

**SCHOOL DISTRICT  
OF  
OAKLYN**

**Oaklyn Board of Education  
Oaklyn, New Jersey**

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

**Annual Comprehensive  
Financial Report**

**of the**

**Oaklyn Board of Education**

**Oaklyn, New Jersey**

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

**Prepared by  
Oaklyn Board of Education  
Finance Department**

# OAKLYN SCHOOL DISTRICT

## INTRODUCTORY SECTION

	<u>Page</u>
Letter of Transmittal	2
Organizational Chart	6
Roster of Officials	7
Consultants and Advisors	8

## FINANCIAL SECTION

<b>Independent Auditor's Report</b>	10
-------------------------------------	----

<b>Required Supplementary Information - Part I Management's Discussion and Analysis</b>	14
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### **Basic Financial Statements**

#### A. District-wide Financial Statements:

A-1 Statement of Net Position	24
A-2 Statement of Activities	25

#### B. Fund Financial Statements:

##### Governmental Funds:

B-1 Balance Sheet	27
B-2 Statement of Revenues, Expenditures, and Changes in Fund Balances	28
B-3 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	29

##### Proprietary Funds:

B-4 Statement of Net Position	30
B-5 Statement of Revenues, Expenses, and Changes in Fund Net Position	31
B-6 Statement of Cash Flows	32

Fiduciary Funds	N/A
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<b>Notes to the Financial Statements</b>	33
--	----

	<u>Page</u>
<b>Required Supplementary Information - Part II</b>	
C. Budgetary Comparison Schedules	
C-1 Budgetary Comparison Schedule - General Fund	67
C-1a Combining Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (if applicable)	N/A
C-2 Budgetary Comparison Schedule - Special Revenue Fund	74
<b>Notes to the Required Supplementary Information</b>	
C-3 Budget-to-GAAP Reconciliation	75
<b>Required Supplementary Information - Part III</b>	
L. Schedules Related to Accounting and Reporting for Pensions (GASB-68)	
L-1 Schedule of the District's Proportionate Share of the Net Pension Liability - Public Employees Retirement System	77
L-2 Schedule of the District Contributions - Public Employees Retirement System	78
L-3 Schedule of the District's Proportionate Share of the Net Pension Liability - Teachers' Pension and Annuity Fund	79
M. Schedule Related to Accounting and Reporting for OPEB (GASB-75)	
M-1 Schedule of Changes in the District's Total OPEB Liability Share of the Net OPEB Liability and Related Ratios	80
<b>Notes to the Required Supplementary Information - Part III</b>	
	81
<b>Other Supplementary Information</b>	
D. School Level Schedules :	N/A
E. Special Revenue Fund:	
E-1 Combining Schedule of Revenues and Expenditures Special Revenue Fund - Budgetary Basis	84
E-2 Preschool Education Aid Expenditures	86
F. Capital Projects Fund:	
F-1 Summary Statement of Revenues, Expenditures, and Changes in Fund Balance - Budgetary Basis	89
F-2 Statement of Project Expenditures	91
G. Proprietary Fund:	
Enterprise Fund:	
G-1 Combining Statement of Net Position	93
G-2 Combining Statement of Revenues, Expenses and Changes in Fund Net Position	94
G-3 Combining Statement of Cash Flows	95
H. Fiduciary Funds	N/A

I. Long-Term Debt:

I-1	Schedule of Serial Bonds	97
I-2	Schedule of Obligations under Leases	98
I-3	Budgetary Comparison Schedule	99

**STATISTICAL SECTION (Unaudited)**

J-1	Net Position by Component	101
J-2	Changes in Net Position, Last Ten Fiscal Years	102
J-3	Fund Balances, Governmental Funds, Last Ten Fiscal Years	104
J-4	Changes in Fund Balances, Governmental Funds, Last Ten Fiscal Years	105
J-5	General Fund - Other Local Revenue by Source, Last Ten Fiscal Years	106
J-6	Assessed Value and Actual Value of Taxable Property, Last Ten Fiscal Years	107
J-7	Direct and Overlapping Property Tax Rates, Last Ten Fiscal Years	108
J-8	Principal Property Tax Payers, Current Year and Nine Years Ago	109
J-9	Property Tax Levies and Collections, Last Ten Fiscal Years	110
J-10	Ratios of Outstanding Debt by Type, Last Ten Fiscal Years	111
J-11	Ratios of Net General Bonded Debt Outstanding, Last Ten Fiscal Years	112
J-12	Ratios of Overlapping Governmental Activities Debt, As of December 31, 2021	113
J-13	Legal Debt Margin Information, Last Ten Fiscal Years	114
J-14	Demographic and Economic Statistics	115
J-15	Principal Employers, Current Year & Nine Years Ago (information not available)	N/A
J-16	Full-time Equivalent District Employees by Function/Program, Last Ten Fiscal Years	116
J-17	Operating Statistics, Last Ten Fiscal Years	117
J-18	School Building Information, Last Ten Fiscal Years	118
J-19	Schedule of Required Maintenance, Last Ten Fiscal Years	119
J-20	Insurance Schedule	120

**SINGLE AUDIT SECTION**

K-1	Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	122
K-2	Report on Compliance for Each Program and Report on Internal Control Over Compliance Required by the Uniform Guidance and New Jersey Circular 15-08-OMB	124
K-3	Schedule of Expenditures of Federal Awards, Schedule A	127
K-4	Schedule of Expenditures of State Financial Assistance, Schedule B	128
K-5	Notes to the Schedules of Awards and Financial Assistance	129
K-6	Schedule of Findings and Questioned Costs	
	Section 1 - Financial Statement Findings	131
	Section 2 - Schedule of Financial Statement Findings	133
	Section 3 - Schedule of Federal Awards and State Financial Assistance Findings and Questioned Costs	134
K-7	Summary Schedule of Prior Year Audit Findings and Questioned Costs as Prepared by Management	135

## **Introductory Section**



# OAKLYN PUBLIC SCHOOL DISTRICT

156 Kendall Boulevard  
Oaklyn, New Jersey 08107  
[www.oaklyn.k12.nj.us](http://www.oaklyn.k12.nj.us)

Dr. Fredrick McDowell  
Superintendent

Beth Ann Coleman RSBA  
Assistant Superintendent for Business and  
Operations

Ms. Jennifer Boulden  
Principal

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January 30, 2023

Honorable President and  
Members of the Board of Education  
Oaklyn Public School District  
156 Kendall Boulevard  
Oaklyn, New Jersey 08107

Dear Board Members:

The annual comprehensive financial report (ACFR) of the Oaklyn Public School District for the fiscal year ended June 30, 2022, is hereby submitted. This ACFR includes the District's basic financial statements prepared in accordance with Governmental Accounting Standards Board Statement 34. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designated to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections:

- The Introductory Section contains a letter of transmittal, an organizational chart of the District, a roster of principal officials, and a list of consultants and advisors;
- The Financial Section begins with the Independent Auditors' Report and includes the Management's Discussion and Analysis, the basic financial statements, and notes providing an overview of the District's financial position and operating results, and other schedules providing detailed budgetary information;
- The Statistical Section includes selected economic and demographic information, financial trends, and the fiscal capacity of the District, generally presented on a multi-year basis;
- The Single Audit Section – The District is required to undergo an annual single audit in conformity with the provisions of the Title 2 U.S. Code of Federal regulations, cost principles and audit requirements for federal awards (uniform guidance) and State of New Jersey Circular OMB 15-08. Information related to this single audit, including the auditors' reports on the internal control structure and compliance with applicable laws and regulations, and findings and recommendations, if any, are included in the single audit section of this report.

## Reporting Entity and Its Services

The Oaklyn Public School District is an independent reporting entity within the criteria adopted by the GASB as established by Statement No. 14. All funds and account groups of the District are included in this report. The Oaklyn Board of Education and its one school constitute the District's reporting entity.

The District continues to maintain a high quality of education. The District provides a full range of programs and services appropriate to grade levels Pre-K through 5. These include regular education, programs for the very able students (gifted and talented), as well as special education for handicapped youngsters. The following details the changes in the student enrollment of the District over the last five years.

<u>Fiscal Year</u>	<u>Student Enrollment</u>
2021-22	263
2020-21	274
2019-20	285
2018-19	247
2017-18	358

For fiscal year 2021-22, the district administrative structure included a shared Superintendent, a shared Assistant Superintendent for Business and Operations, a shared Assistant Superintendent for Curriculum and Instruction, and a Principal. The nine-member Board of Education is an elected body consisting of nine members from Oaklyn. The Board of Education meets on the third Tuesday of each month for its regular Board meetings (with some exceptions). During its Board meetings, the Board determines district goals and priorities and conducts business of the Board of Education. Board meetings are open to the public and begin at 6:30 pm.

The District is committed to helping every student reach his or her individual potential, capabilities and goals, and in doing so, provides a stimulating physical and social environment which is designed to activate the appetite for learning and motivate the students to excel to their fullest potential. It is the District philosophy that education must be flexible and oriented toward the future and that we must attempt to insure the fulfillment of the student's educational aspirations and their correlated growth characteristics. Our educational process shall continually be improved, expanded, and evaluated to meet the demands of the times. We must provide a physical and social environment which discovers, develops, and nurtures human talents, self-confidence, and critical thinking.

As society moves into the twenty-first century, we must challenge students to become critical, independent thinkers. Additionally, an emphasis has been placed on technology throughout the District through integration and immersion. The District is undertaking a comprehensive Strategic Planning Process the culmination of which will be a four-year plan that will support the needs of our students.

## Economic Condition and Outlook

Oaklyn is a fully developed community whose population, ethnicity and economic status have remained relatively stable over the past ten years.

Oaklyn offers a vibrant full day Preschool program that has proven to be very successful.



## **Goals and Reflections:**

1. Strategic planning.
2. Trauma informed practices.

## **Internal Accounting Controls**

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

As a recipient of Federal and State financial assistance, the District also is responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws and regulations related to those programs. The internal controls are also subject to periodic evaluation by the District management.

As part of the district's single audit described earlier, tests are made to determine the adequacy of the internal controls, 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 District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

## **Accounting System and Reports**

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

## **Management's Discussion and Analysis**

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

## **Cash Management**

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

## **Risk Management**

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

## **Independent Audit**

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Inverso & Stewart, CPAs, was selected by the Board's finance committee. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Title 2 U.S. Code of Federal Regulations, cost principles, and audit requirements for federal awards (uniform guidance) and State of New Jersey Circular OMB 15-08. The auditor's report on the general-purpose financial statements and the combining and individual fund statements and schedules are 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.

## **Acknowledgements**

We would like to express our appreciation to the members of the Oaklyn 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 the Oaklyn staff and the Collingswood Board Office Business Staff.

Respectfully submitted,



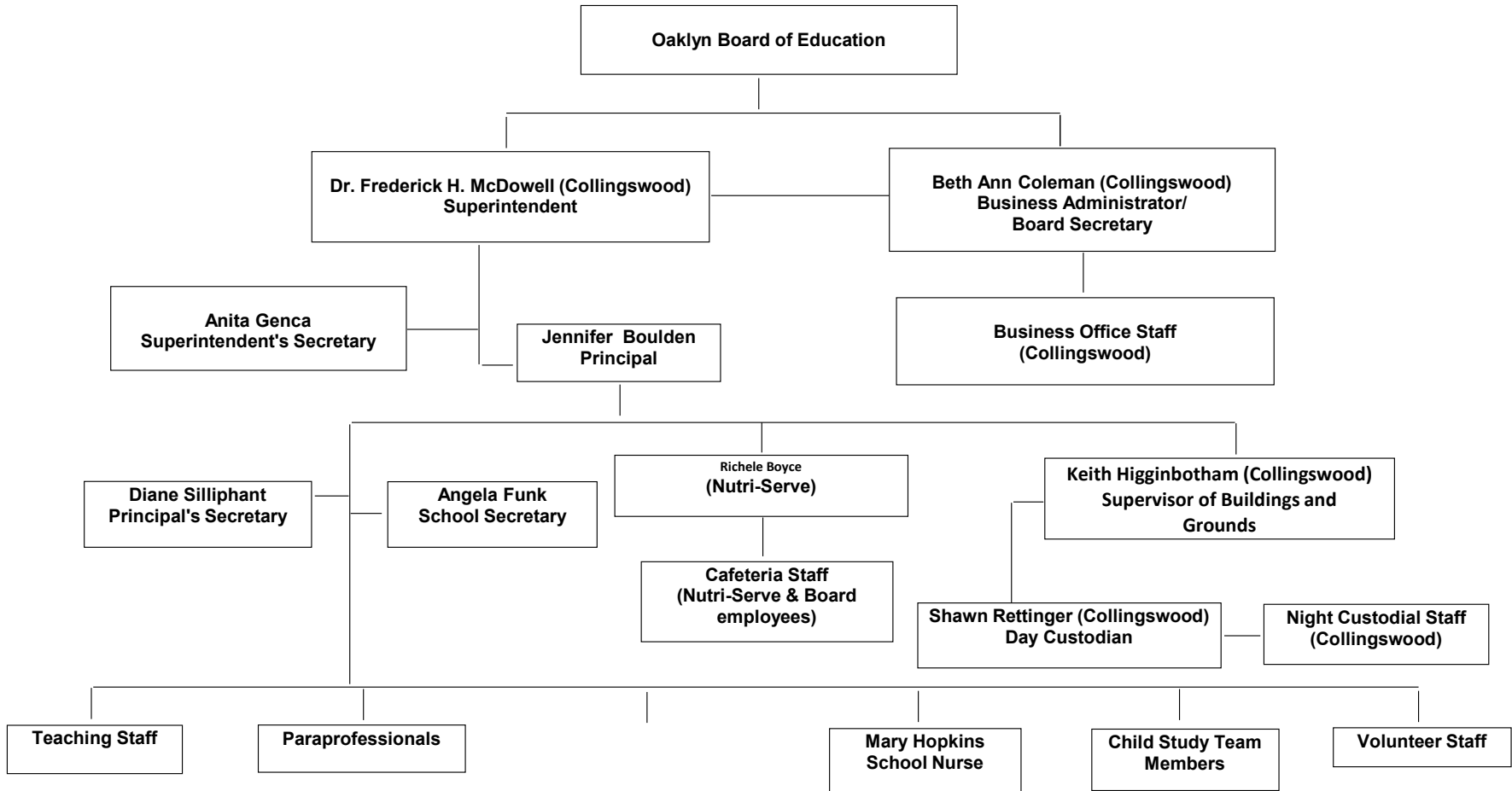
Dr. Fredrick McDowell  
Superintendent



Beth Ann Coleman  
Business Administrator/Board Secretary

# OAKLYN PUBLIC SCHOOL DISTRICT

## Organizational Chart



# OAKLYN SCHOOL DISTRICT

## Roster of Officials June 30, 2022

### Members of the Board of Education:

### Term Expires

William Stauts, President	12/31/2022
Todd Schaefer, Vice President	12/31/2022
Denise Buczko	12/31/2024
Amy Ezekiel	12/31/2024
Colleen Faupel	12/31/2023
Therese Marmion	12/31/2024
James McMillan	12/31/2023
Christine Reily	12/31/2022
Richard Taibi	12/31/2023

### Other Officials:

Dr. Fredrick H. McDowell Jr., Superintendent  
Beth Ann Coleman, Assistant Superintendent for Business & Operations  
Jennifer Boulden, Principal  
Robert A. Muccilli, Esq., Solicitor

**OAKLYN SCHOOL DISTRICT  
Consultants and Advisors**

**Audit Firm**

Inverso & Stewart, LLC  
651 Route 73 North, Suite 402  
Marlton, NJ 08053

**Attorney**

Capehart & Scatchard, P.A.  
Robert A. Muccilli, Esq.  
8000 Midlantic Drive  
Mount Laurel, NJ 08054

**Architect**

Garrison Architects  
713 Creek Road  
Bellmawr, NJ 08031

**Official Depository**

1st Colonial National Bank  
1150 Haddon Avenue  
Collingswood, NJ 08108

**Financial Section**

**INVERSO & STEWART, LLC**  
Certified Public Accountants

651 Route 73 North, Suite 402  
Marlton, New Jersey 08053  
(856) 983-2244  
Fax (856) 983-6674  
E-Mail: rinverso@inversocpa.com

-Member of-  
American Institute of CPAs  
New Jersey Society of CPAs

**INDEPENDENT AUDITOR'S REPORT**

The Honorable President and Members  
of the Board of Education  
Oaklyn School District  
County of Camden  
Oaklyn, New Jersey

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

***Opinions***

I 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 Oaklyn School District (the "District"), in the County of Camden, 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 District's basic financial statements as listed in the table of contents.

In my 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 District, 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***

I conducted my audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of the District, and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

***Emphasis of Matter***

*Adoption of New Accounting Principle*

As discussed in Note 21 to the financial statements, during the fiscal year ended June 30, 2022, the District adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 87, Leases. My opinions are not modified with respect to this matter.

***Responsibilities of Management for the Financial Statements***

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

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

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

My 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 my opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* 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 for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

I am 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 I 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. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.



***Supplementary Information***

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District’s basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, and statistical section 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 federal awards and state financial assistance, as required by Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost principles, and Audit Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*, and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are also presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

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

In accordance with *Government Auditing Standards*, I have also issued my report dated January 30, 2023, on my consideration of the District’s internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District’s internal control over financial reporting and compliance.

Respectfully submitted,

***INVERSO & STEWART, LLC***  
Certified Public Accountants



Robert P. Inverso  
Certified Public Accountant  
Public School Accountant No. CS001095

Marlton, New Jersey  
January 30, 2023

Required Supplementary Information - Part I  
Management's Discussion and Analysis

**Oaklyn School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2022**

As management of the Board of Education of the Borough of Oaklyn, New Jersey (School District), we offer readers of the School District's financial statements this narrative overview and analysis of the School District for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

**Financial Highlights**

- The assets of the School District exceeded its liabilities at the close of the most recent fiscal year by \$3,609,008.
- Governmental activities have an unrestricted deficit balance of \$128,089. The accounting treatments in the governmental funds for compensated absences payable, the June state aid payments, state statutes that prohibit school districts from maintaining more than 4% of its adopted budget as unrestricted fund balance and the adoption of GASB 68 are primarily responsible for this deficit balance.
- The total net position of the School District increased by \$548,058, or a 17.90% increase from the prior fiscal year-end balance. This increase is due operations in the general fund, increased investment in our school building and increase in our capital reserve account.
- Fund balance of the School District's governmental funds increased by \$230,600 resulting in an ending fund balance of \$1,699,888. The increase is a direct result of the operations in the general fund.
- Business-type activities have an unrestricted balance of \$118,116, which may be used to meet the School District's ongoing obligations of the food service operations.
- The School District's long-term obligations decreased by \$216,160 which is the result of bond payment, decrease in compensated absences and a decrease in net pension liability.

**Overview of the Basic Financial Statements**

This discussion and analysis are intended to serve as an introduction to the School District's basic financial statements. Comparison to the prior year's activity is provided in this document. The basic financial statements are comprised of three components: 1) District-wide financial statements, 2) Fund financial statements, and 3) Notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

## District-wide Financial Statements

The *district-wide financial statements* are designed to provide the reader with a broad overview of the financial activities in a manner similar to a private-sector business. The district-wide financial statements include the statement of net position and the statement of activities.

The *statement of net position* presents information about all of the School District's assets and liabilities. The difference between the assets and liabilities is reported as net position. Over time, changes in net position may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.

The *statement of activities* presents information showing how the net position of the School District changed during the current fiscal year. Changes in net position are recorded in the statement of activities when the underlying event occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement even though the resulting cash flows may be recorded in a future period.

Both of the district-wide financial statements distinguish functions of the School District that are supported from taxes and intergovernmental revenues (*governmental activities*) and other functions that are intended to recover all or most of their costs from user fees and charges (*business-type activities*). Governmental activities consolidate governmental funds including the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund. Business-type activities reflect the Food Service Fund Program.

## Fund Financial Statements

*Fund financial statements* are designed to demonstrate compliance with finance-related requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives. All of the funds of the School District are divided into three categories: *governmental funds*, *proprietary funds* and *fiduciary funds*.

*Governmental funds* account for essentially the same information reported in the governmental activities of the district-wide financial statements. However, unlike the district-wide financial statements, the governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the financing requirements in the near term.

Since the governmental funds and the governmental activities report information using the same functions, it is useful to compare the information presented. Because the focus of each report differs, a reconciliation is provided on the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The School District maintains four individual governmental funds. The major funds are the General Fund, the Special Revenue Fund, the Capital Projects Fund, and the Debt Service Fund. They are presented separately in the fund financial statements.

The School District adopts an annual appropriated budget for the General Fund, Special Revenue Fund and the Debt Service Fund. A budgetary comparison statement has been provided for each of these funds to demonstrate compliance with budgetary requirements.

*Proprietary funds* are used to present the same functions as the business-type activities presented in the district-wide financial statements. The School District maintains one type of proprietary fund - the Enterprise Fund. The fund financial statements of the enterprise fund provides the same information as the district-wide financial statements, only in more detail.

The School District's one enterprise fund (Food Service Fund) is listed individually and is considered to be a major fund.

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

### **Notes to the Basic Financial Statements**

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

### **Other Information**

In addition to the basic financial statements and accompanying notes, this report also contains other supplementary information and schedules required by the New Jersey Audit Program, issued by the New Jersey Department of Education.

### **District-wide Financial Analysis**

The assets of the School District are classified as current assets and capital assets. Cash, investments, receivables, inventories and prepaid expenses are current assets. These assets are available to provide resources for the near-term operations of the School District. The majority of the current assets are the results of the tax levy and state aid collection process.

Capital assets are used in the operations of the School District. These assets are land, buildings, improvements, equipment and vehicles. Capital assets are discussed in greater detail in the section titled, Capital Assets and Debt Administration, elsewhere in this analysis.

Current and long-term liabilities are classified based on anticipated liquidation either in the near-term or in the future. Current liabilities include accounts payable, accrued salaries and benefits, unearned revenues, and current debt obligations. The liquidation of current liabilities is anticipated to be either from currently available resources, current assets or new resources that become available during fiscal year. Long-term liabilities such as long-term debt obligations and compensated absences payable will be liquidated from resources that will become available after fiscal year.

The assets of the primary government activities exceeded liabilities by \$3,276,789 with an unrestricted deficit balance of \$128,089. The net position of the primary government does not include internal balances. As mentioned earlier, deficit unrestricted balance is primarily due to the accounting treatment for compensated absences payable the delayed June state aid payments, state statutes that prohibit school districts from maintaining more than 4% of its adopted budget as unrestricted fund balance and the adoption of GASB 68.

A net investment of \$1,916,679 in land, improvements, buildings and equipment which provide the services to the Oaklyn School District's public school students, represents 58.50% of the School District's net position. The change is due to the adoption of GASB 68 and bond proceeds. The balance of \$1,488,199 has been restricted as follows:

Restricted for Subsequent Year's Budget	\$	746,936
Maintenance Reserve		303,192
Unemployment Compensation		30,827
Capital Reserve		397,015
Debt Service		2,035
Student Activities		8,175
Scholarships		19
		<u>19</u>
<b>Total</b>	<b>\$</b>	<b><u>1,488,199</u></b>

**Comparative Summary of Net Position  
As of June 30, 2022 and 2021**

	Governmental Activities		Business Type Activities		District Wide	
	2022	2021	2022	2022	2022	2021
<b>Assets</b>						
Current Assets	\$ 1,972,022	\$ 1,583,713	\$ 133,189	\$ 201,149	\$ 2,105,211	\$ 1,784,862
Capital Assets	5,117,976	5,043,416	214,103	162,626	5,332,079	5,206,042
<b>Total Assets</b>	<u>7,089,998</u>	<u>6,627,129</u>	<u>347,292</u>	<u>363,775</u>	<u>7,437,290</u>	<u>6,990,904</u>
Deferred Outflow	45,052	67,420	-	-	45,052	67,420
<b>Liabilities</b>						
Current Liabilities	418,619	283,599	15,073	136,321	433,692	419,920
Noncurrent Liabilities	3,297,202	3,483,649	-	-	3,297,202	3,483,649
<b>Total Liabilities</b>	<u>3,715,821</u>	<u>3,767,248</u>	<u>15,073</u>	<u>136,321</u>	<u>3,730,894</u>	<u>3,903,569</u>
Deferred Inflows	142,440	93,805	-	-	142,440	93,805
<b>Net Position</b>	<u>3,276,789</u>	<u>2,833,496</u>	<u>332,219</u>	<u>227,454</u>	<u>3,609,008</u>	<u>3,060,950</u>
<b>Net position consists of</b>						
Invested in Capital Assets	1,916,679	1,743,416	214,103	162,626	2,130,782	1,906,042
Restricted Assets	1,488,199	1,188,292	-	-	1,488,199	1,188,292
Unrestricted Assets	(128,089)	(98,212)	118,116	64,828	(9,973)	(33,384)
<b>Net Position</b>	<u>\$ 3,276,789</u>	<u>\$ 2,833,496</u>	<u>\$ 332,219</u>	<u>\$ 227,454</u>	<u>\$ 3,609,008</u>	<u>\$ 3,060,950</u>

**Comparative Schedule of Changes in Net Position  
As of and for the Fiscal Year Ended June 30, 2022 and 2021**

	Governmental Activities		Business-Type Activities		District-Wide	
	2022	2021	2022	2021	2022	2021
<b>Revenues:</b>						
Charges for services	\$ -	\$ 39,634	\$ 1,069	\$ 78,783	\$ 1,069	\$ 118,417
Operating grants and contributions	2,615,522	4,234,246	302,779	299,912	2,918,301	4,534,158
Property taxes	5,603,738	5,529,893			5,603,738	5,529,893
State aid - unrestricted	2,999,417	2,741,621			2,999,417	2,741,621
Other revenues	83,592	89,435	95	182	83,687	89,617
<b>Total Revenues</b>	<b>11,302,269</b>	<b>12,634,829</b>	<b>303,943</b>	<b>378,877</b>	<b>11,606,212</b>	<b>13,013,706</b>
<b>Expenses:</b>						
<b>Governmental Activities:</b>						
Instruction	2,806,456	2,540,473			2,806,456	2,540,473
Tuition	3,436,177	3,663,587			3,436,177	3,663,587
Related services	1,543,193	1,231,832			1,543,193	1,231,832
Administrative services	429,843	395,527			429,843	395,527
Operations and Maintenance	388,444	557,620			388,444	557,620
Transportation	240,829	75,418			240,829	75,418
Employee benefits	1,893,981	2,352,312			1,893,981	2,352,312
Other and charter	120,053	170,124			120,053	170,124
Loss (Gain) on disposal of capital assets				19,863	-	19,863
<b>Business-Type Activities:</b>						
Food Service			231,507	235,569	231,507	235,569
<b>Total Expenses</b>	<b>10,858,976</b>	<b>10,986,893</b>	<b>231,507</b>	<b>255,432</b>	<b>11,090,483</b>	<b>11,242,325</b>
Increase (Decrease) in Net Position before transfers	443,293	1,647,936	72,436	123,445	515,729	1,771,381
Transfers		-	32,329		32,329	
<b>Change in Net Position</b>	<b>443,293</b>	<b>1,647,936</b>	<b>104,765</b>	<b>123,445</b>	<b>548,058</b>	<b>1,771,381</b>
Net Position, July 1	2,833,496	1,149,201	227,454	104,009	3,060,950	1,253,210
Prior Period Adjustment		36,359			-	36,359
Net Position, July 1 Restated	2,833,496	1,185,560	227,454	104,009	3,060,950	1,289,569
<b>Net Position, June 30</b>	<b>\$ 3,276,789</b>	<b>\$ 2,833,496</b>	<b>\$ 332,219</b>	<b>\$ 227,454</b>	<b>\$ 3,609,008</b>	<b>\$ 3,060,950</b>

**Governmental Activities**

Governmental activities increased the net position of the School District by \$443,293 during the current fiscal year. Key elements of the decrease in net position for governmental activities are as follows:

- Results of operations in the general fund
- Prior period adjustment

**Business-type Activities**

Business-type activities increased the School District's net position by \$104,765. Key elements of the increase in net position for Business Type activities are as follows:

- Results of operation of the food service program.

## **Financial Analysis of the Governmental Funds**

As noted earlier, the School District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

*Governmental Funds* - The focus of the School District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the School District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$1,699,888, an increase of \$230,600 in comparison with the prior year. This increase is result of operations in the General Fund.

The unassigned fund balance for the School District at the end of the fiscal year is \$121,065. The remainder of the fund balance is designated to indicate that it is not available for new spending because it has already been committed: 1) \$8,225 reserved for encumbrances, 2) \$746,936 appropriated as a revenue source in the subsequent year's budget, 3) \$303,192 Maintenance reserve 4) \$138,440 reserved for future budget appropriation in accordance with State statue 5) \$345,819 capital reserve, 6) reserve for capital projects \$51,196, 7) \$2,035 reserved for debt service, 8) reserve for unemployment compensation \$30,827, 9) reserve for student activities \$8,175, 10) reserve for scholarships \$19, and 11) a deficit fund balance of \$56,041 in the Special Revenue Fund.

The general fund is the chief operating fund of the School District. As discussed earlier, the balance in the undesignated fund balance is due, primarily, to the accounting treatment of the June state aid payments as discussed in the notes to the basic financial statements, and state statutes that prohibit New Jersey school districts from maintaining more than 4% of its adopted budget as undesignated fund balance.

Revenue is generally recognized at the time that the outlays are identified; therefore no fund balances are normally generated in the special revenue fund.

### **General Fund Budgetary Highlights**

At the end of the current fiscal year, undesignated fund balance (budgetary basis) of the general fund was \$403,397 while total fund balance (budgetary basis) was \$1,976,836. As a measure of the general fund's liquidity, it may be useful to compare both undesignated fund balance (budgetary basis) and total fund balance (budgetary basis) to total general fund expenditures. Actual (budgetary basis) expenditures of the General Fund including other financing uses amounted to \$9,159,693. Undesignated fund balance (budgetary basis) represents 4.40% of expenditures while total fund balance (budgetary basis) represents 21.58% of that same amount.



## Capital Asset and Debt Administration

The School District's investment in capital assets for its governmental and business-type activities as of June 30, 2022 totaled \$5,296,208 (net of accumulated depreciation). This investment in capital assets includes land, improvements, buildings, and equipment. The net increase in the District's investment in capital assets for the current fiscal year was \$90,166 or a 1.73% increase.

Major capital assets events during the current fiscal year included the following:

- Depreciation expense for the current fiscal year was \$276,603
- Capital additions for the current fiscal year was \$366,769

### Capital Asset/Leases (net of accumulated depreciation/amortization) June 30, 2022 and 2021

	Governmental Activities		Business-Type Activities		District-Wide	
	2022	2021	2022	2021	2022	2021
Land	\$ 272,182	\$ 272,182			\$ 272,182	\$ 272,182
Const. in Progress					-	-
Site Improvements	50,523	49,165			50,523	49,165
Building and Building Improvements	4,601,957	4,544,532			4,601,957	4,544,532
Equipment	157,443	177,537	214,103	162,626	371,546	340,163
Leases	35,871	46,012			35,871	46,012
<b>Net Assets</b>	<b>\$ 5,117,976</b>	<b>\$ 5,089,428</b>	<b>\$ -</b>	<b>\$ 162,626</b>	<b>\$ 5,332,079</b>	<b>\$ 5,252,054</b>

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.

**Long-term debt** – During the fiscal year ended June 30, 2022, the School District had \$3,165,000 in serial bonds payable, \$83,908 in compensated absences payable and \$163,296 in net pension liability.

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.

### Economic Factors and Next Year's Budgets and Rates

The following factors were considered and incorporated into the preparation of the School District's budget for the 2022-2023 fiscal year.

- For the 2022-23 fiscal year the School District will be receiving a net increase in state aid of \$150,646. The local tax levy in the General Fund increased \$134,385 over the previous year, resulting in a 2.46 percent increase. The 2022-23 General Fund Budget is \$311,500 more than the previous year or a 3.55% increase. The tax rate for 2022 increased to \$2.274 from \$2.217 in 2021.

## **Requests for Information**

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Collingswood School District Business Administrator, 200 Lees Avenue, Collingswood, New Jersey, 08108, Telephone Number (856) 962-5720.

Basic Financial Statements

District-Wide Financial Statements

**OAKLYN SCHOOL DISTRICT**  
**Statement of Net Position**  
**June 30, 2022**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>ASSETS:</b>			
Cash and cash equivalents	\$ 756,642	\$ 101,809	\$ 858,451
Receivables, net	526,248	21,893	548,141
Lease Receivable	40,121		40,121
Inventory		9,487	9,487
Restricted assets:			
Cash and cash equivalents	649,011		649,011
Capital assets, net	5,082,105	214,103	5,296,208
Right-to-use lease assets, net	35,871		35,871
Total Assets	<u>7,089,998</u>	<u>347,292</u>	<u>7,437,290</u>
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>			
Deferred outflows of resources from pensions	<u>45,052</u>	<u>-</u>	<u>45,052</u>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<u>7,135,050</u>	<u>347,292</u>	<u>7,482,342</u>
<b>LIABILITIES:</b>			
Accounts payable:			
Other	217,025	14,359	231,384
Related to pensions	17,838		17,838
Internal Balances			
Accrued Liabilities:			
Interest payable	17,469		17,469
Unearned revenue	14,988	714	15,702
Noncurrent liabilities:			
Due within one year	151,299		151,299
Due beyond one year	<u>3,297,202</u>		<u>3,297,202</u>
Total Liabilities	<u>3,715,821</u>	<u>15,073</u>	<u>3,730,894</u>
<b>DEFERRED INFLOWS OF RESOURCES:</b>			
Deferred inflows of resources from leases	40,121		40,121
Deferred inflows of resources from pensions	<u>102,319</u>	<u>-</u>	<u>102,319</u>
<b>TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</b>	<u>3,858,261</u>	<u>15,073</u>	<u>3,873,334</u>
<b>NET POSITION:</b>			
Net investment in capital assets	1,916,679	214,103	2,130,782
Restricted for:			
Capital projects	397,015		397,015
Maintenance	303,192		303,192
Excess Surplus	746,936		746,936
Unemployment Compensation	30,827		30,827
Debt Service	2,035		2,035
Student Activities	8,175		8,175
Scholarships	19		19
Unrestricted (Deficit)	<u>(128,089)</u>	<u>118,116</u>	<u>(9,973)</u>
Total Net Position	<u>\$ 3,276,789</u>	<u>\$ 332,219</u>	<u>\$ 3,609,008</u>

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

**OAKLYN SCHOOL DISTRICT**  
**Statement of Activities**  
**For the Fiscal Year Ended June 30, 2022**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
Instruction:							
Regular	\$ 2,157,530	\$ -	\$ 788,355	\$ -	\$ (1,369,175)	\$ -	\$ (1,369,175)
Special Education	426,683		97,211		(329,472)		(329,472)
Other instruction	222,243				(222,243)		(222,243)
Support Services:							
Tuition	3,436,177				(3,436,177)		(3,436,177)
Student & instruction related services	1,543,193		468,649		(1,074,544)		(1,074,544)
General administrative services	150,538				(150,538)		(150,538)
School administrative services	165,070				(165,070)		(165,070)
Central administrative services	114,235				(114,235)		(114,235)
Plant operations and maintenance	388,444				(388,444)		(388,444)
Pupil transportation	240,829				(240,829)		(240,829)
Unallocated employee benefits	1,893,981		1,261,307		(632,674)		(632,674)
Transfer of funds to Charter Schools	30,214				(30,214)		(30,214)
Interest on long-term debt	84,638				(84,638)		(84,638)
Unallocated depreciation and amortization	5,201				(5,201)		(5,201)
Total Governmental Activities	<u>10,858,976</u>	<u>-</u>	<u>2,615,522</u>	<u>-</u>	<u>(8,243,454)</u>	<u>-</u>	<u>(8,243,454)</u>
Business-Type Activities:							
Food service	231,507	1,069	302,779	-	-	72,341	72,341
Total Business-Type Activities	<u>231,507</u>	<u>1,069</u>	<u>302,779</u>	<u>-</u>	<u>-</u>	<u>72,341</u>	<u>72,341</u>
Total Primary Government	<u>\$ 11,090,483</u>	<u>\$ 1,069</u>	<u>\$ 2,918,301</u>	<u>\$ -</u>	<u>(8,243,454)</u>	<u>72,341</u>	<u>(8,171,113)</u>
General Revenues:							
Taxes:							
Property taxes, levied for general purposes					5,469,240		5,469,240
Taxes levied for debt service					134,498		134,498
Federal and State aid unrestricted					2,999,417		2,999,417
Investment and Interest earnings - restricted					619		619
Miscellaneous					82,973	95	83,068
Special Items:							
Contributed capital						32,329	32,329
Total general revenues, special items, extraordinary items and transfers					<u>8,686,747</u>	<u>32,424</u>	<u>8,719,171</u>
Change in Net Position					443,293	104,765	548,058
Net Position - July 1,					<u>2,833,496</u>	<u>227,454</u>	<u>3,060,950</u>
Net Position - June 30					<u>\$ 3,276,789</u>	<u>\$ 332,219</u>	<u>\$ 3,609,008</u>

Fund Financial Statements

OAKLYN SCHOOL DISTRICT  
 Balance Sheet  
 Governmental Funds  
 June 30, 2022

ASSETS	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Assets:					
Cash and Cash Equivalents	\$ 1,328,051	\$ 8,194	\$ 51,249	\$ 1,982	\$ 1,389,476
Interfund Accounts Receivable					
General Fund					
Special Revenue Fund	368,457				368,457
Capital Projects Fund				53	53
Enterprise Fund					
Internal Service Fund	16,177				16,177
Intergovernmental Accounts Receivables:					
State	83,149				83,149
Federal		427,267			427,267
Other	5,004				5,004
Other Accounts Receivable	10,828				10,828
<b>Total Assets</b>	<b>\$ 1,811,666</b>	<b>\$ 435,461</b>	<b>\$ 51,249</b>	<b>\$ 2,035</b>	<b>\$ 2,300,411</b>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Interfund Accounts Payable					
General Fund		368,457			368,457
Capital Projects Fund			53		53
Accounts Payable:					
Payroll Deductions and Withholdings Payable	17,119				17,119
Unemployment Claims Payable	5,412				5,412
Other	90,631	103,863			194,494
Unearned Revenue	4,000	10,988			14,988
<b>Total Liabilities</b>	<b>117,162</b>	<b>483,308</b>	<b>53</b>		<b>600,523</b>
Fund Balances:					
Restricted:					
Capital Reserve	345,819				345,819
Maintenance Reserve	303,192				303,192
Excess Surplus	746,936				746,936
Capital Projects			51,196		51,196
Debt Service				2,035	2,035
Unemployment Compensation	30,827				30,827
Student Activities		8,175			8,175
Scholarships		19			19
Assigned to:					
Other Purposes	8,225				8,225
Designated for Subsequent Year's Expenditures	138,440				138,440
Unassigned	121,065	(56,041)			65,024
<b>Total Fund Balances</b>	<b>1,694,504</b>	<b>(47,847)</b>	<b>51,196</b>	<b>2,035</b>	<b>1,699,888</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 1,811,666</b>	<b>\$ 435,461</b>	<b>\$ 51,249</b>	<b>\$ 2,035</b>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$8,297,677 and the accumulated depreciation is \$3,215,572. 5,082,105

Leased assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$46,012 and the accumulated amortization is \$10,141. 35,871

Accounts payable related to the April 1, 2023 required PERS contribution that is not to be liquidated with current financial resources (17,838)

Accrued interest is not due and payable in the current period and therefore is not reported as a liability in the funds. (17,469)

The District's proportionate share of net pension assets and liabilities as well as pension-related deferred outflows and deferred inflows of resources are recognized in the government-wide statements and include:

Deferred Outflows of resources from Pensions	\$ 45,052	
Net Pension Liability	(163,296)	
Deferred Inflows of resources from Pensions	(102,319)	(220,563)

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

Serial Bonds	(3,165,000)	
Leases Payable	(36,297)	
Compensated Absences	(83,908)	(3,285,205)

Net position of governmental activities \$ 3,276,789



**OAKLYN SCHOOL DISTRICT**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the Fiscal Year Ended June 30, 2022**

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>REVENUES:</b>					
Local property tax levy	\$ 5,469,240	\$ -	\$ -	\$ 134,498	\$ 5,603,738
Tuition charges	10,365				10,365
Rents and royalties	42,521				42,521
Maintenance reserve interest	274				274
Capital reserve interest	345				345
Other restricted miscellaneous revenues					-
Unrestricted miscellaneous revenues	30,034		53		30,087
Federal sources	16,004	875,783			891,787
State sources	3,963,736	577,842		74,868	4,616,446
Local sources		1,849			1,849
<b>Total Revenues</b>	<b>9,532,519</b>	<b>1,455,474</b>	<b>53</b>	<b>209,366</b>	<b>11,197,412</b>
<b>EXPENDITURES:</b>					
Current expense:					
Regular instruction	1,213,137	788,355			2,001,492
Special education instruction	329,472	97,211			426,683
Other instruction	222,243				222,243
Support services and undistributed costs:					
Tuition	3,436,177				3,436,177
Student & instruction related services	957,557	585,636			1,543,193
General administrative services	129,230				129,230
School administrative services	165,070				165,070
Central services	113,931				113,931
Plant operations and maintenance	501,358				501,358
Pupil transportation	240,829				240,829
Employee benefits	1,714,149	101,259			1,815,408
Capital Outlay	106,326	14,458			120,784
Transfer of Funds to Charter School	30,214				30,214
Debt service:					
Principal				135,000	135,000
Interest and other charges				85,200	85,200
<b>Total Expenditures</b>	<b>9,159,693</b>	<b>1,586,919</b>	<b>-</b>	<b>220,200</b>	<b>10,966,812</b>
Excess (Deficiency) of Revenues over (under) Expenditures	372,826	(131,445)	53	(10,834)	230,600
Other Financing Sources (Uses):					
Transfers in		85,195		53	85,248
Transfers out	(85,195)		(53)		(85,248)
<b>Total other financing sources (uses)</b>	<b>(85,195)</b>	<b>85,195</b>	<b>(53)</b>	<b>53</b>	<b>-</b>
Net Change in Fund Balances	287,631	(46,250)	-	(10,781)	230,600
Fund Balances - July 1	1,406,873	(1,597)	51,196	12,816	1,469,288
<b>Fund Balances - June 30</b>	<b>\$ 1,694,504</b>	<b>\$ (47,847)</b>	<b>\$ 51,196</b>	<b>\$ 2,035</b>	<b>\$ 1,699,888</b>

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

**OAKLYN SCHOOL DISTRICT**  
**Reconciliation of the Statement of Revenues, Expenditures**  
**and Changes in Fund Balances of Governmental Funds**  
**to the Statement of Activities**  
**For the Fiscal Year Ended June 30, 2022**

Total Net Change in Fund Balances - Governmental Funds (from B-2) \$ 230,600

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

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

Depreciation expense	\$ (260,012)	
Capital outlays capitalized in accordance with District's policies	<u>298,701</u>	38,689

Capital outlays related to leases are reported in the governmental funds as expenditures. However, on the statement of activities, the cost of those assets is allocated over their estimated useful lives as amortization expense. This is the amount by which capital outlays exceeded amortization in the current fiscal year.

Amortization expense	(10,141)	
Fixed Asset Additions	<u>                    </u>	(10,141)

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

135,000

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

9,715

Interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. This amount is the net effect of the difference in the treatment of interest on long-term debt.

562

Net differences between pension system contributions recognized in the fund statement of revenues, expenditures and changes in fund balances and the statement of activities.

26,284

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

12,584

Change in Net Position of Governmental Activities

\$ 443,293

**OAKLYN SCHOOL DISTRICT**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2022**

	<b>Business-Type Activities Enterprise Funds</b>	<b>Governmental Activities Internal Service Funds</b>
	<b>Food Service Fund</b>	<b>Shared Services</b>
<b>ASSETS:</b>		
Current Assets:		
Cash and cash equivalents	\$ 101,809	\$ 16,177
Intergovernmental receivables:		
State	339	
Federal	21,554	
Inventories	9,487	
Total current assets	133,189	16,177
Noncurrent assets:		
Equipment	340,451	
Less - accumulated depreciation	(126,348)	
Total noncurrent assets	214,103	-
Total Assets	347,292	16,177
<b>LIABILITIES:</b>		
Current liabilities:		
Accounts payable	14,359	
Interfund payable	-	16,177
Unearned revenue	714	
Total current liabilities	15,073	16,177
<b>NET POSITION:</b>		
Net investment in capital assets	214,103	-
Unrestricted	118,116	-
Total Net Position	\$ 332,219	\$ -

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

**OAKLYN SCHOOL DISTRICT**  
**Statement of Revenues, Expenses and Changes in Fund Net Position**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2022**

	<b>Business-Type Activities Enterprise Funds Food Service Fund</b>	<b>Governmental Activities Internal Service Funds Shared Services</b>
<b>Operating Revenues:</b>		
Charges for Services:		
Daily sales:		
Reimbursable programs	\$ -	\$ -
Other governmental entities		-
Non-reimbursable programs	1,069	-
Miscellaneous		54,146
	1,069	54,146
Total Operating Revenue	1,069	54,146
<b>Operating Expenses:</b>		
Salaries	79,396	37,969
Employee benefits	12,569	16,177
Supplies and materials	12,206	
Management Fee	15,635	
Repairs and maintenance	9,083	
Other costs	6,928	
Depreciation	16,591	
Cost of sales - reimburseable programs	78,875	
Cost of sales - nonreimburseable programs	224	
	231,507	54,146
Total Operating Expenses	231,507	54,146
Operating Income (Loss)	(230,438)	-
<b>Non-Operating Revenues:</b>		
State sources:		
State school lunch program	4,537	
Federal sources:		
National school lunch program	193,186	
National school breakfast program	85,895	
EM schools	338	
P-EBT admin cost reimbursement	628	
Food distribution program	18,195	
Interest earned	95	
	302,874	-
Total Non-Operating Revenues	302,874	-
Change in Net Position Before Other Items	72,436	-
<b>Other items:</b>		
Contributed capital	32,329	
Change in Net Position	104,765	-
Net Position - July 1, 2021	227,454	-
Net Position - June 30, 2022	\$ 332,219	\$ -

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

**OAKLYN SCHOOL DISTRICT**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2022**

	<b>Business-Type Activities Enterprise Funds</b>	<b>Governmental Activities Internal Service Funds</b>
	<b>Food Service Fund</b>	<b>Shared Services</b>
<b>Cash Flows from Operating Activities:</b>		
Cash receipts from customers	\$ 21,083	\$ 54,146
Cash payments to employees for services	(75,587)	(52,774)
Cash payments to suppliers for goods and services	(248,423)	
Net cash provided by (used for) operating activities	(302,927)	1,372
<b>Cash Flows from Noncapital Financing Activities:</b>		
Cash received from state sources	5,854	
Cash received from federal sources	270,838	
Net cash provided by (used for) noncapital financing activities	276,692	-
<b>Cash Flows Used by Capital and Related Financing Activities:</b>		
Purchase of equipment	(28,425)	
<b>Cash Flow Provided by Investing Activities:</b>		
Interest on cash equivalents	95	
Net increase (decrease) in cash and cash equivalents	(54,565)	1,372
Cash and cash equivalents - July 1, 2021	156,374	14,805
Cash and cash equivalents - June 30, 2022	\$ 101,809	\$ 16,177
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities:</b>		
Operating income (loss)	\$ (230,438)	\$ -
Adjustments to reconcile operating income (loss) to cash provided by (used for) operating activities:		
Depreciation	16,591	
Commodities	18,195	
Change in assets and liabilities:		
(Increase) decrease in accounts receivables	20,530	
(Increase) decrease in inventories	756	
Increase (decrease) in accounts payables	(114,761)	1,372
Increase (decrease) in interfund payables	(13,355)	
Increase (decrease) in unearned revenue	(445)	
Net cash provided by (used for) operating activities	\$ (302,927)	\$ 1,372

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

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Reporting Entity** - The Oaklyn School District (“School District”) is a Type II district located in the County of Camden, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board of Education is comprised of nine members elected to three-year terms. These terms are staggered so that three member’s terms expire each year. The purpose of the School District is to provide educational services for resident students in grades PK through 5. Students in grades 6 through 12 attend the Collingswood High School District on a tuition basis. The Oaklyn School District has an approximate enrollment at June 30, 2022 of 263 students.

The primary criteria for including activities within the School District’s reporting entity, as set forth in Section 2100 of the Governmental Accounting Standards Board (GASB) *Codification of Governmental Accounting and Financial Reporting Standards* is the degree of oversight responsibility maintained by the School District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The combined financial statements include all funds of the School district over which the Board exercises operating control.

**Component Units** – GASB Statement No. 14, *The Financial Reporting Entity* and GASB Statement No. 39, *Determining Whether Certain Organizations are Component Unit*, provide 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 Statements No. 14 and No. 39. In addition, GASB Statement No. 61, provides additional guidance for organizations that do not meet the financial accountability criteria for inclusion as component units but that nevertheless should be included because the primary government’s management determines that it would be misleading to exclude them. GASB Statement No. 80, *Blending Requirements for Certain Component Units* - an Amendment of GASB Statement No. 14 amends the blending requirements for the financial statement presentation of component units of all state and local governments. The additional criteria requires the blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. 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.

**Basis of Presentation**

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

The School District's basic financial statements consists of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

**Government-wide Statements** - The statement of net position and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities. The statement of net position presents the financial condition of the governmental and business-type activities of the School District at fiscal year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities and for the business-type activities of the School District. Direct expenses are those that are specifically associated with a service, program or department and, therefore, clearly identifiable to a particular function. The policy of the School District is to not allocate indirect expenses to functions in the statement of activities. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the School District, with certain limited exceptions.

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Government-wide Statements (Continued)** - The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the School District.

**Fund Financial Statements** - During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a single column. The fiduciary fund is reported by type. The School District uses funds to maintain its financial records during the fiscal year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are three categories of funds: governmental, proprietary, and fiduciary.

**Governmental Funds** - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the School District's major governmental funds:

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

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

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey aid, district taxes and appropriated fund balance. Expenditures are those which 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.

**Special Revenue Fund** - The special revenue fund is used to account for and report the proceeds of specific revenues sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

**Capital Projects Fund** - The capital projects fund is used to account and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets, other than those financed by proprietary funds. The financial resources are derived from New Jersey Economic Development Authority grants, temporary notes or serial bonds which are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

**Debt Service Fund** - The debt service fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Proprietary Funds** - Proprietary funds are used to account for the School District’s ongoing activities, which are similar to those in the private sector.

**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 all costs (expenses, including depreciation) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges; or, where the School District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

The School District’s enterprise funds are:

**Food Service Fund** - This fund accounts for the financial transactions related to the food service operations of the School District.

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

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

Equipment	12 Years
Light Trucks and Vehicles	4 Years
Heavy Trucks and Vehicles	6 Years

**Measurement Focus**

**Government-wide Financial Statements** - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the School District are included on the statement of net position.

**Fund Financial Statements** – All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e. revenues and other financing sources) and uses (i.e. expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net position. The statement of changes in fund net position presents increases (i.e. revenues) and decreases (i.e. expenses) in net total position. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities. Fiduciary funds are reported using the economic resources measurement focus.



**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures.

**Revenues - Exchange and Non-exchange Transactions** - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. "Measurable" means the amount of the transaction can be determined and "available" means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, available means expected to be received within sixty days after fiscal year end.

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include Ad Valorem (property) taxes, grants, entitlements, and donations. Ad Valorem (Property) Taxes are susceptible to accrual, as under New Jersey State Statute, a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The School District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year since the revenue is both measurable and available. The School District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". With the exception of restricted formula aids recorded in the special revenue fund, revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the fiscal year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: tuition, grants, fees, and rentals.

**Expenses/Expenditures** - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the fiscal year is reported in the operating statement as an expense. Unused donated commodities are reported as unearned revenue. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

**Budgets/Budgetary Control** - Annual appropriated budgets are prepared in the spring of each fiscal year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for their approval. 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. 6:23A-16.2(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:23A-13.3.

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

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Budgets/Budgetary Control (Continued)** - The accounting records of the special revenue fund are maintained on the budgetary basis. The budgetary basis differs from GAAP in that the 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 and Exhibit C-2, 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 accounting as presented in the general fund budgetary comparison schedule 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 balances – governmental funds. Note that the School District does not report encumbrances outstanding at 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 one or more June 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. Encumbrances are a component of fund balance 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 governmental funds, other than the special revenue fund, which have not been previously restricted, committed, or assigned, should be included within committed or assigned fund balance, as appropriate.

Open encumbrances in the special revenue fund, however, for which the School District has received advances of grant awards, and all eligibility and time requirements satisfied are reflected on the balance sheet as unearned grant 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, for all funds, 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. Such is the definition of cash and cash equivalents used in the statement of cash flows for the proprietary funds. U.S. Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost. All other investments are stated at fair value.

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

N.J.S.A. 17:9-41et 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), a multiple financial institution collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, 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.

**Cash, Cash Equivalents and Investments (Continued)** - If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the governmental units.

**Tuition Receivable** - Tuition charges were established by the School District based on estimated costs. The charges are subject to adjustment when the final costs are determined.

**Tuition Payable** - Tuition charges for the fiscal years ended June 30, 2022 and 2021 were based on rates established by the receiving school district. These rates are subject to change when the actual costs have been determined.

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

The cost of inventories in governmental fund types is recorded as expenditures when purchased rather than when consumed and is not recorded since any amounts are considered immaterial to the basic financial statements.

Inventories recorded in the government-wide financial statements and in the proprietary fund types are recorded as expenditures when consumed rather than when purchased.

**Prepaid Expenses** - Prepaid expenses recorded on the government-wide financial statements and in the proprietary fund types represent payments made to vendors for services that will benefit periods beyond June 30, 2022.

In the governmental fund types, however, payments for prepaid items are fully recognized as an expenditure in the fiscal year of payment. No asset for the prepayment is created, and no expenditure allocation to future accounting periods is required (*non-allocation method*). This is consistent with the basic governmental concept that only expendable financial resources are reported by a specific fund.

**Deferred Outflows/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.

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

**Short-Term Interfund Receivables / Payables** - Short-term interfund receivables / payables represent amounts that are owed, other than charges for goods or services rendered to / from a particular fund in the School District and that are due within one year. 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.

**Capital Assets** - General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and the proprietary fund statement of net position.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the fiscal year. Donated fixed assets are recorded at their fair market value as of the date received. The School District maintains a capitalization threshold of \$2,000. The School District does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets.

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Capital Assets (Continued)** - Depreciation is computed using the straight-line method over the following useful lives:

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

**Lease Assets** - Intangible right-to-use lease assets are assets which the District leases for a term of more than one year. The value of leases are determined by the net present value of the leases at the District's incremental borrowing rate at the time of the lease agreement, amortized over the term of the agreement.

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

The entire compensated absence liability is reported on the government-wide financial statements.

For governmental funds, the current portion of unpaid compensated absences is the amount that is normally expected to be paid with expendable available financial resources. In proprietary funds, the entire amount of compensated absences is recorded as a fund liability.

**Unearned Revenue** - Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied and are 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 on 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, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full, from current financial resources are reported as obligations of the funds. However, 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. Bonds are recognized as a liability on the fund financial statements when due.

**Net Position** - Net position represents the difference between the 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 the acquisition, construction, or improvement of those assets.

**Restricted** - Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or law or regulations of other governments.

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Unrestricted** – Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

It is the School District’s policy to apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted assets are available.

**Fund Balance** – The School District reports fund balance in classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The School District’s classifications, and policies for determining such classifications, are as follows:

**Nonspendable** – The nonspendable fund balance 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. The “not in spendable form” criteria includes items that are not expected to be converted to cash, such as inventories and prepaid amounts. The School District had no nonspendable fund balance at June 30, 2022.

**Restricted** – This fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

**Committed** – This fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District’s highest level of decision making authority, which for the School District is the Board of Education. Once committed, 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 imposing the commitment.

**Assigned** – This fund balance classification includes amounts that are constrained by the School District’s *intent* to be used for specific purposes but are neither restricted nor committed. *Intent* is expressed by either the Board of Education or by the Business Administrator, to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes.

**Unassigned** – This fund balance classification is the residual classification for the General Fund. It represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, it is the School District’s policy to spend restricted fund balances first. Likewise, when an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used, it is the policy of the School District to spend fund balances, if appropriate, in the following order: committed, assigned, then unassigned.

**Operating and Non-Operating Revenues and Expenses** - Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are sales for the food service program. Non-operating revenues principally consist of interest income earned on various interest-bearing accounts and federal and state subsidy reimbursements for the food service program.

Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. There are no non-operating expenses.

**Interfunds** – Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed.

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Estimates** - The preparation of financial statements in conformity with accounting principles generally accepted in the United State of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

**Recently Issued Accounting Pronouncements** – In May 2020, the GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements*. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset-and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosure regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended. The requirements of this Statement are effective for reporting periods beginning after June 15, 2022. Management is currently evaluating the impact of the adoption of this Statement on the District’s financial statements.

In June 2022 the GASB issued Statement 100, *Accounting Changes and Error Corrections- An Amendment of GASB Statement No. 62* The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for reporting periods beginning after June 15, 2023.

In June 2022 the GASB issued Statement 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2023.

**2. CASH AND CASH EQUIVALENTS**

**Custodial Credit Risk Related to Deposits** – Custodial credit risk refers to the risk that, in the event of a bank failure, the School District’s deposits might not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Unit (GUDPA). Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the School district in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings of funds that pass to the School District relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized. Of the School District’s amount on deposit of \$1,702,680 as of June 30, 2022, \$250,000 was insured under FDIC and the remaining balance of \$1,452,680 was collateralized under GUDPA.

**3. CAPITAL RESERVE ACCOUNT**

A capital reserve account was established by the School District for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. 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 New Jersey Department of Education, 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 fiscal 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 to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**3. CAPITAL RESERVE ACCOUNT (Continued)**

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

Balance – July 1, 2021		\$	417,536
Increased by:			
Interest earned	\$		345
Original budget 2021/2022			-
Unspent budget appropriation			-
Board resolution			-
			345
			417,881
Decreased by:			
Budget withdrawal			72,062
			72,062
Balance – June 30, 2022			\$ 345,819

The June 30, 2022 capital reserve balance does not exceed the LRFPP balance of local support costs of uncompleted projects. The withdrawals from the capital reserve were utilized to fund facilities projects approved by the New Jersey Department of Education, consistent with the School District’s LRFPP.

**4. ACCOUNTS RECEIVABLE**

Accounts receivable at June 30, 2022 consisted of accounts (fees) and intergovernmental grants. All intergovernmental receivables are considered collectible in full due to the stable condition of State programs and the current fiscal year guarantee of federal funds.

Accounts receivable at June 30, 2022 for the School District’s individual major and fiduciary funds, in the aggregate, are as follows:

	General Fund	Special Revenue Fund	Proprietary Fund	Total
Intergovernmental				
State	\$ 83,149	\$ -	\$ 339	\$ 83,488
Federal	-	427,267	21,554	448,821
Other	5,004	-	-	5,004
Total	\$ 88,153	\$ 427,267	\$ 21,893	\$ 537,313

**Lease Receivable** - On September 1, 2019, the School District entered a 48-month lease as lessor for the use of building space. As of July 1, 2021, an initial lease receivable was recorded in the amount of \$80,242. As of June 30, 2022, the value of the lease receivable is \$40,121. The lessee is required to make monthly payments of \$4,012 during the months of September through June. This amount may adjust annually based on the square footage needs of the lessee and lessor. The lease has an interest rate of 0.00%. The value of the deferred inflow of resources as of June 30, 2022, is \$40,121, and the School District recognized lease revenue of \$40,121 during the fiscal year.

The future lease revenue and related interest payments are as follows:

Year ending June 30,	Principal	Interest	Total
2023	\$ 40,121	\$ -	\$ 40,121
Total	\$ 40,121	\$ -	\$ 40,121

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**5. CAPITAL ASSETS**

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

	<u>Balance June 30, 2021</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2022</u>
<b>Governmental Activities:</b>				
Land	\$ 272,182	\$ -	\$ -	\$ 272,182
Construction in Progress	-	-	-	-
Total Capital Assets not being Depreciated	272,182	-	-	272,182
Land Improvements	173,450	4,600	-	178,050
Building and Improvements	6,551,498	294,101	-	6,845,599
Equipment	1,001,846	-	-	1,001,846
Total Historical Cost	<u>7,998,976</u>	<u>298,701</u>	<u>-</u>	<u>8,297,677</u>
Less Accumulated Depreciation:				
Land Improvements	124,285	3,242	-	127,527
Building and Improvements	2,006,966	236,676	-	2,243,642
Equipment	824,309	20,094	-	844,403
Total Accumulated Depreciation	<u>2,955,560</u>	<u>260,012</u>	<u>-</u>	<u>3,215,572</u>
Governmental Activities Capital Assets, Net	<u>\$ 5,043,416</u>	<u>\$ 38,689</u>	<u>\$ -</u>	<u>\$ 5,082,105</u>
<b>Business-Type Activities:</b>				
Building and Improvements	\$ 39,847	\$ -	\$ -	\$ 39,847
Equipment	232,536	68,068	-	300,604
Less - Accumulated Depreciation	<u>109,757</u>	<u>16,591</u>	<u>-</u>	<u>126,348</u>
Business-Type Activities Capital Assets, Net	<u>\$ 162,626</u>	<u>\$ 51,477</u>	<u>\$ -</u>	<u>\$ 214,103</u>

Depreciation expense in the amount of \$260,012 was charged to governmental functions as follows:

<u>Function</u>	<u>Amount</u>
Instruction	\$ 169,007
Administration	20,801
Plant operations & maintenance	65,003
Unallocated	<u>5,201</u>
Total depreciation expense	<u>\$ 260,012</u>



**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**6. LEASE ASSETS**

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

	<b>(Restated)</b> <b>Balance</b> <b>June 30, 2021</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance</b> <b>June 30, 2022</b>
<b>Governmental Activities:</b>				
Lease Assets, being Amortized:				
Machinery and Equipment	\$ 46,012	\$ -	\$ -	\$ 46,012
Total Lease Assets Being Amortized	46,012	-	-	46,012
 Governmental Activities				
Lease Assets	46,012	-	-	46,012
 Less Accumulated Amortization for:				
Machinery and Equipment	-	(10,141)	-	(10,141)
Total Accumulated Amortization	-	(10,141)	-	(10,141)
 Governmental Activities Lease Assets, Net	\$ 46,012	\$ (10,141)	\$ -	\$ 35,871

Amortization expense in the amount of \$10,141 was charged to governmental functions as follows:

<b>Function</b>	<b>Amount</b>
Regular Instruction	\$ 9,330
Administration	507
Central Services	304
	\$ 10,141

**7. INVENTORY**

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

Food	\$ 6,414
Supplies	3,073
	\$ 9,487

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**8. LONG-TERM OBLIGATIONS**

During the fiscal year ended June 30, 2022, the following changes occurred in long-term obligations:

	<b>(Restated)</b>				
	<b>Balance</b>			<b>Balance</b>	<b>Due Within</b>
	<b>June 30, 2021</b>	<b>Additions</b>	<b>Reductions</b>	<b>June 30, 2022</b>	<b>One Year</b>
<b>Governmental Activities:</b>					
Serial Bonds Payable	\$ 3,300,000	\$ -	\$ 135,000	\$ 3,165,000	\$ 140,000
Leases Payable	46,012		9,715	36,297	11,299
Compensated Absences	96,492	3,203	15,787	83,908	
Net Pension Liability	222,157		58,861	163,296	
	<u>\$ 3,664,661</u>	<u>\$ 3,203</u>	<u>\$ 219,363</u>	<u>\$ 3,448,501</u>	<u>\$ 151,299</u>

**Bonds Payable** - Bonds and loans are authorized in accordance with State law by the voters of the School District through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Outstanding bonds issued by the School District are as follows:

Serial Bonds dated November 26, 2019, in the amount of \$3,165,000 due in annual installments through September 15, 2040, bearing interest rates of 2.00% to 3.00%.

As of June 30, 2022, principal and interest due on bonds outstanding is as follows:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 140,000	\$ 82,450	\$ 222,450
2024	140,000	79,650	219,650
2025	145,000	76,800	221,800
2026	150,000	73,287	223,287
2027	155,000	69,094	224,094
2028-2032	850,000	277,750	1,127,750
2033-2037	985,000	150,906	1,135,906
2038-2040	<u>600,000</u>	<u>24,750</u>	<u>624,750</u>
Total	<u>\$ 3,165,000</u>	<u>\$ 834,687</u>	<u>\$ 3,999,687</u>

**Bonds and Notes Authorized but not Issued**

As of June 30, 2022, the School District had no authorizations to issue additional bonded debt.

**Compensated Absences**

Compensated absences will be paid from the fund from which the employees' salaries are paid.

**Leases Payable** -The School District has entered into agreements to lease certain equipment. The lease agreements qualify as other than short-term leases under GASB 87 and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception.

On May 1, 2021, the School District entered a 48-month lease as lessee for the use of copiers. As of July 1, 2021, an initial lease liability was recorded in the amount of \$27,030. The School District is required to make monthly payments of \$633. The lease has an interest rate of 4.00%. The value of the right to use asset as of June 30, 2022, was \$19,979 with accumulated amortization of \$7,051.

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**8. LONG-TERM OBLIGATIONS (Continued)**

**Leases Payable (Continued)** - On September 1, 2021, the School District entered a 48-month lease as lessee for the use of copiers. An initial lease liability was recorded in the amount of \$14,471. The School District is required to make monthly payments of \$326. The lease has an interest rate of 4.00%. The value of the right to use asset as of June 30, 2022, was \$11,456 with accumulated amortization of \$3,015.

On June 1, 2022, the School District entered a 60-month lease as lessee for the use of a postage meter. An initial lease liability was recorded in the amount of \$4,511. The School District is required to make quarterly payments of \$242. The lease has an interest rate of 3.00%. The value of the right to use asset as of June 30, 2022, was \$4,436 with accumulated amortization of \$75.

As of June 30, 2022, the District had leases outstanding as follows:

<u>Purpose</u>	<u>Commencement Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Total Value</u>
Copiers	May 1, 2021	April 1, 2025	4.00%	\$ 20,373
Copiers	September 1, 2021	August 1, 2025	4.00%	11,644
Postage Meter	June 1, 2022	May 1, 2027	3.00%	4,280
Total				<u>\$ 36,297</u>

The future annual lease obligations as of June 30, 2022, are as follows:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 11,299	\$ 1,169	\$ 12,468
2024	11,751	717	12,468
2025	10,949	254	11,203
2026	1,581	38	1,619
2027	717	9	726
Total	<u>\$ 36,297</u>	<u>\$ 2,187</u>	<u>\$ 38,484</u>

**9. PENSION PLANS**

**Description of Plans** – Substantially all of the School District's employees participate in one of the following pension plans which have been established by State statute and are administered by the New Jersey Division of Pensions and Benefits (Division): the Teachers' Pension and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS). In addition, several School District employees participate in the Defined Contribution Retirement Program (DCRP), which is a defined contribution pension plan. This plan is administered by Prudential Financial for the Division. Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. For additional information about TPAF, please refer to the Division's annual financial statements which can be found at <https://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

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

*Plan Description* - The Teachers' Pension and Annuity Fund is a cost-sharing multiple-employer defined benefit pension plan, with a special funding situation, which was established on January 1, 1955, under the provisions of N.J.S.A. 18A:66. 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. The TPAF's designated purpose is to provide retirement, death and disability, and medical benefits to qualified members. Membership in the TPAF is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, who have titles that are unclassified, professional and certified. The TPAF's Board of Trustees is primarily responsible for the administration of the TPAF.

**Oaklyn School District  
Notes to Basic Financial Statements  
For the Fiscal Year Ended June 30, 2022**

**9. PENSION PLANS (Continued)**

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

*Vesting and Benefit Provisions* – 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 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:

Tier	Definition
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 1/55<sup>th</sup> 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 1/60<sup>th</sup> 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 tier 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 their respective tier.

*Contributions* - The contribution requirements of plan members are determined by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the member contribution rate was 7.50% in State fiscal year 2022. 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.

Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the School District and all other related non-contributing employers. No normal or accrued liability contribution by the School District has been required over the several preceding fiscal years. These on-behalf contributions by the State of New Jersey are considered a special funding situation, under the definition of GASB 68, *Accounting and Financial Reporting for Pensions*.

The School District was not required to make any contributions to the pension plan during the fiscal year ended June 30, 2022 because of the 100.00% special funding situation with the State of New Jersey.

Based on the most recent TPAF measurement date of June 30, 2021, the State’s contractually required contribution, on-behalf of the School District, to the pension plan for the fiscal year ended June 30, 2022 was \$481,378 and was paid by April 1, 2022. School District employee contributions to the pension plan during the fiscal year ended June 30, 2022 were \$156,556.

*Pension Liabilities, Pension Expense, and Deferred Outflow of Resources and Deferred Inflows of Resources Related to Pensions* - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers’ Pension and Annuity Fund (TPAF) and 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.

At June 30, 2022, the School District was not required to report a liability for its proportionate share of the net pension liability because of a 100% special funding situation by the State of New Jersey.

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**9. PENSION PLANS (Continued)**

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

For the year ended June 30, 2022, the School District recognized pension expense of \$185,821 and revenue of \$185,821 for support provided by the State. Although the School District does not report net pension liability or deferred outflows or inflows related to the TPAF, the following schedule illustrates the collective net pension liability and deferred items and the State's portion of the net pension liability associated with the School District.

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

	<u>06/30/21</u>	<u>06/30/20</u>
Collective deferred outflows of resources	\$ 6,230,825,389	\$ 9,458,881,999
Collective deferred inflows of resources	27,221,092,460	14,424,322,612
Collective net pension liability (Non-Employer – State of New Jersey)	48,165,991,182	65,993,498,688
State's portion of the net pension liability that was associated with the School District	7,897,029	12,644,633
State's portion of the net pension liability that was associated with the School District as a percentage of the collective net pension liability	.0164264129%	.0192025269%

*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 rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	1.55- 4.45%
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 tables with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2020.

The actuarial assumptions used in the July 1, 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.

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**9. PENSION PLANS (Continued)**

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

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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US 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%	.95%
Risk Mitigation Strategies	3.00%	3.35%
	<u>100.00%</u>	

*Discount rate.* The discount rate used to measure the State's total pension liability was 7.000% 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 (State of New Jersey) will be based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied rate was applied to projected benefit payments after that date in determining the total pension liability.

*Sensitivity of the School District's proportionate share of the net pension liability to changes in the discount rate.* As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. As such, the proportionate share of the net pension liability as of June 30, 2021, the pension plans measurement date, attributable to the School District is \$0.00, and the State of New Jersey's proportionate share of the net pension liability, attributable to the School District, using a 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 (6.00%) or 1 percentage point higher (8.00%) that the current rate:

	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
District's proportionate share of the net pension liability	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	<u>9,343,504</u>	<u>7,897,029</u>	<u>6,682,081</u>
	<u>\$ 9,343,504</u>	<u>\$ 7,897,029</u>	<u>\$ 6,682,081</u>

Detailed information about the pension plan's sensitivity of the collective net pension liability to changes in the discount rate is available in the separately issued State of New Jersey Division of Pensions and Benefits financial report.

**Oaklyn School District  
Notes to Basic Financial Statements  
For the Fiscal Year Ended June 30, 2022**

**9. PENSION PLANS (Continued)**

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

*Plan Description* - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established on January 1, 1955. The PERS provides retirement, death and disability, and medical benefits to certain qualified members. Vesting Membership in the PERS is mandatory for substantially all full-time employees of the Authority, provided the employee is not required to be a member of another state-administered retirement system or other state pension fund or local jurisdiction's pension fund. The PERS's Board of Trustees is primarily responsible for the administration of the PERS. For additional information about PERS, please refer to Division's annual financial statements, which can be found at <http://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

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

The following represents the membership tiers for PERS:

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

*Contributions* - The contribution requirements of plan members are determined by N.J.S.A 43:15A and requires contributions by active members and contributing employers. The School District's 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.

Based on the most recent PERS measurement date of June 30, 2021, the School Districts contractually required contribution to the pension plan for the fiscal year ended June 30, 2022 was \$16,143 and was paid by April 1, 2022. School District employee contributions to the pension plan during the fiscal year ended June 30, 2022 were \$8,069.

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**9. PENSION PLANS (Continued)**

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

The School District is billed annually for its normal contribution plus any accrued liability. The School District's contributions, equal to the required contribution for each fiscal year, were as follows:

<b>Fiscal Year</b>	<b>Normal Contributions</b>	<b>Accrued Liability</b>	<b>Non Contributory Life</b>	<b>Total Liability Paid by District</b>
2022	\$ 1,955	\$ 13,444	\$ 744	\$ 16,143
2021	1,701	12,482	720	14,903
2020	1,175	10,870	649	12,694

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

At June 30, 2022, the School District reported a liability of \$163,296 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020. The School District's proportion of the of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

For the year ended June 30, 2022, the School District recognized pension expense of (\$10,143). At June 30, 2022, the School District reported a liability of \$163,296 for its proportionate share of the PERS net pension liability and deferred outflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,575	\$ 1,169
Changes of assumptions	850	58,134
Net Difference between projected and actual earnings on pension plan investments		43,016
Changes in proportion	23,789	
District contributions subsequent to the measurement date	17,838	
<b>Total</b>	<b>\$ 45,052</b>	<b>\$ 102,319</b>

\$17,838 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2022, the plan measurement date is June 30, 2021) will be recognized as a reduction of the net liability in the year ended June 30, 2022.



**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**9. PENSION PLANS (Continued)**

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

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

For the year ended:	Net Deferred Outflows (Inflows) of Resources
2023	\$ (24,736)
2024	(25,489)
2025	(11,380)
2026	(13,528)
2027	28
Total	\$ (75,105)

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience		
Year of Pension Plan Deferral:		
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	5.13
Changes of assumptions		
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	
Differences between projected and actual investment earnings on pension plan investments		
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

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**9. PENSION PLANS (Continued)**

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

**Additional Information**

Collective balances at June 30, 2021 and 2020 are as follows:

	<u>6/30/2021</u>	<u>6/30/2020</u>
Collective deferred outflows of resources	\$ 818,359,815	\$ 2,590,600,991
Collective deferred inflows of resources	\$ 11,243,411,487	\$ 12,009,239,423
Collective net pension liability	\$ 11,972,782,878	\$ 16,435,616,426
School District's Proportion	.0013784285%	.0013050200%

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

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

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

*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.

**Oaklyn School District  
Notes to Basic Financial Statements  
For the Fiscal Year Ended June 30, 2022**

**9. PENSION PLANS (Continued)**

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

Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	27.00%	8.09%
Non-U.S. Developed Market Equity	13.50%	8.71%
Emerging Market 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%	1.95%
Risk Mitigation Strategies	3.00%	3.35%
Total	100.00%	

*Discount rate.* The discount rate used to measure the State's total pension liability was 7.00% as of June 30, 2021. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and nonemployer contributing entity will be made based on 78% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied all projected benefit payments to 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 measured 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 (6.00%) or 1 percentage point higher (8.00%) than the current rate:

	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
School District's proportionate share of the net pension liability	\$ 222,376	\$ 163,296	\$ 113,158

*Pension Plan fiduciary net position.* Detailed information about the pension plan's fiduciary net position is available in the separately issued State of New Jersey Division of Pensions and Benefits financial report.

**Defined Contribution Retirement Program (DCRP)**

The Defined Contribution Retirement Program is a cost-sharing multiple-employer defined contribution pension plan, which was established on July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A.43:15C-1 et. seq), and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The Defined Contribution Retirement Program Board oversees the DCRP, which is administered for the Divisions of Pensions and Benefits by Prudential Financial. The DCRP provides eligible members, and their beneficiaries, with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

**Oaklyn School District  
Notes to Basic Financial Statements  
For the Fiscal Year Ended June 30, 2022**

**9. PENSION PLANS (Continued)**

**Defined Contribution Retirement Program (DCRP) (Continued)**

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the School District’s contribution amounts for each pay period are transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

The School District’s contributions, equal to the required contribution for each fiscal year, were as follows:

<u>Fiscal Year</u>	<u>Total Liability</u>	<u>Paid by District</u>
2022	\$ 420	\$ 420
2021	-	-
2020	1,918	1,918

**10. OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

**Plan Description and Benefits Provided**

The State Health Benefit State Retired Employees Plan (State Retired OPEB Plan) is a single-employer defined benefit OPEB plan with a special funding situation. The State Retired OPEB Plan 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. The State Retired OPEB Plan covers the State, State colleges and universities, the Palisades Interstate Park Commission, and the New Jersey Building Authority (referred to collectively as “the employers”) for which the State is legally obligated to pay for benefits. The State Retired OPEB Plan is treated as a cost-sharing multiple employer plan with a special funding situation for allocating the total OPEB liability and related OPEB amounts since each employer mentioned above is required to issue stand-alone financial statements. The State Retired OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and the covered dependents of the employees. The State also offers dental care to retirees, however, since dental benefits are completely paid for by the retirees, there is no OPEB liability for these benefits.

In accordance with N.J.S.A. 52:14-17.32, the State is required to pay the premiums or periodic charges for health benefits of State employees who retire with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Judicial Retirement System (JRS), the State Police Retirement System (SPRS), the Teachers’ Pension and Annuity Fund (TPAF), the Public Employees’ Retirement System (PERS), the Police and Firemen’s Retirement System (PFRS), and the Alternate Benefit Program (ABP). In addition, N.J.S.A. 52:14-17.26 provides that for purposes of the State Retired OPEB Plan, an employee of Rutgers, the State University of New Jersey, and New Jersey Institute of Technology shall be deemed to be an employee of the State. Further, P.L.1966, c.302, addresses the other State colleges and universities, whereas while these institutions were provided autonomy from the State, their employees retained any and all rights to health benefits within the State Retired OPEB Plan and are therefore classified as State employees.

The State Health Benefit Local Education Retired Employees Plan (Local Education Retired OPEB Plan) is a multiple-employer defined benefit OPEB plan with a special funding situation. The Local Education Retired OPEB Plan 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. The Local Education Retired OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and the covered dependents of local education employees. The State also offers dental care to retirees, however, since dental benefits are completely paid for by the retirees, there is no OPEB liability for these benefits. The Division issues a publicly available financial report that includes financial statements and required supplementary information which can be obtained by writing to or at the following website:

State of New Jersey  
Division of Pensions and Benefits  
P.O. Box 295  
Trenton, New Jersey 08625-0295  
<https://www.nj.gov/treasury/pensions/financial-reports.shtml>

**Oaklyn School District  
Notes to Basic Financial Statements  
For the Fiscal Year Ended June 30, 2022**

**10. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)**

**Contributions**

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

Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

The State is legally required to pay for the OPEB benefit coverage for the participating local education employers. Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a nonemployer contributing entity. The State, as a nonemployer contributing entity, reported a Fiscal Year 2021 total OPEB liability of \$60,007,650,970 for this special funding situation.

**Plan Membership**

As of June 30, 2020, the program membership consisted of the following:

Active Plan Members	213,901
Retirees	150,427
	364,328
	364,328

**Total Non-Employer OPEB Liability**

The State of New Jersey, a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The School District's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASB No. 75 is zero percent. Accordingly, the School District did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the board of education/board of trustees. Note that actual numbers will be published in the NJ State ACFR on the Office of Management and Budget webpage: [nj.gov/treasury/omb/fr.shtml](http://nj.gov/treasury/omb/fr.shtml).

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**10. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)**

**Total Non-Employer OPEB Liability (Continued)**

*Actuarial assumptions and other imputes* - The total OPEB liability in the June 30, 2021 actuarial valuation reported by the State in the State’s most recently issued ACFR was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified.

Inflation rate	2.50%		
	TPAF/ABP	PERS	PFRS
Salary Increases Through 2026	1.55 – 4.45% based on service years	2.00 – 6.00% based on service years	3.25 – 15.25% based on service years
Thereafter	2.75 – 5.65% based on service years	3.00 - 7.00% based on service years	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 the Scale MP-2021. Postretirement mortality rates were based on the Pub-2010 “General” classification headcount-weighted mortality table with fully generational improvement projections from the central year using the Scale MP-2021. Disability mortality was based on the Pub-2010 “General” classification headcount-weighted disabled mortality table with fully generational improvement projections from the central year using Scale MP-2021 for current disabled retirees. Future disabled retirees was based on the Pub-2010 “Safety” (PFRS), “General” (PERS), and “Teachers” (TPAF/ABP) classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021.

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.

*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 4.5% after 11 years. For prescription drug benefits, the initial trend rate is 6.75% and decreases to a 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.

**Oaklyn School District  
Notes to Basic Financial Statements  
For the Fiscal Year Ended June 30, 2022**

**10. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)**

**Changes in the Total Nonemployer OPEB Liability**

The table below summarizes the State's proportionate share of the change in the total nonemployer OPEB liability associated with the School District:

	<u>Total OPEB Liability</u>
Balance as of June 30, 2020	\$ 18,025,687
Changes for the years'	
Service Cost	487,563
Interest	394,587
Changes of benefit terms	(16,190)
Differences between expected and actual experience	(3,395,004)
Changes in assumptions	15,007
Gross Benefit Payments	(310,824)
Contributions from the Non-employer	N/A
Contributions from the Member	10,088
Net Investment Income	N/A
Administrative Expense	N/A
Net Changes	<u>\$ (2,814,773)</u>
Balance at 06/30/2021	<u><u>\$ 15,210,914</u></u>

**Sensitivity of the total nonemployer OPEB liability to changes in the 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:

	<u>1% Decrease (1.16%)</u>	<u>Current Discount Rate (2.16%)</u>	<u>1% Increase (3.16%)</u>
State of New Jersey's Proportionate Share of the Total Nonemployer OPEB Liability Associated with the School District	\$ 18,220,287	\$ 15,210,914	\$ 12,841,213

**Sensitivity of the total nonemployer OPEB liability to changes in the healthcare cost 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:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
State of New Jersey's Proportionate Share of the Total Nonemployer OPEB Liability Associated with the School District	\$ 12,313,284	\$ 15,210,914	\$ 19,102,717

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**10. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)**

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

For the year ended June 30, 2021, the School District recognized (\$70,821) in OPEB expense and revenue, in the government-wide financial statements, for the State’s proportionate share of the OPEB Plan’s OPEB Expense, associated with the School District. This expense and revenue were based on the OPEB Plan’s June 30, 2021 measurement date.

In accordance with GASBS No. 75, the School District’s proportionate share of the OPEB liability is zero. As such, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources by the School District.

At June 30, 2021, the State’s proportionate share of the total nonemployer OPEB liability’s deferred outflows of resources and deferred inflows of resources, associated with the School District, from the following sources are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change in Proportion	\$ -	\$ (4,084,506)
Differences between expected and actual experience	2,292,978	(4,565,066)
Changes of assumptions	2,580,339	(1,631,989)
<b>Total</b>	<b>\$ 4,873,317</b>	<b>\$ (10,281,561)</b>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to State’s proportionate share of the total nonemployer OPEB Liability, associated with the School District, will be recognized in OPEB expense as follows:

For the year ended:	
2022	\$ (1,224,423)
2023	(1,224,423)
2024	(1,224,423)
2025	(1,224,423)
2026	(870,548)
Thereafter	359,996
<b>Total</b>	<b>\$ (5,408,244)</b>

Detailed information about the pension plan’s sensitivity of the collective net pension liability to changes in the discount rate is available in the separately issued State of New Jersey Division of Pensions and Benefits financial report.

**11. ON-BEHALF PAYMENTS**

For the fiscal year ended June 30, 2022, the School District has recognized as revenues and expenditures on-behalf payments made by the state for normal retirement costs, post-retirement medical costs and long-term disability insurance related to TPAF, in the fund statements. The amounts recognized as revenues and expenditures in the fund financial statements for normal costs, post-retirement medical costs and long-term disability insurance were \$732,121, \$171,053, and \$266, respectively. In addition, \$151,751 on-behalf payments were made by the state for the employer’s share of social security contributions for TPAF members, as calculated on their base salaries.



**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**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; employee health and accident claims; and natural disasters.

**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 is a member of the New Jersey Burlington County Joint Insurance Fund, a public entity risk pool currently operating as a common risk management and insurance program. Insurance coverage as provided by the Fund can be found in the Statistical Section of this Annual Comprehensive Financial Report.

Annual contributions to the Fund are determined by the Fund's Board of Trustees. The School District is jointly and personally liable for claims insured by the Fund and its members during the period of its membership, including liability for supplemental assessments, if necessary. The Fund's Board of Trustees may authorize refunds to its members in any fund year for which contributions exceed the amount necessary to fund all obligations for that year.

A complete schedule of insurance coverage can be found in the "Statistical Section" of this report.

**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 the School District's unemployment compensation contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the current and previous two fiscal years:

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Interest</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2022	\$ -	\$ -	\$ -	\$ -	\$ 30,827
2021	-	3,784	-	-	30,827
2020	-	3,924	-	-	27,043

**13. DEFERRED COMPENSATION**

The School District offers its employees a choice of various deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. The plans, available to all permanent School District employees, permit participants to defer a portion of their current salary to future years. Participation in the plans is optional. The deferred compensation is not available to the participants until termination, retirement, death, or an unforeseeable emergency occurs. The plan assets are held in trust for the benefit of the employee and are administered by a third party therefore they are not reflected on the financial statements of the School District.

**Oaklyn School District  
Notes to Basic Financial Statements  
For the Fiscal Year Ended June 30, 2022**

**14. COMPENSATED ABSENCES**

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

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

The liability for vested compensated absences is recorded within those funds as the benefits accrued to the employees. As of June 30, 2022, the liability for compensated absences in the governmental activities fund was \$83,908.

**15. INTERFUND RECEIVABLES AND PAYABLES**

Interfund receivables/payables are recorded to cover temporary cash shortages and/or timing differences in the respective funds. There are no interfund balances that are not expected to be repaid by June 30, 2023. The following interfund balances were recorded on the various balance sheets as of June 30, 2022:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General	\$ 384,634	\$ -
Special Revenue	-	368,457
Capital Projects	-	53
Debt Service	53	-
Internal Service	-	16,177
Enterprise	-	-
	<u>\$ 384,687</u>	<u>\$ 384,687</u>

**16. CONTINGENCIES**

The School District participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the School District may be required to reimburse the grantor government.

At June 30, 2022, significant amounts of grant expenditures have not been audited by the granting agency, but the School District believes that disallowed expenditures discovered in subsequent audits, if any, will not have a material effect on any of the individual funds or the overall financial position of the School District. Additionally, unearned revenues are recognized in those funds that have received grant monies in advance of future, reimbursable expenditures.

**17. TAX ABATEMENTS**

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

**Oaklyn School District  
Notes to Basic Financial Statements  
For the Fiscal Year Ended June 30, 2022**

**17. TAX ABATEMENTS (Continued)**

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.

As of December 31, 2021, the Borough of Oaklyn had no tax abatements.

**18. DEFICIT UNASSIGNED FUND BALANCE**

The School District has a deficit unassigned fund balance of \$56,041 in the Special Revenue Fund as of June 30, 2022 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, school districts must record the delayed one or more June state aid payments as revenues, for budget purposes only, in the current school budget year. The statute provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the School District cannot recognize the June state aid payments on the GAAP financial statements until the year the State records the payable.

Due to the timing difference of recording the June state aid payments, the special revenue fund balance deficit does not alone indicate that the School District is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unassigned special revenue fund balance that is reported as a direct result from a delay in the June payments of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The School District deficit in the GAAP funds statements of \$56,041 in the Special Revenue Fund is equal to or less than the June state aid payments.

**19. DEFICIT UNRESTRICTED NET POSITION**

As of June 30, 2022, a deficit of \$128,089 existed in the Unrestricted Net Position of the Governmental Activities. A reconciliation of Unreserved Fund Balance reported on Exhibit B-1 to Unrestricted Net Position reported on Exhibited A-1 is as follows:

Balances, June 30, 2022:	
Fund Balance (Deficit)	
(Exclusive of Capital Projects and Debt Service Funds)	
Unassigned	\$ 65,024
Assigned	146,665
Liabilities:	
Accrued Interest	(17,469)
Net Pension Differences	(238,401)
Compensated Absences	(83,908)
Unrestricted Net Position (Deficit)	<u>\$ (128,089)</u>

**20. FUND BALANCES**

*RESTRICTED*

As stated in Note 1, the restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources by either of the following: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

**Oaklyn School District**  
**Notes to Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2022**

**20. FUND BALANCES (CONTINUED)**

Specific restrictions of the School District's fund balance are summarized as follows:

*RESTRICTED*

**General Fund:**

**Excess Surplus** – In accordance with N.J.S.A. 18A:7F-7, as amended, the designation of restricted fund balance - excess surplus is the result of a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict general fund, fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2022 is \$604,313 presented on the budgetary basis of accounting (Exhibit C-1). Additionally, \$142,623 of excess fund balance generated during the 2020-2021 fiscal year has been restricted and designated for utilization in the 2022-2023 budget.

**Capital Reserve Account** – As of June 30, 2022, the balance in the capital reserve account is \$345,819. Of this amount \$132,850 has been appropriated and included as anticipated revenue for the fiscal year ending June 30, 2023. The balance is restricted for future capital outlay expenditures for capital projects in the School District's approved Long-Range Facilities Plan.

**Maintenance Reserve Account** – As of June 30, 2022, the balance in the maintenance reserve account is \$303,192. The balance of the funds are restricted for the required maintenance of school facilities in accordance with the Educational Facilities Construction and Financing Act (EFCFA) (N.J.S.A. 18A:7G-9) as amended by P.L. 2004, c. 73 (S1701).

**Unemployment Compensation** – As of June 30, 2022, the balance in the unemployment compensation reserve account is \$30,827.

**Special Revenue Fund:**

**Student Activities** – As of June 30, 2022, the balance in the student activities account is \$8,175.

**Scholarships** – As of June 30, 2022, the balance in the scholarship account is \$19.

**Capital Project Fund** – As of June 30, 2022, the balance in the capital projects account is \$51,196

**Debt Service Fund** – As of June 30, 2022, the balance in the debt service account is \$2,035.

*ASSIGNED*

As stated in Note 1, the assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes but are neither restricted nor committed. Specific assignments of the School District's fund balance are summarized as follows:

**General Fund:**

**Designated for Subsequent Year's Expenditures** – The School District has appropriated \$138,440 of general fund balance and included as an anticipated revenue for the fiscal year ending June 30, 2023.

**Other Purposes** – As of June 30, 2022 the School District has \$8,225 of encumbrances outstanding for purchase orders and contracts signed by the School District, but not completed, as of the close of the fiscal year.

**Oaklyn School District  
Notes to Basic Financial Statements  
For the Fiscal Year Ended June 30, 2022**

**20. FUND BALANCES (CONTINUED)**

*UNASSIGNED*

As stated in Note 1, the unassigned fund balance classification represents fund balance that has not been restricted, committed, or assigned to specific purposes. The School District's unassigned fund balance is summarized as follows:

**General Fund** – As of June 30, 2022, the unassigned fund balance of the general fund was \$121,065.

**Special Revenue Fund** – As of June 30, 2022, there was a deficit of \$56,041. The deficit is a result of the delay in the recording of the payment of state aid until the following fiscal year (See Note 18).

**21. PRIOR PERIOD ADJUSTMENT**

GASB Statement No. 87, *Leases* was implemented during the fiscal year ended June 30, 2022. As a result of this implementation, a right-to-use asset and a lease liability were created. The ending balances as of June 30, 2021, were restated due to this implementation as follows:

	Balance June 30, 2021 as Previously Reported	Retroactive Adjustments	Balance June 30, 2021 as Restated
<u>Statement of Net Position - Governmental Activities:</u>			
Assets:			
Right-to-Use Lease Assets, Net	\$ -	\$ 46,012	\$ 46,012
Total Assets	6,694,549	46,012	6,740,561
Noncurrent Liabilities:			
Due Within One Year	135,000	9,715	144,715
Due Beyond One Year	3,483,649	36,297	3,519,946
Total Liabilities	19,501,314	46,012	19,547,326

Required Supplementary Information - Part II

Budgetary Comparison Schedules

**OAKLYN SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2022**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local sources:					
Local Tax Levy	\$ 5,469,240	\$ -	\$ 5,469,240	\$ 5,469,240	\$ -
Tuition - from other LEA's within State	-	-	-	10,365	10,365
Rent and Royalties	40,121	-	40,121	42,521	2,400
Maintenance Reserve interest	400	-	400	274	(126)
Capital Reserve interest	75	-	75	345	270
Other Unrestricted misc. revenues	-	-	-	-	-
Unrestricted misc. revenues	4,493	-	4,493	30,034	25,541
<b>Total local sources</b>	<b>5,514,329</b>	<b>-</b>	<b>5,514,329</b>	<b>5,552,779</b>	<b>38,450</b>
State sources:					
School Choice Aid	59,442	-	59,442	59,442	-
Categorical special education aid	275,669	-	275,669	275,669	-
Equalization aid	2,466,633	-	2,466,633	2,466,633	-
Categorical security aid	48,228	-	48,228	48,228	-
Categorical transportation aid	16,236	-	16,236	16,236	-
Extraordinary Aid	-	-	-	75,809	75,809
Securing our Children's Future Bond Act	-	20,000	20,000	-	(20,000)
On-behalf TPAF pension contrib. (non-budgeted)	-	-	-	732,121	732,121
On-behalf TPAF post retirement medical (non-budgeted)	-	-	-	171,053	171,053
On-behalf TPAF - LTDI (non-budgeted)	-	-	-	266	266
Reimbursed TPAF social security contribution (non-budgeted)	-	-	-	151,751	151,751
<b>Total state sources</b>	<b>2,866,208</b>	<b>20,000</b>	<b>2,886,208</b>	<b>3,997,208</b>	<b>1,111,000</b>
Federal Sources:					
Medicaid Reimbursement	11,867	-	11,867	16,004	4,137
<b>Total federal sources</b>	<b>11,867</b>	<b>-</b>	<b>11,867</b>	<b>16,004</b>	<b>4,137</b>
<b>TOTAL REVENUES</b>	<b>8,392,404</b>	<b>20,000</b>	<b>8,412,404</b>	<b>9,565,991</b>	<b>1,153,587</b>
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE:</b>					
Regular Programs - Instruction:					
Salaries of teachers					
Kindergarten	140,867	(14,097)	126,770	126,770	-
Grades 1-5	897,009	(5,570)	891,439	891,438	1
Regular Programs - Home Instruction:					
Salaries of teachers	700	(216)	484	-	484
Purchased professional - educational services	1,000	-	1,000	998	2
Regular Programs - Undistributed Instruction:					
Used Vacation Payment to Term/Ret Staff	-	-	-	-	-
Purchased professional - educational services	62,947	(3,000)	59,947	52,947	7,000
Purchased technical services	51,398	-	51,398	36,240	15,158
Other purchased services	40,537	(2,500)	38,037	21,231	16,806
General supplies	123,526	(19,832)	103,694	76,281	27,413
Textbooks	12,200	-	12,200	7,232	4,968
Other objects	165	-	165	-	165
<b>Total - regular programs - instruction</b>	<b>1,330,349</b>	<b>(45,215)</b>	<b>1,285,134</b>	<b>1,213,137</b>	<b>71,997</b>

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

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**OAKLYN SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2022**

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Special Education Instruction:					
Multiple Disabilities:					
Salaries of teachers	\$ 69,015	\$ (3,234)	\$ 65,781	\$ 57,477	\$ 8,304
General supplies	10,550	-	10,550	4,764	5,786
Total multiple disabilities	79,565	(3,234)	76,331	62,241	14,090
Resource room/resource center:					
Salaries of teachers	222,535	5,740	228,275	221,552	6,723
Purchased professional - educational services	44,000	-	44,000	44,000	-
General supplies	4,400	-	4,400	1,679	2,721
Total resource room/resource center	270,935	5,740	276,675	267,231	9,444
Preschool Disabilities - Part Time					
Salaries of teachers		-			-
Purchased professional - educational services		-			-
General supplies		-			-
Total preschool disabilities - part time	-	-	-	-	-
Home Instruction:					
Salaries of teachers		-			-
Purchased professional - educational services		-			-
Total home instruction	-	-	-	-	-
Total special education - instruction	350,500	2,506	353,006	329,472	23,534
Basic Skills/Remedial - Instruction					
Salaries of teachers	118,169	9,491	127,660	125,470	2,190
Purchased professional - educational services	2,500	-	2,500		2,500
Other purchased services	-	-			-
General supplies	250	-	250	155	95
Total basic skills/remedial - instruction	120,919	9,491	130,410	125,625	4,785
Bilingual Education - Instruction					
Salaries of teachers	83,618	2,077	85,695	84,257	1,438
General supplies	100	-	100		100
Total bilingual education - instruction	83,718	2,077	85,795	84,257	1,538
School-Sponsored Co/Extra-Curr. Act - Instruction:					
Salaries	11,436	-	11,436	11,436	-
Other objects	250	-	250		250
Total school-sponsored cocurr. act. - instruct.	11,686	-	11,686	11,436	250

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

(CONTINUED TO NEXT PAGE)

**OAKLYN SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2022**

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
School-Sponsored Athletics - Instruction:					
Purchased services	\$ -	\$ -	\$ -	\$ -	\$ -
Total school-sponsored athletics - instruct.	-	-	-	-	-
Summer School - Instruction:					
Salaries of teachers	2,200	-	2,200	925	1,275
Purchased professional - technical services	1,000	-	1,000		1,000
General supplies	150	-	150		150
Total summer school - instruction	3,350	-	3,350	925	2,425
Summer School - Support Services:					
Salaries	1,800	-	1,800		1,800
Total summer school - instruction	1,800	-	1,800	-	1,800
Total summer school	5,150	-	5,150	925	4,225
Community serv. Programs/operations					
Salaries	800	-	800		800
Total Instruction	1,903,122	(31,141)	1,871,981	1,764,852	107,129
Undistributed Expenditures - Instruction					
Tuition to other LEAs within the state - reg.	2,857,037	(13,000)	2,844,037	2,837,037	7,000
Tuition to other LEAs within the state - spec	309,309	68,221	377,530	335,319	42,211
Tuition to County Voc. School Dist. - reg.	27,015	-	27,015	15,930	11,085
Tuition to CSSD & Reg. Day schools	71,730	-	71,730	48,780	22,950
Tuition to priv. sch. for the disabled w/in state	309,441	(93,797)	215,644	199,111	16,533
Tuition - state facilities	-	-			-
Tuition - other	-	-			-
Total undistributed expenditures - instruction	3,574,532	(38,576)	3,535,956	3,436,177	99,779
Attendance and social work:					
Salaries	27,097	-	27,097	27,097	-
Total attendance and social work	27,097	-	27,097	27,097	-
Health Services:					
Salaries	56,916	5,230	62,146	57,130	5,016
Purchased professional and technical services	3,700	1,425	5,125	4,245	880
Supplies and materials	3,430	(1,425)	2,005	696	1,309
Total health services	64,046	5,230	69,276	62,071	7,205

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

(CONTINUED TO NEXT PAGE)

**OAKLYN SCHOOL DISTRICT  
Required Supplementary Information  
Budgetary Comparison Schedule  
General Fund  
For the Fiscal Year Ended June 30, 2022**

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Speech, OT, PT & Related Services					
Purchased professional - educational services	\$ 174,550	\$ (14,300)	\$ 160,250	\$ 93,169	\$ 67,081
Supplies and materials	8,700	(600)	8,100	4,436	3,664
Total speech, ot, pt & related services	<u>183,250</u>	<u>(14,900)</u>	<u>168,350</u>	<u>97,605</u>	<u>70,745</u>
Other Support Services Students - Extra. Serv.					
Purchased professional - educational services	367,337	(34,860)	332,477	321,941	10,536
Total other support services students - extra. serv.	<u>367,337</u>	<u>(34,860)</u>	<u>332,477</u>	<u>321,941</u>	<u>10,536</u>
Guidance:					
Salaries of other professional staff	-	-	-	-	-
Purchased professional - educational services	-	-	-	-	-
Supplies and materials	1,450	-	1,450	1,048	402
Other objects	-	-	-	-	-
Total guidance	<u>1,450</u>	<u>-</u>	<u>1,450</u>	<u>1,048</u>	<u>402</u>
Child Study Teams:					
Salaries of other professional staff	760	21	781	781	-
Salaries of secreterial & clerical assistants	26,697	-	26,697	26,697	-
Purchased professional - educational services	224,968	543	225,511	225,510	1
Other purchased prof. and tech. services	23,000	(10,553)	12,447	4,884	7,563
Miscellaneous purchased services (400-500 series)	4,000	-	4,000	3,837	163
Supplies and materials	5,300	-	5,300	774	4,526
Total child study teams	<u>284,725</u>	<u>(9,989)</u>	<u>274,736</u>	<u>262,483</u>	<u>12,253</u>
Improvement of Instructional Services:					
Salaries of other professional staff	8,445	(2,840)	5,605	116	5,489
Purchased professional - educational services	109,852	-	109,852	109,852	-
Other purchased services	4,400	-	4,400	2,273	2,127
Supplies and materials	-	-	-	-	-
Total improvement of instructional services	<u>122,697</u>	<u>(2,840)</u>	<u>119,857</u>	<u>112,241</u>	<u>7,616</u>
Educational Media Services/School Library:					
Salaries	500	-	500	-	500
Purchased professional & technical services	53,709	45,260	98,969	72,142	26,827
Other purchased services	209	-	209	-	209
Supplies and Materials	7,700	-	7,700	876	6,824
Other objects	40	-	40	-	40
Total educational media services/school library	<u>62,158</u>	<u>45,260</u>	<u>107,418</u>	<u>73,018</u>	<u>34,400</u>
Instructional Staff Training Services:					
Purchased professional - educational services	-	-	-	-	-
Supplies and materials	500	-	500	53	447
Total instructional staff training services	<u>500</u>	<u>-</u>	<u>500</u>	<u>53</u>	<u>447</u>

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

(CONTINUED TO NEXT PAGE)

**OAKLYN SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2022**

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Support Services - General Administration:</b>					
Legal services	\$ 10,000	\$ -	\$ 10,000	\$ 4,668	\$ 5,332
Audit fees	24,700	-	24,700	24,600	100
Other purchased professional services	56,061	12,000	68,061	67,807	254
Purchased technical services	3,400	-	3,400	3,400	-
Communications / telephone	7,700	-	7,700	5,403	2,297
Misc. purchased services	22,350	-	22,350	19,814	2,536
General Supplies	300	-	300	100	200
Miscellaneous expenditures	150	-	150	-	150
BOE membership dues and fees	5,400	-	5,400	3,438	1,962
<b>Total support services - general administration</b>	<b>130,061</b>	<b>12,000</b>	<b>142,061</b>	<b>129,230</b>	<b>12,831</b>
<b>Support Services - School Administration:</b>					
Salaries of principals/assist. principal	104,790	3,176	107,966	107,965	1
Salaries of secretarial and clerical assistants	53,994	-	53,994	53,794	200
Other purchased services	2,300	-	2,300	150	2,150
Supplies and materials	3,800	-	3,800	2,081	1,719
Other objects	1,400	-	1,400	1,080	320
<b>Total support services - school administration</b>	<b>166,284</b>	<b>3,176</b>	<b>169,460</b>	<b>165,070</b>	<b>4,390</b>
<b>Central Services:</b>					
Purchased professional services	98,864	-	98,864	98,461	403
Purchased technical services	16,550	-	16,550	15,283	1,267
Supplies and materials	1,500	-	1,500	187	1,313
Miscellaneous expenditures	150	-	150	-	150
<b>Total central services</b>	<b>117,064</b>	<b>-</b>	<b>117,064</b>	<b>113,931</b>	<b>3,133</b>
<b>Required Maintenance for School Facilities:</b>					
Cleaning, repair and maintenance services	54,845	28,610	83,455	83,152	303
General Supplies	-	1,276	1,276	1,276	-
<b>Total required maintenance for school facilities</b>	<b>54,845</b>	<b>29,886</b>	<b>84,731</b>	<b>84,428</b>	<b>303</b>
<b>Custodial Services:</b>					
Salaries - Non instructional aides	2,000	(1,650)	350	-	350
Cleaning, repair and maintenance services	231,497	-	231,497	231,497	-
Other purchased property services	22,000	2,450	24,450	24,430	20
Insurance	33,000	-	33,000	32,566	434
Energy (natural gas)	39,000	(7,000)	32,000	29,146	2,854
Energy (Electricity)	66,000	20,300	86,300	86,291	9
Other objects	-	-	-	-	-
<b>Total custodial services</b>	<b>393,497</b>	<b>14,100</b>	<b>407,597</b>	<b>403,930</b>	<b>3,667</b>

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

(CONTINUED TO NEXT PAGE)

**OAKLYN SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2022**

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Care & Upkeep of Grounds:					
Cleaning, repair & maintenance services	\$ 13,000	\$ -	\$ 13,000	\$ 13,000	\$ -
Total care & upkeep of grounds	13,000	-	13,000	13,000	-
Security:					
General supplies	2,000	(1,100)	900		900
Total Security	2,000	(1,100)	900	-	900
Total operation & maint. of plant services	463,342	42,886	506,228	501,358	4,870
Student Transportation Services:					
Management fee - ESC & CTSA Trans. programs	13,000	1,100	14,100	13,883	217
Contr. serv. (Oth than Bet Home & Sch) - Vend	3,400	-	3,400	500	2,900
Contr. serv. (Reg. Students) - ESCs & CTSA	-	1,000	1,000	1,000	-
Contr. serv. (Spl. Ed. Students) - ESCs & CTSA	215,000	15,100	230,100	225,446	4,654
Total student transportation services	231,400	17,200	248,600	240,829	7,771
Unallocated Benefits - Employee Benefits:					
Social security contributions	17,000	4,454	21,454	17,995	3,459
Other retirement contributions - PERS	14,903	1,300	16,203	16,143	60
Other retirement contributions - regular	1,500	-	1,500		1,500
Unemployment compensation	4,000	-	4,000		4,000
Workmen's compensation	18,061	-	18,061	17,334	727
Health benefits	640,426	(10,900)	629,526	597,668	31,858
Tuition reimbursement	9,000	-	9,000	9,000	-
Other employee benefits	8,325	(2,300)	6,025	818	5,207
Unused Sick Payments to Terminated/Retired Staff	-	14,000	14,000		14,000
Total unallocated benefits - employee benefits	713,215	6,554	719,769	658,958	60,811
On-behalf TPAF pension contr. (non-budgeted)	-	-	-	732,121	(732,121)
On-behalf TPAF post retirement medical (non-budgeted)	-	-	-	171,053	(171,053)
On-behalf TPAF - LTDI (non-budgeted)	-	-	-	266	(266)
Reimbursed TPAF social security contr. (non-budgeted)	-	-	-	151,751	(151,751)
Total Employee Benefits	713,215	6,554	719,769	1,714,149	(994,380)
Total Undistributed Expenditures	6,509,158	31,141	6,540,299	7,258,301	(718,002)
Total General Current Expense	8,412,280	-	8,412,280	9,023,153	(610,873)

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

(CONTINUED TO NEXT PAGE)

**OAKLYN SCHOOL DISTRICT  
Required Supplementary Information  
Budgetary Comparison Schedule  
General Fund  
For the Fiscal Year Ended June 30, 2022**

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>CAPITAL OUTLAY:</b>					
Equipment:					
Undistributed Exp. - Non-Instructional Services	\$ 4,580	\$ -	\$ 4,580	\$ 4,580	\$ -
Equipment	4,580	-	4,580	4,580	-
Facilities acquisition and construction services:					
Architectural/Engineering services		50,000	50,000	30,000	20,000
Construction services	241,500	(30,000)	211,500	69,986	141,514
Assessment for debt service on SDA funding	1,760	-	1,760	1,760	-
Total fac acq and constr services	243,260	20,000	263,260	101,746	161,514
 Total Capital Outlay	 247,840	 20,000	 267,840	 106,326	 161,514
 Transfer of funds to Charter Schools	 30,214	 -	 30,214	 30,214	 -
<b>TOTAL EXPENDITURES</b>	<b>8,690,334</b>	<b>20,000</b>	<b>8,710,334</b>	<b>9,159,693</b>	<b>(449,359)</b>
 Excess (Deficiency) of Revenues Over (Under) Expenditures:	 (297,930)	 -	 (297,930)	 406,298	 704,228
Other Financing Sources (Uses):					
Operating transfer out - Special Revenue Fund	(85,195)		(85,195)	(85,195)	
Total Other Financing Sources (Uses):	(85,195)	-	(85,195)	(85,195)	-
 Excess (Deficiency) of Revenues Over (Under) Expenditures:	 (383,125)	 -	 (383,125)	 321,103	 704,228
Fund Balance - July 1	1,655,733		1,655,733	1,655,733	
Fund Balance - June 30	\$ 1,272,608	\$ -	\$ 1,272,608	\$ 1,976,836	\$ 704,228
Recapitulation:					
Restricted:					
Capital Reserve:					
Designated for Subsequent Year's Expenditures				\$ 132,850	
Capital Reserve				212,969	
Maintenance Reserve				303,192	
Excess Surplus:					
Designated for Subsequent Year's Expenditures				142,623	
Current Year				604,313	
Unemployment Compensation				30,827	
Assigned:					
Year-end encumbrances				8,225	
Designated for Subsequent Year's Expenditures				138,440	
Unassigned				403,397	
				1,976,836	
Reconciliation on Governmental Fund Statements (GAAP):					
Less: State Aid Payment not Recognized on GAAP Basis				(282,332)	
Fund Balance per Government Fund (GAAP)				\$ 1,694,504	

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

**OAKLYN SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule**  
**Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2022**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local sources	\$ -	\$ -	\$ -	\$ 1,849	\$ 1,849
State sources	755,601	(47,240)	708,361	623,166	(85,195)
Federal sources	660,543	1,009,625	1,670,168	875,783	(794,385)
Total revenues	<u>1,416,144</u>	<u>962,385</u>	<u>2,378,529</u>	<u>1,500,798</u>	<u>(877,731)</u>
<b>EXPENDITURES:</b>					
Instruction:					
Salaries of teachers	454,736	248,349	703,085	460,096	242,989
Purchased prof & tech services		5,833	5,833	5,833	
Purchased professional services	116,000	218,896	334,896	286,873	48,023
Other purchased services		3,600	3,600	3,600	-
Tuition	100,850	(1,959)	98,891	97,211	1,680
Supplies and materials	8,000	95,900	103,900	25,138	78,762
Total instruction	<u>679,586</u>	<u>570,619</u>	<u>1,250,205</u>	<u>878,751</u>	<u>371,454</u>
Support services:					
Salaries of program director	70,343	(34,466)	35,877	35,877	-
Salaries of other professional staff	18,472	79,500	97,972	37,356	60,616
Salaries of community parent involvement spec	39,301	(39,301)	-	-	-
Personal services - employee benefits	175,121	230,053	405,174	101,259	303,915
Purchased prof. - educational services	9,424	134,444	143,868	126,663	17,205
Other purchased services		13,000	13,000	6,815	6,185
Purchased professional services	45,000	(5,250)	39,750	4,740	35,010
Purchased property			368,014	368,014	-
Supplies and materials	10,883	(672)	10,211	10,211	-
Student activities				2,775	(2,775)
Total support services	<u>368,544</u>	<u>377,308</u>	<u>1,113,866</u>	<u>693,710</u>	<u>420,156</u>
Facilities acquisition and const. services:					
Instructional equipment	368,014	(353,556)	14,458	14,458	-
Total facilities acq. and const. services	<u>368,014</u>	<u>(353,556)</u>	<u>14,458</u>	<u>14,458</u>	<u>-</u>
Total expenditures	<u>1,416,144</u>	<u>594,371</u>	<u>2,378,529</u>	<u>1,586,919</u>	<u>791,610</u>
Other financing sources (uses)					
Transfer in from General Fund	85,195		85,195	85,195	
Total other financing sources (uses)	<u>85,195</u>		<u>85,195</u>	<u>85,195</u>	
Total outflows	<u>1,330,949</u>	<u>594,371</u>	<u>2,293,334</u>	<u>1,501,724</u>	<u>791,610</u>
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	<u>85,195</u>	<u>368,014</u>	<u>85,195</u>	<u>(926)</u>	<u>(86,121)</u>
Fund Balance, July 1				9,120	
Fund Balance, June 30				<u>\$ 8,194</u>	
Recapitulation:					
Restricted:					
Student Activities				\$ 8,175	
Scholarships				19	
Total Fund Balance				<u>\$ 8,194</u>	

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

**OAKLYN SCHOOL DISTRICT**  
**Notes to Required Supplementary Information**  
**Budgetary Comparison**  
**For the Fiscal Year Ended June 30, 2022**

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
<b>Sources/inflows of resources</b>		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedules	\$ 9,565,991	\$ 1,500,798
Difference - budget to GAAP: Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.	-	-
State aid payment recognized for GAAP statements in current year, previously recognized for budgetary purposes.	248,860	10,717
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	<u>(282,332)</u>	<u>(56,041)</u>
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 9,532,519</u>	<u>\$ 1,455,474</u>
<b>Uses/outflows of resources</b>		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$ 9,159,693	\$ 1,501,724
Differences - budget to GAAP Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.	<u>-</u>	<u>85,195</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 9,159,693</u>	<u>\$ 1,586,919</u>



Required Supplementary Information - Part III  
Schedules Related to Accounting and Reporting  
For Pensions and  
Other Post Employment Benefits

**OAKLYN SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedule of the District's Proportionate Share of the Net Pension Liability**  
**Public Employees Retirement System**  
**Last Nine Fiscal Years**

	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
District's proportion of the net pension liability (asset)	0.0013784285%	0.0013623114%	0.0013050200%	0.0012812200%	0.0011213381%	0.0011039124%	0.0010626570%	0.0037800273%	0.0046460450%
District's proportionate share of the net pension liability (asset)	\$ 163,296	\$ 222,157	\$ 235,145	\$ 252,266	\$ 261,030	\$ 326,947	\$ 238,545	\$ 707,724	\$ 887,952
District's covered-employee payroll	107,588	104,252	101,016	98,588	91,356	89,976	77,688	75,943	77,788
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	151.78%	213.10%	232.78%	255.88%	285.73%	363.37%	307.06%	931.91%	1141.50%
Plan fiduciary net position as a percentage of the total pension liability	51.51%	42.90%	42.04%	40.45%	36.78%	31.20%	38.21%	42.74%	40.71%

This schedule does not contain ten years of information as GASB 68 was implemented during the fiscal year ended June 30, 2015.

**OAKLYN SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedule of the District's Contributions**  
**Public Employees Retirement System**  
**Last Nine Fiscal Years**

	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Contractually required contribution	\$ 17,838	\$ 16,143	\$ 14,903	\$ 12,694	\$ 12,744	\$ 10,388	\$ 9,807	\$ 9,136	\$ 31,162
Contributions in relation to the contractually required contributions	<u>(17,838)</u>	<u>(16,143)</u>	<u>(14,903)</u>	<u>(12,694)</u>	<u>(12,744)</u>	<u>(10,388)</u>	<u>(9,807)</u>	<u>(9,136)</u>	<u>(31,162)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	107,588	104,252	101,016	98,588	91,356	89,976	77,688	75,943	77,788
Contributions as a percentage of covered-employee payroll	16.58%	15.48%	14.75%	12.88%	13.95%	11.55%	12.62%	12.03%	40.06%

This schedule does not contain ten years of information as GASB 68 was implemented during the fiscal year ended June 30, 2015.

**OAKLYN SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedule of the District's Proportionate Share of the Net Pension Liability**  
**Teachers' Pension and Annuity Fund**  
**Last Nine Fiscal Years**

	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
District's proportion of the net pension liability (asset)	0.0164264129%	0.0192025269%	0.0236373109%	0.0227836160%	0.0225398375%	0.0234931008%	0.0253835940%	0.0280546567%	0.0276220142%
District's proportionate share of the net pension liability (asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability (asset) associated with the District	<u>\$ 7,897,029</u>	<u>\$ 12,644,633</u>	<u>\$ 14,506,441</u>	<u>\$ 14,494,447</u>	<u>\$ 15,197,171</u>	<u>\$ 18,481,169</u>	<u>\$ 16,043,515</u>	<u>\$ 14,994,301</u>	<u>\$ 13,959,949</u>
<b>Total</b>	<u><u>\$ 7,897,029</u></u>	<u><u>\$ 12,644,633</u></u>	<u><u>\$ 14,506,441</u></u>	<u><u>\$ 14,494,447</u></u>	<u><u>\$ 15,197,171</u></u>	<u><u>\$ 18,481,169</u></u>	<u><u>\$ 16,043,515</u></u>	<u><u>\$ 14,994,301</u></u>	<u><u>\$ 13,959,949</u></u>
District's covered-employee payroll	2,087,409	2,069,094	1,971,152	1,830,139	2,585,821	2,501,892	2,380,748	2,349,786	2,406,886
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	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%

This schedule does not contain ten years of information as GASB 68 was implemented during the fiscal year ended June 30, 2015.

**OAKLYN SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedule of the State's Proportionate Share of the Net OPEB Liability Associated with the District**  
**and Changes in the Total OPEB Liability and Related Ratios**  
**Public Employee's Retirement System and Teachers' Pension and Annuity Fund**  
**Last Five Fiscal Years**

	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
State's proportion of the net OPEB liability (asset) associated with the District	0.03%	0.03%	0.03%	0.03%	0.03%
District's proportionate share of the net OPEB liability	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net OPEB liability associated with the District	<u>\$ 15,210,914</u>	<u>\$ 18,025,687</u>	<u>\$ 11,915,232</u>	<u>\$ 15,346,163</u>	<u>\$ 18,484,960</u>
Total proportionate share of the net OPEB liability (asset) associated with the District	<u>\$ 15,210,914</u>	<u>\$ 18,025,687</u>	<u>\$ 11,915,232</u>	<u>\$ 15,346,163</u>	<u>\$ 18,484,960</u>
Plan fiduciary net position as a percentage of the total OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%
	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
<b>Total OPEB Liability</b>					
Service Cost	\$ 487,563	\$ 315,197	\$ 374,293	\$ 457,748	\$ 551,897
Interest	394,587	422,786	601,579	671,120	584,216
Changes in benefit terms	(16,190)				
Difference between expected and actual experiences	(3,395,004)	2,384,098	(4,229,540)	(2,110,447)	
Changes of assumptions	15,007	3,292,674	177,657	(1,761,049)	(2,390,422)
Member Contributions	10,088	9,512	10,842	14,182	15,766
Benefit payments	<u>(310,824)</u>	<u>(313,812)</u>	<u>(365,762)</u>	<u>(410,351)</u>	<u>(428,151)</u>
<b>Net Change in total OPEB Liability</b>	<u>\$ (2,814,773)</u>	<u>\$ 6,110,455</u>	<u>\$ (3,430,931)</u>	<u>\$ (3,138,797)</u>	<u>\$ (1,666,694)</u>
<b>Total OPEB Liability - beginning</b>	<u>\$ 18,025,687</u>	<u>\$ 11,915,232</u>	<u>\$ 15,346,163</u>	<u>\$ 18,484,960</u>	<u>\$ 20,151,654</u>
<b>Total OPEB Liability - ending</b>	<u>\$ 15,210,914</u>	<u>\$ 18,025,687</u>	<u>\$ 11,915,232</u>	<u>\$ 15,346,163</u>	<u>\$ 18,484,960</u>
District's covered-employee payroll	2,194,997	2,173,346	2,072,168	1,928,727	2,677,177
Total OPEB Liability as a percentage of covered-employee payroll	692.98%	829.40%	575.01%	795.66%	690.46%

This schedule does not contain ten years of information as GASB 75 was implemented during the fiscal year ended June 30, 2018.

**Oaklyn School District**  
**Notes to Required Supplementary Information – Part III**  
**For the Fiscal Year Ended June 30, 2022**

**Teacher’s Pension and Annuity Fund (TPAF)**

*Changes of benefit term:* There were none.

*Changes of 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 of benefit term:* There were none.

*Changes of assumptions:* The discount rate remained at 7.00% as of June 30, 2020, and June 30, 2021.

**State Health Benefit Local Education Retired Employees Plan (OPEB)**

*Changes of benefit term:* There were none.

*Changes of assumptions:* The discount rate changed from 2.21% as of June 30, 2020 to 2.16% as of June 30, 2021.

Other Supplementary Information

Special Revenue Fund



**OAKLYN SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Revenues and Expenditures**  
**Budgetary Basis**  
**For the Fiscal Year ended June 30, 2022**

	IDEA Basic	IDEA Preschool	ARP ESSER	ARP Accelerated Learning	ARP Beyond the School Day	CRRSA Mental Health	CRRSA Learning Acceleration	Total Other Prog. (See-E-1A)	Total
<b>REVENUES:</b>									
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,849	\$ 1,849
State sources	-	-	-	-	-	-	-	623,166	623,166
Federal sources	97,211	4,453	213,548	1,024	3,158	25,632	6,531	524,226	875,783
<b>Total revenues</b>	<b>97,211</b>	<b>4,453</b>	<b>213,548</b>	<b>1,024</b>	<b>3,158</b>	<b>25,632</b>	<b>6,531</b>	<b>1,149,241</b>	<b>1,500,798</b>
<b>EXPENDITURES:</b>									
Instruction:									
Salaries of teachers			26,888		2,649	5,232	6,531	418,796	460,096
Purchased prof & tech services								5,833	5,833
Purchased professional services			156,621			20,000		110,252	286,873
Other Purchased services								3,600	3,600
Tuition	97,211							-	97,211
General supplies				1,024	509			23,605	25,138
<b>Total instruction</b>	<b>97,211</b>	<b>-</b>	<b>183,509</b>	<b>1,024</b>	<b>3,158</b>	<b>25,232</b>	<b>6,531</b>	<b>562,086</b>	<b>878,751</b>
Support services:									
Salaries of program director								35,877	35,877
Salaries of other professional staff			18,884					18,472	37,356
Personal services - employee benefits								101,259	101,259
Purchased prof. - educational services		4,453						122,210	126,663
Other purchased services			6,815					-	6,815
Purchased prof. services			4,340			400		-	4,740
Purchased property								368,014	368,014
Supplies and materials								10,211	10,211
Student activities								2,775	2,775
<b>Total support services</b>	<b>-</b>	<b>4,453</b>	<b>30,039</b>	<b>-</b>	<b>-</b>	<b>400</b>	<b>-</b>	<b>658,818</b>	<b>693,710</b>
Facilities acquisition and const. serv.:									
Instructional equipment								14,458	14,458
<b>Total facilities acq. and const. serv.</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14,458</b>	<b>14,458</b>
<b>Total expenditures</b>	<b>97,211</b>	<b>4,453</b>	<b>213,548</b>	<b>1,024</b>	<b>3,158</b>	<b>25,632</b>	<b>6,531</b>	<b>1,235,362</b>	<b>1,586,919</b>
Other financing sources (uses)									
Transfer in from General Fund	-	-	-	-	-	-	-	85,195	85,195
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>85,195</b>	<b>85,195</b>
<b>Total outflows</b>	<b>97,211</b>	<b>4,453</b>	<b>213,548</b>	<b>1,024</b>	<b>3,158</b>	<b>25,632</b>	<b>6,531</b>	<b>1,150,167</b>	<b>1,501,724</b>
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	-	-	-	-	-	-	-	(926)	(926)
Fund Balance, July 1	-	-	-	-	-	-	-	9,120	9,120
<b>Fund Balance, June 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 8,194</b>	<b>\$ 8,194</b>

**OAKLYN SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Revenues and Expenditures**  
**Budgetary Basis**  
**For the Fiscal Year ended June 30, 2022**

	Title I	Title I - PY	Title II A	Title IV	Title IV - PY	CARES Act	ESSER II	Preschool Education Aid	Student Activity Fund	Scholarship Fund	Total
<b>REVENUES:</b>											
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,849	\$ -	\$ 1,849
State sources	-	-	-	-	-	-	-	623,166	-	-	623,166
Federal sources	95,667	321	12,828	12,037	3,308	32,051	368,014	-	-	-	524,226
<b>Total revenues</b>	<b>95,667</b>	<b>321</b>	<b>12,828</b>	<b>12,037</b>	<b>3,308</b>	<b>32,051</b>	<b>368,014</b>	<b>623,166</b>	<b>1,849</b>	<b>-</b>	<b>1,149,241</b>
<b>EXPENDITURES:</b>											
Instruction:											
Salaries of teachers	65,695							353,101			418,796
Purchased prof & tech services						5,833					5,833
Purchased professional services								110,252			110,252
Other purchased professional						3,600					3,600
General supplies	100			12,037	3,308	8,160					23,605
<b>Total instruction</b>	<b>65,795</b>	<b>-</b>	<b>-</b>	<b>12,037</b>	<b>3,308</b>	<b>17,593</b>	<b>-</b>	<b>463,353</b>	<b>-</b>	<b>-</b>	<b>562,086</b>
Support services:											
Salaries of program director								35,877			35,877
Salaries of other professional staff								18,472			18,472
Personal services - employee benefits	29,872	321						71,066			101,259
Purchased prof. - educational services			6,740					115,470			122,210
Other purchased services											-
Purchased prof. services											-
Purchased property							368,014				368,014
Supplies and materials			6,088					4,123			10,211
Student activities									2,775		2,775
<b>Total support services</b>	<b>29,872</b>	<b>321</b>	<b>12,828</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>368,014</b>	<b>245,008</b>	<b>2,775</b>	<b>-</b>	<b>658,818</b>
Facilities acquisition and const. serv.:											
Instructional equipment						14,458					14,458
<b>Total facilities acq. and const. serv.</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14,458</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14,458</b>
<b>Total expenditures</b>	<b>95,667</b>	<b>321</b>	<b>12,828</b>	<b>12,037</b>	<b>3,308</b>	<b>32,051</b>	<b>368,014</b>	<b>708,361</b>	<b>2,775</b>	<b>-</b>	<b>1,235,362</b>
Other financing sources (uses)											
Transfer in from General Fund	-	-	-	-	-	-	-	85,195			85,195
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>85,195</b>	<b>-</b>	<b>-</b>	<b>85,195</b>
<b>Total outflows</b>	<b>95,667</b>	<b>321</b>	<b>12,828</b>	<b>12,037</b>	<b>3,308</b>	<b>32,051</b>	<b>368,014</b>	<b>623,166</b>	<b>2,775</b>	<b>-</b>	<b>1,150,167</b>
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	-	-	-	-	-	-	-	-	(926)	-	(926)
Fund Balance, July 1	-	-	-	-	-	-	-	-	9,101	19	9,120
<b>Fund Balance, June 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 8,175</b>	<b>\$ 19</b>	<b>\$ 8,194</b>

**Oaklyn School District  
Special Revenue Fund  
Schedule of Preschool Education Aid Expenditures  
Preschool - All Programs  
Budgetary Basis  
For the Fiscal Year Ended June 30, 2022**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
<b>EXPENDITURES:</b>					
<b>Instruction:</b>					
Salaries of teachers	\$ 349,540	\$ 3,561	\$ 353,101	\$ 353,101	\$ -
Purchased professional & technical services	116,000	(5,748)	110,252	110,252	-
Other purchased services (400-500 series)	-	-	-	-	-
General supplies	-	-	-	-	-
<b>Total instruction</b>	<b>465,540</b>	<b>(2,187)</b>	<b>463,353</b>	<b>463,353</b>	<b>-</b>
<b>Support services:</b>					
Salaries of program directors	70,343	(34,466)	35,877	35,877	-
Salaries of other professional staff	18,472	-	18,472	18,472	-
Salaries of community parent involvement spec.	39,301	(39,301)	-	-	-
Personal services - employee benefits	151,062	(79,996)	71,066	71,066	-
Purchased professional - educational services	-	115,470	115,470	115,470	-
Other purchased services	-	-	-	-	-
Supplies & materials	10,883	(6,760)	4,123	4,123	-
<b>Total support services</b>	<b>290,061</b>	<b>(45,053)</b>	<b>245,008</b>	<b>245,008</b>	<b>-</b>
<b>Facilities acquisition and cont. serv.:</b>					
Instructional equipment	-	-	-	-	-
<b>Total facilities acquisition and cont. serv.</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Contribution to charter schools</b>					
<b>Transfer to general fund</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total expenditures</b>	<b>\$ 755,601</b>	<b>\$ (47,240)</b>	<b>\$ 708,361</b>	<b>\$ 708,361</b>	<b>\$ -</b>

**CALCULATION OF BUDGET & CARRYOVER**

Total 2021-22 PreK Aid Allocation	\$ 560,406
Add: Actual PreK/ECPA Aid Carryover June 30, 2021	62,760
Add: Budgeted Transfer From General Fund	85,195
Total Funds Available for 2021-22 Budget	708,361
Less: 2020-21 Budgeted PreK/ECPA (Including prior year budgeted carryover)	(708,361)
Available & Unbudgeted Funds as of June 30, 2022	-
Add: June 30, 2022 Unexpended PreK Aid	-
2022 - Actual Carryover - PreK Aid	\$ -
2021-22 PreK Aid Carryover Budgeted in 2022-23	\$ -

**Oaklyn School District  
Special Revenue Fund  
Schedule of Preschool Education Aid Expenditures  
Preschool - Full Day 3yr & 4 yr - Regular  
Budgetary Basis  
For the Fiscal Year Ended June 30, 2022**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
<b>EXPENDITURES:</b>					
<b>Instruction:</b>					
Salaries of teachers	\$ 349,540	\$ 3,561	\$ 353,101	\$ 353,101	\$ -
Purchased professional & technical services	116,000	(5,748)	110,252	110,252	-
Other purchased services (400-500 series)	-	-	-	-	-
General supplies	-	-	-	-	-
<b>Total instruction</b>	<b>465,540</b>	<b>(2,187)</b>	<b>463,353</b>	<b>463,353</b>	<b>-</b>
<b>Support services:</b>					
Salaries of program directors	70,343	(34,466)	35,877	35,877	-
Salaries of other professional staff	18,472	-	18,472	18,472	-
Salaries of community parent involvement spec.	39,301	(39,301)	-	-	-
Personal services - employee benefits	151,062	(79,996)	71,066	71,066	-
Purchased professional - educational services	-	115,470	115,470	115,470	-
Other purchased services	-	-	-	-	-
Supplies & materials	10,883	(6,760)	4,123	4,123	-
<b>Total support services</b>	<b>290,061</b>	<b>(45,053)</b>	<b>245,008</b>	<b>245,008</b>	<b>-</b>
<b>Facilities acquisition and cont. serv.:</b>					
Instructional equipment	-	-	-	-	-
<b>Total facilities acquisition and cont. serv.</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total program expenditures</b>	<b>\$ 755,601</b>	<b>\$ (47,240)</b>	<b>\$ 708,361</b>	<b>\$ 708,361</b>	<b>\$ -</b>

Capital Projects Fund  
Detail Statements

**OAKLYN SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Summary Statement of Revenues, Expenditures,**  
**and Changes in Fund Balance - Budgetary Basis**  
**For the Fiscal Year ended June 30, 2022**

**Revenues and Other Financing Sources:**

Proceeds of Serial Bonds	\$ -
Transfer from Capital Projects Fund	-
Interest earned on investments	53
Total revenues and other financing sources	<u>53</u>

**Expenditures and Other Financing (Uses):**

Purchased professional services	
Construction services	
Transfer to Debt Service Fund	53
Total expenditures and other financing (uses)	<u>53</u>

Excess (deficiency) or revenues over (under) expenditures -

Fund Balance - July 1, 2021 51,196

Fund Balance - June 30, 2022 \$ 51,196

**OAKLYN SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Statement of Project Revenues, Expenditures, Project Balance,**  
**and Project Status - Budgetary Basis**  
**Construction and Various Improvements to the District's Facilities**  
**From Inception and for the Fiscal Year ended June 30, 2022**

	Prior Periods	Current Year	Total	Revised Authorized Costs
<b>Revenues and Other Financing Sources:</b>				
Bond proceeds	\$ 3,400,000	\$ -	\$ 3,400,000	\$ 3,400,000
Transfer from Capital Reserve	588,800		588,800	588,800
	3,988,800		3,988,800	3,988,800
 <b>Expenditures and Other Financing Uses:</b>				
Purchased professional services	\$ 351,424	\$ -	\$ 351,424	\$ 351,424
Construction services	3,586,180	-	3,586,180	3,586,180
	3,937,604	-	3,937,604	3,937,604
 Excess (deficiency) or revenues over (under) expenditures	\$ 51,196	\$ -	\$ 51,196	\$ 51,196
 <b>Additional project information:</b>				
Bond Authorization Date	9/24/2019			
Bonds Authorized	\$ 3,400,000			
Bonds Issued	\$ 3,400,000			
Transfer from Capital Reserve	\$ 588,800			
Original Authorized Cost	\$ 3,988,800			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 3,988,800			
 Percentage Increase over Original Authorized Cost				
	0.00%			
Percentage Completion				
	47.00%			
Original target completion date				
	10/31/20			
Revised target completion date				
	N/A			

**OAKLYN SCHOOL DISTRICT**  
**Capital Projects Fund**  
 Summary Statement of Project Expenditures  
 Year Ended June 30, 2022

<u>Issue/Project Title</u>	<u>Appropriations</u>	<u>Expenditures to Date</u>		<u>Total</u>	<u>Balance</u>
		<u>Prior Years</u>	<u>Current Year</u>		
Construction and Various Improvements to the District's Facilities	\$ 3,988,800	\$ 3,937,604	\$ -	\$ 3,937,604	\$ 51,196
	<u>\$ 3,988,800</u>	<u>\$ 3,937,604</u>	<u>\$ -</u>	<u>\$ 3,937,604</u>	<u>\$ 51,196</u>



Proprietary Funds

**OAKLYN SCHOOL DISTRICT**  
**Enterprise Funds**  
**Statement of Net Position**  
**June 30, 2022**

	<b>Business-Type Activities Enterprise Funds</b>	<b>Governmental Activities Internal Service Funds</b>
	<b>Food Service Fund</b>	<b>Shared Services</b>
<b>ASSETS:</b>		
Current Assets:		
Cash and cash equivalents	\$ 101,809	\$ 16,177
Accounts receivable:		
State	339	
Federal	21,554	
Other	-	
Inventories	9,487	
Total Current Assets	133,189	16,177
Noncurrent Assets:		
Equipment	340,451	
Less - accumulated depreciation	(126,348)	
Total Noncurrent Assets	214,103	-
Total Assets	347,292	16,177
<b>LIABILITIES:</b>		
Current Liabilities:		
Accounts payable	14,359	
Interfund payable	-	16,177
Unearned revenue	714	
Total Current Liabilities	15,073	16,177
<b>NET POSITION:</b>		
Net investment in capital assets	214,103	-
Unrestricted	118,116	-
Total Net Position	\$ 332,219	\$ -

**OAKLYN SCHOOL DISTRICT**  
**Enterprise Funds**  
**Statement of Revenues, Expenses**  
**and Changes in Fund Net Position**  
**For the Fiscal Year Ended June 30, 2022**

	<b>Business-Type Activities Enterprise Funds</b>	<b>Governmental Activities Internal Service Funds</b>
	<b>Food Service Fund</b>	<b>Shared Services</b>
<b>Operating Revenues:</b>		
Charges for Services:		
Daily sales non-reimbursable programs		
Adult and a la carte sales	\$ 585	\$ -
Miscellaneous	484	54,146
	1,069	54,146
<b>Operating Expenses:</b>		
Salaries	79,396	37,969
Employee benefits	12,569	16,177
Supplies and materials	12,206	
Management Fee	15,635	
Repairs and maintenance	9,083	
Other costs	6,928	
Depreciation	16,591	
Cost of sales - reimburseable programs	78,875	
Cost of sales - nonreimburseable programs	224	
	231,507	54,146
Total Operating Expenses		
	(230,438)	-
Operating Income (Loss)		
<b>Non-Operating Revenues (Expenses):</b>		
State sources:		
State school lunch program	4,537	
Federal sources:		
National school lunch program	193,186	
National school breakfast program	85,895	
EM schools	338	
P-EBT admin cost reimbursement	628	
Food distribution program	18,195	
Interest earned	95	
	302,874	-
Total Non-Operating Revenues (Expenses)		
Change in Net Position Before Other Items	72,436	-
<b>Other Items:</b>		
Contributed capital	32,329	
Changes in Net Position	104,765	-
Net Position - July 1, 2021	227,454	-
Net Position - June 30, 2022	\$ 332,219	\$ -

**OAKLYN SCHOOL DISTRICT**  
**Enterprise Funds**  
**Statement of Cash Flows**  
**For the Fiscal Year Ended June 30, 2022**

	<b>Business-Type Activities Enterprise Funds</b>	<b>Governmental Activities Internal Service Funds</b>
	<b>Food Service Fund</b>	<b>Shared Services</b>
<b>Cash Flows from Operating Activities:</b>		
Cash receipts from customers	\$ 21,083	\$ 54,146
Cash payments to employees for services	(75,587)	(52,774)
Cash payments to suppliers for goods and services	(248,423)	
Net cash provided by (used for) operating activities	(302,927)	1,372
<b>Cash Flows from Noncapital Financing Activities:</b>		
Cash received from state sources	5,854	
Cash received from federal sources	270,838	
Net cash provided by noncapital financing activities	276,692	-
<b>Cash Flows Used by Capital and Related Financing Activities:</b>		
Purchase of equipment	(28,425)	
<b>Cash Flow Provided by Investing Activities:</b>		
Interest on cash equivalents	95	
Net increase (decrease) in cash and cash equivalents	(54,565)	1,372
Cash and cash equivalents - July 1, 2021	156,374	14,805
Cash and cash equivalents - June 30, 2022	\$ 101,809	\$ 16,177
<b>Reconciliation of Operating Income (Loss) to Net Cash provided by (used for) Operating Activities:</b>		
Operating income (loss)	\$ (230,438)	\$ -
Adjustments to reconcile operating income (loss) to cash provided by (used for) operating activities:		
Depreciation	16,591	
Commodities	18,195	
Change in assets and liabilities:		
(Increase) decrease in accounts receivables	20,530	
(Increase) decrease in inventories	756	
Increase (decrease) in accounts payable	(114,761)	1,372
Increase (decrease) in interfund payable	(13,355)	
Increase (decrease) in unearned revenue	(445)	
Net cash provided by (used for) operating activities	\$ (302,927)	\$ 1,372

Long-Term Debt Schedules

**OAKLYN SCHOOL DISTRICT  
Schedule of Serial Bonds  
For the Fiscal Year Ended June 30, 2022**

Issue	Date of Issue	Amount of Issue	Annual Maturities		Rate of Interest	Balance June 30, 2021	Issued	Retired	Balance June 30, 2022
			Date	Amount					
School Bonds	11/26/2019	\$ 14,775,000	9/15/2022	\$ 140,000	2.000%	\$ 3,300,000	\$ -	\$ 135,000	\$ 3,165,000
			9/15/2023	140,000	2.000%				
			9/15/2024	145,000	2.000%				
			9/15/2025	150,000	2.750%				
			9/15/2026	155,000	2.750%				
			9/15/2027	160,000	2.750%				
			9/15/2028	165,000	2.750%				
			9/15/2029	170,000	2.750%				
			9/15/2030	175,000	2.750%				
			9/15/2031	180,000	2.750%				
			9/15/2032	190,000	2.750%				
			9/15/2033	195,000	2.750%				
			9/15/2034	200,000	2.750%				
			9/15/2035	200,000	2.750%				
			9/15/2036	200,000	2.750%				
			9/15/2037	200,000	2.750%				
			9/15/2038	200,000	2.750%				
			9/15/2039	200,000	2.750%				

**OAKLYN SCHOOL DISTRICT  
Schedule of Obligations Under Leases  
For the Fiscal Year Ended June 30, 2022**

<u>Purpose</u>	<u>Interest Rate Payable</u>	<u>Maturity Date</u>	<u>(Restated) Balance 6/30/2021.</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance 6/30/2022</u>
Copiers	4.00%	4/1/2025	\$ 27,030	\$ -	\$ 6,657	\$ 20,373
Copiers	4.00%	8/1/2025	14,471		2,827	11,644
Postage Meter	3.00%	5/1/2027	4,511		231	4,280
			<u>\$ 46,012</u>	<u>\$ -</u>	<u>\$ 9,715</u>	<u>\$ 36,297</u>

**OAKLYN SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**Debt Service Fund**  
**For the Fiscal Year Ended June 30, 2022**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local sources:					
Local tax levy	\$ 134,498	\$ -	\$ 134,498	\$ 134,498	\$ -
Total Revenues - local sources	134,498	-	134,498	134,498	-
State sources:					
State aid	74,868		74,868	74,868	
Total revenues - state sources	74,868	-	74,868	74,868	
Total Revenues	209,366	-	209,366	209,366	
<b>EXPENDITURES:</b>					
Regular debt service:					
Redemption of principal	135,000		135,000	135,000	
Interest	85,200		85,200	85,200	
Total regular debt service	220,200	-	220,200	220,200	-
Excess (Deficiency) of revenues over (under) expenditures	(10,834)		(10,834)	(10,834)	
Other Financing Sources:					
Operating transfers in	-			53	53
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses):	(10,834)	-	(10,834)	(10,781)	53
Fund Balance - July 1,	12,816	-	12,816	12,816	-
Fund Balance - June 30,	\$ 1,982	\$ -	\$ 1,982	\$ 2,035	\$ 53



**Statistical Section**

**Oaklyn School District**  
**Net Position by Component,**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

EXHIBIT J-1

	<b>Fiscal Year Ending June 30, 2022</b>									
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Governmental activities:										
Invested in capital assets, net of related debt	\$ 1,273,842	\$ 1,180,300	\$ 1,000,072	\$ 958,984	\$ 1,204,524	\$ 1,349,597	\$ 1,597,741	\$ (1,789,682)	\$ 1,743,416	\$ 1,916,679
Restricted for:										
Special revenue	-	-	-	-	-	-	-	-	9,120	8,194
Capital projects	-	-	-	-	-	-	-	-	468,732	397,015
Debt service	-	-	-	-	-	-	-	-	12,816	2,035
Other purposes	48,287	298,218	606,250	1,114,021	1,538,023	1,714,671	1,740,359	3,308,010	697,624	1,080,955
Unrestricted	(82,836)	(84,773)	(900,005)	(865,994)	(700,193)	(626,257)	(502,660)	(369,127)	(98,212)	(128,089)
Total governmental activities net position	<u>\$ 1,239,293</u>	<u>\$ 1,393,745</u>	<u>\$ 706,317</u>	<u>\$ 1,207,011</u>	<u>\$ 2,042,354</u>	<u>\$ 2,438,011</u>	<u>\$ 2,835,440</u>	<u>\$ 1,149,201</u>	<u>\$ 2,833,496</u>	<u>\$ 3,276,789</u>
Business-type activities:										
Invested in capital assets, net of related debt	\$ 3,731	\$ -	\$ 30,347	\$ 24,471	\$ 44,851	\$ 39,221	\$ 54,640	\$ 53,178	\$ 162,626	\$ 214,103
Unrestricted	40,207	62,020	74,687	76,258	76,059	82,821	54,128	50,831	64,828	118,116
Total business-type activities net position	<u>\$ 43,938</u>	<u>\$ 62,020</u>	<u>\$ 105,034</u>	<u>\$ 100,729</u>	<u>\$ 120,910</u>	<u>\$ 122,042</u>	<u>\$ 108,768</u>	<u>\$ 104,009</u>	<u>\$ 227,454</u>	<u>\$ 332,219</u>
District-wide:										
Invested in capital assets, net of related debt	\$ 1,277,573	\$ 1,180,300	\$ 1,030,419	\$ 983,455	\$ 1,249,375	\$ 1,388,818	\$ 1,652,381	\$ (1,736,504)	\$ 1,906,042	\$ 2,130,782
Restricted:										
Special revenue	-	-	-	-	-	-	-	-	9,120	8,194
Capital reserve	-	-	-	-	-	-	-	-	468,732	397,015
Debt service	-	-	-	-	-	-	-	-	12,816	2,035
Other purposes	48,287	298,218	606,250	1,114,021	1,538,023	1,714,671	1,740,359	3,308,010	697,624	1,080,955
Unrestricted	(42,629)	(22,753)	(825,318)	(789,736)	(624,134)	(543,436)	(448,532)	(318,296)	(33,384)	(9,973)
Total district net position	<u>\$ 1,283,231</u>	<u>\$ 1,455,765</u>	<u>\$ 811,351</u>	<u>\$ 1,307,740</u>	<u>\$ 2,163,264</u>	<u>\$ 2,560,053</u>	<u>\$ 2,944,208</u>	<u>\$ 1,253,210</u>	<u>\$ 3,060,950</u>	<u>\$ 3,609,008</u>

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

EXHIBIT J-2

	<b>Fiscal Year Ending June 30, 2022</b>									
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<b>Expenses:</b>										
Governmental activities:										
Instruction:										
Regular	\$ 1,883,242	\$ 1,847,021	\$ 1,952,554	\$ 1,845,935	\$ 1,800,295	\$ 1,950,285	\$ 1,501,012	\$ 1,942,908	\$ 1,905,838	\$ 2,157,530
Special education	742,918	527,532	553,821	555,701	691,559	670,737	522,911	404,868	427,006	426,683
Other instruction	232,451	221,245	169,344	232,312	237,233	255,465	190,524	208,899	207,629	222,243
Support Services:										
Tuition	1,957,804	2,094,612	2,102,218	1,589,400	1,177,942	1,425,888	2,937,061	3,668,808	3,663,587	3,436,177
Student & instruction related services	740,122	777,675	793,141	987,706	1,045,735	1,151,253	1,075,512	999,778	1,231,832	1,543,193
General and business administrative services	363,236	268,240	175,565	216,362	169,478	193,891	188,229	174,846	236,123	150,538
School administrative services	163,362	168,761	281,745	315,537	332,805	341,276	135,129	158,518	159,404	279,305
Plant operations and maintenance	119,363	488,857	473,347	474,837	564,487	522,818	533,510	2,210,431	557,620	388,444
Pupil transportation	153,324	144,970	170,406	172,123	151,934	132,973	151,524	250,232	75,418	240,829
Employee benefits	1,601,551	1,375,200	1,337,229	1,327,448	1,463,518	1,610,839	2,624,961	1,905,559	2,352,312	1,893,981
Special schools	-	-	-	1,728	2,728	1,728	12,306	108	-	-
Transfer of funds to charter school	-	23,495	32,542	54,648	56,933	29,888	10,866	11,110	34,437	30,214
Interest on long-term debt	-	-	-	-	-	-	-	-	132,392	84,638
Unallocated depreciation	2,571	2,395	6,266	1,265	951	1,068	1,384	1,562	3,295	5,201
Total governmental activities expenses	<u>7,959,944</u>	<u>7,940,003</u>	<u>8,048,178</u>	<u>7,775,002</u>	<u>7,695,598</u>	<u>8,288,109</u>	<u>9,884,929</u>	<u>11,937,627</u>	<u>10,986,893</u>	<u>10,858,976</u>
Business-type activities:										
Food service	256,108	232,572	219,021	242,204	242,234	236,479	179,111	152,332	235,569	231,507
Total business-type activities expense	<u>256,108</u>	<u>232,572</u>	<u>219,021</u>	<u>242,204</u>	<u>242,234</u>	<u>236,479</u>	<u>179,111</u>	<u>152,332</u>	<u>235,569</u>	<u>231,507</u>
Total district expenses	<u>\$ 8,216,052</u>	<u>\$ 8,172,575</u>	<u>\$ 8,267,199</u>	<u>\$ 8,017,206</u>	<u>\$ 7,937,832</u>	<u>\$ 8,524,588</u>	<u>\$ 10,064,040</u>	<u>\$ 12,089,959</u>	<u>\$ 11,222,462</u>	<u>\$ 11,090,483</u>
<b>Program Revenues:</b>										
Governmental activities:										
Charges for services:										
Instruction (tuition)	\$ 596,664	\$ 413,291	\$ 27,733	\$ 17,237	\$ 9,362	\$ 12,000	\$ -	\$ -	\$ 39,634	\$ -
Operating grants and contributions	836,239	749,920	782,289	834,128	912,610	1,010,996	2,581,814	2,419,565	4,234,246	2,615,522
Total governmental activities program revenues	<u>1,432,903</u>	<u>1,163,211</u>	<u>810,022</u>	<u>851,365</u>	<u>921,972</u>	<u>1,022,996</u>	<u>2,581,814</u>	<u>2,419,565</u>	<u>4,273,880</u>	<u>2,615,522</u>

(Continued)

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

EXHIBIT J-2

	<b>Fiscal Year Ending June 30, 2022</b>									
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<b>Business-type activities:</b>										
Charges for services:										
Food service	\$ 141,567	\$ 145,021	\$ 136,218	\$ 140,270	\$ 155,306	\$ 147,180	\$ 102,607	\$ 74,441	\$ 78,783	\$ 1,069
Operating grants and contributions	120,913	105,537	93,845	97,465	91,475	90,225	62,837	73,132	299,912	302,779
Capital grants and contributions	-	-	-	-	15,493	-	-	-	-	-
Total business type activities program revenues	<u>262,480</u>	<u>250,558</u>	<u>230,063</u>	<u>237,735</u>	<u>262,274</u>	<u>237,405</u>	<u>165,444</u>	<u>147,573</u>	<u>378,695</u>	<u>303,848</u>
Total district program revenues	<u>\$ 1,695,383</u>	<u>\$ 1,413,769</u>	<u>\$ 1,040,085</u>	<u>\$ 1,089,100</u>	<u>\$ 1,184,246</u>	<u>\$ 1,260,401</u>	<u>\$ 2,747,258</u>	<u>\$ 2,567,138</u>	<u>\$ 4,652,575</u>	<u>\$ 2,919,370</u>
<b>Net (Expense)/Revenue:</b>										
Governmental activities	\$ (6,527,041)	\$ (6,776,792)	\$ (7,238,156)	\$ (6,923,637)	\$ (6,773,626)	\$ (7,265,113)	\$ (7,303,115)	\$ (9,518,062)	\$ (6,713,013)	\$ (8,243,454)
Business-type activities	6,372	17,986	11,042	(4,469)	20,040	926	(13,667)	(4,759)	143,126	72,341
Total district-wide net expense	<u>\$ (6,520,669)</u>	<u>\$ (6,758,806)</u>	<u>\$ (7,227,114)</u>	<u>\$ (6,928,106)</u>	<u>\$ (6,753,586)</u>	<u>\$ (7,264,187)</u>	<u>\$ (7,316,782)</u>	<u>\$ (9,522,821)</u>	<u>\$ (6,569,887)</u>	<u>\$ (8,171,113)</u>
<b>General Revenues and Other Changes in Net Position:</b>										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 4,285,045	\$ 4,452,813	\$ 4,664,481	\$ 4,786,706	\$ 4,882,440	\$ 4,980,089	\$ 5,079,691	\$ 5,192,649	\$ 5,388,414	\$ 5,469,240
Taxes levied for debt service	-	-	-	-	-	-	-	-	141,479	134,498
Unrestricted grants and contributions	2,451,903	2,454,574	2,643,199	2,624,865	2,682,776	2,662,103	2,605,907	2,523,835	2,741,621	2,999,417
Miscellaneous income	11,495	23,857	95,993	12,760	43,753	18,578	14,946	115,339	89,435	83,592
Total governmental activities	<u>6,748,443</u>	<u>6,931,244</u>	<u>7,403,673</u>	<u>7,424,331</u>	<u>7,608,969</u>	<u>7,660,770</u>	<u>7,700,544</u>	<u>7,831,823</u>	<u>8,360,949</u>	<u>8,686,747</u>
Business-type activities:										
Investment earnings	99	96	132	164	-	206	393	-	182	95
Gain(Loss) on disposal of assets	-	-	-	-	-	-	-	-	(19,863)	32,329
Total business-type activities	<u>99</u>	<u>96</u>	<u>132</u>	<u>164</u>	<u>-</u>	<u>206</u>	<u>393</u>	<u>-</u>	<u>(19,681)</u>	<u>32,424</u>
Total district-wide	<u>\$ 6,748,542</u>	<u>\$ 6,931,340</u>	<u>\$ 7,403,805</u>	<u>\$ 7,424,495</u>	<u>\$ 7,608,969</u>	<u>\$ 7,660,976</u>	<u>\$ 7,700,937</u>	<u>\$ 7,831,823</u>	<u>\$ 8,341,268</u>	<u>\$ 8,719,171</u>
<b>Change in Net Position:</b>										
Governmental activities	\$ 221,402	\$ 154,452	\$ 165,517	\$ 500,694	\$ 835,343	\$ 395,657	\$ 397,429	\$ (1,686,239)	\$ 1,647,936	\$ 443,293
Business-type activities	6,471	18,082	11,174	(4,305)	20,040	1,132	(13,274)	(4,759)	123,445	104,765
Total district-wide	<u>\$ 227,873</u>	<u>\$ 172,534</u>	<u>\$ 176,691</u>	<u>\$ 496,389</u>	<u>\$ 855,383</u>	<u>\$ 396,789</u>	<u>\$ 384,155</u>	<u>\$ (1,690,998)</u>	<u>\$ 1,771,381</u>	<u>\$ 548,058</u>

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

EXHIBIT J-3

Fiscal Year Ending June 30, 2022										
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund:										
Restricted for:										
Year-end Encumbrances	\$ 28,287	\$ 58,043	\$ 3,378	\$ 13,250	\$ 17,452	\$ -	\$ -	\$ 7,777	\$ 30,475	\$ 8,225
Capital reserve	-	-	100,000	300,000	627,302	724,701	745,298	157,280	417,536	345,819
Maintenance reserve	-	58,000	158,000	258,000	258,000	258,000	221,590	205,581	302,918	303,192
Future tuition payments	-	-	-	-	-	128,000	278,000	150,000	-	-
Unemployment compensation	-	-	-	-	-	-	-	-	30,826	30,827
Excess surplus	-	91,337	253,457	262,762	358,568	212,404	473,721	221,257	142,623	604,313
Designated for subsequent year's budget	20,000	90,838	91,415	280,009	276,701	391,566	21,750	302,319	281,063	281,063
Unassigned	21,509	7,451	33,819	16,648	26,743	9,328	29,526	58,585	201,432	121,065
Total general fund	<u>\$ 69,796</u>	<u>\$ 305,669</u>	<u>\$ 640,069</u>	<u>\$ 1,130,669</u>	<u>\$ 1,564,766</u>	<u>\$ 1,723,999</u>	<u>\$ 1,769,885</u>	<u>\$ 1,102,799</u>	<u>\$ 1,406,873</u>	<u>\$ 1,694,504</u>
All Other Governmental Funds										
Restricted for:										
Year-end Encumbrances	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,173,405	\$ -	\$ -
Unreserved, reported in:										
Special revenue fund	-	-	-	-	-	-	-	(10,956)	(1,597)	(47,847)
Capital projects fund	-	-	-	-	-	-	-	90,513	51,196	51,196
Debt service fund	-	-	-	-	-	-	-	10,834	12,816	2,035
Total all other governmental funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,263,796</u>	<u>\$ 62,415</u>	<u>\$ 5,384</u>

**Oaklyn School District**  
**Changes in Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*

EXHIBIT J-4

	<b>Fiscal Year Ending June 30, 2022</b>									
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<b>Revenues</b>										
Tax levy	\$ 4,285,045	\$ 4,452,813	\$ 4,664,481	\$ 4,786,706	\$ 4,882,440	\$ 4,980,089	\$ 5,079,691	\$ 5,192,649	\$ 5,529,893	\$ 5,603,738
Tuition charges	596,664	413,291	27,733	17,237	26,064	22,981	-	46,723	39,634	10,365
Interest earnings	-	-	-	-	-	-	-	-	-	619
Miscellaneous	11,495	23,857	95,993	12,760	27,051	7,597	14,946	68,616	89,435	72,608
Local sources	-	-	-	-	-	-	-	-	1,908	1,849
State sources	3,023,657	2,922,401	3,156,190	3,197,215	3,301,770	3,398,143	3,795,335	4,017,995	4,309,229	4,616,446
Federal sources	264,485	282,093	269,298	261,778	293,616	274,956	230,792	283,157	362,214	891,787
<b>Total revenue</b>	<u>8,181,346</u>	<u>8,094,455</u>	<u>8,213,695</u>	<u>8,275,696</u>	<u>8,530,941</u>	<u>8,683,766</u>	<u>9,120,764</u>	<u>9,609,140</u>	<u>10,332,313</u>	<u>11,197,412</u>
<b>Expenditures</b>										
<b>Instruction</b>										
Regular Instruction	1,804,215	1,796,879	1,830,102	1,774,953	1,840,629	1,900,364	1,464,790	1,770,286	1,775,740	2,001,492
Special education instruction	742,918	527,532	553,821	555,701	691,559	670,737	522,911	404,868	427,006	426,683
Other instruction	232,451	221,245	169,344	232,312	237,233	255,465	190,524	208,899	207,629	222,243
<b>Support Services:</b>										
Tuition	1,957,804	2,094,612	2,102,218	1,589,400	1,177,942	1,425,888	2,937,061	3,668,808	3,663,587	3,436,177
Student & instruction related services	740,122	777,675	793,141	987,706	1,045,735	1,151,253	1,075,512	999,778	1,231,832	1,543,193
General and business admin. services	355,524	261,056	162,048	212,568	165,674	189,617	182,694	168,597	222,943	129,230
School administrative services	163,362	168,761	281,745	315,537	332,805	341,276	135,129	158,518	159,404	279,001
Plant operations and maintenance	439,912	465,397	428,290	469,930	508,747	492,208	497,369	490,351	516,432	501,358
Pupil transportation	153,324	144,970	170,406	172,123	151,934	132,973	151,524	250,232	75,418	240,829
Other support services	1,601,551	1,375,200	1,353,878	1,416,730	1,547,981	1,717,383	1,558,016	1,489,636	1,522,708	1,815,408
Special schools	-	-	-	1,728	2,728	1,728	12,306	108	-	-
Capital outlay	8,732	1,760	1,760	1,760	336,944	215,753	336,176	1,791,239	2,214,482	120,784
Transfer to Charter School	-	23,495	32,542	54,648	56,933	29,888	10,866	11,110	34,437	30,214
<b>Debt service:</b>										
Principal	-	-	-	-	-	-	-	-	100,000	135,000
Interest and other charges	-	-	-	-	-	-	-	-	114,361	85,200
<b>Total expenditures</b>	<u>8,199,915</u>	<u>7,858,582</u>	<u>7,879,295</u>	<u>7,785,096</u>	<u>8,096,844</u>	<u>8,524,533</u>	<u>9,074,878</u>	<u>11,412,430</u>	<u>12,265,979</u>	<u>10,966,812</u>
Excess (Deficiency) of revenues over (under) expenditures	(18,569)	235,873	334,400	490,600	434,097	159,233	45,886	(1,803,290)	(1,933,666)	230,600
<b>Other Financing sources (uses)</b>										
Bond proceeds	-	-	-	-	-	-	-	3,400,000	-	-
Transfers in	-	-	-	-	-	-	-	718,831	72,434	85,248
Transfers out	-	-	-	-	-	-	-	(718,831)	(72,434)	(85,248)
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,400,000</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>\$ (18,569)</u>	<u>\$ 235,873</u>	<u>\$ 334,400</u>	<u>\$ 490,600</u>	<u>\$ 434,097</u>	<u>\$ 159,233</u>	<u>\$ 45,886</u>	<u>\$ 1,596,710</u>	<u>\$ (1,933,666)</u>	<u>\$ 230,600</u>
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	2.13%	2.03%

Source: District records

Oaklyn School District  
 General Fund - Other Local Revenue by Source  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)

EXHIBIT J-5

<u>Fiscal Year Ending June 30,</u>	<u>Interest on Investments</u>	<u>Tuition</u>	<u>Donations</u>	<u>Prior Year Refunds</u>	<u>Rentals</u>	<u>E-Rate</u>	<u>Sale of Asset</u>	<u>Miscellaneous</u>	<u>Total</u>
2013	\$ 2,595	\$ 596,664	\$ -	\$ 5,349	\$ -	\$ -	\$ -	\$ 3,551	\$ 608,159
2014	2,033	413,291	-	20,624	1,200	-	-	-	437,148
2015	2,337	27,733	-	8,125	1,100	-	83,782	649	123,726
2016	3,428	17,237	-	9,325	-	-	-	7	29,997
2017	4,303	26,064	-	20,675	1,550	-	-	523	53,115
2018	6,540	22,981	-	832	-	-	-	225	30,578
2019	11,721	-	-	528	-	-	-	2,697	14,946
2020	8,156	46,723	-	47,821	-	-	-	-	102,700
2021	2,675	39,634	-	40,382	39,946	-	-	-	122,637
2022	1,356	10,365	-	7,313	42,521	10,826	-	11,158	83,539
	<u>\$ 45,144</u>	<u>\$ 1,200,692</u>	<u>\$ -</u>	<u>\$ 160,974</u>	<u>\$ 86,317</u>	<u>\$ 10,826</u>	<u>\$ 83,782</u>	<u>\$ 18,810</u>	<u>\$ 1,606,545</u>

Source: District records

Oaklyn School District  
 Assessed Value and Actual Value of Taxable Property,  
 Last Ten Fiscal Years

EXHIBIT J-6

Fiscal Year Ended June 30,	Vacant Land	Residential	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities <sup>a</sup>	Net Valuation Taxable	Tax-Exempt Property	Total Direct School Tax Rate <sup>b</sup>	Estimated Actual (County Equalized) Value
2013 R	\$ 1,018,700	\$ 218,723,400	\$ 24,478,400	\$ 262,600	\$ 13,963,300	\$ 258,446,400		\$ 258,446,400	\$ 22,797,600	1.722	\$ 268,470,877
2014	941,800	218,044,600	24,478,400	262,600	13,476,600	257,204,000		257,204,000	23,400,900	1.813	280,588,536
2015	1,060,800	217,896,700	23,211,400	262,600	13,203,500	255,635,000		255,635,000	23,416,100	1.872	283,527,565
2016	1,130,800	216,850,500	22,626,600	262,600	13,203,500	254,074,000		254,074,000	23,757,900	1.921	279,227,621
2017	1,123,300	216,706,700	22,392,300	262,600	13,203,500	253,688,400		253,688,400	23,916,800	1.963	271,050,008
2018	1,143,600	215,765,600	22,115,000	262,600	13,203,500	252,490,300		252,490,300	24,387,900	2.011	273,438,717
2019	1,303,800	215,558,600	21,516,300	262,600	13,203,500	251,844,800		251,844,800	24,408,700	2.062	279,917,559
2020	1,078,800	216,632,700	21,393,800	262,600	13,119,100	252,487,000		252,487,000	24,024,800	2.190	284,923,385
2021	1,068,200	217,054,800	21,294,800	262,600	13,119,100	252,799,500		252,799,500	24,169,600	2.217	286,260,608
2022	1,170,700	217,841,400	20,737,600	262,600	12,808,000	252,820,300		252,820,300	25,675,600	2.274	303,596,796

Source:  
 Municipal Tax Assessor

Note:  
 Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation. Reassessment occurs when ordered by the County Board of Taxation

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

b Tax rates are per \$100 of assessed valuation.

c Not Available.

R Revaluation.



**Oaklyn School District**  
**Direct and Overlapping Property Tax Rates**  
**Last Ten Fiscal Years**  
*(rate per \$100 of assessed value)*

**EXHIBIT J-7**

<b>Fiscal Year Ended June 30,</b>	<b>Oaklyn School District Direct Rate</b>			<b>Overlapping Rates</b>		<b>Total Direct and Overlapping Tax Rate</b>
	<b>General</b>			<b>Borough of Oaklyn</b>	<b>Camden County</b>	
	<b>Basic Rate</b>	<b>Obligation Debt Service</b>	<b>Total Direct</b>			
2013	\$ 1.722	\$ -	\$ 1.722	\$ 1.286	\$ 0.862	\$ 3.870
2014	1.813	-	1.813	1.326	0.930	4.069
2015	1.872	-	1.872	1.383	0.972	4.227
2016	1.921	-	1.921	1.413	0.973	4.307
2017	1.963	-	1.963	1.441	0.953	4.357
2018	2.011	-	2.011	1.492	0.946	4.449
2019	2.062	-	2.062	1.494	0.964	4.520
2020	2.130	0.060	2.190	1.522	0.959	4.671
2021	2.167	0.050	2.217	1.567	0.956	4.740
2022	2.214	0.060	2.274	1.626	0.941	4.841

**Source:** Municipal Tax Collector

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

**EXHIBIT J-8**

Taxpayer	2022		Taxpayer	2013	
	Taxable Assessed Value	% of Total District Net Assessed Value		Taxable Assessed Value	% of Total District Net Assessed Value
2 Oaklyn Properties, LLC	\$ 2,314,200	0.92%	Oaklyn Associates	\$ 1,650,000	0.64%
Peter and Joan Corelli	1,266,600	0.50%	Peter and Joan Corelli	1,072,300	0.41%
Everall LLC	1,128,600	0.45%	Allan & Sandra Vogelsson	768,000	0.30%
Castle Lynne LLC	1,100,000	0.44%	White Oak Manor, LLC	750,000	0.29%
BK WHP Reality LLC	1,064,600	0.42%	Oaklyn Equities, LLC - CVS	730,000	0.28%
Oaklyn Equities, LLC - CVS	1,025,000	0.41%	BK WHP Realty, LLC	676,100	0.26%
TD Bank	900,000	0.36%	TD Bank	600,700	0.23%
Castle Oaks Apts LLC	844,700	0.33%	HRE Gas, LLC	543,200	0.21%
Catherine Mitchell Real Estate Assoc	818,300	0.32%	Catherine Mitchell Real Estate Assoc	503,700	0.19%
502 White Horse Pike, LLC	750,000	0.30%	James Saultz	473,800	0.18%
<b>Total</b>	<b>\$ 11,212,000</b>	<b>4.43%</b>	<b>Total</b>	<b>\$ 7,767,800</b>	<b>3.01%</b>

**Source:** Municipal Tax Assessor

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

**EXHIBIT J-9**

<b>Fiscal Year Ended June 30,</b>	<b>Taxes Levied for the Calendar Year</b>	<b>Collected within the Fiscal Year of the Levy <sup>a</sup></b>		<b>Collections in Subsequent Years</b>
		<b>Amount</b>	<b>Percentage of Levy</b>	
2013	\$ 4,285,045	\$ 4,285,045	100.00%	-
2014	4,452,813	4,452,813	100.00%	-
2015	4,664,481	4,664,481	100.00%	-
2016	4,786,706	4,786,706	100.00%	-
2017	4,882,440	4,882,440	100.00%	-
2018	4,980,089	4,980,089	100.00%	-
2019	5,079,691	5,079,691	100.00%	-
2020	5,192,649	5,192,649	100.00%	-
2021	5,529,893	5,529,893	100.00%	-
2022	5,603,738	5,603,738	100.00%	-

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

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

Oaklyn School District  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years

EXHIBIT J-10

Fiscal Year Ended June 30,	Governmental Activities		Total District	Percentage of Personal Income <sup>b</sup>	Per Capita <sup>c</sup>
	General Obligation Bonds <sup>a</sup>	Financed Purchases/ Leases			
2013	\$ -	\$ -	\$ -	\$ -	\$ -
2014	-	-	-	-	-
2015	-	-	-	-	-
2016	-	-	-	-	-
2017	-	-	-	-	-
2018	-	-	-	-	-
2019	-	-	-	-	-
2020	3,400,000	-	3,400,000	1.46%	862
2021	3,300,000	46,012	3,346,012	e	855
2022	3,165,000	36,297	3,201,297	e	e

**Sources:**

- a District Records
- b Personal Income has been estimated based upon the municipal population and per capita personal income.
- c Per Capita Personal Income Data provided by the NJ Dept. of Labor and Workforce.
- d Not applicable
- e Not available

Oaklyn School District  
Ratios of Net General Bonded Debt Outstanding  
Last Ten Fiscal Years

EXHIBIT J-11

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Net Assessed Valuation Taxable <sup>b</sup>	Per Capita <sup>c</sup>
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding <sup>a</sup>		
2013	\$ -	\$ -	\$ -	\$ -	\$ -
2014	-	-	-	-	-
2015	-	-	-	-	-
2016	-	-	-	-	-
2017	-	-	-	-	-
2018	-	-	-	-	-
2019	3,165,000	-	3,165,000	-	-
2020	3,400,000	-	3,400,000	1.35%	862
2021	3,300,000	-	3,300,000	1.31%	843
2022	3,165,000	-	3,165,000	1.25%	e

**Sources:**

- a District Records
- b Net Assessed Valuation provided by Abstract of Ratables, County Board of Taxation
- c Per Capita Personal Income Data provided by the NJ Dept. of Labor and Workforce.
- d Not applicable
- e Not Available

Oaklyn School District  
Ratios of Overlapping Governmental Activities Debt  
As of December 31, 2021

EXHIBIT J-12

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable <sup>a</sup></u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes:			
Borough of Oaklyn	\$ 8,510,581	100.000%	\$ 8,510,581
Camden County General Obligation Debt	492,918,930	0.703%	3,465,220
			<hr/>
Subtotal, overlapping debt			11,975,801
Oaklyn School District Direct Debt			<hr/>
			3,165,000
<b>Total direct and overlapping debt</b>			<hr/> <hr/> <b>\$ 15,140,801</b>

**Sources:**

- (1) Entity's Audit Report
- (2) The County percentage is based upon a calculation reflecting the Borough's share of the 2021 Equalized Valuation. The source for this computation was the 2021 County Abstract of Ratables, provided by the County Board of Taxation.

Legal Debt Margin Calculation for Fiscal Year 2022

Equalized valuation basis (1):	
2019	\$ 283,545,147
2020	285,263,812
2021	302,935,291
	<u>\$ 871,744,250</u>
Average equalized valuation of taxable property	<u>\$ 290,581,417</u>
Debt limit 2.5%	7,264,535
Net bonded school debt (3)	<u>3,165,000</u>
Legal debt margin	<u>\$ 4,099,535</u>

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Debt limit	\$ 10,076,009	\$ 9,890,583	\$ 9,841,962	\$ 9,870,174	\$ 9,748,322	\$ 9,626,181	\$ 9,623,203	\$ 6,980,083	\$ 7,073,281	\$ 7,264,535
Total net debt applicable to limit (3)	-	-	-	-	-	-	-	3,400,000	3,300,000	3,165,000
Legal debt margin	<u>\$ 10,076,009</u>	<u>\$ 9,890,583</u>	<u>\$ 9,841,962</u>	<u>\$ 9,870,174</u>	<u>\$ 9,748,322</u>	<u>\$ 9,626,181</u>	<u>\$ 9,623,203</u>	<u>\$ 3,580,083</u>	<u>\$ 3,773,281</u>	<u>\$ 4,099,535</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	48.71%	46.65%	43.57%

Sources:

- (1) Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation.
- (2) Limit set by NJSA 18A:24-19 for a K through 8 district.
- (3) District Records

**Oaklyn School District  
Demographic and Economic Statistics  
Last Ten Fiscal Years**

**EXHIBIT J-14**

<u>Year</u>	<u>Population <sup>a</sup></u>	<u>Personal Income <sup>b</sup></u>	<u>Per Capita Personal Income <sup>c</sup></u>	<u>Unemployment Rate <sup>d</sup></u>
2013	3,991	\$ 177,427,887	\$ 44,457	8.8%
2014	3,975	183,617,175	46,193	6.1%
2015	3,968	190,471,936	48,002	5.5%
2016	3,970	196,086,240	49,392	4.9%
2017	3,964	202,544,544	51,096	4.2%
2018	3,962	210,089,012	53,026	4.1%
2019	3,955	217,358,890	54,958	3.2%
2020	3,945	232,084,350	58,830	8.5%
2021	3,913	e	e	5.4%
2022	e	e	e	e

**Source:**

- <sup>a</sup> Population information provided by the NJ Dept of Labor and Workforce Development
- <sup>b</sup> Personal income has been established based upon the municipal population and per capita personal income presented.
- <sup>c</sup> Per Capita personal income provided by the NJ Dept. of Labor and Workforce Development.
- <sup>d</sup> Unemployment data provided by the NJ Dept of Labor and Workforce Development
- <sup>e</sup> Information not available



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

EXHIBIT J-16

<u>Function/Program</u>	<u>Fiscal Year Ending June 30,2022</u>										
	<u>2013</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Instruction											
Regular	29.0	29.0	28.0	28.0	29.0	28.0	28.0	21.0	22.0	22.1	22.0
Special education	12.0	12.0	12.0	12.0	8.0	10.0	10.0	5.0	5.0	5.0	5.0
Support Services:											
Student & instruction related services	12.0	12.0	5.0	5.0	5.0	4.0	4.0	4.0	4.0	4.0	3.0
School administrative services	2.6	2.6	2.3	2.3	2.3	2.3	2.3	2.3	2.3	2.3	3.0
General administrative services	1.0	1.0	-	-	-	-	-	-	-	-	-
Plant operations and maintenance	-	-	-	-	-	-	-	-	-	-	-
Business and other support services	1.0	1.0	-	-	-	-	-	-	-	-	-
Food Service	1.5	1.5	1.0	-	-	-	-	-	-	-	-
Total	<u>59.1</u>	<u>59.1</u>	<u>48.3</u>	<u>47.3</u>	<u>44.3</u>	<u>44.3</u>	<u>44.3</u>	<u>32.3</u>	<u>33.3</u>	<u>33.4</u>	<u>33.0</u>

Source:  
 District Personnel Records

Oaklyn School District  
 Operating Statistics,  
 Last Ten Fiscal Years

EXHIBIT J-17

Fiscal Year	Resident Enrollment	Operating Expenditures <sup>a</sup>	Cost Per Pupil	Percentage Change	Teaching Staff <sup>b</sup>	Pupil/Teacher Ratio Elementary	Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
2012	469	\$ 7,959,525	\$ 16,971	-11.26%	41	1:11	459.2	434.2	0.56%	94.56%
2013	440	8,191,183	18,616	9.69%	41	1:10	442.4	417.8	-3.66%	94.44%
2014	510	7,856,822	15,406	-17.25%	40	1:12	410.0	389.2	-7.32%	94.93%
2015	468	7,877,535	16,832	9.26%	40	1:11	376.2	356.9	-8.24%	94.87%
2016	444	7,783,336	17,530	4.14%	37	1:12	384.1	365.2	2.09%	95.10%
2017	445	7,759,900	17,438	-0.53%	38	1:11	365.1	346.5	-4.95%	94.91%
2018	445	8,308,780	18,671	7.07%	38	1:11	358.4	340.6	-1.84%	95.03%
2019	441	8,738,702	19,816	6.13%	26	1:10	246.8	234.6	-31.14%	95.08%
2020	466	9,740,388	20,902	5.48%	27	1:10	283.1	274.1	14.70%	96.85%
2021	475	9,837,136	20,710	-0.92%	27	1:10	273.9	262.4	-3.24%	95.77%
2022	443	10,625,828	23,986	15.82%	27	1:10	262.8	188.3	-4.05%	71.65%

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).

Oaklyn School District  
 School Building Information  
 Last Ten Fiscal Years

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>District Building</b>										
<u>Elementary</u>										
Oaklyn Elementary (1926)										
Square Feet	74,260	74,260	74,260	74,260	74,260	74,260	74,260	74,260	74,260	74,260
Capacity (students)	540	540	540	540	540	540	540	540	540	540
Enrollment	440	413	376	386	376	358	247	283	274	263
<u>Other</u>										
Administration (1932)										
Square Feet	920	920	920							

Number of Schools at June 30, 2022  
 Elementary = 1

Source: District Facilities Office

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

	Fiscal Year Ending June 30,										Total
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	
<b>* School Facilities</b>											
Oaklyn Public School	\$ 48,851	\$ 45,826	\$ 35,830	\$ 57,698	\$ 88,295	\$ 81,562	\$ 65,684	\$ 14,189	\$ 79,278	\$ 84,428	\$ 601,641
Total School Facilities	<u>\$ 48,851</u>	<u>\$ 45,826</u>	<u>\$ 35,830</u>	<u>\$ 57,698</u>	<u>\$ 88,295</u>	<u>\$ 81,562</u>	<u>\$ 65,684</u>	<u>\$ 14,189</u>	<u>\$ 79,278</u>	<u>\$ 84,428</u>	<u>\$ 601,641</u>

\* 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

**Oaklyn School District  
Insurance Schedule  
June 30, 2022**

**EXHIBIT J-20**

	<u>Coverage</u>	<u>Self-insured Retention</u>	<u>Deductible</u>
School Package Policy (1)			
Building and Contents (All Locations)			
Limits of liability per occurrence	\$ 175,000,000	\$ 250,000	\$ 500
Boiler and Machinery	125,000,000		1,000
Crime	500,000	250,000	500
General and Automobile Liability	20,000,000	250,000	
Workers' compensation	Statutory	250,000	
Educators Legal Liability	20,000,000	250,000	
Pollution Legal Liability	3,000,000		25,000-250,000
Cyber Liability	2,000,000		50,000-100,000
Crisis Protection & Disaster Management Services	1,000,000		10,000
Student Accident (2)	1,000,000		
Surety Bonds (3)			
Business Administrator	200,000		

- (1) Burlington County Insurance Pool Joint Insurance Fund
- (2) Hartford Insurance Company
- (3) Liberty Mutual

**Source: District records**

**Single Audit Section**

***INVERSO & STEWART, LLC***  
Certified Public Accountants

651 Route 73 North, Suite 402  
Marlton, New Jersey 08053  
(856) 983-2244  
Fax (856) 983-6674  
E-Mail: rinverso@inversocpa.com

-Member of-  
American Institute of CPAs  
New Jersey Society of CPAs

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

**INDEPENDENT AUDITOR'S REPORT**

The Honorable President and Members  
of the Board of Education  
Oaklyn School District  
County of Camden  
Oaklyn, New Jersey

I have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial statement audits contained in the *Government Auditing Standards*, issued by the Comptroller General of the United States, and the 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 Oaklyn School District (the "District"), in the County of Camden, 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 District's basic financial statements, and have issued my report thereon dated January 30, 2023.

***Report on Internal Control Over Financial Reporting***

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or 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.

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

***Report on Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed an instance of noncompliance or other matters that is 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 which is described in the accompanying *Schedule of Findings and Questioned Costs and Auditor's Management Report on Administrative Findings – Financial, Compliance and Performance* as finding no: 2022-001.

***The Oaklyn School District's Response to Findings***

The Oaklyn School District's response to the finding identified in my 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, I express no opinion on it.

***Purpose of this Report***

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

***INVERSO & STEWART, LLC***  
Certified Public Accountants



Robert P. Inverso  
Certified Public Accountant  
Public School Accountant No. CS001095

Marlton, New Jersey  
January 30, 2023



***INVERSO & STEWART, LLC***  
**Certified Public Accountants**

651 Route 73 North, Suite 402  
 Marlton, New Jersey 08053  
 (856) 983-2244  
 Fax (856) 983-6674  
 E-Mail: rinverso@inversocpa.com

-Member of-  
 American Institute of CPAs  
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**REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT  
 ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE  
 UNIFORM GUIDANCE AND STATE OF NEW JERSEY CIRCULAR 15-08-OMB**

**INDEPENDENT AUDITOR'S REPORT**

The Honorable President and Members  
 of the Board of Education  
 Oaklyn School District  
 County of Camden  
 Oaklyn, New Jersey

**Report on Compliance for Each Major Federal and State Program**

***Opinion on Each Major Federal and State Program***

I have audited Oaklyn School District's (the "District"), in the County of Camden, State of New Jersey, compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement and the New Jersey State Grant Compliance Supplement that could have a direct and material effect on the District's major federal and state programs for the year ended June 30, 2022. The 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 my opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2022.

***Basis for Opinion on Each Major Federal and State Program***

I conducted my audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. My responsibilities under those standards and the Circular 15-08-OMB are further described in the Auditor's Responsibilities for the Audit of Compliance section of my report.

I am required to be independent of the District and to meet my other ethical responsibilities, in accordance with relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion on compliance for each major federal and state program. My audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

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

### ***Auditor's Responsibilities for the Audit of Compliance***

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

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, the Uniform Guidance, and N.J. Circular 15-08-OMB, I:

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

I am 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 I identified during the audit.

### ***Report on Internal Control over Compliance***

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a 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.

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

My audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

***Purpose of this Report***

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

***INVERSO & STEWART, LLC***  
Certified Public Accountants



Robert P. Inverso  
Certified Public Accountant  
Public School Accountant No. CS001095

Marlton, New Jersey  
January 30, 2023

OAKLYN SCHOOL DISTRICT  
Schedule of Expenditures of Federal Awards  
For the Fiscal Year ended June 30, 2022

Federal Grantor/Pass-Through Grantor/ Program Title	Assistance Listing Number	Federal FAIN Number	Grant or State Project Number	Program or Award Amount	Grant Period From - To	Balance at June 30, 2021			Adjustment	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2022									
						(Accounts Receivable)	Deferred Revenue	Due to Grantor					(Accounts Receivable)	Deferred Revenue	Due to Grantor							
<b>U.S. Department of Education</b>																						
<b>Passed-through State Department of Education:</b>																						
Special Revenue Fund:																						
Title I:																						
Fiscal Year 2022	84.010	S010A210030	ESSA377022	\$ 95,723	7/1/21 - 9/30/22	\$ -	\$ -	\$ -	\$ -	\$ 59,225	\$ (95,667)	\$ -	\$ (36,442)	\$ -	\$ -							
Fiscal Year 2021	84.010	S010A200030	ESSA377021	115,057	7/1/20 - 9/30/21	(42,095)				42,416	(321)											
Title II A:																						
Fiscal Year 2022	84.367A	S367A210029	ESSA377022	30,032	7/1/21 - 9/30/22					9,745	(12,828)		(3,083)									
Fiscal Year 2021	84.367A	S367A200029	ESSA377021	21,281	7/1/20 - 9/30/21	(489)				489												
Title IV:																						
Fiscal Year 2022	84.424	S424A210031	ESSA377022	13,919	7/1/21 - 9/30/22					7,528	(12,037)		(4,509)									
Fiscal Year 2021	84.424	S424A200031	ESSA377021	15,211	7/1/20 - 9/30/21	(6,886)		69		10,125	(3,308)											
I.D.E.A. Part B - Basic:																						
Fiscal Year 2022	84.027A	H027A210100	IDEA377022	98,891	7/1/21 - 9/30/22					87,882	(97,211)		(9,329)									
Fiscal Year 2021	84.027A	H027A200100	IDEA377021	100,850	7/1/20 - 9/30/21	(4,150)				4,150												
I.D.E.A. Part B - Preschool:																						
Fiscal Year 2022	84.173A	H173A210114	IDEA377022	4,453	7/1/21 - 9/30/22					4,453	(4,453)		-									
CARES Act																						
Fiscal Year 2022	84.425D	S425D210027	N/A	32,161	7/1/21 - 9/30/22					18,752	(32,051)		(13,299)									
Fiscal Year 2021	84.425D	S425D200027	N/A	93,813	7/1/20 - 9/30/21	(55,104)				55,104			-									
Fiscal Year 2020	84.425D	S425D200027	N/A	89,791	7/1/19 - 9/30/20	(883)				883			-									
Coronavirus Relief Fund																						
Fiscal Year 2021	21.019	C8220COVID19	N/A	30,288	7/1/20 - 9/30/21			4,089						4,089								
Coronavirus Response and Relief Supplement Act:																						
CRRSA - Learning Acceleration																						
Fiscal Year 2021	84.425D	S425D210027	N/A	25,000	3/13/20 - 9/30/23	(1,448)				7,979	(6,531)		-									
CRRSA - ESSER II																						
Fiscal Year 2021	84.425D	S425D210027	N/A	368,014	3/13/20 - 9/30/23					227,590	(368,014)		(140,424)									
CRRSA - Mental Health																						
Fiscal Year 2021	84.425D	S425D210027	N/A	45,000	3/13/20 - 9/30/23					23,181	(25,632)		(2,451)									
American Rescue Plan:																						
ARP - Accelerated Learning																						
Fiscal Year 2022	84.425U	S425U210027	N/A	50,000	3/13/20 - 9/30/23						(1,024)		(1,024)									
ARP - Beyond the School Day																						
Fiscal Year 2022	84.425U	S425U210027	N/A	37,705	3/13/20 - 9/30/23						(3,158)		(3,158)									
ARP ESSER III																						
Fiscal Year 2022	84.425U	S425U210027	N/A	827,089	3/13/20 - 9/30/24						(213,548)		(213,548)									
Total Department of Education						(111,055)	4,089		69	559,502	(875,783)		(427,267)	4,089								
<b>U.S. Department of Agriculture</b>																						
<b>Passed-through State Department of Education:</b>																						
Enterprise Fund:																						
Food Distribution Program																						
National School Breakfast:	10.555	221NJ304N1099	N/A	18,195	7/1/21 - 6/30/22					18,195	(18,195)											
Fiscal Year 2022	10.553	221NJ304N1099	N/A	85,894	7/1/21 - 6/30/22					79,078	(85,895)		(6,817)									
Fiscal Year 2021	10.553	211NJ304N1099	N/A	105,789	7/1/20 - 6/30/21	(4,778)				4,778												
National School Lunch Program:																						
Fiscal Year 2022	10.555	221NJ304N1099	N/A	193,814	7/1/21 - 6/30/22					178,449	(193,186)		(14,737)									
Fiscal Year 2021	10.555	211NJ304N1099	N/A	167,576	7/1/20 - 6/30/21	(7,568)				7,568												
Emergency Operational Cost Program																						
P-EBT Administrative Cost	10.649	202121S900941	N/A	628	7/1/21 - 6/30/22					338	(338)		(628)									
Total Department of Agriculture						(12,346)				289,034	(298,242)		(21,554)									
<b>U.S. Department of Health and Human Services</b>																						
<b>Passed-through State Department of Human Services:</b>																						
General Fund:																						
Medicaid Assistance Program																						
Fiscal Year 2022	93.778	2205NJ5MAP	N/A	16,004	7/1/21 - 6/30/22					16,004	(16,004)											
Total Department of Health and Human Services										16,004	(16,004)											
Total Federal Awards						\$ (123,401)	\$ 4,089	\$ -	\$ 69	\$ 864,540	\$ (1,190,029)	\$ -	\$ (448,821)	\$ 4,089	\$ -							

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

OAKLYN SCHOOL DISTRICT  
Schedule of Expenditures of State Financial Assistance  
For the Fiscal Year ended June 30, 2022

State Grantor / Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From - To	Balance at June 30, 2021			Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustment	Balance at June 30, 2022		
				(Accounts Receivable)	Deferred Revenue	Due to Grantor					(Accounts Receivable)	Deferred Revenue	Due to Grantor
<b>State Department of Education</b>													
General Fund:													
Equalization Aid	22-495-034-5120-078	\$ 2,466,633	7/1/21- 6/30/22	\$ -	\$ -	\$ -	\$ -	\$ 2,223,661	\$ (2,466,633)	\$ -	\$ (242,972)	\$ -	\$ -
Equalization Aid	21-495-034-5120-078	2,163,420	7/1/20- 6/30/21	(209,830)				209,830			-		
School Choice Aid	22-495-034-5120-068	59,442	7/1/21- 6/30/22					53,586	(59,442)		(5,856)		
School Choice Aid	21-495-034-5120-068	62,280	7/1/20- 6/30/21	(6,040)				6,040			-		
Categorical Special Education Aid	22-495-034-5120-089	275,669	7/1/21- 6/30/22					248,515	(275,669)		(27,154)		
Categorical Special Education Aid	21-495-034-5120-089	275,669	7/1/20- 6/30/21	(26,737)				26,737			-		
Categorical Transportation Aid	22-495-034-5120-014	16,236	7/1/21- 6/30/22					14,637	(16,236)		(1,599)		
Categorical Transportation Aid	21-495-034-5120-014	16,236	7/1/20- 6/30/21	(1,575)				1,575			-		
Categorical Security Aid	22-495-034-5120-084	48,228	7/1/21- 6/30/22					43,477	(48,228)		(4,751)		
Categorical Security Aid	21-495-034-5120-084	48,228	7/1/20- 6/30/21	(4,678)				4,678			-		
Extraordinary Special Education Aid	22-495-034-5120-044	75,809	7/1/21- 6/30/22						(75,809)		(75,809)		
Extraordinary Special Education Aid	21-495-034-5120-044	131,187	7/1/20- 6/30/21	(125,196)				125,196			-		
Homeless Tuition Aid	21-495-034-5120-005	13,055	7/1/20- 6/30/21	(13,055)				13,055			-		
On-behalf TPAF Pension Contribution	22-495-034-5094-002	732,121	7/1/20- 6/30/21					732,121	(732,121)		-		
On-behalf TPAF Post Retirement Medical	22-495-034-5094-001	171,053	7/1/20- 6/30/21					171,053	(171,053)		-		
On-behalf TPAF LTDI	22-495-034-5094-004	266	7/1/20- 6/30/21					266	(266)		-		
Reimbursed TPAF Social Security Contr.	22-495-034-5094-003	151,751	7/1/20- 6/30/21					144,411	(151,751)		(7,340)		
Reimbursed TPAF Social Security Contr.	21-495-034-5094-003	151,090	7/1/20- 6/30/21	(7,158)				7,158			-		
Total General Fund				(394,269)	-	-	-	4,025,996	(3,997,208)	-	(365,481)	-	-
<b>Debt Service Fund</b>													
Debt Service Aid Type II	22-495-034-5120-017	74,868	7/1/21- 6/30/22					\$ 74,868	\$ (74,868)				
<b>Special Revenue Fund:</b>													
Emergent & Capital Maintenance	EG-0166-DO2	4,899	7/1/21- 9/30/22					4,899				4,899	
Preschool Education Aid	22-495-034-5120-086	708,361	7/1/21- 9/30/22				62,760	589,560	(708,361)		(56,041)		
Preschool Education Aid	21-495-034-5120-086	866,518	7/1/20- 9/30/21	(73,477)	62,760	-	(62,760)	73,477			-		
Total Special Revenue Fund				(73,477)	62,760	-	-	667,936	(708,361)	-	(56,041)	4,899	-
<b>State Department of Agriculture</b>													
Enterprise Fund:													
National School Lunch Program:													
Fiscal Year 2022	22-100-010-3350-023	4,537	7/1/21- 6/30/22					4,198	(4,537)		(339)		
Fiscal Year 2021	21-100-010-3350-023	8,114	7/1/20- 6/30/21	(1,656)				1,656			-		
Total Enterprise Fund				(1,656)	-	-	-	5,854	(4,537)	-	(339)	-	-
Total State Financial Assistance				\$ (469,402)	\$ 62,760	\$ -	\$ -	\$ 4,774,654	\$ (4,784,974)	\$ -	\$ (421,861)	\$ 4,899	\$ -
Less: State Financial Expenditures Not Subject to Major Program Determination													
On-Behalf TPAF Contribution - Pension (Non-Budgeted)									732,121				
On-Behalf TPAF Contribution - Post-Retirement Medical (Non-Budgeted)									171,053				
On-Behalf TPAF Contribution - LTDI (Non-Budgeted)									266				
Total State Financial Expenditures Subject to Major Program Determination									\$ (3,881,534)				

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

**Oaklyn School District  
Notes to the Schedules of Expenditures  
of Federal Awards and State Financial Assistance  
For the Fiscal Year Ended June 30, 2022**

**I. GENERAL**

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Oaklyn School District (“School District”). The School District is defined in Note 1 to the School District's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies, are included on the schedules of expenditures of federal awards and state financial assistance.

**2. BASIS OF ACCOUNTING**

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the 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 Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and State of New Jersey Circular 15-08-OMB, *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 has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

**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 the expenditures have been made.

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the 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 of the 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 June state aid payments in the current budget year, consistent with *N.J.S.A. 18A:22-44.2*.

The net adjustment to reconcile expenditures from the budgetary basis to the GAAP basis is (\$33,472) in the general fund and (\$130,519) in the special revenue fund. See Exhibit C-3, Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General	\$ 16,004	\$ 3,963,736	\$ 3,979,740
Special Revenue	875,783	577,842	1,453,625
Debt Service		74,868	74,868
Food Service	298,242	4,537	302,779
<b>Total</b>	<b>\$ 1,190,029</b>	<b>\$ 4,620,983</b>	<b>\$ 5,811,012</b>

**Oaklyn School District  
Notes to the Schedules of Expenditures  
of Federal Awards and State Financial Assistance  
For the Fiscal Year Ended June 30, 2022  
(Continued)**

**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.

**5. OTHER**

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

**6. MAJOR PROGRAMS**

Major programs are identified in the Summary of Auditor's Results section of the Schedule of Findings and Questioned Costs.

**OAKLYN 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: Unmodified

Internal control over financial reporting:

1) Material weaknesses identified?                      yes       X       no

2) Significant deficiencies identified?                      yes       X       none reported

Noncompliance material to basic financial statements noted?       X       yes                      no

**Federal Awards**

Internal Control over major programs:

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

2) Significant deficiencies identified?                      yes       X       none reported

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516 of the Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards ( Uniform Guidance)?                      yes       X       no

Identification of major programs:

<u>AL Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>84.425D</u>	<u>S425D210027</u>	<u>CARES Act</u>
<u>84.425D</u>	<u>S425D210027</u>	<u>CRRSA - Learning Acceleration</u>
<u>84.425D</u>	<u>S425D210027</u>	<u>CRRSA - ESSER II</u>
<u>84.425D</u>	<u>S425D210027</u>	<u>CRRSA - Mental Health</u>
<u>84.425U</u>	<u>S425U210027</u>	<u>ARP - Accelerated Learning</u>
<u>84.425U</u>	<u>S425U210027</u>	<u>ARP - Beyond the School Day</u>
<u>84.425U</u>	<u>S425U210027</u>	<u>ARP - ESSER III</u>

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

Auditee qualified as low-risk auditee?                      yes       X       no





**OAKLYN SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**Section 2 -- Schedule of Financial Statement Findings**

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

**Finding #2022-001**

**Criteria or specific requirement:**

CFR Section 210.14 Resource Management (b) Net Cash Resources. The school food authority shall limit its net cash resources to an amount that does not exceed 3 months average expenditures for a nonprofit school food service.

**Condition:**

Net cash resources exceeded three months average expenditures by \$44,155.

**Context:**

Per the calculation of the Food Service Fund's Net Cash Resources, Net Cash Resources at June 30, 2022 were \$108,629, and its three month average expenditures were \$64,474, resulting in an overage of \$44,155.

**Effect:**

The School District is not in compliance with CFR section 210.14 and requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

**Cause:**

An increase in federal funding.

**Recommendation:**

That the School District continue to monitor the finances of its Food Service Fund and create a plan to reduce the net cash resources below its three month average expenditures.

**View of Responsible Officials and Planned Corrective Action:**

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

**OAKLYN SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**Section 3 -- Schedule of Federal Awards and State Financial Assistance  
Findings and 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 Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey Circular 15-08-OMB.

**FEDERAL AWARDS:**

No findings and/or questioned costs identified.

**STATE AWARDS:**

No findings and/or questioned costs identified.

**OAKLYN SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS  
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT**

This section identifies the status of prior year findings related to the financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, 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 Circular 15-08-OMB.

**FINANCIAL STATEMENT FINDINGS**

There were no prior year audit findings.

**FEDERAL AWARDS**

A federal single audit was not required.

**STATE AWARDS**

There were no prior year audit findings.