8. Pension Plans (continued)

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

TPAF pension contributions. This pension expense and revenue was based on the pension plans June 30, 2021 measurement date.

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% Based on Years of Service
Thereafter	2.75 - 5.65% Based on Years of Service
Investment Rate of Return	7.00%

Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-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, 2015 to June 30, 2018.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2021 are summarized in the following table:

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 8. Pension Plans (continued)

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.09%
Non-U.S. Developed 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 Yield	2.00%	3.75%
Private Credit	8.00%	7.60%
Investment Grade Credit	8.00%	1.68%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	0.95%
Risk Mitigation Strategies	3.00%	3.35%
	100.00%	

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 made 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 projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments in determining the total pension liability.

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate – As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. The following represents the State's proportionate share of the net pension liability, attributable to the School District calculated using the discount rate of 7.00% as well as what the State's proportionate share of the net pension liability, attributable to the School District's would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 8. Pension Plans (continued)

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

	1% Decrease <u>(6.00%)</u>	Current Discount Rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	<u>75,374,669</u>	<u>63,705,856</u>	<u>53,904,786</u>
	<u>\$ 75,374,669</u>	<u>\$ 63,705,856</u>	<u>\$ 53,904,786</u>

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

Additional Information – The following is a summary of the collective balances of the local group at June 30, 2022 and 2021:

Balances at June 30, 2022 and June 30, 2021

	<u>6/30/2022</u>	<u>6/30/2021</u>
Actuarial valuation date (including roll forward)	June 30, 2021	June 30, 2020
Collective Deferred Outflows of Resources	\$ 6,373,530,834	\$ 9,626,458,228
Collective Deferred Inflows of Resources	27,363,797,906	14,591,988,841
Collective Net Pension Liability	48,165,991,182	65,993,498,688
District's portion of the Plan's total Net Pension Liability	0.13251%	0.12915%

C. Defined Contribution Plan (DCRP)

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

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007;

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)

Note 8. Pension Plans (continued)

C. Defined Contribution Plan (DCRP) (continued)

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

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

For the year ended June 30, 2022, employee contributions totaled \$21,147, and the School District recognized an expense for payments made to the Defined Contribution Retirement program in the amount of \$15,716.

Note 9. Other Post-Retirement Benefits

General Information about the OPEB Plan

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

The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A 52:14-17.32f. According to N.J.S.A 52:14-17.32f, the State provides employer-paid coverage to employees who retire from a board of education or county college with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen Retirement System (PFRS), or the Alternate Benefit Program (ABP). Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 9. Other Post-Retirement Benefits (continued)

coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree’s annual retirement benefit and level of coverage.

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

Basis of Presentation

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

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

Total Nonemployer OPEB Liability

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

Total Nonemployer OPEB Liability:	\$	60,007,650,970		
Inflation Rate:		2.50%		
		<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Salary Increases:				
Through 2026		1.55 - 4.45%	2.00 - 6.00%	3.25 - 15.25%
		based on years of service	based on years of service	based on years of service
Thereafter		2.75 - 5.65%	3.00 - 7.00%	
		based on years of service	based on years of service	Not Applicable

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 disabilities. 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.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 9. Other Post-Retirement Benefits (continued)

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, July 1, 2014 – June 30, 2018, and July 1, 2013 – June 30, 2018 for TPAF, PERS and PFRS, respectively.

OPEB Obligation and OPEB Expense - The State's proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2022 was \$81,956,995. The School District's proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2021, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021. The State's proportionate share of the OPEB Obligation associated with the District was based on projection of the State's long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2021, the State proportionate share of the OPEB Obligation attributable to the School District was 0.13658%, which was a decrease of 0.00018% from its proportion measured as of June 30, 2020.

For the fiscal year ended June 30, 2022, the State of New Jersey recognized an OPEB expense in the amount of \$4,672,338 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2021 measurement date.

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 5.65% and decreases to a 4.50% long-term trend rate after seven years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rates for fiscal year 2022 through 2023 are reflected. For PPO the trend is initially 5.74% in fiscal year 2024, increasing to 12.93% in fiscal year 2025 and decreases to 4.50% after 11 years. For HMO the trend is initially 6.01% in fiscal year 2024, increasing to 15.23% in fiscal year 2025 and decreases to 4.50% after 11 years. For prescription drug benefits, the initial trend rate is 6.75% and decreases to 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Discount Rate

The discount rate for June 30, 2021 was 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.

Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate

The following presents the total nonemployer OPEB liability as of June 30, 2021, respectively, calculated using the discount rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 9. Other Post-Retirement Benefits (continued)

	June 30, 2021		
	At 1% Decrease (1.16%)	At Discount Rate (2.16%)	At 1% Increase (3.16%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 98,171,613.98	\$ 81,956,995	\$ 69,188,956
State of New Jersey's Total Non- employer Liability	\$ 71,879,745,555	\$ 60,007,650,970	\$ 50,659,089,138

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

The following presents the total nonemployer OPEB liability as of June 30, 2021, calculated using the healthcare trend rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a healthcare trend rate that is 1- percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2021		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 66,344,454	\$ 81,956,995	\$ 102,923,484
State of New Jersey's Total Nonemployer OPEB Liability	\$ 48,576,388,417	\$ 60,007,650,970	\$ 75,358,991,782

* See Healthcare Cost Trend Assumptions for details of rates.

Additional Information

Collective balances of the Local Group at June 30, 2021 are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change in Proportion Differences between Expected & Actual Experience	\$ -	\$ -
Change in Assumptions	9,045,886,863	18,009,362,976
Contributions Made in Fiscal Year Year Ending 2022 After June 30, 2021 Measurement Date **	10,179,536,966	6,438,261,807
	TBD	-
	<u>\$ 19,225,423,829</u>	<u>\$ 24,447,624,783</u>

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 9. Other Post-Retirement Benefits (continued)

** Employer Contributions made after June 30, 2021 are reported as a deferred outflow of resources, but are not amortized in expense.

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

Fiscal Year Ending June 30,			
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			347,612,410
		\$	(5,222,200,954)

Plan Membership

At June 30, 2020, the Program membership consisted of the following:

	June 30, 2020
Active Plan Members	213,901
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	150,427
	364,328

Changes in the Total OPEB Liability

The change in the State's Total OPEB liability for the fiscal year ended June 30, 2022 (measurement date June 30, 2021) is as follows:

Total OPEB Liability	
Service Cost	\$ 3,217,184,264
Interest Cost	1,556,661,679
Difference Between Expected & Actual Experience	(11,385,071,658)
Changes of Benefit Terms	(63,870,842)
Changes of Assumptions	59,202,105
Contributions: Member	39,796,196
Gross Benefit Payments	(1,226,213,382)
Net Change in Total OPEB Liability	(7,802,311,638)
Total OPEB Liability (Beginning)	67,809,962,608
Total OPEB Liability (Ending)	\$ 60,007,650,970
Total Covered Employee Payroll	\$ 14,425,669,769
Net OPEB Liability as a Percentage of Payroll	415.98%

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 10. Other Post-Retirement Benefits – Local Plan

Plan Description

The Northern Burlington County Regional School District provides a medical bridge benefit payable to those retirees who are not eligible for the State Employees Health Benefits Plan (SEHBP) until the participant becomes eligible for Medicare. In order to be eligible for SEHBP a participant must have at least 25 years of service.

Departments Summary of Eligibility within Labor Agreements		
<u>Department</u>	<u>Minimum Years of Continous Service</u>	<u>Maximum Years of Retiree Coverage</u>
Teachers*	15	5
Administrators	15	5
Child Study Team	15	5
Custodians	15	4
Transportation	20	3
Secretarial	15	5

* While the other Labor Agreements specify only single coverage is available, the Teachers do not specify that only single coverage is available, we have assumed Member only benefits are available upon retirement.

Benefits

The following are the monthly insurance premiums paid on behalf of the participant by the plan for the current and prior year fiscal year:

	<u>6/30/2022</u>	<u>6/30/2021</u>
Medical		
Single	\$ 1,132.00	\$ 942.67
Member & Spouse	\$ 2,257.00	\$ 1,882.13
Family	\$ 3,230.00	\$ 2,692.12
Parent & Child	\$ 2,100.00	\$ 1,750.52
Prescription Drug		
Single	\$ 177.80	\$ 170.96
Member & Spouse	\$ 355.60	\$ 341.92
Family	\$ 508.51	\$ 488.95
Parent & Child	\$ 330.71	\$ 317.86
Dental		
Single	\$ 30.24	\$ 32.05
Member & Spouse	\$ 60.48	\$ 64.10
Family	\$ 81.30	\$ 86.18
Parent & Child	\$ 59.00	\$ 62.54
Total Premiums by Group		
Single	\$ 1,340.04	\$ 1,145.68
Member & Spouse	\$ 2,673.08	\$ 2,288.15
Family	\$ 3,819.81	\$ 3,267.25
Parent & Child	\$ 2,489.71	\$ 2,130.92

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 10. Other Post-Retirement Benefits – Local Plan (continued)

Actuarial Assumptions

Valuation Date:	June 30, 2022	
Measurement Date:	June 30, 2022	
Actuarial Method:	Early Age Normal	
Actuarial Assumptions:		
Discount Rate	4.00%	
Mortality	PRI-2012 (Sex Distinct) using Scale MP-2021 generational mortality improvement.	
Turnover	In accordance with the U.S. Office of Personnel Management regarding the experience of the employee group covered by the Federal Employees Retirement System. Samples Rates are as follows:	
	<u>Age</u>	<u>Rate</u>
	20	70.40%
	40	15.90%
	50	0.00%
Spouse Coverage	74% with covered spouses	
Spouse's Age	Males are 3 years older than females	
Retirement Rates	100% when first eligible but not before age 55 and one more year of service	
Disability Rates	No disabilities were assumed before retirement	
Inflation:		
Medical Trend	<u>Year</u>	<u>Trend</u>
	2023	6.00%
	2024	5.50%
	2025	5.00%
	2026+	4.50%
Contribution Trend	No trend	
Administrative Expenses:	2.0% of net costs	
ARC Amortization Period:	30 years, as a level percent of payroll	
Salary Scale:	2.5% per year	
Other:	For Labor Agreements that did not specify only single benefits are provided we have assumed Member only benefits are available upon retirement.	
Changes Since Prior Valuation	All mortality tables were updated from RP-2014 to PRI-2012. The Mortality Improvement Scale was updated to MP-2021. The discount rate changed from 2.25% to 4.00%.	

Rationale of Assumptions

Demographic – The demographic rates utilized are standard tables that approximate recent historical demographic experience, and adjusted to reflect anticipated future experience and professional judgment. A comparison of actual vs. expected decrements, and aggregate liability gain/loss analysis were used to validate the demographic assumptions.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 10. Other Post-Retirement Benefits – Local Plan (continued)

Rationale of Assumptions (continued)

Administrative Expense and Employment – The Administrative Expense and Employment assumptions approximate recent historical experience, and adjusted to reflect anticipated future experience and professional judgment. When appropriate we include the expectations of Trustees and co-professionals for these assumptions.

Discount Rate – The discount rate was based on the S&P Municipal Bond 20 Year Index.

Summary of Valuation Results

	<u>6/30/2022</u>	<u>6/30/2021</u>
A. Discount Rate	4.00%	2.25%
B. Actuarial Accrued Liability		
1. Retired participants and beneficiaries	\$ 744,195	\$ 555,550
2. Active participants:		
a. Fully eligible to receive benefits	1,008,220	1,080,371
b. Not yet eligible to receive benefits	1,134,014	1,558,945
c. Subtotal active	<u>2,142,234</u>	<u>2,639,316</u>
3. Subtotal postretirement benefits	<u>\$ 2,886,429</u>	<u>\$ 3,194,866</u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability, as well as what the total OPEB 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 discount rate.

	<u>1% Decrease (3.00%)</u>	<u>Discount Rate (4.00%)</u>	<u>1% Increase (5.00%)</u>
Net OPEB Liability (Asset)	\$ 3,001,234	\$ 2,886,429	\$ 2,780,759

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability, as well as what the total OPEB liability would be if it were calculated using health care cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare trend rates.

	<u>1% Decrease (5.0% decreasing to 3.5%)</u>	<u>Healthcare Cost Trend Rates (6.0% decreasing to 4.5%)</u>	<u>1% Increase (7.0% decreasing to 5.5%)</u>
Net OPEB Liability (Asset)	\$ 2,452,128	\$ 2,886,429	\$ 3,410,322

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2022 (continued)**

Note 10. Other Post-Retirement Benefits – Local Plan (continued)

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

For the year ending June 30, 2022 the Plan recognized an OPEB expense/(benefit) of \$(308,437). As of June 30, 2022, the Plan has deferred outflows of resources and deferred inflows of resources related to OPEB from the following source:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ -	\$ -
Changes of assumptions or other inputs	-	-
Total	\$ -	\$ -

The amounts are recognized over the expected average remaining service lifetime of 13.84 years.

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

Year Ending <u>June 20,</u>		
2023	\$	-
2024		-
2025		-
2026		-
2027		-
Thereafter		-

Note: There are no Deferred Outflow or Inflow Resources related to the OPEB – Local Plan.

Monthly Claims Costs and Self-Pay Rates

	<u>6/30/2022</u>	<u>6/30/2021</u>
Composite Claims Cost		
Pre-65	\$ 1,340	\$ 1,146
Composite Self-Pay Rates		
Pre-65	None	None

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 10. Other Post-Retirement Benefits – Local Plan (continued)

Participant Statistics

	<u>6/30/2022</u>	<u>6/30/2021</u>
a. Participant Counts		
Retirees	10	8
Actives eligible to receive benefits	19	26
Actives not fully eligible to receive benefits	295	285
Subtotal actives	314	311
Total	324	319
b. Average Ages		
Retirees	61.9	61.9
Actives eligible to receive benefits	64.8	64.5
Actives not fully eligible to receive benefits	45.2	44.5
Subtotal actives	46.4	46.2
Total	46.9	46.6
c. Active Counts by Department		
Administrators	14	16
Custodians	34	35
Child Study Team	11	11
Secretarial	18	24
Teachers	191	191
Transportation	46	34
Total	314	311

Note 11. On-Behalf Payments for Fringe Benefits and Salaries

As previously mentioned, the School District receives on-behalf payments from the State of New Jersey for normal costs and post-retirement medical costs related to the Teachers' Pension and Annuity Fund (TPAF) pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2022, the on-behalf payments for normal costs, post-retirement medical costs, long-term disability and reimbursed TPAF social security contributions were \$5,670,750, \$1,324,917, \$2,265 and \$1,177,723, respectively.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 12. Risk Management

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

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

<u>Fiscal Year</u>	<u>Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2021-2022	\$ 53,729	\$ -	\$ 152,001
2020-2021	47,627	1,850	98,272
2019-2020	33,822	19,752	52,495

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

Joint Insurance Pool – The School District also participates in the Burlington County Insurance Pool Joint Insurance Fund (BCIP JIF) and public entity risk pool. The Pool provides its members with the following coverage:

Property – Blanket Building & Grounds	General & Automobile Liability
Environmental Impairment Liability	Workers’ Compensation
School Board Legal Liability	Excess Liability
Employers Liability	Comprehensive Crime Coverage

Note 13. Contingencies

State and Federal Grantor Agencies - The School District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the School District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2022 may be impaired. In the opinion of the School District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

Litigation – The School District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the School Districts’ attorney that resolution of these matters will not have a material adverse effect on the financial condition of the School District.

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)

Note 13. Contingencies (continued)

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

Note 14. Deferred Compensation

The School District offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. The plans, which are administered by 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 Investment Planning
Waddell & Reed
AXA Equitable
Vanguard
Siracusa
CitiStreet

Note 15. Compensated Absences

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

School District employees are granted varying amount of vacation and sick leave in accordance with the School District's personnel policies. Upon termination, employees are paid for accrued vacation. The School District policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement employees shall be paid by the School District for the unused sick leave in accordance with School Districts’ agreements with the various employee unions.

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. At June 30, 2022, the liability for compensated absences reported on the government-wide and on the proprietary fund Statement of Net Position was \$1,442,875 and \$-0-, respectively.

Note 16. Tax Abatements

As defined by the Governmental Accounting Standards Board (GASB) Statement No. 77, a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)

Note 16. Tax Abatements (continued)

district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

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

Note 17. Commitments

The School District has contractual commitments at June 30, 2022 to various vendors, which are recorded in the general fund and capital projects fund as assigned to year end encumbrances in the amount of \$1,511,431 and \$1,107,606, respectively.

Note 18. Calculation of Excess Surplus

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A.18A:7F-7. New Jersey school districts are required to reserve General Fund 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 was \$-0-.

Note 19. Fund Balances

General Fund – Of the \$17,123,307 General Fund fund balance at June 30, 2022, \$7,727,925 has been restricted for the Capital Reserve Account; \$4,477,792 has been restricted to the future use of Federal Impact aid reserves; \$152,001 has been restricted to the future use of Unemployment Compensation; \$1,511,431 has been assigned to year-end encumbrances; \$1,459,422 has been assigned and included as anticipated revenue for the year ending June 30, 2023; and \$1,794,736 has been unassigned.

Special Revenue Fund – Of the \$420,396 Special Revenue Fund fund balance at June 30, 2022, \$420,396 is restricted for the use of Student Activities.

Capital Projects Fund – Of the \$1,456,361 Capital Projects Fund fund balance at June 30, 2022, \$348,755 is restricted for future capital projects approved by the School District and \$1,107,606 has been assigned to year-end encumbrances.

Debt Service Fund – Of the \$1,193,212 Debt Service Fund fund balance at June 30, 2022, \$1,193,212 is restricted for future debt service payments.

Note 20. Deficit in Net Position

Unrestricted Net Position – The School District's governmental activities had a deficit in unrestricted net position in the amount of \$4,098,146. The primary causes of the deficit are the School District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the Public Employees' Retirement System (PERS) as of June 30, 2022. This deficit in unrestricted net position for governmental activities does not indicate that the School District is facing financial difficulties.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022 (continued)**

Note 21. Prior Period Adjustment/Restatement of Net Position and Fund Balance

During the year ended June 30, 2022 the District completed a full appraisal of its capital assets. The District adjusted its beginning balances to reflect changes to its Net Position in the Governmental Activities, Business-Type Activities and Food Service Fund. The beginning balances as of July 1, 2021 were adjusted as follows:

Prior Period Adjustment to Net Position (Governmental Activities)

Balance, July 1, 2021 prior to Adjustment	\$ 34,080,999
Less:	
Adjustment to Capital Assets	<u>(5,629,384)</u>
Balance, July 1, 2021 Restated	<u>\$ 28,451,615</u>

Prior Period Adjustment to Net Position (Business-Type Activities)

Balance, July 1, 2021 prior to Adjustment	\$ 1,033,623
Add:	
Adjustment to Capital Assets	<u>448,470</u>
Balance, July 1, 2021 Restated	<u>\$ 1,482,093</u>

Prior Period Adjustment to Net Position (Food Service Fund)

Balance, July 1, 2021 prior to Adjustment	\$ 330,522
Add:	
Adjustment to Capital Assets	<u>448,470</u>
Balance, July 1, 2021 Restated	<u>\$ 778,992</u>

Note 22. Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2022 and February 15, 2023, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items have come to the attention of the School District that would require disclosure.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

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C. Budgetary Comparison Schedules

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NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	OVER/ (UNDER)
Revenues:						
Local Tax Levy	10-1210	\$ 22,606,838	\$ -	\$ 22,606,838	\$ 22,606,838	\$ -
Tuition From Other LEAs Within the State	10-1300	192,047	-	192,047	239,362	47,315
Transportation Fees From Other LEAs	10-1420-1440	100,000	-	100,000	154,456	54,456
Interest on Capital Reserve Funds	10-1XXX	18,000	-	18,000	10,367	(7,633)
Miscellaneous Revenues	10-1XXX	236,000	-	236,000	512,153	276,153
Other Restricted Miscellaneous Revenues	10-1999	-	-	-	36,296	36,296
Total Local Sources		23,152,885	-	23,152,885	23,559,472	406,587
State Sources:						
School Choice Aid	10-3116	477,819	-	477,819	477,819	-
Categorical Transportation Aid	10-3121	1,212,916	-	1,212,916	1,212,916	-
Categorical Special Education Aid	10-3132	1,088,835	-	1,088,835	1,088,835	-
Equalization Aid	10-3176	12,343,176	-	12,343,176	12,343,176	-
Categorical Security Aid	10-3177	206,047	-	206,047	206,047	-
Military Impact Aid (State Funded)	10-3247	-	-	-	4,552,150	4,552,150
Extraordinary Aid	10-3XXX	-	-	-	586,265	586,265
Securing Our Children's Future Bond Act	10-3256	-	-	-	132,897	132,897
Homeless Tuition Aid	10-3XXX	-	-	-	5,851	5,851
Non-Public Transportation Aid	10-3XXX	-	-	-	30,450	30,450
Nonbudgeted:						
On-Behalf TPAF Pension Contribution		-	-	-	5,670,750	5,670,750
On-Behalf TPAF Post-Retirement Medical Contribution		-	-	-	1,324,917	1,324,917
On-Behalf TPAF Long Term Disability Insurance		-	-	-	2,265	2,265
Reimbursed TPAF Social Security Contribution		-	-	-	1,177,723	1,177,723
Total State Sources		15,328,793	-	15,328,793	28,812,061	13,483,268
Federal Sources:						
Impact Aid	10-4100	1,175,000	-	1,175,000	2,283,061	1,108,061
DoD Impact Aid Supplemental Program	10-4XXX	-	-	-	233,284	233,284
Medicaid Reimbursement	10-4200	13,724	-	13,724	10,670	(3,054)
Total Federal Sources		1,188,724	-	1,188,724	2,527,015	1,338,291
Total Revenues		39,670,402	-	39,670,402	54,898,548	15,228,146
Expenditures:						
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Grades 6 - 8	11-130-100-101	3,532,077	18,003	3,550,080	3,407,727	142,353
Grades 9 - 12	11-140-100-101	6,414,288	(21,438)	6,392,850	6,338,635	54,215
Home Instruction:						
Salaries of Teachers	11-150-100-101	35,000	(3,227)	31,773	21,695	10,078
Purchased Professional -						
Educational Services	11-150-100-320	21,185	3,275	24,460	15,498	8,962
Other Purchased Services	11-150-100-500	1,700	-	1,700	-	1,700
Regular Programs - Undistributed Instruction:						
Purchased Professional - Educational Services	11-190-100-320	413,778	(5,029)	408,749	396,608	12,141
Purchased Technical Services	11-190-100-340	316,920	53,729	370,649	311,701	58,948
Other Purchased Services	11-190-100-500	48,502	726	49,228	24,330	24,898
General Supplies	11-190-100-610	675,660	(15,410)	660,250	519,663	140,587
Textbooks	11-190-100-640	142,227	(24,441)	117,786	117,114	672
Other Objects	11-190-100-890	35,589	1,630	37,219	20,562	16,657
Total Regular Programs		11,636,926	7,818	11,644,744	11,173,533	471,211

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	OVER/ (UNDER)
Special Education:						
Instruction:						
Salaries of Teachers	11-204-100-101	98,069	330	98,399	94,990	3,409
Other Purchased Services	11-204-100-500	100	-	100	-	100
General Supplies	11-204-100-610	2,000	(450)	1,550	896	654
Textbooks	11-204-100-640	1,000	(55)	945	945	-
Other Objects	11-204-100-800	900	-	900	450	450
Total Instruction		102,069	(175)	101,894	97,281	4,613
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	239,583	5,214	244,797	244,676	121
Purchased Professional - Educational Services	11-212-100-320	8,000	-	8,000	1,330	6,670
Other Purchased Services	11-212-100-500	200	-	200	66	134
General Supplies	11-212-100-610	12,510	-	12,510	11,924	586
Textbooks	11-212-100-640	400	(400)	-	-	-
Other	11-212-100-800	1,800	-	1,800	1,400	400
Total Multiple Disabilities		262,493	4,814	267,307	259,396	7,911
Resource Room:						
Salaries of Teachers	11-213-100-101	1,932,523	3,203	1,935,726	1,930,347	5,379
Purchased Services	11-213-100-320	125,310	(7,500)	117,810	10,030	107,780
Other Purchased Services	11-213-100-500	350	-	350	-	350
General Supplies	11-213-100-610	6,401	-	6,401	3,064	3,337
Textbooks	11-213-100-640	1,000	(89)	911	911	-
Other Objects	11-213-100-800	1,000	-	1,000	895	105
Total Resource Room		2,066,584	(4,386)	2,062,198	1,945,247	116,951
Total Special Education		2,431,146	253	2,431,399	2,301,924	129,475
Basic Skills/Remedial:						
Salaries of Teachers	11-230-100-101	19,383	-	19,383	19,383	-
Total Basic Skills/Remedial		19,383	-	19,383	19,383	-
Bilingual Education:						
General Supplies	11-240-100-610	2,600	(488)	2,112	-	2,112
Total Bilingual Education		2,600	(488)	2,112	-	2,112
Vocational Programs- Local - Instruction:						
Salaries of Teachers	11-300-100-101	443,345	(1,928)	441,417	437,484	3,933
Other Salaries for Instruction	11-300-100-106	13,000	(13,000)	-	-	-
Purchased Professional - Educational Services	11-300-100-320	6,000	-	6,000	698	5,302
Purchased Professional - Technical Services	11-300-100-340	1,000	(10)	990	-	990
Other Purchased Services	11-300-100-500	9,766	(2,294)	7,472	65	7,407
General Supplies	11-300-100-610	42,940	5,162	48,102	39,443	8,659
Other Objects	11-300-100-800	1,395	10	1,405	760	645
Total Vocational Programs - Local Instruction		517,446	(12,060)	505,386	478,450	26,936
School Sponsored Cocurricular Activities:						
Salaries	11-401-100-100	445,157	1,943	447,100	442,666	4,434
Purchased Services	11-401-100-500	11,225	(1,943)	9,282	5,800	3,482
Supplies and Materials	11-401-100-600	43,350	3,954	47,304	18,185	29,119
Other Objects	11-401-100-800	4,750	-	4,750	1,750	3,000
Total School Sponsored Cocurricular Activities		504,482	3,954	508,436	468,401	40,035

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	OVER/ (UNDER)
School Sponsored Athletics - Instruction:						
Salaries	11-402-100-100	774,963	-	774,963	763,553	11,410
Supplies and Materials	11-402-100-600	132,842	76,174	209,016	192,822	16,194
Other Objects	11-402-100-800	77,000	-	77,000	77,000	-
Total School Sponsored Athletics Instruction		984,805	76,174	1,060,979	1,033,375	27,604
Total Instruction		16,096,788	75,651	16,172,439	15,475,066	697,373
Undistributed Expenditures:						
Instruction :						
Tuition to Other LEAs Within the State - Regular	11-000-100-561	155,108	(64,221)	90,887	74,820	16,067
Tuition to Other LEAs Within the State - Special	11-000-100-562	155,108	(27,421)	127,687	109,314	18,373
Tuition to County Vocational School District - Regular	11-000-100-563	85,228	(9,901)	75,327	75,327	-
Tuition to County Vocational School District - Special	11-000-100-564	38,740	(38,182)	558	558	-
Tuition to CSSD & Regional Day School	11-000-100-565	139,072	81,474	220,546	151,026	69,520
Tuition to Private School for the Handicapped - State	11-000-100-566	1,111,875	(24,318)	1,087,557	963,651	123,906
Tuition to Private School Other LEAs Outside State	11-000-100-567	48,840	(4,440)	44,400	44,280	120
Total Undistributed Expenditures - Instruction		1,733,971	(87,009)	1,646,962	1,418,976	227,986
Attendance & Social Work Services:						
Salaries	11-000-211-100	90,238	13,911	104,149	102,791	1,358
Purchased Professional & Technical Services	11-000-211-300	191,404	-	191,404	183,706	7,698
Total Attendance & Social Work Services		281,642	13,911	295,553	286,497	9,056
Health Services:						
Salaries	11-000-213-100	524,292	45,079	569,371	566,719	2,652
Purchased Professional & Technical Services	11-000-213-300	25,208	(1,023)	24,185	23,549	636
Other Purchased Services	11-000-213-500	300	(300)	-	-	-
Supplies and Materials	11-000-213-600	11,577	2,450	14,027	13,555	472
Other Objects	11-000-213-800	1,025	(876)	149	149	-
Total Health Services		562,402	45,330	607,732	603,972	3,760
Other Support Services - Students - Related Services:						
Salaries	11-000-216-100	86,413	-	86,413	86,413	-
Purchased Services	11-000-216-320	201,500	1,025	202,525	106,403	96,122
Travel	11-000-216-580	-	56	56	-	56
Supplies and Materials	11-000-216-600	732	-	732	555	177
Other Objects	11-000-216-800	475	(475)	-	-	-
Total Other Support Services - Students - Related Services		289,120	606	289,726	193,371	96,355
Other Support Services - Students - Extra Services:						
Salaries	11-000-217-100	167,243	(4,813)	162,430	132,312	30,118
Purchased Services	11-000-217-320	943,940	(93,352)	850,588	653,423	197,165
Total Other Support Services - Students - Extra Services		1,111,183	(98,165)	1,013,018	785,735	227,283

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	OVER/ (UNDER)
Other Support Services - Students - Regular:						
Salaries of Other Professional Staff	11-000-218-104	688,596	(33,249)	655,347	638,536	16,811
Salaries of Secretarial & Clerical Assistants	11-000-218-105	191,042	9,003	200,045	162,789	37,256
Purchased Professional - Educational Services	11-000-218-320	2,400	27,516	29,916	27,515	2,401
Other Purchased Professional & Technical Services	11-000-218-390	30,025	-	30,025	28,124	1,901
Other Purchased Services	11-000-218-500	700	-	700	-	700
Supplies and Materials	11-000-218-600	6,004	-	6,004	2,032	3,972
Other Objects	11-000-218-800	2,615	-	2,615	710	1,905
Total Other Support Services - Students - Regular		921,382	3,270	924,652	859,706	64,946
Other Support Services - Students - Special Services:						
Salaries of Other Professional Staff	11-000-219-104	640,970	6,345	647,315	646,429	886
Salaries of Secretarial & Clerical Assistants	11-000-219-105	112,874	479	113,353	113,353	-
Purchased Professional - Educational Services	11-000-219-320	17,000	(8,267)	8,733	4,199	4,534
Other Purchased Professional & Technical Services	11-000-219-390	1,280	-	1,280	600	680
Other Purchased Services (400-500 series)	11-000-219-500	3,000	(2,283)	717	176	541
Supplies and Materials	11-000-219-600	7,400	(76)	7,324	6,750	574
Other Objects	11-000-219-800	3,400	-	3,400	1,829	1,571
Total Other Support Services - Students - Special Services		785,924	(3,802)	782,122	773,336	8,786
Improvement of Instruction Services/Other Support Services - Instruction Staff:						
Salaries of Supervisors of Instruction	11-000-221-102	290,778	36,725	327,503	325,060	2,443
Salaries of Other Professional Staff	11-000-221-104	37,000	12,861	49,861	44,110	5,751
Salaries of Secretarial & Clerical Assistants	11-000-221-105	73,930	9,972	83,902	83,652	250
Other Salaries	11-000-221-110	175,058	44,125	219,183	214,758	4,425
Purchased Professional - Educational Services	11-000-221-320	50	23	73	73	-
Other Purchased Services	11-000-221-500	100	-	100	-	100
Supplies and Materials	11-000-221-600	2,125	(160)	1,965	1,847	118
Other Objects	11-000-221-800	6,950	137	7,087	7,087	-
Total Improvement of Instruction Services/Other Support Services Instructional Staff		585,991	103,683	689,674	676,587	13,087
Educational Media Services/School Library:						
Salaries	11-000-222-100	178,953	3,500	182,453	182,453	-
Purchased Professional & Technical Services	11-000-222-300	28,350	(2,500)	25,850	25,390	460
Other Purchased Services	11-000-222-500	695	-	695	475	220
Supplies and Materials	11-000-222-600	38,000	13,146	51,146	40,975	10,171
Other Objects	11-000-222-800	700	-	700	339	361
Total Educational Media Services/School Library		246,698	14,146	260,844	249,632	11,212
Support Services Instructional Staff Training Service:						
Salaries of Supervisors of Instruction	11-000-223-102	239,068	1,215	240,283	240,283	-
Salaries of Other Professional	11-000-223-104	13,000	2,474	15,474	12,042	3,432
Salaries of Secretarial & Clerical Assistants	11-000-223-105	46,315	(15,013)	31,302	31,052	250
Purchased Professional - Educational Services	11-000-223-320	6,500	-	6,500	4,929	1,571
Other Purchased Services	11-000-223-500	600	-	600	53	547
Supplies and Materials	11-000-223-600	1,300	-	1,300	287	1,013
Other Objects	11-000-223-800	6,950	(1,767)	5,183	3,383	1,800
Total Support Services Instructional Staff Training Services		313,733	(13,091)	300,642	292,029	8,613

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	OVER/ (UNDER)
Support Services General						
Administration:						
Salaries	11-000-230-100	345,644	-	345,644	344,959	685
Unused Vacation Payment to Terminated/Retired St	11-000-230-199	-	69,433	69,433	69,433	-
Legal Services	11-000-230-331	32,500	73,012	105,512	83,198	22,314
Audit Services	11-000-230-332	30,000	31,500	61,500	29,500	32,000
Architectural/Engineering Services	11-000-230-334	30,000	168,337	198,337	132,065	66,272
Other Purchased Professional Services	11-000-230-339	57,850	(32,123)	25,727	23,203	2,524
Purchased Technical Services	11-000-230-340	3,000	95,000	98,000	95,000	3,000
Communications/Telephone	11-000-230-530	81,366	(13,342)	68,024	67,483	541
BOE Other Purchased Professional Services	11-000-230-585	26,000	(17,632)	8,368	8,368	-
Other Purchased Services	11-000-230-590	78,507	(19,666)	58,841	55,330	3,511
General Supplies	11-000-230-610	2,550	13	2,563	569	1,994
Miscellaneous Expenditures	11-000-230-890	4,603	120	4,723	4,323	400
BOE Membership Dues & Fees	11-000-230-895	30,800	(120)	30,680	25,696	4,984
Total Support Services General Administration		722,820	354,532	1,077,352	939,127	138,225
Support Services School Administration:						
Salaries of Principals & Assistant Principals	11-000-240-103	727,164	22,272	749,436	714,726	34,710
Salaries of Other Professional Staff	11-000-240-104	353,148	5,095	358,243	324,777	33,466
Salaries of Secretarial & Clerical Assistants	11-000-240-105	248,178	26,537	274,715	272,651	2,064
Purchased Technical Services	11-000-240-300	3,025	-	3,025	2,676	349
Other Purchased Services	11-000-240-500	6,950	-	6,950	4,067	2,883
Supplies and Materials	11-000-240-600	11,915	75,700	87,615	7,708	79,907
Other Objects	11-000-240-800	21,579	4,300	25,879	22,179	3,700
Total Support Services School Administration		1,371,959	133,904	1,505,863	1,348,784	157,079
Central Services:						
Salaries	11-000-251-100	515,801	16,308	532,109	531,603	506
Purchased Professional Services	11-000-251-330	10,800	15,416	26,216	13,704	12,512
Miscellaneous Purchased Services	11-000-251-592	11,600	(869)	10,731	5,432	5,299
Supplies & Materials	11-000-251-600	8,000	-	8,000	6,177	1,823
Interest on Lease Purchase Agreements	11-000-251-832	41,550	-	41,550	41,492	58
Miscellaneous Expenditures	11-000-251-890	3,275	-	3,275	2,990	285
Total Central Services		591,026	30,855	621,881	601,398	20,483
Administrative Information Technology:						
Salaries	11-000-252-100	69,698	(25,155)	44,543	43,716	827
Other Purchased Services	11-000-252-500	2,820	-	2,820	880	1,940
Total Administrative Information Technology		72,518	(25,155)	47,363	44,596	2,767
Allowance Maintenance for School Facilities:						
Salaries	11-000-261-100	273,206	2,751	275,957	272,956	3,001
Cleaning, Repair & Maintenance Services	11-000-261-420	202,610	69,123	271,733	204,583	67,150
Lead Testing of Drinking Water	11-000-261-421	6,500	1,710	8,210	-	8,210
General Supplies	11-000-261-610	69,900	(657)	69,243	46,666	22,577
Other Objects	11-000-261-800	2,850	-	2,850	516	2,334
Total Allowance Maintenance for School Facilities		555,066	72,927	627,993	524,721	103,272

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	OVER/ (UNDER)
Operation & Maintenance of Plant Services:						
Salaries	11-000-262-100	1,424,717	36,898	1,461,615	1,423,672	37,943
Purchased Professional & Technical Services	11-000-262-300	17,200	8,439	25,639	10,456	15,183
Cleaning, Repair & Maintenance Services	11-000-262-420	138,377	5,735	144,112	128,286	15,826
Other Purchased Property Services	11-000-262-490	307,750	28,952	336,702	318,682	18,020
Insurance	11-000-262-520	136,798	-	136,798	129,794	7,004
Miscellaneous Purchased Services	11-000-262-590	5,724	-	5,724	5,603	121
General Supplies	11-000-262-610	122,513	16,480	138,993	126,226	12,767
Energy (Natural Gas)	11-000-262-621	151,420	(20,842)	130,578	123,258	7,320
Energy (Electricity)	11-000-262-622	650,000	3,966	653,966	615,746	38,220
Other Objects	11-000-262-800	2,960	-	2,960	2,529	431
Total Operation & Maintenance of Plant Services		2,957,459	79,628	3,037,087	2,884,252	152,835
Care & Upkeep of Grounds						
Cleaning, Repair & Maintenance Services	11-000-263-420	67,300	7,374	74,674	72,801	1,873
General Supplies	11-000-263-610	60,280	(17,179)	43,101	32,505	10,596
Total Care & Upkeep of Grounds		127,580	(9,805)	117,775	105,306	12,469
Security						
Cleaning, Repair & Maintenance Services	11-000-266-420	5,000	-	5,000	-	5,000
Total Security		5,000	-	5,000	-	5,000
Student Transportation Services:						
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	736,707	141,819	878,526	849,980	28,546
Salaries for Pupil Transportation (Between Home & School) - Special	11-000-270-161	198,711	(36,159)	162,552	160,910	1,642
Salaries for Pupil Transportation (Other Than Between Home & School)	11-000-270-162	159,650	2,901	162,551	147,323	15,228
Purchased Professional & Technical Services	11-000-270-390	15,043	2,057	17,100	16,773	327
Cleaning, Repair & Maintenance Services	11-000-270-420	28,297	(10,687)	17,610	16,724	886
Lease Purchase Payments - School Buses	11-000-270-443	223,180	84,115	307,295	250,772	56,523
Contracted Services (Other Than Between School) - Vendors	11-000-270-511	519,312	(519,142)	170	170	-
Contracted Services Between Home & School - Vendors	11-000-270-512	4,000	465,604	469,604	469,604	-
Contracted Services (Special Education Students) - Vendors	11-000-270-514	372,507	(50,858)	321,649	315,723	5,926
Contracted Services (Special Education Students) - Joint Agreements	11-000-270-515	52,453	(23,919)	28,534	28,534	-
Aid in Lieu of Payments - Nonpublic	11-000-270-503	85,000	(31,072)	53,928	38,493	15,435
Miscellaneous Purchased Services - Transportation	11-000-270-593	24,909	(1,284)	23,625	23,625	-
General Supplies	11-000-263-610	194,813	(194,813)	-	-	-
Transportation Supplies	11-000-270-615	1,440	311,281	312,721	294,855	17,866
Other Objects	11-000-270-800	5,134	472	5,606	5,606	-
Total Student Transportation Services		2,621,156	140,315	2,761,471	2,619,092	142,379
Instruction - Regular Programs:						
Health Benefits	11-100-100-270	2,950,489	3	2,950,492	2,591,080	359,412
Total Regular Programs		2,950,489	3	2,950,492	2,591,080	359,412

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	OVER/ (UNDER)
Special Education:						
Health Benefits	11-200-100-270	594,075	-	594,075	536,934	57,141
Total Special Education		594,075	-	594,075	536,934	57,141
Vocational Programs- Local - Instruction:						
Health Benefits	11-300-100-270	65,641	-	65,641	58,829	6,812
Total Vocational Programs - Local Instruction		65,641	-	65,641	58,829	6,812
Attendance & Social Work Services:						
Health Benefits	11-000-211-270	51,705	4,887	56,592	56,199	393
Total Attendance & Social Work Services		51,705	4,887	56,592	56,199	393
Health Services:						
Health Benefits	11-000-213-270	159,419	-	159,419	152,723	6,696
Total Health Services		159,419	-	159,419	152,723	6,696
Other Support Services - Students - Related Services:						
Health Benefits	11-000-216-270	5,976	-	5,976	5,976	-
Total Other Support Services - Students - Related Services		5,976	-	5,976	5,976	-
Other Support Services - Students - Extra Services:						
Health Benefits	11-000-217-270	58,977	5,656	64,633	62,964	1,669
Total Other Support Services - Students - Extra Services		58,977	5,656	64,633	62,964	1,669
Other Support Services - Students - Regular:						
Health Benefits	11-000-218-270	241,757	5,000	246,757	235,657	11,100
Total Other Support Services - Students - Regular		241,757	5,000	246,757	235,657	11,100
Other Support Services - Student - Special Services:						
Health Benefits	11-000-219-270	238,577	4,903	243,480	233,528	9,952
Total Other Support Services - Students - Special Services		238,577	4,903	243,480	233,528	9,952
Improvement of Instructional Services/Other Support Services - Instructional Staff:						
Health Benefits	11-000-221-270	112,990	5,843	118,833	115,960	2,873
Total Improvement of Instruction Services/Other Support Services - Instructional Staff		112,990	5,843	118,833	115,960	2,873
Educational Media Services/School Library:						
Health Benefits	11-000-222-270	21,620	13,585	35,205	34,462	743
Total Educational Media Services/School Library		21,620	13,585	35,205	34,462	743
Instructional Staff Training Services:						
Health Benefits	11-000-223-270	50,145	(7,744)	42,401	38,487	3,914
Total Instructional Staff Training Services		50,145	(7,744)	42,401	38,487	3,914

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	OVER/ (UNDER)
Support Services General Administration:						
Health Benefits	11-000-230-270	31,251	-	31,251	27,619	3,632
Total Support Services General Administration		31,251	-	31,251	27,619	3,632
Support Services School Administration:						
Health Benefits	11-000-240-270	308,396	(5,000)	303,396	280,632	22,764
Total Support Services School Administration		308,396	(5,000)	303,396	280,632	22,764
Central Services:						
Health Benefits	11-000-251-270	147,024	(4,550)	142,474	137,131	5,343
Total Central Services		147,024	(4,550)	142,474	137,131	5,343
Administrative Information Technology:						
Health Benefits	11-000-252-270	5,492	-	5,492	3,698	1,794
Total Administrative Information Technology		5,492	-	5,492	3,698	1,794
Operation & Maintenance of Plant Services:						
Health Benefits	11-000-261-270	814,605	18,112	832,717	822,633	10,084
Total Operation & Maintenance of Plant Services		814,605	18,112	832,717	822,633	10,084
Student Transportation Services:						
Health Benefits	11-000-270-270	843,406	17,654	861,060	861,060	-
Total Student Transportation Services		843,406	17,654	861,060	861,060	-
Total Allocated Benefits		6,701,545	58,349	6,759,894	6,255,572	504,322
Unallocated Benefits - Employee Benefits:						
Social Security	11-000-291-220	469,516	18,285	487,801	480,204	7,597
Other Retirement Contributions - PERS	11-000-291-241	597,225	(7,186)	590,039	589,932	107
Unemployment Compensation	11-000-291-250	18,000	-	18,000	567	17,433
Worker's Compensation	11-000-291-260	201,609	(10,394)	191,215	191,215	-
Tuition Reimbursement	11-000-291-280	78,600	(2,366)	76,234	75,750	484
Total Unallocated Benefits - Employee Benefits		1,364,950	(1,661)	1,363,289	1,337,668	25,621
Nonbudgeted:						
On-Behalf TPAF Pension Contribution		-	-	-	5,670,750	(5,670,750)
On-Behalf TPAF Post-Retirement Medical Contribution		-	-	-	1,324,917	(1,324,917)
On-Behalf TPAF Long Term Disability Insurance		-	-	-	2,265	(2,265)
Reimbursed TPAF Social Security Contribution		-	-	-	1,177,723	(1,177,723)
Total Undistributed Expenditures		23,923,125	812,768	24,735,893	30,976,012	(6,240,119)
Total Expenditures - Current Expense		40,019,913	888,419	40,908,332	46,451,078	(5,542,746)

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	OVER/ (UNDER)
Capital Outlay:						
Interest Deposit to Capital Reserve		18,000	-	18,000	-	18,000
Equipment:						
Regular Programs - Instruction:						
Grades 6 - 8	12-130-100-730	7,000	12,432	19,432	16,315	3,117
Grades 9 - 12	12-140-100-730	13,000	63,810	76,810	76,610	200
Special Education - Instruction:						
School Sponsored Other Instruction	12-400-100-730	-	52,706	52,706	52,706	-
Undistributed Expense - Care and Upkeep of Grounds	12-000-263-730	-	17,441	17,441	17,441	-
Student Transportation: Noninstructional Equipment	12-000-270-732	-	-	-	-	-
Total Equipment		20,000	146,389	166,389	163,072	3,317
Facilities Acquisition & Construction Services:						
Other Purchased Professional & Technical Services	12-000-400-390	-	143,415	143,415	12,626	130,789
Construction Services	12-000-400-450	1,490,000	1,190,443	2,680,443	1,723,574	956,869
Loan Agreements - Principal	12-000-400-721	548,209	-	548,209	505,951	42,258
Assessment for Debt Service on SDA Funding	12-000-400-896	139,313	-	139,313	139,313	-
Total Facilities Acquisition & Construction Services		2,177,522	1,333,858	3,511,380	2,381,464	1,129,916
Assets Acquired Through Loan Financing (Nonbudgeted):						
Capital Assets		-	-	-	310,000	(310,000)
Total Assets Acquired Through Loan Financing (Nonbudgeted)		-	-	-	310,000	(310,000)
Total Capital Outlay		2,215,522	1,480,247	3,695,769	2,854,536	841,233
Total Expenditures		42,235,435	2,368,666	44,604,101	49,305,614	(4,701,513)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		(2,565,033)	(2,368,666)	(4,933,699)	5,592,934	10,526,633
Other Financing Sources/(Uses):						
Transfer In/(Out):						
Loan Proceeds		-	-	-	310,000	(310,000)
Total Other Financing Sources/(Uses)		-	-	-	310,000	(310,000)

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	OVER/ (UNDER)
Excess/(Deficiency) of Revenues & Other Financing Sources					
Over/(Under) Expenditures & Other Financing Sources/(Uses)	(2,565,033)	(2,368,666)	(4,933,699)	5,902,934	10,836,633
Fund Balances July 1,	13,128,372	-	13,128,372	13,128,372	-
	<hr/>				
Fund Balances, June 30	<u>\$ 10,563,339</u>	<u>\$ (2,368,666)</u>	<u>\$ 8,194,673</u>	<u>\$ 19,031,306</u>	<u>\$ 10,836,633</u>
 <u>RECAPITULATION OF BUDGET TRANSFERS:</u>					
Prior Year Encumbrances		\$ 2,532,779			
Cancellation of Prior Year Encumbrances		<u>(164,113)</u>			
Total		<u>\$ 2,368,666</u>			
 <u>RECAPITULATION OF FUND BALANCE:</u>					
Restricted Fund Balance:					
Capital Reserve				\$ 7,727,925	
Unemployment Compensation				152,001	
Reserve for Impact Aid				4,477,792	
Assigned Fund Balance:					
Designated for Subsequent Year's Expenditures				1,459,422	
Year-end Encumbrances				1,511,431	
Unassigned Fund Balance				<u>3,702,735</u>	
Subtotal				19,031,306	
Reconciliation to Governmental Fund Statements (GAAP):					
Last State Aid Payments Not Recognized on GAAP Basis				<u>(1,907,999)</u>	
Fund Balance Per Governmental Funds (GAAP)				<u>\$ 17,123,307</u>	

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	OVER/ (UNDER)
Revenues:					
State Sources	\$ -	\$ 189,825	\$ 189,825	\$ 11,492	\$ 178,333
Federal Sources	766,587	1,073,276	1,839,863	1,459,524	380,339
Local Sources	-	695,808	695,808	693,440	2,368
Total Revenues	<u>766,587</u>	<u>1,958,909</u>	<u>2,725,496</u>	<u>2,164,456</u>	<u>561,040</u>
Expenditures:					
Instruction:					
Salaries of Teachers	47,410	340,678	388,088	200,201	187,887
Purchase of Professional Educational Services	10,382	14,915	25,297	22,800	2,497
Other Professional Services	-	58,893	58,893	58,893	-
Tuition	529,649	(94,347)	435,302	435,302	-
General Supplies	59,968	306,193	366,161	354,612	11,549
Textbooks	977	(17)	960	939	21
Other Objects	-	1,540	1,540	1,540	-
Total Instruction	<u>648,386</u>	<u>627,855</u>	<u>1,276,241</u>	<u>1,074,287</u>	<u>201,954</u>
Support Services:					
Salaries	50,080	57,199	107,279	66,931	40,348
Personal Services - Employee Benefits	7,456	190,737	198,193	78,786	119,407
Purchase of Professional Education Services	55,685	249,006	304,691	181,642	123,049
Other Purchased Services	1,796	17,594	19,390	25,634	(6,244)
Supplies	3,184	65,118	68,302	43,736	24,566
Student Activities	-	694,500	694,500	694,319	181
Total Support Services	<u>118,201</u>	<u>1,274,154</u>	<u>1,392,355</u>	<u>1,091,048</u>	<u>301,307</u>
Capital Outlay:					
Construction	-	56,900	56,900	-	56,900
Total Facilities Acquisition & Construction Services	<u>-</u>	<u>56,900</u>	<u>56,900</u>	<u>-</u>	<u>56,900</u>
Total Expenditures	<u>766,587</u>	<u>1,958,909</u>	<u>2,725,496</u>	<u>2,165,335</u>	<u>560,161</u>
Total Outflows	<u>766,587</u>	<u>1,958,909</u>	<u>2,725,496</u>	<u>2,165,335</u>	<u>560,161</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	-	-	-	(879)	(879)
Fund Balance, July 1	421,275	-	421,275	421,275	-
Fund Balance, June 30	<u>\$ 421,275</u>	<u>\$ -</u>	<u>\$ 421,275</u>	<u>\$ 420,396</u>	<u>\$ (879)</u>

RECAPITULATION OF FUND BALANCE

Restricted Fund Balance:	
Student Activities	<u>\$ 420,396</u>
	<u>\$ 420,396</u>

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REQUIRED SUPPLEMENTARY INFORMATION - PART III

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**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGET TO GAAP RECONCILIATION
YEAR ENDED JUNE 30, 2022**

	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE FUND</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule (C-1, C-2)	\$ 54,898,548	\$ 2,164,456
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	-	511,438
Current Year	-	(34,842)
State aid payment recognized for budgetary purposes, not recognized for GAAP statements.		
Prior Year	1,355,203	-
Current Year	(1,907,999)	-
<hr/>		
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<u>\$ 54,345,752</u>	<u>\$ 2,641,052</u>
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule (C-1, C-2)	\$ 49,305,614	\$ 2,165,335
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	-	511,438
Current Year	-	(34,842)
<hr/>		
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<u>\$ 49,305,614</u>	<u>\$ 2,641,931</u>

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

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**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
LAST NINE FISCAL YEARS***

	2022	2021	2020	2019	2018	2017	2016	2015	2014
School District's proportion of the net pension liability	0.04905%	0.05050%	0.05148%	0.04913%	0.05125%	0.04767%	0.05066%	0.04814%	0.05114%
School District's proportionate share of the net pension liability	\$ 5,810,177	\$ 8,234,893	\$ 9,275,271	\$ 9,673,872	\$ 11,929,741	\$ 14,118,804	\$ 11,238,779	\$ 9,012,847	\$ 9,774,214
School District's covered payroll	\$ 3,754,971	\$ 3,664,137	\$ 3,635,124	\$ 3,546,496	\$ 3,457,868	\$ 3,392,833	\$ 3,326,307	\$ 3,261,085	\$ 3,197,142
School District's proportionate share of the net pension liability as a percentage of its covered payroll	154.73%	224.74%	255.16%	272.77%	345.00%	416.14%	337.88%	276.38%	305.72%
Plan fiduciary net position as a percentage of the total pension liability	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%	48.72%

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

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

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
 SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
 LAST NINE FISCAL YEARS***

	2022	2021	2020	2019	2018	2017	2016	2015	2014
School District's contractually required contribution	\$ 574,380	\$ 552,422	\$ 500,714	\$ 488,706	\$ 474,759	\$ 423,503	\$ 430,432	\$ 396,847	\$ 385,343
Contributions in relation to the contractually required contribution	(574,380)	(552,422)	(500,714)	(488,706)	(474,759)	(423,503)	(430,432)	(396,847)	(385,343)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
School District's covered payroll	\$ 3,906,355	\$ 3,754,971	\$ 3,664,137	\$ 3,635,124	\$ 3,546,496	\$ 3,457,868	\$ 3,392,833	\$ 3,326,307	\$ 3,261,085
Contributions as a percentage of covered payroll	14.70%	14.71%	13.67%	13.44%	13.39%	12.25%	12.69%	11.93%	11.82%

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

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

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 TEACHERS' PENSION AND ANNUITY FUND (TPAF)
 LAST NINE FISCAL YEARS*

	2022	2021	2020	2019	2018	2017	2016	2015	2014
School District's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	\$ 63,705,856	\$ 85,040,920	\$ 77,203,060	\$ 79,909,677	\$ 85,329,812	\$ 97,603,969	\$ 81,005,999	\$ 60,973,040	\$ 66,811,725
	\$ 63,705,856	\$ 85,040,920	\$ 77,203,060	\$ 79,909,677	\$ 85,329,812	\$ 97,603,969	\$ 81,005,999	\$ 60,973,040	\$ 66,811,725
School District's covered payroll	\$ 16,116,949	\$ 15,639,051	\$ 14,798,783	\$ 14,367,078	\$ 13,353,034	\$ 13,150,427	\$ 12,767,405	\$ 12,395,539	\$ 12,152,489
School District's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

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

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

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND (TPAF)
LAST TEN FISCAL YEARS**

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

M. Schedules Related to Accounting and Reporting for Other Post-Employment Benefits (GASB 75)

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**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
LOCAL PLAN
LAST TEN FISCAL YEARS**

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Total OPEB Liability										
Service Cost	\$ 209,373	\$ 187,556	\$ 196,097	\$ 235,385	\$ 229,085	\$ 203,651	\$ 194,881	\$ 155,699	\$ 148,994	\$ 122,700
Interest Cost	73,757	72,417	97,970	88,276	85,433	100,842	90,849	74,344	66,042	73,154
Differences Between Expected & Actual Experiences	(147,484)	401,200	(531,831)	-	(235,042)	(518,518)	(73,968)	(254,997)	(37,920)	(155,867)
Changes of Assumptions	(292,002)	105,198	43,370	-	16,931	103,641	-	518,197	-	118,855
Gross Benefit Payments	(152,081)	(110,559)	(62,381)	(5,749)	(34,558)	27,315	39,747	34,323	27,268	10,977
Net Change in Total OPEB Liability	(308,437)	655,812	(256,775)	317,912	61,849	(83,069)	251,509	527,566	204,384	169,819
Total OPEB Liability (Beginning)	3,194,866	2,539,054	2,795,829	2,477,917	2,416,068	2,499,137	2,247,628	1,720,062	1,515,678	1,345,859
Total OPEB Liability (Ending)	\$ 2,886,429	\$ 3,194,866	\$ 2,539,054	\$ 2,795,829	\$ 2,477,917	\$ 2,416,068	\$ 2,499,137	\$ 2,247,628	\$ 1,720,062	\$ 1,515,678
District's Covered Employee Payroll	\$ 23,736,317	\$ 22,076,547	\$ 21,838,147	\$ 20,702,336	\$ 20,048,606	\$ 19,376,137	\$ 18,972,969	\$ 18,785,199	\$ 18,499,005	\$ 18,256,639
Net OPEB Liability associated with the District as a Percentage of Payroll	12.16%	14.47%	11.63%	13.50%	12.36%	12.47%	13.17%	11.96%	9.30%	8.30%

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)
LAST FIVE FISCAL YEARS***

	2022	2021	2020	2019	2018
State's proportion of the OPEB Liability associated with the District					
Service Cost	\$ 4,467,730	\$ 2,497,231	\$ 2,414,917	\$ 2,708,248	\$ 3,266,346
Interest Cost	2,126,051	2,068,748	2,527,967	2,696,944	2,331,755
Differences Between Expected & Actual Experiences	(15,744,103)	15,408,379	(10,457,071)	(6,130,571)	-
Changes of Benefit Terms	(87,233)	-	-	-	-
Changes of Assumptions	80,857	16,939,328	855,628	(7,316,067)	(9,881,677)
Contributions: Member	54,353	48,933	52,218	58,919	62,637
Gross Benefit Payments	(1,674,733)	(1,614,424)	(1,761,575)	(1,704,754)	(1,701,051)
Net Change in Total OPEB Liability	(10,777,078)	35,348,195	(6,367,916)	(9,687,281)	(5,921,990)
Total OPEB Liability (Beginning)	92,734,073	57,385,878	63,753,794	73,441,075	79,363,065
Total OPEB Liability (Ending)	\$ 81,956,995	\$ 92,734,073	\$ 57,385,878	\$ 63,753,794	\$ 73,441,074
District's Covered Employee Payroll	\$ 19,871,920	\$ 19,303,188	\$ 18,433,907	\$ 17,913,574	\$ 16,810,902
State's Proportion of the Net OPEB Liability associated with the District as a Percentage of Payroll	412.43%	480.41%	311.31%	355.90%	436.87%

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

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

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 5.40% as of June 30, 2020, to 7.00% as of June 30, 2021.

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 7.00% as of June 30, 2020, to 7.00% as of June 30, 2021.

Other Post-Employment Benefits - Local Plan

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 2.25% as of June 30, 2021, to 4.00% as of June 30, 2022.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 2.21% as of June 30, 2020, to 2.16% as of June 30, 2021.

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OTHER SUPPLEMENTARY INFORMATION

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E. Special Revenue Fund

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**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR FISCAL YEAR ENDED JUNE 30, 2022**

	EVERY STUDENT SUCCEEDS ACT		I.D.E.A. PART B -		ARP I.D.E.A. BASIC		PERKINS GRANT		CARES ACT EDUCATION STABILIZATION		ARP HOMELSS GRANT		STEM GRANT		CRRSA ACT			
	TITLE I-A	TITLE II-A	PART A	BASIC	PART B - BASIC	ARP I.D.E.A. BASIC	PERKINS GRANT	STABILIZATION	EDUCATION	ARP HOMELSS GRANT	STEM GRANT	ESSE II ACCELERATION	LEARNING	MENTAL HEALTH				
Revenues:																		
Federal Sources	\$ 157,596	\$ 29,099	\$ 9,307	\$ 435,278	\$ 95,440	\$ 48,326	\$ 3,873	\$ 405	\$ 3,327	\$ 76,739	\$ 28,396	\$ 22,311						
Total Revenues	157,596	29,099	9,307	435,278	95,440	48,326	3,873	405	3,327	76,739	28,396	22,311						
Expenditures:																		
Instruction:																		
Salaries of Teachers	37,150	-	581	-	-	5,810	3,486	-	-	36,320	19,173	5,460						
Purchase of Professional Educational Services	19,500	-	1,500	-	-	1,800	-	-	-	-	-	-						
Tuition	-	-	1,080	434,222	-	-	-	-	-	-	-	-						
General Supplies	38,837	-	-	-	-	29,167	30	-	1,787	18,869	759	-						
Other Objects	-	-	-	-	-	-	-	-	1,540	-	-	-						
Total Instruction	95,487	-	3,161	434,222	-	36,777	3,516	-	3,327	55,189	19,932	5,460						
Support Services:																		
Salaries	20,430	23,320	2,600	-	-	2,444	-	-	-	-	6,500	-						
Personal Services - Employee Benefits	4,405	1,784	243	-	-	587	267	-	-	2,778	1,964	-						
Purchase of Professional Education Services	33,749	3,995	1,675	1,056	95,440	7,850	-	-	-	-	-	418						
Other Purchased Services	2,932	-	-	-	-	668	-	-	-	7,303	-	14,731						
Supplies	593	-	1,628	-	-	-	90	405	-	11,469	-	1,702						
Total Support Services	62,109	29,099	6,146	1,056	95,440	11,549	357	405	-	21,550	8,464	16,851						
Total Expenditures	157,596	29,099	9,307	435,278	95,440	48,326	3,873	405	3,327	76,739	28,396	22,311						
Excess/(Deficiency) of Revenue Over/(Under) Expenditures	-	-	-	-	-	-	-	-	-	-	-	-	-					
Fund Balance, July 1	-	-	-	-	-	-	-	-	-	-	-	-	-					
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -					

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR FISCAL YEAR ENDED JUNE 30, 2022**

	ARP ESSER III	SLFRF GRANT	NONPUBLIC TEXTBOOK	NONPUBLIC NURSING	COMPENS. EDUCATION	NONPUBLIC - CH. 192/193				LOCAL STUDENT	TOTAL
						ESL	SPEECH	CORRECTIVE INSTRUCTION	SUPPLEMENTAL EXAM & CLASSIFICATION		
Revenues:											
State Sources	\$ -	\$ -	\$ 939	\$ 1,792	\$ 4,569	\$ 732	\$ 928	\$ 826	\$ 1,706	\$ -	\$ 11,492
Federal Sources	445,630	103,797	-	-	-	-	-	-	-	-	1,459,524
Local Sources	-	-	-	-	-	-	-	-	-	693,440	693,440
Total Revenues	445,630	103,797	939	1,792	4,569	732	928	826	1,706	693,440	2,164,456
Expenditures:											
Instruction:											
Salaries of Teachers	92,221	-	-	-	-	-	-	-	-	-	200,201
Purchase of Professional Educational Services	-	-	-	-	-	-	-	-	-	-	22,800
Other Purchased Services	-	58,893	-	-	-	-	-	-	-	-	58,893
Tuition	-	-	-	-	-	-	-	-	-	-	435,302
General Supplies	263,371	-	-	1,792	-	-	-	-	-	-	354,612
Textbooks	-	-	939	-	-	-	-	-	-	-	939
Other Objects	-	-	-	-	-	-	-	-	-	-	1,540
Total Instruction	355,592	58,893	939	1,792	-	-	-	-	-	-	1,074,287
Support Services:											
Salaries	-	11,637	-	-	-	-	-	-	-	-	66,931
Personal Services - Employee Benefits	62,189	-	-	-	4,569	-	-	-	-	-	78,786
Purchase of Professional Education Services	-	33,267	-	-	-	732	928	826	1,706	-	181,642
Other Professional Services	-	-	-	-	-	-	-	-	-	-	25,634
Supplies	27,849	-	-	-	-	-	-	-	-	-	43,736
Student Activities	-	-	-	-	-	-	-	-	-	694,319	694,319
Total Support Services	90,038	44,904	-	-	4,569	732	928	826	1,706	694,319	1,091,048
Total Expenditures	445,630	103,797	939	1,792	4,569	732	928	826	1,706	694,319	2,165,335
Excess/(Deficiency) of Revenue Over/(Under) Expenditures	-	-	-	-	-	-	-	-	-	(879)	(879)
Fund Balance, July 1	-	-	-	-	-	-	-	-	-	421,275	421,275
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 420,396	\$ 420,396

F. Capital Projects Fund

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NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR FISCAL YEAR ENDED JUNE 30, 2022

<u>PROJECT TITLE</u>	<u>ORIGINAL DATE</u>	<u>ORIGINAL APPROPRIATIONS</u>	<u>EXPENDITURES TO DATE</u>		<u>UNEXPENDED BALANCE JUNE 30, 2022</u>
			<u>PRIOR YEARS</u>	<u>CURRENT YEAR</u>	
High School Building Project	2/5/2018	\$ 42,447,333	\$ 34,413,050	\$ 6,577,922	\$ 1,456,361
Total		\$ 42,447,333	\$ 34,413,050	\$ 6,577,922	\$ 1,456,361

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE-BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2022**

Revenues & Other Financing Sources:	
Miscellaneous	\$ 103,850
	<u>103,850</u>
Total Revenues & Other Financing Sources	<u>103,850</u>
Expenditures and Other Financing Uses:	
Other Purchased Professional & Technical Services	4,904
Construction Services	6,342,898
Supplies and Materials	194,498
Other Objects	35,622
Transfer to Debt Service Fund	103,850
	<u>6,681,772</u>
Total Expenditures and Other Financing Uses	<u>6,681,772</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(6,577,922)</u>
Fund Balance - July 1	<u>8,034,283</u>
Fund Balance - June 30	<u><u>\$ 1,456,361</u></u>

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGETARY BASIS
HIGH SCHOOL BUILDING PROJECT
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>PRIOR YEARS</u>	<u>CURRENT YEAR</u>	<u>TOTALS</u>	<u>REVISED AUTHORIZED COST</u>
Revenues & Other Financing Sources:				
Bond Proceeds & Transfers	\$ 42,447,333	\$ -	\$ 42,447,333	\$ 42,447,333
Total Revenues	42,447,333	-	42,447,333	42,447,333
Expenditures & Other Financing Uses:				
Other Purchased Professional & Technical Services	3,242,198	4,904	3,247,102	3,795,700
Construction Services	30,997,573	6,342,898	37,340,471	34,899,333
Supplies and Materials	101,033	194,498	295,531	408,000
Other Objects	72,246	35,622	107,868	3,344,300
Total Expenditures and Other Financing Uses	34,413,050	6,577,922	40,990,972	42,447,333
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	\$ 8,034,283	\$ (6,577,922)	\$ 1,456,361	\$ -

ADDITIONAL PROJECT INFORMATION

Grant Date	N/A
Bond Authorization Date	2/5/2018
Bonds Authorized	\$ 39,760,000
Bonds Issued	\$ 39,760,000
Original Authorized Cost	\$ 39,760,000
Additional Authorized Cost	\$ 2,687,333
Revised Authorized Cost	\$ 42,447,333
Percentage Increase Over Original Authorized Cost	6.76%
Original Target Completion Date	1/1/2020
Revised Target Completion Date	N/A

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G. Proprietary Funds

**These Statements are Presented as Exhibit B-4, Exhibit B-5 & Exhibit B-6.
Duplication as G-Exhibits is not required.**

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I. Long-Term Debt

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**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
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 JUNE 30, 2021</u>	<u>ISSUED</u>	<u>RETIRED</u>	<u>BALANCE JUNE 30, 2022</u>
			<u>DATE</u>	<u>AMOUNT</u>					
School Bonds - 2009	6/17/2009	\$ 2,731,000	7/15/2022	\$ 200,000	4.250%	\$ 800,000	\$ -	\$ 200,000	\$ 600,000
			7/15/2023	200,000	4.500%				
			7/15/2024	200,000	4.500%				
School Refunding Bonds - 2017	1/26/2017	9,155,000	3/1/2023	710,000	5.000%	6,930,000	-	725,000	6,205,000
			3/1/2024	710,000	4.000%				
			3/1/2025	705,000	5.000%				
			3/1/2026	530,000	4.000%				
			3/1/2026	175,000	5.000%				
			3/1/2027	695,000	4.000%				
			3/1/2028	690,000	3.750%				
			3/1/2029	680,000	3.500%				
			3/1/2030	665,000	3.500%				
			3/1/2031	645,000	3.500%				
			School Bonds - 2018	9/27/2018	39,760,000	9/1/2022	900,000	3.000%	38,910,000
9/1/2023	925,000	3.000%							
9/1/2024	950,000	3.000%							
9/1/2025	1,200,000	3.000%							
9/1/2026	1,250,000	3.000%							
9/1/2027	1,275,000	3.000%							
9/1/2028	1,300,000	3.000%							
9/1/2029	1,325,000	3.000%							
9/1/2030	1,350,000	3.000%							
9/1/2031	1,585,000	3.000%							
9/1/2032	1,575,000	3.125%							
9/1/2033	1,550,000	3.250%							
9/1/2034	1,550,000	3.250%							
9/1/2035	1,550,000	3.250%							
9/1/2036	1,550,000	3.375%							
9/1/2037	1,550,000	3.375%							
9/1/2038	1,550,000	3.375%							
9/1/2039	1,550,000	4.000%							
9/1/2040	1,550,000	4.000%							
9/1/2041	1,500,000	4.000%							
9/1/2042	1,500,000	4.000%							
9/1/2043	1,500,000	4.000%							
9/1/2044	1,500,000	4.000%							
9/1/2045	1,500,000	4.000%							
9/1/2046	1,500,000	4.000%							
9/1/2047	1,500,000	4.000%							
9/1/2048	1,500,000	4.000%							
Total									
						\$ 46,640,000	\$ -	\$ 1,800,000	\$ 44,840,000

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF LOANS PAYABLE
JUNE 30, 2022**

<u>SERIES</u>	AMOUNT OF ORIGINAL ISSUE	BALANCE JULY 1, 2021	ISSUED CURRENT YEAR	RETIRED CURRENT YEAR	BALANCE JUNE 30, 2022
2018 Purchase of Buses	\$ 265,000	\$ 108,413	-	\$ 53,449	\$ 54,964
2019 Purchase of Buses	230,000	138,362	-	44,886	93,476
2020 Purchase of Buses	295,000	235,324	-	57,467	177,857
2020 TD Equipment Finance Lease	2,600,000	2,087,938	-	506,659	1,581,279
2021 Purchase of Buses	205,000	205,000	-	41,702	163,298
2022 Purchase of Buses	310,000	-	310,000	-	310,000
		\$ 2,775,037	\$ 310,000	\$ 704,163	\$ 2,380,874

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>OVER/ (UNDER)</u>
Revenues:					
Local Sources:					
Local Tax Levy	\$ 2,236,943	\$ -	\$ 2,236,943	\$ 2,236,943	\$ -
State Sources:					
Debt Service Aid Type II	541,615	-	541,615	541,615	-
Total Revenues	<u>2,778,558</u>	<u>-</u>	<u>2,778,558</u>	<u>2,778,558</u>	<u>-</u>
Expenditures:					
Regular Debt Service:					
Interest	1,641,131	-	1,641,131	1,641,131	-
Principal	1,800,000	-	1,800,000	1,800,000	-
Total Expenditures	<u>3,441,131</u>	<u>-</u>	<u>3,441,131</u>	<u>3,441,131</u>	<u>-</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	<u>(662,573)</u>	<u>-</u>	<u>(662,573)</u>	<u>(662,573)</u>	<u>-</u>
Other Financing Sources/(Uses):					
Transfers In/(Out):					
Operating Transfers In/(Out)	-	-	-	103,850	103,850
Total Financing Sources/(Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>103,850</u>	<u>103,850</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(662,573)</u>	<u>-</u>	<u>(662,573)</u>	<u>(558,723)</u>	<u>103,850</u>
Fund Balance July 1	<u>1,751,935</u>	<u>-</u>	<u>1,751,935</u>	<u>1,751,935</u>	<u>-</u>
Fund Balance June 30	<u>\$ 1,089,362</u>	<u>\$ -</u>	<u>\$ 1,089,362</u>	<u>\$ 1,193,212</u>	<u>\$ 103,850</u>

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STATISTICAL SECTION (Unaudited)

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Financial Trends Information

Financial trends information is intended to assist the user in understanding and assessing how the School District's financial position has changed over time. Please refer to the following exhibits for a historical view of the School District's financial performance. Note the Exhibits are presented for the last ten fiscal years.

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NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Governmental Activities:										
Net Investment in Capital Assets	\$ 31,857,695	\$ 28,422,440	\$ 2,741,660	\$ (15,400,465)	\$ 21,281,360	\$ 20,144,557	\$ 19,188,176	\$ 18,425,737	\$ 17,957,455	\$ 16,274,942
Restricted	9,842,289	7,063,718	7,856,125	14,502,220	3,093,040	3,551,380	12,625,099	11,028,010	2,694,782	2,677,062
Unrestricted	(4,098,146)	(1,405,159)	17,594,699	24,001,331	(2,717,966)	(2,213,135)	(12,569,456)	(12,047,413)	4,354,449	4,761,520
Total Governmental Activities	\$ 37,601,838	\$ 34,080,999	\$ 28,192,484	\$ 23,103,086	\$ 21,656,434	\$ 21,482,802	\$ 19,243,819	\$ 17,406,334	\$ 25,006,686	\$ 23,713,524
Business-Type Activities:										
Net Investment in Capital Assets	\$ 496,747	\$ 77,537	\$ 95,307	\$ 85,297	\$ 104,678	\$ 123,626	\$ 147,788	\$ 139,860	\$ 170,424	\$ 130,252
Unrestricted	1,359,189	956,086	781,451	722,271	540,066	407,401	411,848	338,031	256,465	471,004
Total Business-Type Activities	\$ 1,855,936	\$ 1,033,623	\$ 876,758	\$ 807,568	\$ 644,744	\$ 531,027	\$ 559,636	\$ 477,891	\$ 426,889	\$ 601,256
Government-Wide:										
Net Investment in Capital Assets	\$ 32,354,442	\$ 28,499,977	\$ 2,836,967	\$ (15,315,168)	\$ 21,386,038	\$ 20,268,183	\$ 19,335,964	\$ 18,565,597	\$ 18,127,879	\$ 16,405,194
Restricted	9,842,289	7,063,718	7,856,125	14,502,220	3,093,040	3,551,380	12,625,099	11,028,010	2,694,782	2,677,062
Unrestricted	(2,738,957)	(449,073)	18,376,150	24,723,602	(2,177,900)	(1,805,734)	(12,157,608)	(11,709,382)	4,610,914	5,232,524
Total District Net Position	\$ 39,457,774	\$ 35,114,622	\$ 29,069,242	\$ 23,910,654	\$ 22,301,178	\$ 22,013,829	\$ 19,803,455	\$ 17,884,225	\$ 25,433,575	\$ 24,314,780

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
 CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
 LAST TEN FISCAL YEARS

	FISCAL YEAR ENDING JUNE 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$ 16,358,864	\$ 18,515,341	\$ 16,298,874	\$ 17,350,471	\$ 15,954,176	\$ 12,825,281	\$ 9,286,087	\$ 9,486,398	\$ 8,727,051	\$ 8,520,223
Special Education	4,521,126	4,715,048	3,631,494	3,237,721	2,991,931	3,156,549	2,577,439	2,450,328	2,301,724	2,263,281
Other Instruction	2,649,998	2,692,184	2,438,799	2,868,012	2,721,998	2,314,690	1,696,415	1,624,878	1,760,588	1,730,460
Support Services:										
Tuition	1,839,552	1,906,038	1,915,648	2,388,864	2,674,130	2,467,936	1,458,106	1,442,300	1,309,562	1,156,994
Student & Instruction Related Services	8,558,675	8,675,402	8,328,084	8,171,737	7,035,091	5,118,253	3,982,496	3,984,626	3,696,263	3,716,110
General Administrative	1,244,573	973,020	803,194	831,116	1,078,486	1,883,179	1,141,378	1,062,572	1,141,784	1,101,914
School Administrative Services	2,097,683	2,324,521	1,969,974	2,009,789	1,845,332	1,408,038	1,112,390	1,112,411	177,495	996,378
Central Services	950,769	1,005,856	819,443	833,677	774,984	611,997	-	-	-	-
Administrative Info. Technology	62,173	55,234	34,498	100,874	93,558	74,448	-	-	-	-
Plant Operations & Maintenance	5,583,265	5,465,289	4,608,156	4,720,564	4,592,178	3,892,840	3,409,752	3,132,914	3,204,197	2,897,805
Pupil Transportation	4,225,112	3,777,211	3,487,091	3,694,651	3,670,562	3,041,971	2,030,136	2,050,359	2,004,656	1,930,611
Special Schools	-	-	-	-	-	-	-	-	-	-
Interest & Other Charges	1,717,018	1,790,528	1,969,602	1,593,377	700,972	791,183	1,049,905	736,902	865,093	1,040,073
Unallocated Benefits	-	-	-	-	-	-	13,395,423	11,584,527	8,028,599	7,111,018
Transfer to Charter Schools	-	-	-	-	-	-	-	-	-	9,182
Amortization of Debt Refunding Costs	-	-	-	-	-	-	-	-	-	-
Compensated Absences	-	-	-	-	-	-	-	-	-	-
Unallocated Depreciation	-	-	-	-	-	-	1,520,464	1,474,410	103,796	1,406,229
Cancellation of Accounts Receivable	-	-	-	-	-	-	-	-	-	96
Total Governmental Activities	49,808,808	51,895,672	46,304,857	47,800,853	44,133,398	37,586,365	42,659,991	40,142,625	33,320,808	33,880,374
Business-Type Activities:										
Food Service	1,018,764	333,945	695,396	861,939	798,385	784,501	768,310	777,411	725,789	716,716
Regional Transportation	740,039	665,736	704,846	730,639	686,739	702,410	615,884	744,999	769,823	700,345
Evening Schools	80,832	87,225	54,559	77,953	111,294	60,351	68,410	52,073	45,490	66,772
Shared Services	-	-	-	-	-	-	-	-	-	49,228
Technologies	515,560	460,027	436,793	281,233	299,689	245,868	285,312	283,011	209,445	214,279
Total Business-Type Activities	2,355,195	1,546,933	1,891,594	1,951,764	1,896,107	1,793,130	1,737,916	1,857,494	1,750,547	1,747,340
Total District Expenses	\$ 52,164,003	\$ 53,442,605	\$ 48,196,451	\$ 49,752,617	\$ 46,029,505	\$ 39,379,495	\$ 44,397,907	\$ 42,000,119	\$ 35,071,355	\$ 35,627,714
Program Revenues:										
Governmental Activities:										
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 166,593	\$ -	\$ -
Operating Grants & Contributions	9,531,005	12,470,960	8,732,996	9,649,908	6,442,732	4,144,101	8,360,090	6,943,041	1,240,694	1,244,759
Total Governmental Activities Program Revenues	9,531,005	12,470,960	8,732,996	9,649,908	6,442,732	4,144,101	8,360,090	7,109,634	1,240,694	1,244,759

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
 CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
 LAST TEN FISCAL YEARS

FISCAL YEAR ENDING JUNE 30,

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Business-Type Activities:										
Charges for Services:										
Food Service	113,021	3,663	517,096	688,927	689,494	595,520	568,920	575,582	570,318	577,473
Regional Transportation	772,769	733,416	713,116	793,758	748,237	780,790	736,575	784,531	755,527	750,717
Evening Schools	103,521	112,065	66,896	98,574	95,592	82,604	81,345	81,394	60,780	64,943
Shared Services	-	-	-	-	-	-	-	-	-	49,228
Regional Technologies	596,779	531,987	494,650	325,295	290,900	277,040	273,951	293,957	197,529	191,449
Operating Grants & Contributions	1,140,143	346,773	162,733	208,036	185,600	192,177	208,870	173,032	171,873	183,702
Total Business Type Activities Program Revenues	2,726,233	1,727,904	1,954,491	2,114,590	2,009,823	1,928,131	1,869,661	1,908,496	1,756,027	1,817,512
Total Program Revenues	\$ 12,257,238	\$ 14,198,864	\$ 10,687,487	\$ 11,764,498	\$ 8,452,555	\$ 6,072,232	\$ 10,229,751	\$ 9,018,130	\$ 2,996,721	\$ 3,062,271
Net (Expense)/Revenue:										
Governmental Activities	\$(40,277,803)	\$(39,424,712)	\$(37,571,861)	\$(38,150,945)	\$(37,690,666)	\$(33,442,264)	\$(34,299,901)	\$(33,032,991)	\$(32,080,114)	\$(32,635,615)
Business-Type Activities	371,038	180,971	62,897	162,826	113,716	135,001	131,745	51,002	5,480	70,172
Total Government-Wide	\$(39,906,765)	\$(39,243,741)	\$(37,508,964)	\$(37,988,119)	\$(37,576,950)	\$(33,307,263)	\$(34,168,156)	\$(32,981,989)	\$(32,074,634)	\$(32,565,443)
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Taxes:										
Property Taxes, Levied for General Purposes	\$ 22,606,838	\$ 21,820,429	\$ 21,392,577	\$ 20,973,115	\$ 20,561,877	\$ 20,053,384	\$ 18,754,839	\$ 17,983,527	\$ 17,316,137	\$ 16,654,619
Property Taxes, Levied for Debt Service	2,236,943	2,778,864	2,442,902	792,860	1,306,754	1,840,231	1,987,023	2,010,173	2,008,648	2,007,523
Unrestricted Grants & Contributions	23,613,645	18,021,998	17,209,194	16,779,140	15,506,598	15,791,291	14,923,393	16,525,759	15,979,507	16,461,954
Tuition Charges	239,362	320,213	268,203	262,958	95,618	138,365	-	-	-	-
Transportation	154,456	94,355	128,244	160,365	124,653	146,470	-	-	-	-
Miscellaneous	662,666	1,500,979	1,220,139	629,160	268,799	216,250	422,131	306,375	211,274	215,873
Transfers	-	-	-	-	-	162,549	50,000	-	179,847	306,740
Special Items:										
Gain/(Loss) on Capital Asset Appraisal	(85,884)	-	-	-	-	116,958	-	(1,618,981)	-	-
Total Governmental Activities	49,428,026	44,536,838	42,661,259	39,597,598	37,864,299	38,465,498	36,137,386	35,206,853	35,695,413	35,646,709
Business-Type Activities:										
Cancellation of Prior Year Receivable	-	-	-	-	-	-	-	-	-	(1,050)
Miscellaneous Income	2,805	6,667	6,293	-	-	-	-	-	-	52
Transfers	-	-	-	-	-	(162,549)	(50,000)	-	(179,847)	(306,740)
Gain/(Loss) on Capital Asset Appraisal	-	-	-	-	-	(1,061)	-	-	-	-
Refund of Prior Year Revenue	-	(30,773)	-	-	-	-	-	-	-	-
Total Business-Type Activities	2,805	(24,106)	6,293	-	-	(163,610)	(50,000)	-	(179,847)	(307,738)
Total District-Wide	\$ 49,430,831	\$ 44,512,732	\$ 42,667,552	\$ 39,597,598	\$ 37,864,299	\$ 38,301,888	\$ 36,087,386	\$ 35,206,853	\$ 35,515,566	\$ 35,338,971
Change in Net Position:										
Governmental Activities	\$ 9,150,223	\$ 5,112,126	\$ 5,089,398	\$ 1,446,653	\$ 173,633	\$ 5,023,234	\$ 1,837,485	\$ 2,173,862	\$ 3,615,299	\$ 3,011,094
Business-Type Activities	373,843	156,865	69,190	162,826	113,716	(28,609)	81,745	51,002	(174,367)	(237,566)
Total District	\$ 9,524,066	\$ 5,268,991	\$ 5,158,588	\$ 1,609,479	\$ 287,349	\$ 4,994,625	\$ 1,919,230	\$ 2,224,864	\$ 3,440,932	\$ 2,773,528

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Fund:										
Restricted	\$ 7,879,926	\$ 3,740,517	\$ 5,115,619	\$ 4,388,320	\$ 3,369,274	\$ 3,078,764	\$ 2,670,649	\$ 7,217,948	\$ 2,022,168	\$ 2,119,261
Committed	-	-	-	-	395,500	7,933,138	7,730,780	1,463,444	4,737,177	4,480,518
Assigned	2,970,853	3,364,691	8,855,554	4,831,931	2,639,636	3,159,048	1,551,056	1,674,004	1,705,552	1,524,784
Unassigned	1,794,736	1,690,169	1,071,284	1,012,454	791,337	850,458	897,125	597,381	314,689	562,416
Reserved	4,477,792	2,977,792	1,576,841	8,133,746	8,734,563	-	-	-	-	-
Total General Fund	\$ 17,123,307	\$ 11,773,169	\$ 16,619,298	\$ 18,366,451	\$ 15,930,310	\$ 15,021,408	\$ 12,849,610	\$ 10,952,777	\$ 8,779,586	\$ 8,686,979
All Other Governmental Funds:										
Restricted										
Special Revenue Fund	\$ 420,396	\$ 421,275.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Projects Fund	348,755	1,149,991	1,910,774	9,946,741	(276,236)	472,614	672,614	672,614	672,614	557,801
Debt Service Fund	1,193,212	1,751,935	829,732	167,159	2	2	1	-	-	-
Assigned to:										
Other Purposes	1,107,606	6,884,292	21,992,879	26,862,692	-	-	-	-	-	-
Total All Other Governmental Funds	\$ 3,069,969	\$ 10,207,493	\$ 24,733,385	\$ 36,976,592	\$ (276,234)	\$ 472,616	\$ 672,615	\$ 672,614	\$ 672,614	\$ 557,801

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	FISCAL YEAR ENDING JUNE 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Revenues:										
Tax Levy	\$ 24,843,781	\$ 24,599,293	\$ 23,835,479	\$ 21,765,975	\$ 21,868,631	\$ 21,893,615	\$ 20,741,862	\$ 19,993,700	\$ 19,324,785	\$ 18,662,142
Tuition Charges	239,362	320,213	268,203	262,958	95,618	138,365	209,665	166,593	175,667	196,020
Transportation	154,456	94,355	128,244	160,365	124,653	146,470	185,381	106,099	117,623	128,954
Miscellaneous	1,356,106	1,936,548	2,213,049	941,365	271,761	225,733	236,750	200,276	93,651	86,919
State Sources	28,812,372	21,408,863	19,686,920	18,420,803	17,105,437	16,949,537	16,498,252	16,022,536	15,802,307	15,728,728
Federal Sources	4,463,135	3,933,707	3,215,940	3,729,801	3,045,750	2,976,372	2,832,464	4,544,075	4,544,075	1,977,985
Total Revenue	59,869,212	52,292,979	49,347,835	45,281,267	42,511,850	42,330,092	40,704,374	41,033,279	40,058,108	36,780,748
Expenditures:										
Instruction:										
Regular Instruction	13,764,613	13,210,141	12,706,526	10,691,453	10,381,366	9,573,928	9,329,900	9,454,824	8,927,326	8,745,164
Special Education Instruction	3,511,875	3,307,450	2,827,468	1,995,101	1,946,846	2,066,403	2,577,439	2,450,328	2,301,724	2,263,281
Other Special Instruction	-	-	-	-	-	-	48,783	81,612	267,606	347,334
Other Instruction	2,058,438	1,888,477	1,898,840	1,767,284	1,771,202	1,669,641	1,647,632	1,543,266	1,492,982	1,383,126
Support Services:										
Tuition	1,854,278	1,871,847	1,947,313	1,472,031	1,740,054	2,328,426	1,458,106	1,442,300	1,309,562	1,156,994
Attendance & Social Work Services	-	-	-	259,809	255,068	-	-	-	-	-
Health Services	-	-	-	487,942	438,524	-	-	-	-	-
Student & Instruction Related Service	6,648,120	6,085,508	6,484,217	4,287,716	3,884,134	4,182,828	3,982,496	3,984,626	3,696,263	3,716,110
General Administration Services	966,746	682,540	625,363	512,138	701,770	601,135	1,141,378	1,062,572	1,124,902	1,078,120
School Administrative Services	1,629,416	1,630,573	1,533,814	1,238,443	1,200,755	1,125,354	1,112,390	112,411	1,077,495	996,378
Central Services	738,529	705,574	638,015	513,716	504,281	472,884	-	-	-	-
Administrative Info. Technology	48,294	38,744	26,859	62,159	60,878	58,139	-	-	-	-
Plant Operations & Maintenance	4,336,912	3,833,719	3,587,893	3,001,723	3,086,209	2,995,136	3,069,040	3,132,914	3,204,197	2,897,805
Pupil Transportation	3,281,940	2,649,588	2,715,037	2,276,664	2,388,431	2,074,314	2,134,701	2,050,359	2,004,656	1,985,079
Employee Benefits	1,418,576	1,263,764	1,211,801	11,600,415	10,651,816	9,698,743	9,160,079	8,464,319	7,799,785	7,609,999
On Behalf TPAF Pension and Social Security Contributions	8,175,655	6,280,469	5,050,470	-	-	3,569,749	-	-	-	-
Capital outlay	9,248,599	27,006,133	18,296,966	3,497,253	1,575,083	2,430,778	645,899	1,505,609	1,139,958	1,660,732
Debt service:										
Principal	2,504,163	2,947,894	1,578,123	1,374,898	1,403,767	2,699,927	2,080,000	2,020,000	1,935,000	1,850,000
Interest & Other Charges	1,780,444	1,843,969	2,504,490	546,201	626,616	843,875	704,697	804,948	892,898	975,635
Total Expenditures	61,966,598	75,246,390	63,633,195	45,584,946	42,616,800	46,391,260	39,092,540	38,110,088	37,174,354	36,665,757

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	FISCAL YEAR ENDING JUNE 30,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(2,097,386)	(22,953,411)	(14,285,360)	(303,679)	(104,950)	(4,061,168)	1,611,834	2,923,191	2,883,754	114,991
Other Financing Sources/(Uses):										
Cancellation of Accounts Receivable	-	-	-	-	-	-	-	-	-	(96)
Transfer to Charter School Loan Proceeds	-	-	-	-	-	-	-	-	-	(9,182)
Transfers in (Nonbudgeted)	310,000	2,805,000	295,000	230,000	265,000	2,200,000	235,000	250,000	270,000	-
Transfers Out	103,850	3,776,694	1,012,573	500,000	100,000	362,549	150,000	100,000	279,847	406,740
Cancellation of Payable	(103,850)	(3,776,694)	(1,012,573)	(500,000)	(100,000)	(200,000)	(100,000)	(100,000)	(100,000)	(100,000)
Bond Proceeds	-	-	-	2,644	-	-	-	-	-	-
Refunding Escrow Deposits	-	-	-	39,760,000	-	9,963,061	-	-	-	-
	-	-	-	-	-	(9,862,392)	-	-	-	-
Total Other Financing Sources/(Uses)	310,000	2,805,000	295,000	39,992,644	265,000	2,463,218	285,000	250,000	449,847	297,462
Net Change in Fund Balances	<u>\$ (1,787,386)</u>	<u>\$ (20,148,411)</u>	<u>\$ (13,990,360)</u>	<u>\$ 39,688,965</u>	<u>\$ 160,050</u>	<u>\$ (1,597,950)</u>	<u>\$ 1,896,834</u>	<u>\$ 3,173,191</u>	<u>\$ 3,333,601</u>	<u>\$ 412,453</u>
Debt Service as a Percentage of Noncapital Expenditures	8.1%	9.9%	9.0%	4.6%	4.9%	8.1%	7.2%	7.7%	7.8%	8.1%

Source: District Records

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

FISCAL YEAR ENDING JUNE 30,	INTEREST ON INVESTMENTS	TUITION	TRANSPORTATION FROM LEAS	SRECS REVENUE	E-RATE REVENUE	SERVICE AND USE FEES	MISCELLANEOUS	TOTAL
2022	\$ 114,650	\$ 239,362	\$ 154,456	\$ 86,060	\$ 69,635	\$ -	\$ 288,471	\$ 952,634
2021	242,170	320,213	94,355	-	-	37,305	132,143	826,186
2020	246,965	268,203	128,244	66,218	109,436	22,099	112,848	954,013
2019	29,219	262,958	160,365	-	-	-	431,139	883,681
2018	-	95,618	124,653	-	-	-	268,799	489,070
2017	31,940	138,365	146,470	-	-	-	184,310	501,085
2016	31,940	209,665	106,099	-	-	23,892	117,412	550,944
2015	21,171	166,593	106,099	61,936	-	30,800	99,683	466,369
2014	25,890	175,667	117,623	42,023	-	14,792	52,969	386,941
2013	25,890	196,020	128,954	-	-	14,792	46,237	411,893

Source: District records

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Revenue Capacity Information

Revenue capacity information is intended to assist users in understanding and assessing the factors affecting the School District's ability to generate revenues. Please refer to the following exhibits for a historical view of these factors and how they relate to the School District's ability to generate revenues.

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NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
 LAST TEN CALENDAR YEARS

YEAR ENDED DECEMBER 31,	VACANT	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE (a)	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE
Chesterfield												
2022	5,850,000	737,150,500	63,435,800	6,163,300	26,590,950	289,700	311,900	839,792,150	1,146,242	840,938,392	2.203	910,177,989
2021	5,942,300	736,184,600	62,457,000	6,112,200	22,228,900	289,700	311,900	833,526,600	1,199,267	834,725,867	2.192	863,727,198
2020	8,373,100	722,716,000	61,241,800	6,164,200	21,528,900	289,700	311,900	820,625,600	1,181,956	821,807,556	2.188	859,152,947
2019	10,430,300	702,855,400	61,108,500	6,285,300	19,875,800	289,700	311,900	801,156,900	1,187,156	802,344,056	2.149	802,344,056
2018	12,331,900	682,985,400	61,496,100	6,296,400	20,289,000	289,700	311,900	784,000,400	1,184,866	785,185,266	2.097	812,561,232
2017	12,389,700	666,872,100	60,505,200	6,257,800	20,503,900	289,700	311,900	767,130,300	1,196,918	768,327,218	2.089	782,035,226
2016	10,765,800	647,224,400	60,875,400	6,334,300	20,480,200	289,700	311,900	746,281,700	1,179,510	747,461,210	2.034	744,392,758
2015	12,749,620	627,626,300	61,010,200	6,343,900	21,435,700	249,800	311,900	729,727,420	1,197,383	730,924,803	1.938	729,679,569
2014	16,999,100	605,978,600	63,921,400	6,399,100	26,821,768	N/A	311,900	720,431,868	1,428,088	721,859,956	1.731	721,859,956
2013	16,999,100	605,978,600	63,921,400	6,399,100	26,821,768	N/A	311,900	720,431,868	1,428,088	721,859,956	1.731	721,859,956
Mansfield												
2022	21,406,400	862,497,000	32,320,300	4,577,400	81,701,000	9,732,700	1,272,600	1,013,507,400	1,772,702	1,015,280,102	2.311	1,282,908,686
2021	19,350,800	860,957,300	32,262,900	4,491,900	80,562,400	9,732,700	1,272,600	1,008,630,600	1,803,739	1,010,434,339	2.369	1,262,937,360
2020	10,937,010	865,098,800	30,884,400	3,924,403	80,745,700	15,818,200	953,400	1,008,361,913	1,807,607	1,010,169,520	2.332	1,250,463,631
2019	21,829,110	863,643,200	31,195,000	3,634,606	80,221,800	4,437,800	953,400	1,005,914,916	1,817,458	1,007,732,374	2.130	1,007,732,374
2018	11,225,200	855,343,900	30,889,500	4,187,400	80,258,400	4,021,200	1,162,800	987,088,400	1,816,405	988,904,805	2.025	1,207,217,562
2017	11,139,000	848,996,300	34,463,100	4,312,700	80,959,700	4,021,200	1,162,800	985,054,800	1,339,354	986,394,154	2.025	1,203,234,056
2016	12,063,900	845,779,100	34,758,600	4,321,200	81,173,100	4,021,200	1,162,800	983,279,900	1,344,984	984,624,884	2.149	1,201,640,486
2015	15,112,000	812,902,800	34,584,400	4,321,200	80,181,000	4,021,200	1,183,800	952,306,400	1,444,026	953,750,426	2.130	1,132,486,963
2014	26,630,600	1,145,919,600	48,395,700	4,555,700	95,256,100	5,301,200	1,549,700	1,327,608,600	2,218,786	1,329,827,386	2.025	1,261,563,098
2013	26,630,600	1,145,919,600	48,395,700	4,555,700	95,256,100	5,301,200	1,549,700	1,327,608,600	2,218,786	1,329,827,386	2.025	1,261,563,098
North Hanover												
2022	7,283,000	302,698,800	42,553,400	3,662,643	67,562,800	327,800	13,919,400	438,007,843	958,611	438,966,454	1.435	458,742,703
2021	7,126,300	301,229,500	42,401,400	3,659,940	64,930,000	327,800	13,722,100	433,397,040	958,611	434,355,651	1.472	450,714,930
2020	7,235,100	298,818,100	42,815,600	3,667,143	66,930,900	327,800	13,919,400	433,714,043	942,047	434,656,090	1.478	454,136,292
2019	7,846,100	297,862,900	42,484,500	3,649,293	65,577,150	327,800	13,273,400	431,021,143	970,040	431,991,183	1.467	402,532,175
2018	7,690,200	296,414,200	42,691,200	3,870,798	65,564,050	327,800	13,273,400	429,831,648	967,695	430,799,343	1.374	430,079,939
2017	7,798,300	295,368,500	42,793,500	3,938,900	62,759,950	327,800	13,273,400	426,260,350	945,717	427,206,067	1.324	423,302,121
2016	7,865,100	294,839,000	43,285,000	3,999,453	60,868,050	327,800	13,184,900	424,369,303	941,379	425,310,682	1.346	420,863,296
2015	7,884,400	295,339,300	42,470,800	3,992,144	58,109,200	327,800	13,184,900	421,308,544	924,253	422,232,797	1.323	402,532,175
2014	7,626,700	299,041,200	47,208,400	3,817,000	55,552,750	327,800	14,068,500	427,642,350	186,808,500	614,450,850	1.199	440,784,678
2013	7,626,700	299,041,200	47,208,400	3,817,000	55,552,750	327,800	14,068,500	427,642,350	186,808,500	614,450,850	1.199	440,784,678
Springfield												
2022	7,635,300	283,327,200	49,368,800	6,859,900	39,352,400	N/A	N/A	386,543,600	910,471	387,454,071	1.767	470,694,916
2021	7,544,500	283,098,600	49,033,600	6,932,500	39,738,430	N/A	N/A	386,347,630	886,408	387,234,038	1.824	443,369,202
2020	8,160,100	282,856,300	48,146,700	6,835,900	40,164,230	N/A	N/A	386,163,230	886,408	387,049,638	1.835	446,732,396
2019	8,545,600	281,147,900	48,502,700	7,016,500	39,600,630	N/A	N/A	384,813,330	919,229	385,732,559	1.871	385,732,559
2018	8,363,300	279,399,200	50,542,200	7,245,940	39,591,530	N/A	N/A	385,142,170	915,705	386,057,875	1.913	426,648,955
2017	8,087,100	278,881,500	50,180,000	7,001,900	40,198,430	N/A	N/A	384,348,930	907,931	385,256,861	1.932	421,641,864
2016	8,249,050	280,081,300	48,562,500	7,491,860	39,312,130	N/A	N/A	383,696,840	969,755	384,666,595	1.981	402,868,511
2015	8,960,950	280,027,800	48,404,200	8,247,250	39,626,130	N/A	N/A	385,266,330	1,042,493	386,308,823	1.899	391,454,551
2014	10,200,450	285,013,000	46,312,500	8,516,310	40,271,630	N/A	N/A	390,313,890	941,780	391,255,670	1.547	399,666,076
2013	9,148,800	319,406,300	58,130,350	8,141,325	44,744,730	N/A	N/A	439,571,505	1,059,877	440,631,382	1.547	N/A

a. Tax rates are per \$100

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)

YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES				TOTAL DIRECT AND OVERLAPPING TAX RATE
	SCHOOL	REGIONAL SCHOOL	TOTAL DIRECT	TOWNSHIP	BURLINGTON	COUNTY	COUNTY	
					COUNTY	LIBRARY	OPEN SPACE	
<u>Chesterfield</u>								
2022	1.402	0.801	2.203	0.393	0.349	0.031	0.027	3.003
2021	1.411	0.781	2.192	0.364	0.353	0.032	0.021	2.962
2020	1.434	0.754	2.188	0.339	0.360	0.032	0.021	2.940
2019	1.444	0.705	2.149	0.339	0.351	0.033	0.032	2.904
2018	1.451	0.646	2.097	0.328	0.357	0.032	0.026	2.840
2017	1.453	0.636	2.089	0.309	0.341	0.032	0.041	2.812
2016	1.429	0.605	2.034	0.263	0.335	0.032	0.040	2.704
2015	1.345	0.593	1.938	0.224	0.341	0.032	0.040	2.575
2014	1.156	0.575	1.731	0.129	0.332	0.031	0.015	2.238
2013	1.156	0.575	1.731	0.129	0.332	0.031	0.015	2.238
<u>Mansfield</u>								
2022	1.234	1.077	2.311	0.514	0.408	0.036	0.032	3.301
2021	1.212	1.157	2.369	0.513	0.425	0.038	0.025	3.370
2020	1.197	1.135	2.332	0.513	0.426	0.038	0.025	3.334
2019	1.118	1.012	2.130	0.465	0.405	0.038	0.048	3.086
2018	1.080	0.945	2.025	0.430	0.415	0.038	0.019	2.927
2017	1.080	0.945	2.025	0.430	0.415	0.038	0.019	2.927
2016	1.110	1.039	2.149	0.471	0.410	0.039	0.049	3.118
2015	1.118	1.012	2.130	0.465	0.405	0.038	0.048	3.086
2014	1.080	0.945	2.025	0.430	0.415	0.038	0.019	2.927
2013	1.080	0.945	2.025	0.430	0.415	0.038	0.019	2.927
<u>North Hanover</u>								
2022	0.767	0.668	1.435	0.391	0.337	0.030	0.026	2.219
2021	0.739	0.733	1.472	0.370	0.354	0.032	0.021	2.249
2020	0.725	0.753	1.478	0.353	0.359	0.032	0.021	2.243
2019	0.716	0.751	1.467	0.352	0.342	0.032	0.031	2.224
2018	0.702	0.672	1.374	0.350	0.344	0.031	0.025	2.124
2017	0.629	0.695	1.324	0.324	0.330	0.031	0.040	2.049
2016	0.649	0.697	1.346	0.324	0.332	0.031	0.040	2.073
2015	0.641	0.682	1.323	0.354	0.326	0.031	0.039	2.073
2014	0.546	0.653	1.199	0.293	0.335	0.031	0.015	1.873
2013	0.546	0.653	1.199	0.293	0.335	0.031	0.015	1.873
<u>Springfield</u>								
2022	0.878	0.889	1.767	0.749	0.392	0.035	0.030	2.973
2021	0.935	0.889	1.824	0.719	0.390	0.035	0.023	2.991
2020	0.890	0.945	1.835	0.691	0.397	0.036	0.024	2.983
2019	0.882	0.989	1.871	0.673	0.369	0.035	0.033	2.981
2018	0.920	0.993	1.913	0.623	0.381	0.034	0.028	2.979
2017	0.920	1.012	1.932	0.591	0.367	0.034	0.044	2.968
2016	0.898	1.083	1.981	0.547	0.351	0.033	0.042	2.954
2015	0.899	1.000	1.899	0.532	0.342	0.032	0.041	2.846
2014	0.769	0.778	1.547	0.434	0.310	0.029	0.014	2.334
2013	0.769	0.778	1.547	0.434	0.310	0.029	0.014	2.334

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO**

	2022				2013		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE		TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
CHESTERFIELD TOWNSHIP							
Transcontinental Gas Pipeline	\$ 5,297,500	1	0.63%	Colonial Pipeline Co.	\$ 4,202,100	1	0.58%
Colonial Pipeline Co	4,202,100	2	0.50%	Historical Old York Country Club	3,000,000	2	0.42%
Chesterfield LLC	3,180,000	3	0.38%	Traditions at Chesterfield LLC	2,815,000	3	0.39%
Historical Old York Country Club	3,000,000	4	0.36%	Acacia Credit Fund	2,806,500	4	0.39%
Taxpayer #1	2,523,000	5	0.30%	Taxpayer #1	2,305,100	5	0.32%
Public Service Electric & Gas Co.	2,281,500	6	0.27%	Mekwin LLC	1,920,800	6	0.27%
Mekwin, LLC	1,952,500	7	0.23%	Public Service Electric & Gas Co.	1,890,950	7	0.26%
Taxpayer #2	1,458,800	8	0.17%	Taxpayer #2	1,458,800	8	N/A
Verizon New Jersey	1,293,842	9	0.15%	Taxpayer #3	1,259,800	9	N/A
Taxpayer #3	1,259,800	10	0.15%	Verizon New Jersey	1,189,657	10	0.16%
Total	\$ 26,449,042		2.02%	Total	\$ 24,775,607		2.06%
MANSFIELD TOWNSHIP							
N.A.D.E.	\$ 38,270,600	1	3.77%	N.A.D.E.	\$ 42,592,700	1	3.20%
CLPF Ubran Renewal Mansfield LLC	6,085,500	2	0.60%	Vanco USA, LLC	3,574,700	2	0.27%
CLPF Mansfield 2, LLC	5,294,900	3	0.52%	Homestead Plaza II	3,251,100	3	0.24%
Turnpike Crossing IV, LLC	3,824,400	4	0.38%	Generation Builders, Inc.	3,232,000	4	0.24%
Homestead Plaza II	3,752,000	5	0.37%	Transcontinental Gas Pipeline Corp.	2,772,400	5	0.21%
Mansfield 206 East Urban Renewal LL	3,627,000	6	0.36%	Cubesmart LP	2,713,000	6	0.20%
Transcontinental Gas Pipeline Corp.	2,769,100	7	0.27%	MLC Developers, LLC	2,711,000	7	0.20%
MLC Developers, LLC	2,756,200	8	0.27%	Taxpayer #1	2,064,000	8	0.16%
Cubesmart LP	2,713,000	9	0.27%	Verizon - New Jersey	2,048,817	9	0.15%
Taxpayer #1	2,622,600	10	0.26%	Danmik, Inc.	1,956,100	10	0.15%
Total	\$ 71,715,300		7.06%	Total	\$ 66,915,817		5.03%
NORTH HANOVER TOWNSHIP							
Burlington Preservation Associates	\$ 8,466,000	1	1.93%	Spartan Village	\$ 6,936,800	1	1.13%
Spartan Village, Inc.	6,936,800	2	1.58%	Crosnet @ Park Farm	4,210,900	2	0.69%
JCP&L Energy Tax Dept.	4,423,400	3	1.01%	Hanover Partners - RiteAid	3,241,600	3	0.53%
Crosnest @ Park Farm	4,396,500	4	1.00%	Hanover Village Assoc., LLC	3,139,100	4	0.51%
California Village, LLC.	3,629,100	5	0.83%	Matrix Hanover Golf, LLC	3,124,000	5	0.51%
SP NJ Solar LLC	3,499,300	6	0.80%	California Village	3,063,400	6	0.50%
Hanover Village Assoc., LLC	3,139,100	7	0.72%	North Mill Associates	2,786,700	7	0.45%
Matrix Hanover Golf, LLC	3,124,000	8	0.71%	South Mill Aprtments	2,711,100	8	0.44%
Day Four Solar, LLC	2,704,000	9	0.62%	Store and Lock Self Storage	2,589,000	9	0.42%
Store and Lock Self Storage, LLC	2,589,000	10	0.59%	Maplewood Apartments	2,322,200	10	0.38%
Total	\$ 42,907,200		9.77%	Total	\$ 34,124,800		5.55%
SPRINGFIELD TOWNSHIP							
Columbus Farmers Market	\$ 9,026,400	1	2.33%	Columbus Farmers Market	\$ 8,855,400	1	2.01%
Helis Enterprise	2,361,200	2	0.61%	Helis Enterprise	2,414,900	2	0.55%
Transcontinental Pipeline	2,251,600	3	0.58%	Transcontinental Pipeline	2,251,630	3	0.51%
Interstate Storage & Pipeline	1,655,500	4	0.43%	NJ Land	1,651,100	4	0.37%
NJ Land	1,651,100	5	0.43%	Milo Corporation	1,600,000	5	0.36%
MJO Corporation	1,400,000	6	0.36%	Interstate Storage & Pipeline	1,584,290	6	0.36%
Ben Ski, Inc.	1,294,400	7	0.33%	K&P Ganesh Corporation	1,265,100	7	N/A
K&P Ganesh Corp.	1,265,100	8	0.33%	Store and Lock Self Storage, LLC	1,112,400	8	N/A
Colonial Pipeline Co.	1,223,000	9	0.32%	Verizon - New Jersey	959,580	9	0.22%
Copart of Connecticut, Inc.	1,190,100	10	0.31%	Taxpayer #1	900,000	10	N/A
Total	\$ 23,318,400		6.018%	Total	\$ 22,594,400		4.38%

Source: Municipal Tax Assessor

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
<u>Chesterfield Township</u>				
2022	\$ 6,527,266	\$ 6,527,266	100.00%	N/A
2021	6,200,567	6,200,567	100.00%	N/A
2020	5,661,494	5,661,494	100.00%	N/A
2019	4,595,747	4,595,747	100.00%	N/A
2018	4,595,747	4,595,747	100.00%	N/A
2017	4,524,021	4,524,021	100.00%	N/A
2016	3,919,290	3,919,290	100.00%	N/A
2015	4,367,203	4,367,203	100.00%	N/A
2014	4,176,122	4,176,122	100.00%	N/A
2013	4,305,574	4,305,574	100.00%	N/A
<u>Mansfield Township</u>				
2022	11,690,284	11,690,284	100.00%	N/A
2021	11,467,191	11,467,191	100.00%	N/A
2020	11,112,182	11,112,182	100.00%	N/A
2019	9,961,034	9,961,034	100.00%	N/A
2018	9,506,425	9,506,425	100.00%	N/A
2017	10,238,442	10,238,442	100.00%	N/A
2016	8,735,758	8,735,758	100.00%	N/A
2015	9,182,455	9,182,455	100.00%	N/A
2014	8,977,483	8,977,483	100.00%	N/A
2013	8,446,971	8,446,971	100.00%	N/A
<u>North Hanover Township</u>				
2022	\$ 3,184,131	3,184,131	100.00%	N/A
2021	3,270,299	3,270,299	100.00%	N/A
2020	3,247,440	3,247,440	100.00%	N/A
2019	2,895,189	2,895,189	100.00%	N/A
2018	2,793,278	2,793,278	100.00%	N/A
2017	2,963,284	2,963,284	100.00%	N/A
2016	2,606,038	2,606,038	100.00%	N/A
2015	2,821,682	2,821,682	100.00%	N/A
2014	2,455,397	2,455,397	100.00%	N/A
2013	2,644,764	2,644,764	100.00%	N/A
<u>Springfield Township</u>				
2022	\$ 3,442,100	3,442,100	100.00%	N/A
2021	3,661,236	3,661,236	100.00%	N/A
2020	3,814,363	3,814,363	100.00%	N/A
2019	3,834,034	3,834,034	100.00%	N/A
2018	3,666,427	3,666,427	100.00%	N/A
2017	4,167,868	4,167,868	100.00%	N/A
2016	3,493,753	3,493,753	100.00%	N/A
2015	3,622,359	3,622,359	100.00%	N/A
2014	3,430,600	3,430,600	100.00%	N/A
2013	3,264,834	3,264,834	100.00%	N/A

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

Debt Capacity Information

Debt capacity information is intended to assist users in understanding and assessing the School District's debt burden and its ability to issue additional debt. Please refer to the following exhibits for historical view of the School District's outstanding debt and its debt capacity.

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**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES			LOANS PAYABLE	TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA
	OBLIGATION BONDS	UNAMORTIZED BOND PREMIUM					
2022	\$ 44,840,000	\$ 504,455	\$	2,380,874	\$ 47,725,329	unavailable	unavailable
2021	46,640,000	560,505		2,775,037	49,975,542	unavailable	1,688
2020	48,425,000	616,556		1,132,931	50,174,487	2.78%	1,870
2019	49,365,000	672,606		1,476,054	51,513,660	3.03%	1,926
2018	10,545,000	728,656		1,566,691	12,840,347	0.78%	479
2017	11,520,000	784,707		598,927	12,903,634	0.81%	483
2016	14,331,000	61,152		545,121	14,937,273	0.97%	556
2015	16,411,000	65,321		414,686	16,891,007	1.12%	626
2014	18,431,000	69,491		217,631	18,718,122	1.28%	687
2013	18,516,000	73,660		-	18,589,660	1.32%	679

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

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING				NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF NET VALUATION TAXABLE PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	UNAMORTIZED BOND PREMIUM	DEDUCTIONS	GENERAL BONDED DEBT OUTSTANDING			
2022	\$ 44,840,000	\$ 504,455	\$ -	\$ 45,344,455	1.69%	unavailable	
2021	46,640,000	560,505	-	47,200,505	1.77%	1,594	
2020	48,425,000	616,556	-	49,041,556	1.85%	1,827	
2019	49,365,000	672,606	-	50,037,606	1.90%	1,871	
2018	10,545,000	728,656	-	11,273,656	0.44%	421	
2017	11,520,000	784,707	-	12,304,707	0.48%	460	
2016	14,331,000	61,152	-	14,392,152	0.57%	536	
2015	16,411,000	65,321	-	16,476,321	0.66%	610	
2014	18,431,000	69,491	-	18,500,491	0.61%	679	
2013	18,516,000	73,660	-	18,589,660	0.60%	679	

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2021**

	<u>NET DEBT (1)</u>	<u>PROPORTIONATE SHARE</u>	<u>NET DEBT ALLOCAED TO TOWNSHIP</u>
<u>GOVERNMENTAL UNIT - CHESTERFIELD TOWNSHIP</u>			
Chesterfield Township	\$ 8,181,807	100.00%	\$ 8,181,807
Burlington County (2)	182,924,161	1.72%	3,148,191
Chesterfield Township Board of Education	29,020,000	100.00%	29,020,000
Northern Burlington County Regional School District	44,840,000	28.52%	<u>12,787,784</u>
Total Direct & Overlapping Debt			<u>\$ 53,137,782</u>
<u>GOVERNMENTAL UNIT - MANSFIELD TOWNSHIP</u>			
Mansfield Township	\$ 13,590,116	100.00%	\$ 13,590,116
Burlington County (2)	182,924,161	2.52%	4,600,549
Mansfield Township Board of Education	1,250,000	100.00%	1,250,000
Northern Burlington County Regional School District	44,840,000	41.68%	<u>18,687,184</u>
Total Direct & Overlapping Debt			<u>\$ 38,127,848</u>
<u>GOVERNMENTAL UNIT - NORTH HANOVER SCHOOL DISTRICT</u>			
North Hanover Township	5,550,000	100.00%	5,550,000
Burlington County (2)	182,924,161	0.90%	1,644,471
North Hanover Board of Education	-	100.00%	-
Northern Burlington County Regional School District	44,840,000	14.90%	<u>6,679,752</u>
Total Direct & Overlapping Debt			<u>\$ 13,874,223</u>
<u>GOVERNMENTAL UNIT - SPRINGFIELD TOWNSHIP</u>			
Springfield Township	9,033,154	100.00%	9,033,154
Burlington County (2)	182,924,161	0.90%	1,645,831
Springfield Township Board of Education	3,320,000	100.00%	3,320,000
Northern Burlington County Regional School District	44,840,000	14.91%	<u>6,685,280</u>
Total Direct & Overlapping Debt			<u>\$ 20,684,265</u>

(1) 2021 Annual Debt Statements

(2) County net debt is allocated as a proportion of the Township's share of the total 2021 Equalized Value, which is provided by the New Jersey Division of Taxation

(3) Regional high school net debt is allocated as a percentage of the Average Equalized Valuations of the municipalities within the regional high school district, which is provided by the Division of Local Government

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	DECEMBER 31,									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Debt Limit	\$ 105,761,991	\$ 103,175,915	\$101,165,999	\$ 97,843,719	\$ 96,480,857	\$ 94,954,116	\$ 93,148,228	\$ 93,859,674	\$ 94,061,997	\$ 96,486,171
Total Net Debt Applicable to Limit	44,840,000	46,640,000	50,037,606	49,365,000	10,545,000	14,392,152	16,411,000	18,431,000	20,366,000	22,216,000
Legal Debt Margin	\$ 60,921,991	\$ 56,535,915	\$ 51,128,393	\$ 48,478,719	\$ 85,935,857	\$ 80,561,964	\$ 76,737,228	\$ 75,428,674	\$ 73,695,997	\$ 74,270,171
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	42.40%	45.20%	49.46%	50.45%	10.93%	15.16%	17.62%	19.64%	21.65%	23.03%

Legal Debt Margin Calculation for Fiscal Year

	Equalized Valuation Basis			
	<u>Chesterfield</u>	<u>Mansfield</u>	<u>North Hanover</u>	<u>Springfield</u>
				<u>Total</u>
2021	\$ 901,012,431	\$ 1,273,845,163	\$ 451,973,136	\$ 468,016,511
2020	847,928,911	1,259,665,101	449,072,316	440,724,983
2019	836,367,992	1,244,482,143	449,401,671	442,823,165
				<u>\$ 9,065,313,523</u>
Average Equalized Valuation of Taxable Property				<u>\$ 3,021,771,174</u>
Debt Limit (3.5 % of Average Equalization Value)				<u>\$ 105,761,991</u>
Total Net Debt Applicable to Limit				<u>44,840,000</u>
Legal Debt Margin				<u>\$ 60,921,991</u>

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

Demographic and Economic Information

Demographic and economic information is intended (1) to assist users in understanding the socioeconomic environment within the School District operates and (2) to provide information that facilitates comparisons of financial statement information over time and among school districts. Please refer to the following exhibits for a historical view of the demographic and economic statistics and factors prevalent in the location in which the School District operates.

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**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

<u>YEAR</u>	<u>POPULATION (a)</u>	<u>PERSONAL INCOME (b)</u>	<u>PER CAPITA PERSONAL INCOME (c)</u>	<u>UNEMPLOYMENT RATE (d)</u>
<u>2021</u>				
Chesterfield Township	9,567	unavailable	unavailable	4.9%
Mansfield Township	8,879	unavailable	unavailable	5.0%
North Hanover Township	7,939	unavailable	unavailable	5.7%
Springfield Township	3,228	unavailable	unavailable	4.2%
<u>2020</u>				
Chesterfield Township	7,584	509,295,936	67,154	7.7%
Mansfield Township	8,529	572,756,466	67,154	8.3%
North Hanover Township	7,474	501,908,996	67,154	8.8%
Springfield Township	3,251	218,317,654	67,154	7.6%
<u>2019</u>				
Chesterfield Township	7,460	473,918,880	63,528	3.3%
Mansfield Township	8,544	542,783,232	63,528	3.0%
North Hanover Township	7,483	475,380,024	63,528	3.9%
Springfield Township	3,258	206,974,224	63,528	3.0%
<u>2018</u>				
Chesterfield Township	7,502	458,672,280	61,140	4.0%
Mansfield Township	8,529	521,463,060	61,140	3.5%
North Hanover Township	7,499	458,488,860	61,140	4.3%
Springfield Township	3,267	199,744,380	61,140	3.9%
<u>2017</u>				
Chesterfield Township	7,406	438,961,026	59,271	4.4%
Mansfield Township	8,537	505,996,527	59,271	4.0%
North Hanover Township	7,517	445,540,107	59,271	4.9%
Springfield Township	3,276	194,171,796	59,271	3.4%
<u>2016</u>				
Chesterfield Township	7,453	429,166,099	57,583	4.6%
Mansfield Township	8,557	492,737,731	57,583	4.3%
North Hanover Township	7,547	434,578,901	57,583	5.4%
Springfield Township	3,298	189,908,734	57,583	3.8%
<u>2015</u>				
Chesterfield Township	7,527	420,947,475	55,925	4.7%
Mansfield Township	8,557	478,550,225	55,925	4.9%
North Hanover Township	7,597	424,862,225	55,925	6.2%
Springfield Township	3,321	185,726,925	55,925	5.1%
<u>2014</u>				
Chesterfield Township	7,673	411,057,956	53,572	5.7%
Mansfield Township	8,580	459,647,760	53,572	5.9%
North Hanover Township	7,643	409,450,796	53,572	7.1%
Springfield Township	3,355	179,734,060	53,572	6.0%
<u>2013</u>				
Chesterfield Township	7,754	400,439,822	51,643	5.1%
Mansfield Township	8,584	443,303,512	51,643	7.2%
North Hanover Township	7,664	395,791,952	51,643	10.4%
Springfield Township	3,370	174,036,910	51,643	6.1%
<u>2012</u>				
Chesterfield Township	7,659	390,609,000	51,000	9.0%
Mansfield Township	8,612	439,212,000	51,000	11.7%
North Hanover Township	7,706	393,006,000	51,000	11.5%
Springfield Township	3,393	173,043,000	51,000	8.9%

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
 PRINCIPAL EMPLOYERS
 CURRENT YEAR AND NINE YEARS AGO**

2022		
ESTIMATED EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT
INFORMATION UNAVAILABLE		

=====		
2013		
ESTIMATED EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT
INFORMATION UNAVAILABLE		

=====		

Source: Annual Comprehensive Financial Reports of Individual School Districts

Operating Information

Operating information is intended to provide contextual information about the School District's operations and resources to assist readers in using financial statement information to understand and assess the School District's economic condition. Please refer to the following exhibits for a historical view of the factors and statistics pertinent to the School District's operations.

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**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEAR**

Function/Program	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Instruction:										
Regular	136.26	136.19	136.37	131.62	131.62	131.62	129.75	122.99	122.99	117.85
Special Education	29.54	29.61	27.63	27.27	27.27	27.27	28.44	29.68	29.68	29.54
Vocational	5.20	5.20	5.20	5.00	5.00	5.00	5.00	4.83	4.83	5.33
Support Services:										
Student & Instruction Related Services	48.95	48.95	46.85	44.93	44.93	44.93	43.66	45.73	45.73	44.80
School Administrative Services	16.60	16.60	16.60	16.60	16.60	16.60	16.40	15.60	15.60	16.60
General & Business Administrative Services	9.00	9.00	9.10	9.30	9.30	9.30	9.30	9.30	9.30	9.30
Plant Operations & Maintenance	32.00	32.00	31.00	30.00	30.00	30.00	31.00	29.00	29.00	29.00
Pupil Transportation	45.50	45.50	44.00	44.50	44.50	44.50	44.00	44.00	44.00	41.00
Total	323.05	323.05	316.75	309.22	309.22	309.22	307.55	301.13	301.13	293.42

Source: District Personnel Records

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/TEACHER RATIO	AVERAGE DAILY ENROLLMENT (ADA) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
2022	2,183	\$ 48,433,392	22,187	10.30%	171	12.77	2,153	1,979	0.47%	91.92%
2021	2,160	43,448,394	20,115	5.81%	171	12.63	2,143	2,036	-0.70%	95.01%
2020	2,170	41,253,616	19,011	2.28%	164	13.23	2,158	2,083	0.23%	96.52%
2019	2,197	40,837,111	18,588	1.90%	167	13.16	2,153	2,046	-0.55%	95.03%
2018	2,204	40,201,484	18,240	5.49%	166	13.28	2,165	2,055	3.64%	94.92%
2017	2,131	36,846,931	17,291	0.46%	166	12.84	2,089	1,983	3.21%	94.93%
2016	2,072	35,661,944	17,211	6.30%	164	12.63	2,024	1,918	-3.85%	94.76%
2015	2,148	34,779,531	16,192	4.58%	163	13.18	2,105	1,987	2.04%	94.39%
2014	2,111	32,685,054	15,483	-1.63%	157	13.45	2,063	1,884	4.14%	91.32%
2013	2,011	31,652,741	15,740	4.74%	157	12.81	1,981	1,884	1.43%	95.10%

Sources: District records

Note: Enrollment based on annual October district count.

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

b Teaching staff includes only full-time equivalents of certificated staff.

c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEAR**

DISTRICT BUILDINGS	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Middle School:										
Middle School (2003):										
Square Feet	144,000	144,000	144,000	144,000	144,000	144,000	144,000	144,000	144,000	144,000
Capacity (Students)	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200
Enrollment	724	746	762	779	779	779	744	768	726	726
High School:										
High School (1960):										
Square Feet	272,654	272,654	215,545	215,545	215,545	215,545	156,000	156,000	156,000	156,000
Capacity (Students)	2,400	2,400	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800
Enrollment	1,459	1,414	1,408	1,352	1,352	1,352	1,328	1,380	1,285	1,285

Number of Schools at June 30, 2022:

 Middle School = 1

 Senior High School = 1

 Other = 0

Source: District Facilities Office

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

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS**

**UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES**

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	TOTAL
* School Facilities	\$ 524,721	\$ 556,970	\$ 457,615	\$ 556,906	\$ 707,570	\$ 523,420	\$ 560,810	\$ 617,893	\$ 601,618	\$ 573,459	\$ 5,680,982

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

Source: District records

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2022**

	COVERAGE	DEDUCTIBLE
School Package Policy (1):		
Building & Contents (All Locations)	Replacement Cost	500
Limits of Liability per Occurrence	175,000,000	500
Boiler & Machinery	125,000,000	1,000
General Automobile Liability	20,000,000	N/A
Educator's Legal Liability	20,000,000	N/A
Workers' Compensation	Statutory	N/A
Pollution Legal Liability	3,000,000	25,000
Pollution Legal Liability - Mold Incident	3,000,000	100,000 - 250,000
 Student Accident Insurance (2)	 5,000,000	 N/A
 Surety Bonds (3)		
Treasurer	300,000	N/A
Board Secretary	100,000	N/A

- (1) Burlington County Insurance Pool - Joint Insurance Fund (BCIPJIF)
- (2) AIG Life Insurance Company
- (3) Utica Mutual Insurance Company

Source: District records

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SINGLE AUDIT SECTION

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HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

EXHIBIT K-1

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

Honorable President and Members
of the Board of Education
Northern Burlington County Regional School District
County of Burlington
Columbus, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Northern Burlington County Regional School District (the "School District") as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated February 15, 2023.

Internal Control Over Financial Reporting

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

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

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

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deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and are described in the accompanying schedule of findings and questioned costs as Finding 2022-001.

School District's Response to Findings

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

Purpose of this Report

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

Respectfully Submitted,

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

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

Medford, New Jersey
February 15, 2023



HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

EXHIBIT K-2

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

Honorable President and Members
of the Board of Education
Northern Burlington County Regional School District
County of Burlington
Columbus, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Northern Burlington County Regional School District’s (the “School District”) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the School District’s major federal and state programs for the fiscal year ended June 30, 2022. The School District’s major federal and state programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

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

Basis for Opinion on Each Major Federal and 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; Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); New Jersey OMB’s Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*; and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards 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 School District and to meet our ethical responsibilities, in accordance with 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 School District’s compliance with the compliance requirements referred to above.

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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 School District's federal and state programs.

Auditor's Responsibilities for the Audit of Compliance

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 School 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 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; New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*; and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. 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, individual or in the aggregate, it would influence the judgement made by a reasonable user of the report on compliance about the School District's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with generally accepted accounting standards, *Government Auditing Standards*, and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, 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 School 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 School 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 the New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, but not for the purpose of expressing an opinion on the effectiveness of School 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.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as Finding No. 2022-001. Our opinion on each major federal program is not modified with respect to these matters.

School District's Response to Findings

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

Report on Internal Control Over Compliance

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

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

Purpose of this Report

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

Respectfully Submitted,

HOLT MCNALLY & ASSOCIATES, INC
Certified Public Accountants & Advisors

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

Medford, New Jersey
February 15, 2023

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NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

FEDERAL ASSISTANCE LISTING NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	BALANCE 6/30/2021	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	BALANCE, JUNE 30, 2022 (ACCOUNTS RECEIVABLE)	UNEARNED REVENUE
93.778	2205NJSMAP	100-054-7540-211	\$ 10,670	7/1/21-6/30/22	\$ -	10,670	(10,670)	-	\$ -	\$ -
U.S. Department of Health and Human Services										
Passed Through New Jersey Department of Human Services: Medical Assistance Program (SEM)										
Total U.S. Department of Health and Human Services										
U.S. Department of Agriculture										
Passed Through New Jersey Department of Agriculture:										
Child Nutrition Cluster:										
10.555	22N1904N1099	100-010-3350-026	994,740	7/1/21-6/30/22	-	938,968	(994,740)	-	(55,772)	-
10.555	21N1904N1099	100-010-3350-026	27,116	7/1/20-6/30/21	(45,342)	45,342	-	-	-	-
10.555	21N1904N1099	100-010-3350-026	5,407	7/1/20-6/30/21	(904)	904	-	-	-	-
10.555	22N1904N1099	Unavailable	18,757	7/1/21-6/30/22	-	18,757	(18,757)	-	-	-
10.555	22N1904N1099	Unavailable	98,263	7/1/21-6/30/22	-	98,263	(93,529)	-	4,734	-
10.555	21N1904N1099	Unavailable	50,432	7/1/20-6/30/21	(37,764)	1,102,234	(1,115,508)	-	(55,772)	4,734
Pandemic EBT Administrative Costs										
10.649	202121S900941	100-010-3350-115	1,242	7/1/21-6/30/22	-	1,242	(1,242)	-	-	-
Total U.S. Department of Agriculture										
U.S. Department of Defense										
12.330	N6833516P0293	Unavailable	7,000	7/1/20-6/30/21	5,803	-	(3,327)	-	-	2,476
Total U.S. Department of Defense										
U.S. Department of Education										
Passed Through New Jersey Department of Education:										
I.D.E.A. Part B (Special Education Cluster)										
84.027X	H027X210100	100-034-5065-094	95,440	7/1/21-9/30/22	-	42,807	(95,440)	-	(52,633)	-
84.027A	H027A210100	100-034-5065-016	435,278	7/1/21-9/30/22	(78,729)	362,777	(435,278)	-	(72,501)	-
84.027A	H027A200100	100-034-5065-016	442,716	7/1/20-9/30/21	(78,729)	78,729	-	-	-	-
Total Special Education Cluster										
84.010	S010A210030	100-034-5064-194	186,990	7/1/21-9/30/22	(51,475)	103,012	(157,596)	-	(54,584)	-
84.010	S010A200030	100-034-5064-194	138,259	7/1/20-9/30/21	(51,475)	154,487	(157,596)	-	(54,584)	-
Title II - Part A, Supporting Effective Instruction										
84.367A	S367A210029	100-034-5063-290	30,822	7/1/2-9/30/22	-	20,636	(29,099)	-	(8,463)	-
84.367A	S367A200029	100-034-5063-290	27,943	7/1/20-9/30/21	(5,859)	5,859	(29,099)	-	(8,463)	-
Title IV - Part A										
84.424	S424A210031	100-034-5063-348	10,183	7/1/21-9/30/22	(6,412)	9,108	(9,307)	-	(199)	-
84.424	S424A200031	100-034-5063-348	10,009	7/1/20-9/30/21	(6,412)	6,412	(9,307)	-	(199)	-
Career and Technical Education (Perkins)										
84.048	V048A210050	100-034-5052-084	48,584	7/1/21-6/30/22	(1,681)	36,556	(48,326)	-	(11,770)	-
84.048	V048A200050	100-034-5052-084	37,504	7/1/20-6/30/21	(1,681)	1,681	(48,326)	-	(11,770)	-
Education Stabilization Fund:										
84.425D	S425D200027	100-034-5120-513	93,890	3/13/20-9/30/22	(5,438)	9,311	(3,873)	-	-	-
COVID-19 CARES Emergency Relief Grant										
84.425D	S425D210027	100-034-5120-518	456,971	3/13/20-9/30/23	(379,495)	455,407	(76,739)	-	(827)	-
84.425D	S425D210027	100-034-5120-518	29,326	3/13/20-9/30/23	-	23,925	(28,396)	-	(4,471)	-
84.425D	S425D210027	100-034-5120-518	45,000	3/13/20-9/30/23	(7,361)	26,537	(22,311)	-	(3,135)	-
COVID-19 American Rescue Plan:										
84.425U	S425U210027	100-034-5120-523	1,027,014	3/13/20-9/30/24	(498,100)	551,117	(411,848)	-	(558,831)	-
84.425U	S425U210027	100-034-5120-523	173,394	3/13/20-9/30/24	-	2,180	(27,734)	-	(27,734)	-
84.425U	S425U210027	100-034-5120-523	40,000	3/13/20-9/30/24	-	-	(5,933)	-	(3,753)	-
84.425U	S425U210027	100-034-5120-523	88,501	3/13/20-9/30/24	-	-	(75)	-	(75)	-
84.425W	S425W210031	N/A	6,140	4/23/21-9/30/23	(890,394)	1,068,477	(577,354)	-	(405)	-
Total Education Stabilization Fund										
Direct Federal:										
84.041	Unavailable	Unavailable	2,283,061	7/1/21-6/30/22	-	2,283,061	(2,283,061)	-	-	-
84.041	Unavailable	Unavailable	233,284	7/1/21-6/30/22	-	233,284	(233,284)	-	-	-
DoD Impact Aid Supplemental Program										
Total U.S. Department of Education										
U.S. Department of Treasury										
21.027	SLFRP0002	100-034-5065-096	103,797	7/1/21-6/30/22	-	51,899	(103,797)	-	(51,898)	-
21.019	CS22COVID19	100-034-5120-517	696	3/13/20-9/30/22	46	-	-	-	46	-
Total U.S. Department of Treasury										
Total Expenditures of Federal Awards										
					\$ -	\$ 5,469,919	\$ (5,103,289)	\$ -	\$ (707,091)	\$ 7,236

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

NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

STATE GRANTOR/PROGRAM TITLE OR CLUSTER	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE 6/30/2021	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	REPAYMENT OF PRIOR YEARS' BALANCES	BALANCE, JUNE 30, 2022		DUE TO GRANTOR	MEMO CUMULATIVE BUDGETARY RECEIVABLE	TOTAL EXPENDITURES
									ACCOUNTS RECEIVABLE	UNEARNED REVENUE			
New Jersey Department of Education:													
General Fund:													
State Aid Public:													
School Choice Aid	495-034-5120-068	\$ 477,819	7/1/21-6/30/22	\$ -	\$ 477,819	\$ (477,819)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 45,857	\$ 477,819
Equalization Aid	495-034-5120-078	12,343,176	7/1/21-6/30/22	-	12,343,176	(12,343,176)	-	-	-	-	-	1,184,590	12,343,176
Security Aid	495-034-5120-084	206,047	7/1/21-6/30/22	-	206,047	(206,047)	-	-	-	-	-	19,774	206,047
Special Education Categorical Aid	495-034-5120-089	1,088,835	7/1/21-6/30/22	-	1,088,835	(1,088,835)	-	-	-	-	-	104,497	1,088,835
Military Impact Aid	495-034-5120-114	4,552,150	7/1/21-6/30/22	-	4,552,150	(4,552,150)	-	-	-	-	-	436,876	4,552,150
Total State Aid Public		18,668,027		(18,668,027)								1,791,594	18,668,027
Transportation Aid	495-034-5120-014	1,212,916	7/1/21-6/30/22	-	1,212,916	(1,212,916)	-	-	-	-	-	116,405	1,212,916
Additional Nonpublic School Transportation Aid	495-034-5120-014	30,450	7/1/21-6/30/22	-	30,450	(30,450)	-	-	-	-	-	-	30,450
Additional Nonpublic School Transportation Aid	495-034-5120-014	28,710	7/1/20-6/30/21	(28,710)	28,710	-	-	-	-	(30,450)	-	-	-
Extraordinary Aid	495-034-5120-044	586,265	7/1/21-6/30/22	-	586,265	(586,265)	-	-	-	(586,265)	-	-	586,265
Extraordinary Aid	495-034-5120-044	407,588	7/1/20-6/30/21	(407,588)	407,588	-	-	-	-	-	-	-	-
Securing Our Children's Future Bond Act	Not Available	132,897	7/1/21-6/30/22	-	132,897	(132,897)	-	-	-	-	-	-	132,897
Homeless Tuition Aid	495-034-5120-005	5,851	7/1/21-6/30/22	-	5,851	(5,851)	-	-	-	(5,851)	-	-	5,851
Reimbursed TPAF Social Security Contributions	100-034-5094-003	1,177,723	7/1/21-6/30/22	-	1,177,723	(1,177,723)	-	-	-	-	-	-	1,177,723
TPAF - Post Retirement Medical (Noncash Assistance)	495-034-5094-001	1,324,917	7/1/21-6/30/22	-	1,324,917	(1,324,917)	-	-	-	-	-	-	1,324,917
TPAF - Pension Contributions (Noncash Assistance)	495-034-5094-002	5,670,750	7/1/21-6/30/22	-	5,670,750	(5,670,750)	-	-	-	-	-	-	5,670,750
TPAF - Long-Term Disability Insurance (Noncash Assistant)	495-034-5094-004	2,265	7/1/21-6/30/22	-	2,265	(2,265)	-	-	-	-	-	-	2,265
Total General Fund		28,625,793		(43,629)	28,625,793	(28,812,061)	-	-	-	(622,566)	-	1,907,999	28,812,061
Special Revenue Fund:													
Non-Public Aid:													
Textbook Aid	100-034-5120-064	960	7/1/21-6/30/22	-	960	(939)	-	-	-	-	21	-	939
Nursing Services	100-034-5120-070	1,792	7/1/21-6/30/22	-	1,792	(1,792)	-	-	-	-	-	-	1,792
Technology Initiative	100-034-5120-373	672	7/1/21-6/30/22	-	672	-	-	-	-	-	672	-	-
Handicapped Services (Ch. 193):													
Supplemental Instruction	100-034-5120-066	1,652	7/1/21-6/30/22	-	1,652	(826)	-	-	-	-	826	-	826
Supplemental Instruction	100-034-5120-066	809	7/1/20-6/30/21	809	-	-	-	(809)	-	-	-	-	-
Examination & Classification	100-034-5120-066	2,466	7/1/21-6/30/22	-	2,466	(1,706)	-	-	-	-	760	-	1,706
Examination & Classification	100-034-5120-066	372	7/1/20-6/30/21	372	-	-	-	(372)	-	-	-	-	-
Corrective Speech	100-034-5120-066	1,860	7/1/21-6/30/22	-	1,860	(928)	-	-	-	-	932	-	928
Corrective Speech	100-034-5120-066	911	7/1/20-6/30/21	911	-	-	-	(911)	-	-	-	-	-
Auxiliary Services Aid (Ch. 192):													
Compensatory Education	100-034-5120-067	18,812	7/1/21-6/30/22	-	18,812	(4,569)	-	-	-	-	14,243	-	4,569
Compensatory Education	100-034-5120-067	5,138	7/1/20-6/30/21	5,138	-	-	-	(5,138)	-	-	-	-	-
English as a Second Language	100-034-5120-067	914	7/1/21-6/30/22	-	914	(732)	-	-	-	-	182	-	732
English as a Second Language	100-034-5120-067	622	7/1/20-6/30/21	622	-	-	-	(622)	-	-	-	-	-
SDA Emergent Needs	495-034-5120-086	56,900	7/1/21-6/30/22	-	56,900	-	-	-	-	56,900	-	-	-
Total Special Revenue Fund		86,028		7,852	86,028	(11,492)	-	(7,852)	-	56,900	17,636	-	11,492
Debt Service Fund:													
School Construction Debt Service Aid	495-034-5120-075	541,615	7/1/21-6/30/22	-	541,615	(541,615)	-	-	-	-	-	-	541,615
Total Debt Service Fund		541,615		-	541,615	(541,615)	-	-	-	-	-	-	541,615
New Jersey Department of Agriculture:													
Enterprise Fund:													
National School Lunch Program	100-010-3350-023	23,393	7/1/21-6/30/22	-	22,109	(23,393)	-	-	-	(1,284)	-	-	23,393
National School Lunch Program	100-010-3350-023	7,177	7/1/20-6/30/21	(4,736)	4,736	-	-	-	-	-	-	-	-
Total Enterprise Fund		26,845		(4,736)	26,845	(23,393)	-	-	-	(1,284)	-	-	23,393
Total State Financial Assistance		29,280,281		(433,182)	29,280,281	(29,388,561)		(7,852)		(623,850)	56,900	17,636	29,388,561
State Financial Assistance Programs not subject to Calculation for Major Program Determination:													
TPAF - Post Retirement Medical (Noncash Assistance)	495-034-5094-001	1,324,917	7/1/21-6/30/22	-	-	1,324,917	-	-	-	-	-	-	1,324,917
TPAF - Pension Contributions (Noncash Assistance)	495-034-5094-002	5,670,750	7/1/21-6/30/22	-	-	5,670,750	-	-	-	-	-	-	5,670,750
TPAF - Long-Term Disability Insurance (Noncash Assistant)	495-034-5094-004	2,265	7/1/21-6/30/22	-	-	2,265	-	-	-	-	-	-	2,265
Total State Financial Assistance subject to Calculation for Major Program Determination													(22,390,629)

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

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Note 1. Basis of Presentation

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

Note 2. Summary of Significant Accounting Policies

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

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

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

Note 3. Relationship to Basic Financial Statements

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

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Note 3. Relationship to Basic Financial Statements (continued)

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(552,796) for the general fund and \$476,596 for the special revenue fund. See Exhibit C-3 Note A of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 2,527,015	\$ 28,259,265	\$ 30,786,280
Special Revenue Fund	1,936,120	11,492	1,947,612
Debt Service Fund	-	541,615	541,615
Food Service Fund	1,116,750	23,393	1,140,143
	<hr/>	<hr/>	<hr/>
Total Awards & Financial Assistance	<u>\$ 5,579,885</u>	<u>\$ 28,835,765</u>	<u>\$ 34,415,650</u>

Note 4. Relationship to Federal and State Financial Reports

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

Note 5. Federal and State Loans Outstanding

The Northern Burlington County Regional School District had no loan balances outstanding at June 30, 2022.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Section I - Summary of Auditor's Results

Financial Statements

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

Federal Awards

Internal control over major programs:		
1) Material weakness(es) identified?	<u> </u> yes	<u> X </u> no
2) Significant deficiency(ies) identified?	<u> </u> yes	<u> X </u> none reported
Type of auditor's report issued on compliance for major programs	<u>Unmodified</u>	
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516(a) of Uniform Guidance?	<u> X </u> yes	<u> </u> no

Identification of major programs:

<u>FAL Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>10.555</u>	<u>22NJ304N1099</u>	<u>Child Nutrition Cluster</u>
<u>84.425D</u>	<u>S425D200027</u>	<u>Education Stabilization Fund:</u>
<u>84.425D</u>	<u>S425D210027</u>	<u>CARES Emergency Relief Grant</u>
<u>84.425U</u>	<u>S425U210027</u>	<u>C.R.R.S.A. - ESSER II</u>
<u>84.425W</u>	<u>S425W210027</u>	<u>American Rescue Plan - ESSER III</u>
		<u>Homeless Children and Youth</u>

Dollar threshold used to determine Type A programs	<u>\$ 750,000</u>
Auditee qualified as low-risk auditee?	<u> X </u> yes <u> </u> no

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

State Financial Assistance

Dollar threshold used to determine Type A programs	<u>\$ 750,000</u>
Auditee qualified as low-risk auditee?	<u> X </u> yes <u> </u> no
Internal control over major programs:	
1) Material weakness(es) identified?	<u> </u> yes <u> X </u> no
2) Significant deficiency(ies) identified?	<u> </u> yes <u> X </u> no
Type of auditor's report issued on compliance for major programs	<u>Unmodified</u>
Any audit findings disclosed that are required to be reported in accordance with New Jersey OMB's Circular 15-08?	<u> </u> yes <u> X </u> no

Identification of major programs:

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
<u>495-034-5120-068</u>	<u>State Aid Public:</u>
<u>495-034-5120-078</u>	<u>School Choice Aid</u>
<u>495-034-5120-084</u>	<u>Equalization Aid</u>
<u>495-034-5120-089</u>	<u>Security Aid</u>
<u>495-034-5120-114</u>	<u>Special Education Categorical Aid</u>
	<u>Military Impact Aid</u>
<u>495-034-5120-014</u>	<u>Transportation Aid</u>

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Section II – Financial Statement Findings

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

Finding 2022-001:

Criteria or Specific Requirement:

The New Jersey Department of Agriculture requires a School Food Authority to maintain a nonprofit School Food Service. The nonprofit status of the School Food Service is determined by evaluating net cash resources, which may not exceed three months average expenditures.

Condition:

Net cash resources in the Food Service Fund exceeded three months average expenditures.

Context:

Utilizing the U.S.A. net cash resources calculation form, it was determined that the District's net cash resources exceeded the three months average expenditures by \$208,752 as of June 30, 2022.

Cause:

Due to the Public Health Emergency, all meals provided were eligible for reimbursement, causing a significant increase in revenues for the District.

Effect or Potential Effect:

The New Jersey Department of Agriculture requirement regarding Net Cash Resources was not met.

Recommendation:

The District should reduce net cash resources on hand in the Food Service Fund through capital expenditures or other improvements to the Food Service Program.

Views of responsible officials and planned corrective action:

Management agrees with the above finding and will take necessary corrective action.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

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

FEDERAL AWARDS

Finding 2022-001:

Criteria or Specific Requirement:

The New Jersey Department of Agriculture requires a School Food Authority to maintain a nonprofit School Food Service. The nonprofit status of the School Food Service is determined by evaluating net cash resources, which may not exceed three months average expenditures.

Condition:

Net cash resources in the Food Service Fund exceeded three months average expenditures.

Questioned Costs:

None.

Context:

Utilizing the U.S.A. net cash resources calculation form, it was determined that the District's net cash resources exceeded the three months average expenditures by \$208,752 as of June 30, 2022.

Effect:

The New Jersey Department of Agriculture requirement regarding Net Cash Resources was not met.

Cause:

Due to the Public Health Emergency, all meals provided were eligible for reimbursement, causing a significant increase in revenues for the District.

Recommendation:

The District should reduce net cash resources on hand in the Food Service Fund through capital expenditures or other improvements to the Food Service Program.

Views of responsible officials and planned corrective action:

Management agrees with the above finding and will take necessary corrective action.

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**Section III – Federal Awards & State Financial Assistance Findings & Questioned Costs
(continued):**

STATE FINANCIAL ASSISTANCE – N/A

**NORTHERN BURLINGTON COUNTY REGIONAL SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

Financial Statement Findings – N/A

Federal Awards – N/A

State Financial Assistance – N/A