

**BOARD OF EDUCATION
OF THE
GLOUCESTER TOWNSHIP SCHOOL DISTRICT
BLACKWOOD, NEW JERSEY**



**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2023**

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
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INTRODUCTORY SECTION



Gloucester Township Public Schools

John Bilodeau
Superintendent of School

Administrative Offices
17 Erial Road Blackwood, NJ 08012 856-227-1400

January 30, 2024

Honorable President and
Members of the Board of Education
Gloucester Township School District
Camden County, New Jersey

Dear Board Members:

The annual comprehensive financial report of the Gloucester Township School District for the fiscal year ended June 30, 2023 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the School District. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly 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 annual comprehensive financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

The District is required to undergo an annual single audit in conformity with the provisions of the 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. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and questioned costs, are included in the single audit section of this report.

REPORTING ENTITY AND ITS SERVICES:

The Gloucester Township School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds of the District are included in this report. The Gloucester Township Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 8. These include regular, as well as special education for handicapped youngsters. The District completed the 2022-2023 fiscal year with an average daily enrollment of 6,540.6 students, which is 110.8 students more than the previous year's average enrollment.

The following details the changes in the student enrollment of the District over the last ten years.

AVERAGE DAILY ENROLLMENT

| Fiscal Year | Student Enrollment | Percent Change |
|--------------------|---------------------------|-----------------------|
| | | |
| 2022-23 | 6,540.6 | 0.17% |
| 2021-22 | 6,429.8 | 0.69% |
| 2020-21 | 6,385.8 | -0.16% |
| 2019-20 | 6,395.9 | 2.39% |
| 2018-19 | 6,246.4 | -1.23% |
| 2017-18 | 6,324.2 | -0.56% |
| 2016-17 | 6,359.9 | -0.44% |
| 2015-16 | 6,388.2 | -2.23% |
| 2014-15 | 6,534.0 | -3.19% |
| 2013-14 | 6,749.5 | -2.77% |

ECONOMIC CONDITION AND OUTLOOK:

Coming off a year in which the state set new highs in jobs, output and income, New Jersey's continued strong personal income growth in 2023 would serve to cushion any relatively short and modest recession, according to a report by Charles Steindel, a former chief economist for the New Jersey Treasury Department.

Steindel's analysis, prepared for the Steve Sweeney Center for Public Policy's Multi-Year Budget Workgroup, cited the Federal Reserve's interest rate increases, a drop in retail sales and industrial production in the latter part of 2022, an ongoing slippage in homebuilding and in housing sales, and layoffs by major companies as factors that are slowing economic growth in 2023.

INTERNAL ACCOUNTING CONTROLS:

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

As a recipient of federal and state financial assistance, the District also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is also subject to periodic 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 control structure, including that portion related to federal and state financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.

BUDGETARY CONTROLS:

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as assignments of fund balance at June 30, 2023.

ACCOUNTING SYSTEM AND REPORTS:

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

CASH MANAGEMENT:

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

BUSINESS OPERATIONS:

The Gloucester Township School District is unique in that it actively finds ways to reduce administrative costs through joint purchasing, shared services and cooperative pricing agreements with neighboring school districts and municipalities.

The School District acts as lead agency for the purchase of Waste Removal and commodities for the regional high school district and the municipality. The District also participates in a statewide consortium for the purchase of electricity, natural gas, and telephone services.

In addition, the District continues to realize savings for the taxpayers by acting as lead agency for the joint purchasing system that has been in existence for the past thirty years. This jointure provides purchasing services for the elementary school district, the regional high school district, the local municipality, and other surrounding school districts.

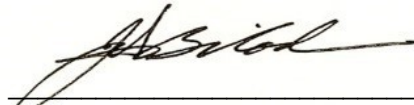
INDEPENDENT AUDIT:

State statutes require an annual audit by an independent public school accountant. The accounting firm of Bowman & Company LLP was selected by the Board's audit committee. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Uniform Guidance and New Jersey Circular 15-08-OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid.

The Auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

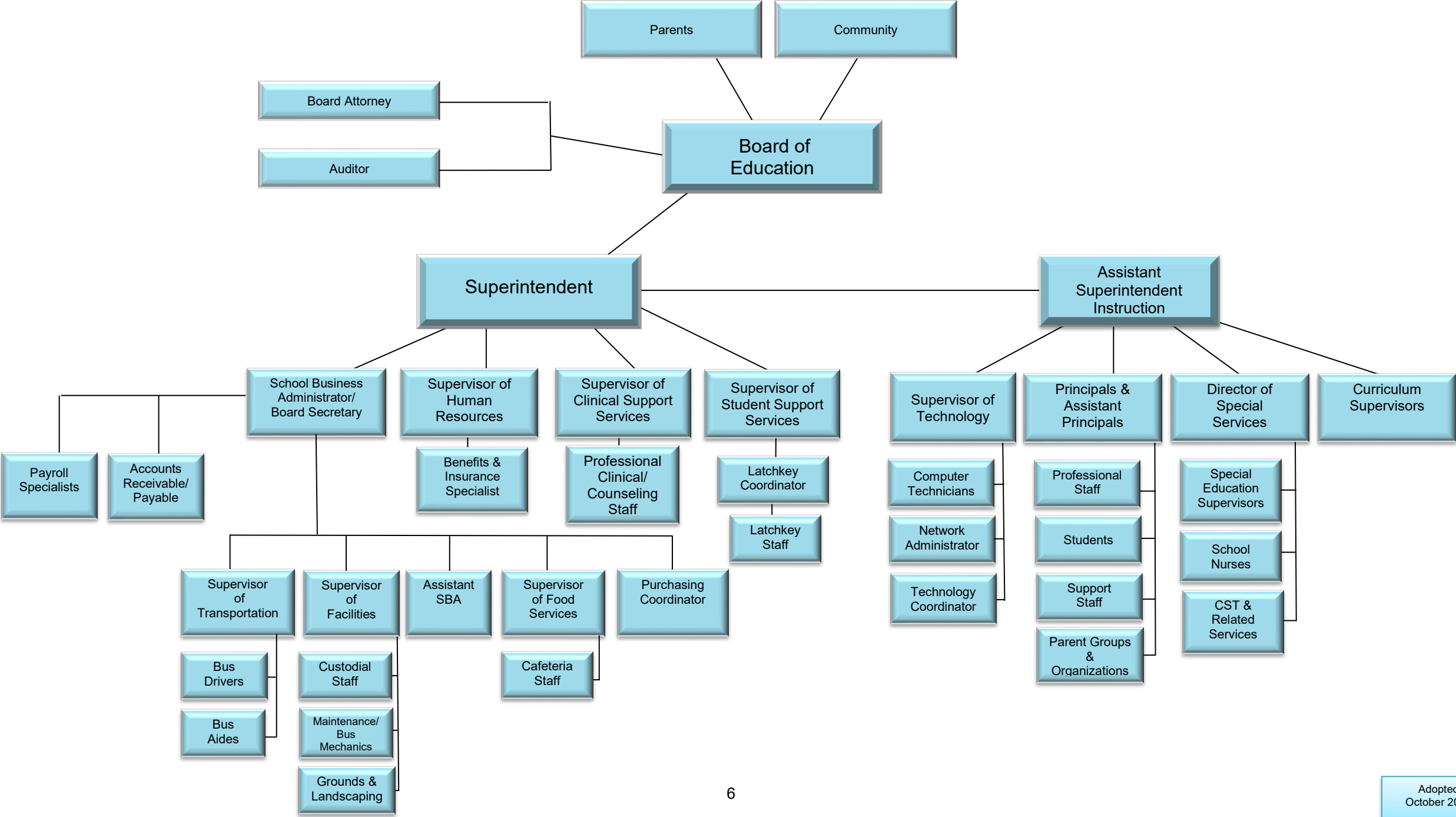
ACKNOWLEDGEMENTS:

We would like to express our appreciation to the members of the Gloucester Township Board of Education for providing an outstanding educational program that includes fiscal responsibility and accountability to the citizens and taxpayers of Gloucester Township. The preparation of this report could not have been accomplished without the assistance and information provided by an outstanding administrative team.



John D. Bilodeau
Superintendent of Schools

GLOUCESTER TOWNSHIP SCHOOLS ORGANIZATIONAL CHART



**GLOUCESTER TOWNSHIP BOARD OF EDUCATION
COUNTY OF CAMDEN
STATE OF NEW JERSEY**

**ROSTER OF OFFICIALS
June 30, 2023**

| <u>Members of the Board of Education</u> | <u>Term Expires</u> |
|---|----------------------------|
| Mary Ann Johnson, President | 2023 |
| Jennifer O'Donnell, Vice President | 2025 |
| Mary Jo Dintino | 2023 |
| Nancy Fritz | 2025 |
| Keith Gibbons | 2025 |
| Linda K. Gilch | 2024 |
| Kia Gore | 2024 |
| Anthony Marks | 2024 |
| Ellen Reese | 2023 |

Other Officials

John Bilodeau, Superintendent

Gene Mercoli, Business Administrator/Board Secretary

**GLOUCESTER TOWNSHIP SCHOOL DISTRICT
COUNTY OF CAMDEN
STATE OF NEW JERSEY**

**CONSULTANTS AND ADVISORS
June 30, 2023**

AUDIT FIRM

Bowman & Company LLP
601 White Horse Road
Voorhees, NJ 08043

ATTORNEY

Daniel H. Long, Esq.
Wade, Long, Wood & Long, LLC
1250 Chews Landing Road
Laurel Springs, NJ 08021

OFFICIAL DEPOSITORY

Republic Bank
Two Liberty Place
Philadelphia, PA 19102

INSURANCE ADVISOR/BROKER

Connor Strong & Buckelew Companies, Inc.
123 Rosenhayn Avenue
PO Box 358
Bridgeton, NJ 08302

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Gloucester Township School District
County of Camden

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, and each major fund of the Gloucester Township School District, in the County of Camden, State of New Jersey, as of and for the fiscal year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of the Gloucester Township School District, in the County of Camden, State of New Jersey, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of 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 School 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

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

In performing an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Gloucester Township School District's basic financial statements. The combining statements and related major fund supporting statements and schedules, are presented for purposes of additional analysis, as required by the Office of School Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations 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*, respectively, are also presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining 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.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 29, 2024 on our consideration of the Gloucester Township School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Gloucester Township School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Gloucester Township School District's internal control over financial reporting and compliance.

Respectfully submitted,

A handwritten signature in blue ink that reads "Bowman & Company LLP".

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

A handwritten signature in blue ink that reads "Todd R. Saler".

Todd R. Saler
Certified Public Accountant
Public School Accountant No. CS 02195

Voorhees, New Jersey
January 29, 2024

REQUIRED SUPPLEMENTARY INFORMATION
PART I
MANAGEMENT'S DISCUSSION AND ANALYSIS

Gloucester Township School District

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2023

This section of the Gloucester Township School District annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2023. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follows this section.

The Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standard Board's (GASB) Statement No. 34- Basic Financial Statements- and Management's Discussion and Analysis – for State and Local Governments. Certain comparative information between the current year (2022-23) and the prior year (2021-22), is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2022-23 fiscal year include the following:

- Net Position for Governmental and Business-Type activities were \$68,986,130 and \$3,579,311, totaling \$72,565,441.
- Net Position for both activities increased by \$7,276,112 from July 1, 2022 to June 30, 2023.
- The General Fund fund balance as of June 30, 2023 was \$31,337,710, an increase of \$2,307,634 when compared with the beginning balance of \$29,030,076 as of July 1, 2022.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of the annual report consists of four parts – Independent Auditor's Report, required supplementary information which includes the management's discussion and analysis (this section), the basic financial statements, and supplemental information. The basic financial statements include two kinds of statements that present different views of the Gloucester Township School District.

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

**Gloucester Township School District
Gloucester Township, New Jersey**

**Management's Discussion and Analysis (Continued)
For the Fiscal Year Ended June 30, 2023**

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. Table A-1 summarizes the major features of the Gloucester Township School District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

Table A-1

MAJOR FEATURES OF THE GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

| | | Fund Financial Statements | |
|--|--|---|---|
| | Government-wide Statements | Governmental Funds | Proprietary Funds |
| Scope | Entire District (except fiduciary funds) | The activities of the District that are not proprietary or fiduciary, such as regular and special education, building maintenance and transportation | Activities the District operates similar to private businesses: Food Service Fund, Latchkey Fund and Transportation Internal Service Fund |
| Required Financial Statements | Statements of net position | Balance sheet | Statement of net position |
| | Statement of activities | Statement of revenue, expenditures and changes in fund balances | Statement of revenue, expenses and changes in fund net position |
| | | | Statement of cash flows |
| Accounting Basis and measurement focus | Accrual accounting and economic resources focus | Modified accrual accounting and current financial focus | Accrual accounting and economic resources focus |
| Type of asset/liability information | All assets and liabilities, both financial and capital, short-term and long-term | Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included | All assets and liabilities, both financial and capital, and short-term and long-term |
| Type of inflow/outflow information | All revenues and expenses during year, regardless of when cash is received or paid | Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable | All revenue and expenses during the year, regardless of when cash is received or paid |

Government-wide Statements

The government-wide statements report information about the Gloucester Township School District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District's assets, deferred outflows and inflows of resources and liabilities. All of the current year's revenue and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

**Gloucester Township School District
Gloucester Township, New Jersey**

**Management's Discussion and Analysis (Continued)
For the Fiscal Year Ended June 30, 2023**

Government-wide Statements (Cont'd)

The two government-wide statements report the Gloucester Township School District's net position and how they have changed. Net position – the District's assets and deferred outflows of resources, less deferred inflows of resources and liabilities – is a measure of the District's financial health or position.

- Over time, increases or decreases in the District's net position are an indicator of whether the financial position is improving or deteriorating, respectively.
- To assess the overall health of the District you need to consider additional non-financial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the government-wide financial statements the District's activities are shown in two categories:

- *Governmental activities*- Most of the District's basic services are included here, such as regular and special education, transportation, administration, and maintenance. Aid from the State of New Jersey and from the Federal government along with local property taxes finances most of these activities.
- *Business-type activities*-The District charges fees to customers to help it cover the costs of certain services it provides. The District's Food Service Fund and Latchkey Program Fund are included here.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds – focusing on the most significant or "major" funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by State law and by bond covenants.
- The District uses other funds, established in accordance with the State of New Jersey Uniform Chart of Accounts, to control and manage money for particular purposes (e.g., repaying its long-term debts) or to show that it is properly using certain revenues (e.g., federal funds).

The District has two kinds of funds:

- **Governmental funds** - Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps to determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statements that explain the relationship (or differences) between them.
- **Proprietary funds** - Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the government-wide statements.

**Gloucester Township School District
Gloucester Township, New Jersey**

**Management's Discussion and Analysis (Continued)
For the Fiscal Year Ended June 30, 2023**

FINANCIAL ANALYSIS OF THE GLOUCESTER TOWNSHIP SCHOOL DISTRICT AS A WHOLE

Net Position. The District's net position for **governmental and business-type activities** was \$68,986,130 and \$3,579,311, respectively, totaling \$72,565,441 as of June 30, 2023. (See Table A-2)

| Table A-2 | | | | |
|--|----------------------|----------------------|--------------------------------------|------------------------------------|
| Gloucester Township School District's Net Position | | | | |
| | 2023 | 2022 | Amount of Increase/ (Decrease) | Percent Increase/ (Decrease) |
| Current and Other Assets | \$ 43,091,215 | \$ 38,429,761 | \$ 4,661,454 | 12.1% |
| Capital Assets | 63,399,479 | 64,721,419 | (1,321,939) | -2.0% |
| Total Assets | 106,490,694 | 103,151,179 | 3,339,515 | 3.2% |
| Deferred Outflow of Resources | 2,815,684 | 2,060,458 | 755,226 | 36.7% |
| Long-Term Liabilities | 28,695,284 | 25,883,138 | 2,812,146 | 10.9% |
| Other Liabilities | 3,568,233 | 3,626,074 | (57,841) | -1.6% |
| Total Liabilities | 32,263,517 | 29,509,212 | 2,754,305 | 9.3% |
| Deferred Inflow of Resources | 4,477,420 | 10,351,130 | (5,873,710) | -56.7% |
| Net Position: | | | | |
| Net Investment in Capital Assets | 54,988,135 | 55,781,739 | (793,604) | -1.4% |
| Restricted | 30,537,589 | 25,415,903 | 5,121,685 | 20.2% |
| Unrestricted (Deficit) | (12,960,283) | (15,908,313) | 2,948,030 | -18.5% |
| Total Net Position | \$ 72,565,441 | \$ 65,289,329 | \$ 7,276,112 | 11.1% |

The District's financial position for governmental and business-type activities is the product of the following factors:

- Program revenues were \$32,295,695.
 - ✓ Operating Grants & Contributions--\$27,884,277.
 - ✓ Capital Grants & Contributions--\$34,340.
 - ✓ Charges for Services--\$4,377,078.
- General revenues totaled \$118,081,526.
- Net Expenditures were \$110,805,414.
- Total District revenues and beginning position are adjusted by net adjusted expenditures resulting in a calculation of net position of \$72,565,441 as of June 30, 2023.
- General revenues (\$118,081,526) + Beginning position (\$65,289,329) – Net expenditures (\$110,805,414) = Net Position of \$72,565,441.

**Gloucester Township School District
Gloucester Township, New Jersey**

**Management's Discussion and Analysis (Continued)
For the Fiscal Year Ended June 30, 2023**

Change in Net Position. Net position for governmental and business-type activities increased by \$7,276,112 during the period from July 1, 2022 to June 30, 2023. (See Table A-3)

| Table A-3 | | | |
|---|----------------------|----------------------|-------------------------|
| Gloucester Township School District's Changes in Net Position | | | |
| | 2023 | 2022 | Increase/ (Decrease) |
| Revenues | | | |
| Program revenues: | | | |
| Charges for services | \$ 4,377,078 | \$ 2,940,087 | \$ 1,436,991 |
| Operating Grants and Contributions | 27,884,277 | 36,151,162 | (8,266,885) |
| Capital Grants and Contributions | 34,340 | 278,229.41 | (243,889) |
| General revenues | | | |
| Property taxes | 53,831,761 | 53,919,974 | (88,213) |
| State and Federal Aid | 60,987,006 | 57,970,002 | 3,017,005 |
| Other | 3,262,758 | 1,968,671 | 1,294,087 |
| Total revenues | 150,377,221 | 153,228,126 | (2,850,905) |
| Expenses | | | |
| Governmental Activities: | | | |
| Instruction: | | | |
| Regular | 45,548,560 | 42,744,784 | 2,803,776 |
| Special Education | 10,152,948 | 9,790,847 | 362,100 |
| Other Instruction | 1,996,579 | 1,845,498 | 151,082 |
| Non-Public School Programs | 32,484 | 7,780 | 24,703.64 |
| Support Services: | | | |
| Tuition | 9,053,778 | 7,597,021 | 1,456,757 |
| Student & Instruction Related Services | 14,029,438 | 12,565,469 | 1,463,969 |
| School Administrative Services | 3,656,966 | 3,685,199 | (28,233) |
| General and Business Administrative Services | 3,257,896 | 3,075,174 | 182,722 |
| Plant Operations and Maintenance | 9,151,246 | 8,514,890 | 636,356 |
| Pupil Transportation | 10,398,922 | 9,217,063 | 1,181,859 |
| Unallocated Benefits | 30,152,246 | 36,350,450 | (6,198,204) |
| Transfer to Charter Schools | 398,946 | 368,188 | 30,758 |
| Interest on Long-term Debt | 285,948 | 314,785 | (28,836.77) |
| Total Expenses--Governmental Activities | 138,125,163 | 136,077,149 | 2,048,014 |
| Business-Type Activities: | | | |
| Food Service | 3,672,299 | 3,150,875 | 521,424 |
| Latchkey | 1,303,646 | 1,097,812 | 205,834 |
| Total Expenses--Business-Type Activities | 4,975,946 | 4,248,687 | 727,258 |
| Total Expenses | 143,101,109 | 140,325,836 | 2,775,273 |
| Net Increase/(Decrease) in Net Position | 7,276,112 | 12,902,290 | (5,626,177) |
| Net Position July 1 | 65,289,329 | 52,387,040 | 12,902,289 |
| Net Position June 30 | \$ 72,565,441 | \$ 65,289,329 | \$ 7,276,112 |

**Gloucester Township School District
Gloucester Township, New Jersey**

**Management's Discussion and Analysis (Continued)
For the Fiscal Year Ended June 30, 2023**

Total revenues for the District were \$150,377,221. Government funding of \$88,905,623 was the source of 59.1% of the District's revenues. This includes the State of New Jersey and Federal sources.

Property taxes of \$53,831,761 provided 35.8% of revenues.

Other miscellaneous revenues of \$3,262,758 represent 2.2% of the District revenues. Miscellaneous revenues were primarily provided from interest, rentals, tuition, energy rebates and refunds.

The District's expenses for government activities are predominantly related to instruction and support services. Instruction together with tuition totaled \$66,793,555 (48.4%) of total expenditures. Student support services including transportation, exclusive of administration, totaled \$24,428,360 (17.7%) of total expenditures. (See Table A-3)

Total revenues exceeded expenses for governmental and business-type activities, increasing net position by \$7,276,112 from the beginning balance as of July 1, 2022.

The District's net cost of services for governmental activities was \$111,204,896 for the year ended June 30, 2023. (See Table A-4).

| Table A-4 | | |
|---|-----------------------------------|---------------------------------|
| Gloucester Township School District's Net Cost of Governmental Activities For the Year Ended June 30, 2023 | | |
| Governmental Activities: | Total Cost of Services | Net Cost of Services |
| Instruction: | | |
| Regular | \$45,548,560 | \$38,264,802 |
| Special Education | 10,152,948 | 10,152,948 |
| Other Instruction | 1,996,579 | 1,996,579 |
| Non-Public School Programs | 32,484 | 32,484 |
| Support Services: | | |
| Tuition | 9,053,778 | 9,053,778 |
| Student & Instruction Related Services | 14,029,438 | 10,854,864 |
| School Administrative Services | 3,656,966 | 3,656,966 |
| General and Business Administrative Services | 3,257,896 | 3,257,896 |
| Plant Operations and Maintenance | 9,151,246 | 9,151,246 |
| Pupil Transportation | 10,398,922 | 8,574,755 |
| Unallocated Benefits | 30,152,246 | 15,514,478 |
| Transfer to Charter Schools | 398,946 | 398,946 |
| Interest on Long-term Debt | 285,948 | 285,948 |
| Total Governmental Activities | \$ 138,125,163 | \$ 111,204,896 |

**Gloucester Township School District
Gloucester Township, New Jersey**

**Management's Discussion and Analysis (Continued)
For the Fiscal Year Ended June 30, 2023**

Activity Descriptions

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

Tuition expenses include the cost to the District to send pupils with special needs living within the District to private schools and/or schools outside the District area.

Student and instruction related services include the activities designed to assess and improve the well-being of students and to supplement the teaching process.

School Administrative and General and Business Administrative services include expenses associated with establishing and administering policy for the District including financial supervision.

Plant operation and maintenance of plant activities involve keeping the school grounds, buildings and equipment in a safe and effective working condition.

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

Unallocated benefits includes the cost of benefits for the District staff for social security, retirement contributions, worker's compensation, health benefits and other employee benefits.

Interest on long-term debt and amortization of premiums/discounts involve the transactions associated with the payment of interest and other related charges to the debt of the District.

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT'S FUNDS

The financial performance of the Gloucester Township School District as a whole is also reflected in the governmental funds which is accounted for using the modified accrual basis of accounting. As the District completed the 2022-23 school year, its governmental funds reported a combined fund balance of \$37,201,155. At the end of the 2021-22 school year, the fund balance was \$32,776,204.

All governmental funds had total revenues of \$156,415,081, total expenditures of \$148,134,716 and net other financing uses of \$3,855,414.

GENERAL FUND

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

The General Fund includes the primary operations of the District in providing educational services to students from Kindergarten through Grade 8 including pupil transportation activities and capital outlay projects.

**Gloucester Township School District
Gloucester Township, New Jersey**

**Management's Discussion and Analysis (Continued)
For the Fiscal Year Ended June 30, 2023**

GENERAL FUND (CONT'D)

The following schedule (Table A-5) presents a summary of General Fund Revenues. The summary reflects the dollar and percent increase (decrease) from the prior year.

| Table A-5 | | | | |
|---|-------------------------------------|-------------------------------------|--|--|
| Gloucester Township School District Summary of General Fund Revenues | | | | |
| | Year Ended June 30, 2023 | Year Ended June 30, 2022 | Amount of Increase (Decrease) | Percent Increase (Decrease) |
| Local sources: | | | | |
| Local Tax levy | \$ 53,831,761 | \$ 53,338,377 | \$ 493,384 | 0.9% |
| Miscellaneous | <u>2,640,884</u> | <u>1,686,033</u> | <u>954,851</u> | <u>56.6%</u> |
| Total - Local Sources | <u>56,472,645</u> | <u>55,024,410</u> | <u>1,448,235</u> | <u>2.6%</u> |
| State Sources | 88,467,926 | 84,263,078 | 4,204,848 | 5.0% |
| Federal Sources | <u>426,058</u> | <u>423,407</u> | <u>2,651</u> | <u>0.6%</u> |
| Total - Govt Sources | <u>88,893,984</u> | <u>84,686,486</u> | <u>4,207,499</u> | <u>5.0%</u> |
| Total Revenues | <u>\$ 145,366,629</u> | <u>\$ 139,710,895</u> | <u>\$ 5,655,734</u> | <u>4.0%</u> |

The primary source of funding for the District is received from State sources which accounted for 60.9% of total revenues. Local property taxes accounted for 37.0% of total revenues.

Total General Fund revenue increased by \$5,655,734, or 4.0% from the previous year.

**Gloucester Township School District
Gloucester Township, New Jersey**

**Management's Discussion and Analysis (Continued)
For the Fiscal Year Ended June 30, 2023**

GENERAL FUND (CONT'D)

The following schedule (Table A-6) presents a summary of General Fund expenditures and other financing uses. The summary reflects the dollar and percent increases (decreases) from the prior year.

| Table A-6 | | | | |
|--|-------------------------------------|-------------------------------------|---|---|
| Gloucester Township School District | | | | |
| Summary of General Fund Expenditures and Other Financing Uses | | | | |
| | Year Ended June 30, 2023 | Year Ended June 30, 2022 | Amount of Increase/ (Decrease) | Percent Increase/ (Decrease) |
| Current: | | | | |
| Regular Instruction | \$ 36,913,188 | \$ 35,457,668 | \$ 1,455,519 | 4.1% |
| Special Education Instruction | 10,152,948 | 9,790,847 | 362,100 | 3.7% |
| Other Instruction | 1,993,534 | 1,842,452 | 151,082 | 8.2% |
| Support Services and Undistributed Costs: | | | | |
| Tuition | 9,053,778 | 7,597,021 | 1,456,757 | 19.2% |
| Student & Instruction Related Services | 10,886,363 | 9,460,692 | 1,425,671 | 15.1% |
| School Administrative Services | 3,656,966 | 3,684,382 | (27,415) | -0.7% |
| Other Administrative Services | 3,053,242 | 3,077,173 | (23,932) | -0.8% |
| Plant Operations and Maintenance | 7,466,493 | 6,982,239 | 484,254 | 6.9% |
| Pupil Transportation | 8,723,077 | 7,412,395 | 1,310,682 | 17.7% |
| Unallocated Employee Benefits | 18,629,214 | 17,841,621 | 787,593 | 4.4% |
| Transfer to Charter Schools | 398,946 | 368,188 | 30,758 | 8.4% |
| Debt Service | 675,769 | 640,519 | 35,250 | 5.5% |
| On-Behalf Payments (Non-Budget) | 27,966,491 | 26,992,379 | 974,112 | 3.6% |
| Capital Outlay | 549,425 | 512,799 | 36,626 | 7.1% |
| Transfers to Other Funds | 3,041,580 | 1,925,580 | 1,116,000 | 58.0% |
| Total Expenditures and Other Financing Uses | \$ 143,170,219 | \$ 133,585,957 | \$ 9,584,262 | 7.2% |

Total General Fund expenditures and other financing uses increased \$9,584,262, or 7.2% from the previous year. This increase was due primarily to costs associated with instruction, tuition, student and instruction related services, pupil transportation and non-budgeted State on-behalf pension payments.

The Gloucester Township Board of Education values its fund balances as an available funding source for addressing unbudgeted and/or emergent needs that occur during the school year. The amounts of budgeted fund balance designated to support the subsequent year's budgets, including withdrawals from various restricted reserves, were \$8,227,605 for the 2023-24 school year and \$11,094,756 for the 2022-23. These fund balances serve a two-fold purpose; (a) they are designated to assist the District in moderating local tax rate impacts from one fiscal year to the next; and (b) they finance capital improvements to the District's school properties. By illustration, \$525,000 was budgeted for the 2023-24 school year and \$2,050,000 was budgeted for the 2022-23 school year for capital expenditures.

Gloucester Township Public Schools has been proactive in its establishment and use of restricted reserve funds to satisfy capital projects as well as emergent issues as the need arises.

During the course of fiscal year 2023, the District modified the General Fund Budget as needed to ensure no line item was projected to be over-expended.

**Gloucester Township School District
Gloucester Township, New Jersey**

**Management's Discussion and Analysis (Continued)
For the Fiscal Year Ended June 30, 2023**

FOOD SERVICE FUND

The Food Service Fund had net position of \$2,615,643 as of June 30, 2023. This reflects an increase of \$481,667 from June 30, 2022. Comparatively, net position increased by \$1,735,568 from June 30, 2021 to June 30, 2022, largely as a result of a significant increase in Federal and State subsidies received due to the COVID pandemic.

During the 2022-23 school year, Food Service Fund operating revenues increased by \$994,948, and operating expenditures increased by \$521,424. Operating Revenues increased to \$1,270,869 in FY2023 from \$275,921 in FY2022. Operating Expenses increased to \$3,672,299 in FY2023 from \$3,150,875 in FY2022. Compared to the 2021-22 school year, the district received \$1,784,354 less in Federal and State subsidies.

LATCH KEY FUND

The Latchkey Fund had net position of \$963,668 as of June 30, 2023. This reflects an increase of \$9,083 from June 30, 2022.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

Capital Assets are individual items purchased at a cost exceeding \$2,000, have an extended useful life of one year or more and maintain their identity and structure when placed into service.

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

- Parking Lot Replacements and Resurfacing (Gloucester Township ES and Glendora ES)
- Chillers - Loring Flemming Elementary School
- Security Vestibules (Glendora ES and Glen Landing MS)
- Administration Roof Replacements (Central Administration and Maintenance/Transportation Building)
- Security System Upgrades
- Various Equipment

At the end of 2023, the District had capital assets with a book value of \$63,399,479 (See Table A-7). This consists of a broad range of capital assets, including land, school buildings, school buses, computer and audio-visual equipment, and administrative offices. Total depreciation/amortization expense for the year was \$ 3,917,431.

| Table A-7 | | | | | | |
|--|-------------------------|---------------|--------------------------|--------------|---------------|---------------|
| Gloucester Township School District's Capital Assets | | | | | | |
| | Governmental Activities | | Business-Type Activities | | Total | |
| | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 |
| Land | \$ 902,513.50 | \$ 902,513.50 | | | \$ 902,514 | \$ 902,514 |
| Construction in Progress | - | 273,942 | | | - | 273,942 |
| Land Improvements | 3,653,151 | 3,633,834 | | | 3,653,151 | 3,633,834 |
| Buildings and Improvements | 101,331,628 | 99,870,707 | | | 101,331,628 | 99,870,707 |
| Equipment | 17,941,823 | 16,762,988 | \$ 2,006,597 | \$ 1,796,236 | 19,948,420 | 18,559,224 |
| Total Capital Assets | 123,829,115 | 121,443,984 | 2,006,597 | 1,796,236 | 125,835,712 | 123,240,220 |
| Less: | | | | | | |
| Accumulated Depreciation | (60,726,350) | (56,898,709) | (1,709,882) | (1,620,092) | (62,436,233) | (58,518,801) |
| Net Capital Assets | \$ 63,102,765 | \$ 64,545,275 | \$ 296,715 | \$ 176,144 | \$ 63,399,479 | \$ 64,721,419 |

**Gloucester Township School District
Gloucester Township, New Jersey**

**Management's Discussion and Analysis (Continued)
For the Fiscal Year Ended June 30, 2023**

Long-term Obligations

At year-end, the District had \$8,010,000 in general obligation bonds outstanding, a decrease of \$320,000 from the previous year. Financed Purchases (formerly Obligations under Capital Leases) were fully retired in the amount of \$144,814. The net pension liability was \$17,862,866, an increase of \$2,981,185 from the previous year. (See Table A-8)

The District had a liability of \$2,421,074 for compensated absences. This liability represents the District's contractual obligation to compensate employees for accumulated unused sick leave and vacation entitlements upon retirement.

| Table A-8 | | | | |
|--|--|--|--|----------------------------|
| Gloucester Township School District Long Term Debt Schedule | | | | |
| | <u>Balance at June 30, 2023</u> | <u>Balance at June 30, 2022</u> | <u>Increase/ (Decrease)</u> | <u>% Change</u> |
| Governmental Activities: | | | | |
| General Obligation Bonds Payable | \$ 8,010,000 | \$ 8,330,000 | \$ (320,000) | -3.8% |
| Financed Purchases | - | 144,814 | (144,814) | -100.0% |
| Net Pension Liability | 17,862,866 | 14,881,681 | 2,981,185 | 20.0% |
| Compensated Absences | <u>2,222,815</u> | <u>1,881,816</u> | <u>340,999</u> | <u>18.1%</u> |
| | 28,095,681 | 25,238,311 | 2,857,370 | 11.3% |
| Business-type Activities: | | | | |
| Compensated Absences | <u>198,260</u> | <u>172,403</u> | <u>25,857</u> | <u>15.0%</u> |
| Total | <u>\$ 28,293,940</u> | <u>\$ 25,410,714</u> | <u>\$ 2,883,226</u> | <u>11.3%</u> |

THE FUTURE OUTLOOK

The Gloucester Township School District presently maintains a sound financial condition. However, without additional financial resources this financial condition could diminish. The State of New Jersey continues to cope with achieving a consistent school aid formula which is equitable for all districts. In recent years the district has received increases in state school aid, however it is uncertain whether state school aid will again increase for the 2024-25 school year.

The majority of the district's annual revenues are borne by both New Jersey State School Aid and by Federal grants and entitlements. By illustration, during the 2022-23 school year, over 60% (percent) of the district revenues came from State of New Jersey or from Federal sources. Recent budgets have been benefited from the infusion of millions of dollars of unassigned fund balance which were a direct result of an administrative team which has been committed to financial excellence for many years. The district's Business Office operates and maintains a system for financial planning, budgeting and capital improvements which is well regarded. The Board of Education is committed to continually improving upon its fiscal management processes and to meeting the challenges of the future.

**Gloucester Township School District
Gloucester Township, New Jersey**

**Management's Discussion and Analysis (Continued)
For the Fiscal Year Ended June 30, 2023**

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, please contact Gene Mercoli, School Business Administrator at: Gloucester Township School District, 17 Erial Road, Blackwood, New Jersey 08012.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

Statement of Net Position
June 30, 2023

| | Governmental Activities | Business-Type Activities | Total |
|--|----------------------------|-----------------------------|-------------------------|
| ASSETS: | | | |
| Cash and Cash Equivalents | \$ 30,801,592.82 | \$ 3,481,840.40 | \$ 34,283,433.22 |
| Receivables | 5,087,114.09 | 115,854.86 | 5,202,968.95 |
| Inventory | | 53,132.56 | 53,132.56 |
| Restricted Assets: | | | |
| Restricted Cash and Cash Equivalents | 3,551,680.30 | | 3,551,680.30 |
| Capital Assets, net | 63,102,764.53 | 296,714.85 | 63,399,479.38 |
| Total Assets | 102,543,151.74 | 3,947,542.67 | 106,490,694.41 |
| DEFERRED OUTFLOW OF RESOURCES: | | | |
| Related to Pensions | 2,815,684.00 | - | 2,815,684.00 |
| LIABILITIES: | | | |
| Accounts Payable: | | | |
| Other | 966,040.45 | 4,021.64 | 970,062.09 |
| Related to Pensions | 1,754,177.00 | | 1,754,177.00 |
| Payable to State Government | 200,145.60 | | 200,145.60 |
| Estimated Worker's Compensation Claims Payable | 121,895.00 | | 121,895.00 |
| Unearned Revenue | 196,608.55 | 165,950.79 | 362,559.34 |
| Accrued Interest Payable | 159,394.02 | | 159,394.02 |
| Noncurrent Liabilities: | | | |
| Due within One Year | 496,242.80 | 7,964.00 | 504,206.80 |
| Due beyond One Year | 28,000,781.96 | 190,295.50 | 28,191,077.46 |
| Total Liabilities | 31,895,285.38 | 368,231.93 | 32,263,517.31 |
| DEFERRED INFLOWS OF RESOURCES: | | | |
| Related to Pensions | 4,477,420.00 | - | 4,477,420.00 |
| NET POSITION: | | | |
| Net Investment in Capital Assets | 54,691,420.39 | 296,714.85 | 54,988,135.24 |
| Restricted for: | | | |
| Capital Projects | 14,799,380.85 | | 14,799,380.85 |
| Other Purposes | 15,738,207.87 | | 15,738,207.87 |
| Unrestricted (Deficit) | (16,242,878.75) | 3,282,595.89 | (12,960,282.86) |
| Total Net Position | \$ 68,986,130.37 | \$ 3,579,310.74 | \$ 72,565,441.11 |

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

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2023

| Functions / Programs | Expenses | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position | | Total |
|--|-------------------|----------------------|------------------------------------|----------------------------------|---|--------------------------|--------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities | Business-Type Activities | |
| Governmental Activities: | | | | | | | |
| Instruction: | | | | | | | |
| Regular | \$ 45,548,560.41 | | \$ 7,283,758.00 | | \$ (38,264,802.41) | | \$ (38,264,802.41) |
| Special Education | 10,152,947.87 | | | | (10,152,947.87) | | (10,152,947.87) |
| Other Special Instruction | 439,409.78 | | | | (439,409.78) | | (439,409.78) |
| Other Instruction | 1,557,169.40 | | | | (1,557,169.40) | | (1,557,169.40) |
| Nonpublic School Programs | 32,483.50 | | | | (32,483.50) | | (32,483.50) |
| Community Services Programs / Operations | 9,205.58 | | | | (9,205.58) | | (9,205.58) |
| Support Services: | | | | | | | |
| Tuition | 9,053,778.35 | | | | (9,053,778.35) | | (9,053,778.35) |
| Student and Instruction Related Services | 14,029,437.99 | | 3,140,234.02 | \$ 34,340.20 | (10,854,863.77) | | (10,854,863.77) |
| School Administrative Services | 3,656,966.03 | | | | (3,656,966.03) | | (3,656,966.03) |
| General and Business Administrative Services | 3,257,895.78 | | | | (3,257,895.78) | | (3,257,895.78) |
| Plant Operations and Maintenance | 9,151,246.27 | | | | (9,151,246.27) | | (9,151,246.27) |
| Pupil Transportation | 10,398,922.09 | \$ 1,824,167.00 | | | (8,574,755.09) | | (8,574,755.09) |
| Unallocated Benefits | 30,152,245.74 | | 14,637,767.65 | | (15,514,478.09) | | (15,514,478.09) |
| Special Schools | | | | | | | |
| Transfer to Charter School | 398,946.00 | | | | (398,946.00) | | (398,946.00) |
| Interest on Long-Term Debt | 285,948.50 | | | | (285,948.50) | | (285,948.50) |
| Total Governmental Activities | 138,125,163.29 | 1,824,167.00 | 25,061,759.67 | 34,340.20 | (111,204,896.42) | - | (111,204,896.42) |
| Business-Type Activities: | | | | | | | |
| Food Service | 3,672,299.17 | 1,270,868.61 | 2,822,516.87 | | | \$ 421,086.31 | 421,086.31 |
| Latchkey | 1,303,646.41 | 1,282,042.55 | | | | (21,603.86) | (21,603.86) |
| Total Business-Type Activities | 4,975,945.58 | 2,552,911.16 | 2,822,516.87 | - | - | 399,482.45 | 399,482.45 |
| Total Government | \$ 143,101,108.87 | \$ 4,377,078.16 | \$ 27,884,276.54 | \$ 34,340.20 | (111,204,896.42) | 399,482.45 | (110,805,413.97) |
| General Revenues: | | | | | | | |
| Taxes: | | | | | | | |
| Property Taxes, Levied for General Purposes | | | | | 53,831,761.00 | | 53,831,761.00 |
| Federal and State Aid not Restricted | | | | | 60,987,006.47 | | 60,987,006.47 |
| Investment Earnings | | | | | 1,139,489.21 | 91,267.88 | 1,230,757.09 |
| Miscellaneous Income | | | | | 2,032,001.10 | | 2,032,001.10 |
| Total General Revenues | | | | | 117,990,257.78 | 91,267.88 | 118,081,525.66 |
| Change in Net Position | | | | | 6,785,361.36 | 490,750.33 | 7,276,111.69 |
| Net Position -- July 1 | | | | | 62,200,769.01 | 3,088,560.41 | 65,289,329.42 |
| Net Position -- June 30 | | | | | \$ 68,986,130.37 | \$ 3,579,310.74 | \$ 72,565,441.11 |

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

FUND FINANCIAL STATEMENTS

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

Governmental Funds
Balance Sheet
June 30, 2023

| | General Fund | Special Revenue Fund | Capital Projects Fund | Debt Service Fund | Total Governmental Funds |
|---|-------------------------|----------------------------|-----------------------------|-------------------------|--------------------------------|
| ASSETS: | | | | | |
| Cash and Cash Equivalents | \$ 28,626,792.10 | \$ 2,136,590.85 | 3,551,680.30 | \$ 38,209.87 | \$ 34,353,273.12 |
| Interfund Accounts Receivable | 180,558.94 | 4,931.30 | | | 185,490.24 |
| Receivables from Other Governments | 3,374,845.28 | 788,101.81 | | | 4,162,947.09 |
| Total Assets | <u>\$ 32,182,196.32</u> | <u>\$ 2,929,623.96</u> | <u>\$ 3,551,680.30</u> | <u>\$ 38,209.87</u> | <u>\$ 38,701,710.45</u> |
| LIABILITIES AND FUND BALANCES: | | | | | |
| Liabilities: | | | | | |
| Accounts Payable | \$ 405,587.35 | \$ 288,126.46 | | | \$ 693,713.81 |
| Payroll Deductions and Withholdings Payable | 85,559.71 | | | | 85,559.71 |
| Unemployment Compensation Claims Payable | 184,466.54 | | | | 184,466.54 |
| Interfund Accounts Payable | 4,931.30 | | | 38,209.87 | 43,141.17 |
| Estimated Worker's Compensation Claims Payable | 96,920.00 | | | | 96,920.00 |
| Payable to State Government | 67,021.60 | 133,124.00 | | | 200,145.60 |
| Unearned Revenue | | 196,608.55 | | | 196,608.55 |
| Total Liabilities | <u>844,486.50</u> | <u>617,859.01</u> | <u>-</u> | <u>38,209.87</u> | <u>1,500,555.38</u> |
| Fund Balances: | | | | | |
| Restricted: | | | | | |
| Capital Projects | | | \$ 3,551,680.30 | | 3,551,680.30 |
| Capital Reserve Account | 11,247,700.55 | | | | 11,247,700.55 |
| Maintenance Reserve Account | 3,298,864.06 | | | | 3,298,864.06 |
| Emergency Reserve Account | 1,000,000.00 | | | | 1,000,000.00 |
| Unemployment Compensation | 1,599,224.08 | | | | 1,599,224.08 |
| Tuition--Designated for Subsequent Year's Expenditures | 200,000.00 | | | | 200,000.00 |
| Excess Surplus--Current Year | 450,749.78 | | | | 450,749.78 |
| Excess Surplus--Designated for Subsequent Year's Expenditures | 6,877,605.00 | | | | 6,877,605.00 |
| Student Activities | | 192,007.86 | | | 192,007.86 |
| Preschool Education Aid | | 2,119,757.09 | | | 2,119,757.09 |

(Continued)

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
 Governmental Funds
 Balance Sheet
 June 30, 2023

| | <u>General Fund</u> | <u>Special Revenue Fund</u> | <u>Capital Projects Fund</u> | <u>Debt Service Fund</u> | <u>Total Governmental Funds</u> |
|---|--------------------------------|-------------------------------------|--------------------------------------|----------------------------------|---|
| LIABILITIES AND FUND BALANCES (CONTINUED): | | | | | |
| Fund Balances (Continued): | | | | | |
| Assigned: | | | | | |
| Other Purposes | \$ 1,369,896.77 | | | | \$ 1,369,896.77 |
| Unassigned: | | | | | |
| General Fund | <u>5,293,669.58</u> | | | | <u>5,293,669.58</u> |
| Total Fund Balances | <u>31,337,709.82</u> | <u>\$ 2,311,764.95</u> | <u>\$ 3,551,680.30</u> | <u>\$ -</u> | 37,201,155.07 |
| Total Liabilities and Fund Balances | <u><u>\$ 32,182,196.32</u></u> | <u><u>\$ 2,929,623.96</u></u> | <u><u>\$ 3,551,680.30</u></u> | <u><u>\$ 38,209.87</u></u> | |
| Amounts reported for <i>governmental activities</i> in the statement of net position (A-1) are different because: | | | | | |
| The Internal Service Fund is used to account for the financing of student transportation services to the district and other school districts. Student transportation services are governmental activities. This amount is the unrestricted net position in the Internal Service Fund. | | | | | |
| | | | | | 754,542.54 |
| Interest on long-term debt in the statement of activities is accrued, regardless of when due. | | | | | |
| | | | | | (159,394.02) |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$123,829,114.83, and the accumulated depreciation and Amortization is \$60,726,350.30. | | | | | |
| | | | | | 63,102,764.53 |
| Long-term liabilities, including bonds payable, compensated absences payable, and net pension liability, are not due and payable in the current period and therefore are not reported as liabilities in the funds. | | | | | |
| | | | | | (28,497,024.76) |
| Deferred outflows and deferred inflows related to pensions represent the consumption and acquisition, respectively, of resources that relate to future periods; therefore, such amounts are not reported in the fund financial statements. | | | | | |
| | | | | | (1,661,736.00) |
| Accounts Payable related to the April 1, 2024 Required PERS pension contribution that is not to be liquidated with current financial resources. | | | | | |
| | | | | | <u>(1,754,177.00)</u> |
| Net position of governmental activities | | | | | <u><u>\$ 68,986,130.37</u></u> |
| The accompanying Notes to Financial Statements are an integral part of this statement. | | | | | |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2023

| | General Fund | Special Revenue Fund | Capital Projects Fund | Total Governmental Funds |
|--|-----------------------|----------------------------|-----------------------------|--------------------------------|
| REVENUES: | | | | |
| Local Tax Levy | \$ 53,831,761.00 | | | \$ 53,831,761.00 |
| Miscellaneous | 2,640,884.32 | \$ 419,382.26 | \$ 111,223.73 | 3,171,490.31 |
| State Sources | 88,467,926.04 | 4,554,971.18 | | 93,022,897.22 |
| Federal Sources | 426,058.13 | 5,962,873.99 | | 6,388,932.12 |
| | <u>145,366,629.49</u> | <u>10,937,227.43</u> | <u>111,223.73</u> | <u>156,415,080.65</u> |
| Total Revenues | | | | |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Regular Instruction | 36,913,187.71 | 7,283,758.00 | | 44,196,945.71 |
| Special Education Instruction | 10,152,947.87 | | | 10,152,947.87 |
| Other Special Instruction | 436,364.18 | | | 436,364.18 |
| Other Instruction | 1,557,169.40 | | | 1,557,169.40 |
| Community Service Programs/Operations | 9,205.58 | | | 9,205.58 |
| Support Services and Undistributed Costs: | | | | |
| Tuition | 9,053,778.35 | | | 9,053,778.35 |
| Student and Instruction Related Services | 10,886,363.05 | 3,140,234.02 | | 14,026,597.07 |
| School Administrative Services | 3,656,966.03 | | | 3,656,966.03 |
| Other Administrative Services | 3,053,241.63 | 82,862.02 | 113,999.95 | 3,250,103.60 |
| Plant Operations and Maintenance | 7,466,493.22 | | | 7,466,493.22 |
| Pupil Transportation | 4,867,663.64 | | | 4,867,663.64 |
| Unallocated Benefits | 46,595,705.08 | | | 46,595,705.08 |
| Transfer to Charter School | 398,946.00 | | | 398,946.00 |
| Debt Service: | | | | |
| Principal | 320,000.00 | | | 320,000.00 |
| Interest and Other Charges | 355,768.76 | | | 355,768.76 |
| Capital Outlay | 549,425.30 | 34,340.20 | 1,206,296.18 | 1,790,061.68 |
| | <u>136,273,225.80</u> | <u>10,541,194.24</u> | <u>1,320,296.13</u> | <u>148,134,716.17</u> |
| Total Expenditures | | | | |
| Excess (Deficiency) of Revenues over Expenditures | <u>9,093,403.69</u> | <u>396,033.19</u> | <u>(1,209,072.40)</u> | <u>8,280,364.48</u> |

(Continued)

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
 Governmental Funds
 Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Fiscal Year Ended June 30, 2023

| | General Fund | Special Revenue Fund | Capital Projects Fund | Total Governmental Funds |
|--|--------------------------------|-------------------------------|-------------------------------|--------------------------------|
| OTHER FINANCING SOURCES (USES): | | | | |
| Operating Transfers In | \$ 111,223.73 | \$ 941,580.00 | \$ 2,100,000.00 | \$ 3,152,803.73 |
| Operating Transfers Out | <u>(6,896,993.68)</u> | | <u>(111,223.73)</u> | <u>(7,008,217.41)</u> |
| Total Other Financing Sources and Uses | <u>(6,785,769.95)</u> | <u>941,580.00</u> | <u>1,988,776.27</u> | <u>(3,855,413.68)</u> |
| Net Change in Fund Balances | <u>2,307,633.74</u> | <u>1,337,613.19</u> | <u>779,703.87</u> | <u>4,424,950.80</u> |
| Fund Balance -- July 1 | <u>29,030,076.08</u> | <u>974,151.76</u> | <u>2,771,976.43</u> | <u>32,776,204.27</u> |
| Fund Balance -- June 30 | <u><u>\$ 31,337,709.82</u></u> | <u><u>\$ 2,311,764.95</u></u> | <u><u>\$ 3,551,680.30</u></u> | <u><u>\$ 37,201,155.07</u></u> |

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

GLOUCESTER TOWNSHIP 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, 2023

| | |
|--|------------------------|
| Total Net Change in Fund Balances - Governmental Funds | \$ 4,424,950.80 |
| Amounts reported for governmental activities in the statement of activities (A-2) are different because: | |
| Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation and amortization expense. This is the amount by which capital outlays exceeded depreciation and amortization in the period. | |
| Depreciation Expense | \$ (3,213,264.20) |
| Capital Outlays (Exclusive of SDA Debt Service Aid Assessment) | <u>1,790,061.68</u> |
| | (1,423,202.52) |
| Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. | 320,000.00 |
| Repayment of financed purchases principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. | 45,841.60 |
| The issuance of long-term debt (bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. | 63,521.28 |
| The Internal Service Fund is used by management to charge the costs of providing student transportation services to the district and other school districts. This amount is the change in net position for the Internal Service fund, exclusive of any gain/(loss) on disposal of Internal Service Fund capital assets. | 232,180.53 |
| 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. | 7,333.33 |
| 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). This amount is the net effect of the difference in treatment of compensated absences. | (340,998.66) |
| Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period. | <u>3,455,735.00</u> |
| Change in Net Position of Governmental Activities | <u>\$ 6,785,361.36</u> |

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

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Proprietary Funds
Statement of Net Position
June 30, 2023

| | Business-Type Activities - Enterprise Funds | | | Governmental Activities - Internal Service Fund |
|--|--|----------------------|------------------------|--|
| | <u>Food Service</u> | <u>Latchkey</u> | <u>Totals</u> | |
| ASSETS: | | | | |
| Current Assets: | | | | |
| Cash and Cash Equivalents | \$ 2,328,828.59 | \$ 1,153,011.81 | \$ 3,481,840.40 | |
| Accounts Receivable: | | | | |
| State | 2,933.92 | | 2,933.92 | |
| Federal | 102,920.94 | | 102,920.94 | |
| Other Governments | | | | \$ 924,167.00 |
| Other | 10,000.00 | | 10,000.00 | |
| Inventories | 53,132.56 | | 53,132.56 | |
| Total Current Assets | <u>2,497,816.01</u> | <u>1,153,011.81</u> | <u>3,650,827.82</u> | <u>924,167.00</u> |
| Noncurrent Assets: | | | | |
| Equipment | 1,907,770.90 | 98,826.18 | 2,006,597.08 | 7,688,290.16 |
| Less Accumulated Depreciation and Amortization | <u>(1,611,056.05)</u> | <u>(98,826.18)</u> | <u>(1,709,882.23)</u> | <u>(5,150,633.06)</u> |
| Total Noncurrent Assets | <u>296,714.85</u> | <u>-</u> | <u>296,714.85</u> | <u>2,537,657.10</u> |
| Total Assets | <u>2,794,530.86</u> | <u>1,153,011.81</u> | <u>3,947,542.67</u> | <u>3,461,824.10</u> |
| LIABILITIES: | | | | |
| Current Liabilities: | | | | |
| Accounts Payable | 2,339.43 | 1,682.21 | 4,021.64 | 2,300.39 |
| Interfund Accounts Payable | | | | 142,349.07 |
| Compensated Absences Payable | 7,964.00 | | 7,964.00 | |
| Worker's Compensation Claims Payable | | | | 24,975.00 |
| Unearned Revenue | <u>35,278.79</u> | <u>130,672.00</u> | <u>165,950.79</u> | |
| Total Current Liabilities | <u>45,582.22</u> | <u>132,354.21</u> | <u>177,936.43</u> | <u>169,624.46</u> |
| Noncurrent Liabilities: | | | | |
| Compensated Absences Payable | <u>133,305.88</u> | <u>56,989.62</u> | <u>190,295.50</u> | |
| Total Noncurrent Liabilities | <u>133,305.88</u> | <u>56,989.62</u> | <u>190,295.50</u> | <u>-</u> |
| Total Liabilities | <u>178,888.10</u> | <u>189,343.83</u> | <u>368,231.93</u> | <u>169,624.46</u> |
| NET POSITION: | | | | |
| Net Investment in Capital Assets | 296,714.85 | | 296,714.85 | 2,537,657.10 |
| Unrestricted | <u>2,318,927.91</u> | <u>963,667.98</u> | <u>3,282,595.89</u> | <u>754,542.54</u> |
| Total Net Position | <u>\$ 2,615,642.76</u> | <u>\$ 963,667.98</u> | <u>\$ 3,579,310.74</u> | <u>\$ 3,292,199.64</u> |

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

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Proprietary Funds
Statement of Revenues, Expenses and Changes in Fund Net Position
For the Fiscal Year Ended June 30, 2023

| | Business-Type Activities - Enterprise Fund | | | Governmental Activities - Internal Service Fund |
|--|---|----------------------|-----------------------------|---|
| | <u>Food Service</u> | <u>Latchkey</u> | <u>Total Enterprise</u> | |
| OPERATING REVENUES: | | | | |
| Charges for Services: | | | | |
| Daily Sales - Reimbursable Programs | \$ 942,112.16 | | \$ 942,112.16 | |
| Daily Sales - Non-Reimbursable Programs | 314,415.28 | | 314,415.28 | |
| Special Functions | 14,341.17 | | 14,341.17 | |
| Community Service Activities | | \$ 1,282,042.55 | 1,282,042.55 | |
| Transportation Fees from LEA | | | | \$ 3,855,413.68 |
| Transportation Fees from Other LEA's Within the State | | | | 1,824,167.00 |
| Total Operating Revenues | <u>1,270,868.61</u> | <u>1,282,042.55</u> | <u>2,552,911.16</u> | <u>5,679,580.68</u> |
| OPERATING EXPENSES: | | | | |
| Salaries | 1,008,017.68 | 756,385.24 | 1,764,402.92 | 2,317,726.28 |
| Employee Benefits | 664,907.73 | 231,648.07 | 896,555.80 | 1,079,447.79 |
| Purchased Professional Services | 27,996.10 | 9,500.00 | 37,496.10 | 25,434.30 |
| Cleaning, Repair and Maintenance Services | 211,451.26 | | 211,451.26 | 126,797.44 |
| Rental of Land and Buildings | | 225,000.00 | 225,000.00 | 240,000.00 |
| Other Purchased Services: | | | | |
| Contracted Services (Other Than Between Home and School) | | | | 269,243.08 |
| Insurance | | | | 175,000.00 |
| Miscellaneous | | 2,220.00 | 2,220.00 | 700.00 |
| Travel | 764.09 | 125.48 | 889.57 | |
| General Supplies | 141,148.70 | 51,428.07 | 192,576.77 | 180,699.27 |
| Gasoline | | | | 401,742.18 |
| Depreciation and Amortization | 89,789.84 | | 89,789.84 | 614,377.42 |
| Cost of Sales: | | | | |
| Reimbursable Programs | 1,263,521.37 | | 1,263,521.37 | |
| Non-reimbursable Programs | 125,926.00 | | 125,926.00 | |
| Miscellaneous | 138,776.40 | 27,339.55 | 166,115.95 | 15,198.04 |
| Total Operating Expenses | <u>3,672,299.17</u> | <u>1,303,646.41</u> | <u>4,975,945.58</u> | <u>5,446,365.80</u> |
| Operating Income (Loss) | <u>(2,401,430.56)</u> | <u>(21,603.86)</u> | <u>(2,423,034.42)</u> | <u>233,214.88</u> |
| NONOPERATING REVENUES (EXPENSES): | | | | |
| State Sources: | | | | |
| State School Lunch Program | 58,180.83 | | 58,180.83 | |
| State School Breakfast Aid | 8,585.40 | | 8,585.40 | |
| Federal Sources: | | | | |
| National School Lunch Program | 1,663,278.81 | | 1,663,278.81 | |
| National School Breakfast Program | 597,273.95 | | 597,273.95 | |
| After School Snack Program | 22,315.05 | | 22,315.05 | |
| Food Distribution Program | 173,919.95 | | 173,919.95 | |
| Supply Chain Assistance Program | 298,962.88 | | 298,962.88 | |
| Interest on Financed Purchases | | | | (1,034.35) |
| Interest and Investment Revenue | 60,581.09 | 30,686.79 | 91,267.88 | |
| Total Nonoperating Revenues (Expenses) | <u>2,883,097.96</u> | <u>30,686.79</u> | <u>2,913,784.75</u> | <u>(1,034.35)</u> |
| Change in Net Position | <u>481,667.40</u> | <u>9,082.93</u> | <u>490,750.33</u> | <u>232,180.53</u> |
| Total Net Position -- July 1 | <u>2,133,975.36</u> | <u>954,585.05</u> | <u>3,088,560.41</u> | <u>3,060,019.11</u> |
| Total Net Position -- June 30 | <u>\$2,615,642.76</u> | <u>\$ 963,667.98</u> | <u>\$ 3,579,310.74</u> | <u>\$ 3,292,199.64</u> |

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

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Proprietary Funds
Statement of Cash Flows
For the Fiscal Year Ended June 30, 2023

| | Business-Type Activities - Enterprise Funds | | | Governmental Activities - Internal Service Fund |
|--|--|-----------------|-----------------------------|---|
| | <u>Food Service</u> | Latchkey | <u>Total Enterprise</u> | |
| CASH FLOWS FROM OPERATING ACTIVITIES: | | | | |
| Receipts from Customers | \$ 1,273,723.87 | \$ 1,408,449.55 | \$ 2,682,173.42 | \$ 5,390,347.68 |
| Payments to Employees | (998,178.22) | (756,385.24) | (1,754,563.46) | (2,342,831.28) |
| Payments for Employee Benefits | (664,907.73) | (215,630.72) | (880,538.45) | (1,079,447.79) |
| Payments to Suppliers | (1,959,628.95) | (315,228.76) | (2,274,857.71) | (1,466,825.23) |
| Net Cash Provided by (used for) Operating Activities | (2,348,991.03) | 121,204.83 | (2,227,786.20) | 501,243.38 |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES: | | | | |
| State Sources | 69,152.56 | | 69,152.56 | |
| Federal Sources | 2,973,301.20 | | 2,973,301.20 | |
| Operating Subsidies and Transfers to Other Funds | | | | 142,349.07 |
| Net Cash Provided by (used for) Non-Capital Financing Activities | 3,042,453.76 | - | 3,042,453.76 | 142,349.07 |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES: | | | | |
| Purchase of Capital Assets | (210,360.91) | | (210,360.91) | (595,069.55) |
| Principal Paid on Financed Purchases | | | | (98,972.44) |
| Interest Paid on Financed Purchases | | | | (1,034.35) |
| Net Cash Provided by (used for) Capital and Related Financing Activities | (210,360.91) | - | (210,360.91) | (695,076.34) |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | | | |
| Interest and Dividends | 60,581.09 | 30,686.79 | 91,267.88 | - |
| Net Cash Provided by (used for) Investing Activities | 60,581.09 | 30,686.79 | 91,267.88 | - |
| Net Increase (Decrease) in Cash and Cash Equivalents | 543,682.91 | 151,891.62 | 695,574.53 | (51,483.89) |
| Balances -- July 1 | 1,785,145.68 | 1,001,120.19 | 2,786,265.87 | 51,483.89 |
| Balances -- June 30 | \$ 2,328,828.59 | \$ 1,153,011.81 | \$ 3,481,840.40 | \$ - |
| Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities: | | | | |
| Operating Income (Loss) | \$ (2,401,430.56) | \$ (21,603.86) | \$ (2,423,034.42) | \$ 233,214.88 |
| Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities: | | | | |
| Depreciation and Net Amortization | 89,789.84 | | 89,789.84 | 614,377.42 |
| (Increase) Decrease in Inventories | (14,399.14) | | (14,399.14) | |
| Increase (Decrease) in Accounts Payable | (35,645.89) | 384.34 | (35,261.55) | (32,010.92) |
| Increase (Decrease) in Accrued Salaries Benefits | 9,839.46 | 16,017.35 | 25,856.81 | |
| (Increase) Decrease in Accounts Receivable, net | (8,405.72) | | (8,405.72) | (289,233.00) |
| Increase (Decrease) in Unearned Revenue | 11,260.98 | 126,407.00 | 137,667.98 | |
| Increase (Decrease) in Worker's Compensation Claims Payable | | | | (25,105.00) |
| Total Adjustments | 52,439.53 | 142,808.69 | 195,248.22 | 268,028.50 |
| Net Cash Provided by (used for) Operating Activities | \$ (2,348,991.03) | \$ 121,204.83 | \$ (2,227,786.20) | \$ 501,243.38 |

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

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

Notes to Financial Statements
For the Fiscal Year Ended June 30, 2023

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Gloucester Township School District (the "School District") have been prepared to conform 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 following is a summary of the more significant of these policies.

Description of the Financial Reporting Entity

The 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"). The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three member's terms expire each year. The Superintendent is appointed by the Board to act as executive officer of the School District. The purpose of the School District is to educate students in grades K-8 at its eight elementary and three middle schools. The School District has an approximate enrollment at June 30, 2023 of 6,542.

The primary criterion for including activities within the School District's reporting entity, as set forth in Section 2100 of the Governmental Accounting Standards Board *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 financial statements include all funds of the School District over which the Board exercises operating control.

Government-wide and Fund Financial Statements

The School District's basic financial statements consist of government-wide statements, and fund financial statements which provide a more detailed level of financial information.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by property taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are specifically associated with a service, program, or department and, therefore, clearly identifiable to a particular function. It is the policy of the School District to not allocate indirect expenses to functions in the statement of activities. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Property taxes and other items not properly included among program revenues are reported instead as general revenues.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Government-wide and Fund Financial Statements (Cont'd)**

In regards to the fund financial statements, the School District segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. Fund financial statements report detailed information about the School District. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a single column. Internal service funds are aggregated and presented in a single column on the face of the proprietary fund statements.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Property taxes are recognized as revenues in the year for which they are levied. The Camden County Board of Taxation is responsible for the assessment of properties, and the respective municipal tax collector is responsible for the collection of property taxes. Assessments are certified and property taxes are levied on January 1. Property tax payments are due February 1, May 1, August 1 and November 1. Unpaid property taxes are considered delinquent the following January 1 and are then subject to municipal lien. In accordance with New Jersey State Statute, the School District is entitled to receive moneys under an established payment schedule, and any unpaid amount is considered as an accounts receivable. The governing body of each municipality is required to pay over to the School District, within forty (40) days after the beginning of the school year, twenty percent (20%) of the moneys from school tax due. Thereafter, but prior to the last day of the school year, the municipality must pay the balance of moneys from school tax due for school purposes in such amounts as requested, with certain limitations, from time to time by the School District, within thirty days after each request.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are deemed both available and measurable. Available means when revenues are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School District considers revenues to be available if they are collected within sixty (60) days of the end of the current fiscal year. Measurable means that the amount of revenue can be determined. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, tuition, reimbursable-type grants, and interest associated with the current fiscal year are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal year. All other revenue items are considered to be measurable and available only when cash is received by the School District.

The School District reports the following major governmental funds:

General Fund - The general fund is the primary operating fund of the School District. It 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.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

The School District reports the following major governmental funds (Cont'd):

General Fund (Cont'd) - 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, ad valorem tax revenues, 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 revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects.

Capital Projects Fund - The capital projects fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for 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, 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, or from the general fund by way of transfers from capital outlay or the capital reserve account.

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

Proprietary funds are used to account for the School District's ongoing organizations and activities, which are operated and financed in a manner similar to those found in the private sector. The measurement focus is upon the determination of net income. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for internal service funds include salaries, benefits, administrative expenses, and claims paid. All items not meeting this definition are reported as nonoperating revenues and expenses.

The School District reports the following major proprietary funds:

Enterprise Funds

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

Latchkey Fund - This fund accounts for financial activity related to providing day care services for School District students before and after school and during the summer.

Internal Service Fund

Transportation Services - This fund has been established to account for the financing of transportation services provided by the Gloucester Township School District for use by the Black Horse Pike Regional School District, as well as for the Gloucester Township School District itself. Services are provided on a cost-reimbursement basis.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)**

As a rule, the effect of internal/interfund activity has been eliminated from the government-wide financial statements.

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

Budgets / Budgetary Control

Annual appropriated budgets are prepared in the spring of each fiscal year for the general, special revenue, and debt service funds, and are submitted to the county office of education. In accordance with P.L. 2011, c. 202, the School District passed a resolution to move the school board election to the first Tuesday after the first Monday in November, starting in November of 2012, to be held simultaneously with the general election. As a result, a vote is not required on the School District's general fund tax levy for the budget year, other than the general fund tax levy required to support a proposal for additional funds, if any. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line-item accounts within each fund. Line-item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A: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 year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the legally mandated revenue recognition of the one or more June state aid payments for budgetary purposes only, and the special revenue fund. 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 revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

The accounting records of the special revenue fund are maintained on the 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 fiscal year-end as expenditures in the general fund since the general fund budget follows the modified accrual basis of accounting, with the exception of the aforementioned revenue recognition policy for the one or more June state aid payments.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Encumbrances**

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded to assign a portion of the applicable appropriation, is utilized for budgetary control purposes. 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 the 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, are reflected on the balance sheet as unearned revenues at fiscal year-end.

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

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 in which they may invest. 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. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional 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. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the amount of their deposits to the governmental units.

Inventories

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

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

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**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.

Lease Receivable

Lease receivables recorded on the government-wide financial statement, in the governmental funds, and in the proprietary fund types represents a contract that conveys control of the right to use the School District's (lessor) nonfinancial asset. At the commencement of the lease term, the lessor recognizes a lease receivable and a deferred inflow of resources. The lease receivable is measured at the present value of lease payments expected to be received during the lease term. The School District was not a lessor during the fiscal year ended June 30, 2023.

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, 2023. The School District had no prepaid expenses for the fiscal year ended June 30, 2023.

Short-Term Interfund Receivables / Payables

Short-term interfund receivables / payables (internal balances) represent amounts that are owed, other than charges for goods or services rendered to / from a particular fund within the School District, and that are due within one year. Such balances are eliminated in the statement of net position to minimize the grossing up of internal balances, thus leaving a net amount due between the governmental and business-type activities that are eliminated in the total government column.

Capital Assets

Capital assets represent the cumulative amount of capital assets used by the School District. Purchased capital assets are recorded as expenditures in the governmental fund financial statements and are capitalized at cost on the government-wide statement of net position and proprietary fund statement of net position. Intangible right to use assets (lease and subscription assets) are recorded as expenditures in the governmental fund financial statements. Lease assets are measured on the government-wide statement of net position and proprietary fund statement of net position at the amount of the initial measurement of the related lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. Subscription assets are recorded as expenditures in the governmental fund financial statements. Subscription assets are measured on the government-wide statement of net position and proprietary fund statement of net position at the amount of the initial measurement of the related subscription liability, plus any payments associated with the arrangement made to the vendor at the commencement of the subscription term and capitalizable initial implementation costs. In the case of gifts or contributions, such capital assets are recorded at acquisition value at the time received.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Capital Assets (Cont'd)**

The School District's capitalization threshold is \$2,000.00. Other costs incurred for repairs and maintenance are expensed as incurred. All reported capital assets, except land and construction in progress, are depreciated using the straight-line method over the useful life of the assets. Lease and subscription assets are amortized in a systematic and rational manner over the shorter of the lease and subscription term or the useful life of the underlying assets. The useful lives of the School District's capital assets are as follows:

| <u>Description</u> | <u>Estimated Lives</u> |
|----------------------------|-------------------------------|
| Land Improvements | 10-20 Years |
| Buildings and Improvements | 10-50 Years |
| Equipment | 4-10 Years |

The School District does not possess any infrastructure assets.

Deferred Outflows of Resources and Deferred Inflows of Resources

The statement of net position and the balance sheet for governmental funds reports separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources, reported after total assets, represents a reduction of net position that applies to a future period(s) and will be recognized as an outflow of resources (expense) at that time. Deferred inflows of resources, reported after total liabilities, represents an acquisition of net position that applies to a future period(s) and will be recognized as an inflow of resources (revenue) at that time.

Transactions are classified as deferred outflows of resources and deferred inflows of resources only when specifically prescribed by the Governmental Accounting Standards Board (GASB) standards. The School District is required to report the following as deferred outflows of resources and deferred inflows of resources: defined benefit pension plans.

Tuition Payable

Tuition charges for the fiscal years ended June 30, 2023 and 2022 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

Unearned Revenue

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

Compensated Absences

Compensated absences are payments to employees for accumulated time such as paid vacation, paid holidays, sick pay, and sabbatical leave. A liability for compensated absences that is 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.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Compensated Absences (Cont'd)**

The School District uses the termination method to calculate the compensated absences amount. The entire compensated absence liability is reported on the government-wide financial statements. The portion related to employees in the proprietary funds is recorded at the fund level. The current portion is the amount estimated to be used in the following fiscal year. Expenditures are recognized in the governmental funds as payments come due each period, for example, as a result of employee resignations and retirements. Compensated absences not recorded at the fund level represent a reconciling item between the fund level and government-wide presentations.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities, and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, 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 governmental fund financial statements when due.

Bond Premiums

Bond premiums arising from the issuance of long-term debt (bonds) are amortized over the life of the bonds, in systematic and rational method, as a component of interest expense. Bond premiums are presented as an adjustment of the face amount of the bonds on the government-wide statement of net position and on the proprietary fund statement of net position.

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 or amortization of intangible capital assets, 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 laws or regulations of other governments.

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

The School District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**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" criterion includes items that are not expected to be converted to cash, such as inventories and prepaid amounts.

Restricted - The restricted 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 (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation.

Committed - The committed 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. Such formal action consists of an affirmative vote by the Board of Education, memorialized by the adoption of a resolution. 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 (resolution) it employed to previously commit those amounts.

Assigned - 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. *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. Such authority of the business administrator is established by way of a formal job description for the position and standard operating procedures, approved by the Board of Education.

Unassigned - The unassigned fund balance classification is the residual classification for the general fund. This classification 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 expenditures are incurred for purposes for which both restricted and unrestricted fund balances are available, it is the policy of the School District to spend restricted fund balances first. Moreover, when expenditures are 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.

Interfund Activity

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Accounting Estimates**

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

Impact of Recently Issued Accounting Principles**Recently Issued Accounting Pronouncements**

The GASB has issued the following Statement that will become effective for the School District for fiscal years ending after June 30, 2024:

Statement No. 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 Statement will become effective for the School District in the fiscal year ending June 30, 2025. Management is currently evaluating whether or not this Statement will have an impact on the basic financial statements of the School District.

Note 2: CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits - Custodial credit risk is 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 Act (GUDPA). Under the Act, the first \$250,000.00 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, salary withholdings, and student activity funds, or funds that may pass to the School District relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized.

As of June 30, 2023, the School District's bank balances of \$39,969,374.62 were exposed to custodial credit risk as follows:

| | |
|--------------------------------|-------------------------|
| Insured by FDIC and GUDPA | \$ 39,658,900.78 |
| Uninsured and Uncollateralized | <u>310,473.84</u> |
| Total | <u>\$ 39,969,374.62</u> |

Note 3: CAPITAL RESERVE ACCOUNT

A capital reserve account was originally established by the School District by inclusion of \$1,000.00 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the School District's approved Long Range Facilities Plan ("LRFP"). Upon submission of the LRFP to the Department, a school district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at 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 by either a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the July 1, 2022 to June 30, 2023 fiscal year is as follows:

| | | |
|--|---------------------|-------------------------|
| Balance, June 30, 2022 | | \$ 8,051,605.38 |
| Increased by: | | |
| Interest Earnings | \$ 196,095.17 | |
| Deposits: | | |
| June 2023 Transfer | 2,550,000.00 | |
| Budgeted Increase | <u>2,500,000.00</u> | |
| | | <u>5,246,095.17</u> |
| | | 13,297,700.55 |
| Decreased by: | | |
| Withdrawals: | | |
| Budget Appropriations: | | |
| Capital Outlay - Construction Services | 250,000.00 | |
| Transfer to Capital Projects Fund | <u>1,800,000.00</u> | |
| | | <u>2,050,000.00</u> |
| Balance, June 30, 2023 | | <u>\$ 11,247,700.55</u> |

The June 30, 2023 capital reserve balance does not exceed the LRFP balance of local support costs of uncompleted projects. The withdrawals from the capital reserve were for use in Department of Education approved facilities projects, consistent with the School District's LRFP.

Note 4: ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2023 consisted of intergovernmental awards, tuition and transportation charges and other miscellaneous fees. All intergovernmental receivables are considered collectible in full due to the stable condition of federal and state programs, the current fiscal year guarantee of federal funds, and the regulated budgetary control of governmental entities in New Jersey.

Accounts receivable as of fiscal year end for the School District's individual major funds, in the aggregate, are as follows:

| <u>Fund</u> | <u>Intergovernmental</u> | | | | <u>Other</u> | <u>Total</u> |
|---------------------------|--------------------------|------------------------|----------------------|-------------------------------|---------------------|------------------------|
| | <u>Federal Awards</u> | <u>State Awards</u> | <u>Tuition</u> | <u>Transportation Charges</u> | | |
| Governmental Activities: | | | | | | |
| Governmental Funds: | | | | | | |
| General | | \$ 3,213,805.16 | \$ 161,040.12 | | | \$ 3,374,845.28 |
| Special Revenue | \$ 788,011.81 | 90.00 | | | | 788,101.81 |
| Proprietary Funds: | | | | | | |
| Internal Service | | | | \$ 924,167.00 | | 924,167.00 |
| | <u>788,011.81</u> | <u>3,213,895.16</u> | <u>161,040.12</u> | <u>924,167.00</u> | <u>-</u> | <u>5,087,114.09</u> |
| Business-Type Activities: | | | | | | |
| Proprietary Funds: | | | | | | |
| Food Service | 102,920.94 | 2,933.92 | | | \$ 10,000.00 | 115,854.86 |
| | <u>\$ 890,932.75</u> | <u>\$ 3,216,829.08</u> | <u>\$ 161,040.12</u> | <u>\$ 924,167.00</u> | <u>\$ 10,000.00</u> | <u>\$ 5,202,968.95</u> |

Note 5: INVENTORY

Inventory recorded at June 30, 2023 in business-type activities on the government-wide statement of net position, and on the food service enterprise fund statement of net position, consisted of the following:

| | |
|----------|---------------------|
| Food | \$ 20,917.76 |
| Supplies | <u>32,214.80</u> |
| | <u>\$ 53,132.56</u> |

Note 6: CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2023 is as follows:

| | <u>Balance July 1, 2022</u> | <u>Increases</u> | <u>Transfers/ Decreases</u> | <u>Balance June 30, 2023</u> |
|--|---------------------------------|--------------------------|---------------------------------|----------------------------------|
| Governmental Activities: | | | | |
| Capital Assets, not being Depreciated: | | | | |
| Land | \$ 902,513.50 | | | \$ 902,513.50 |
| Construction in Progress | 273,941.64 | \$ 1,206,296.19 | \$ (1,480,237.83) | |
| Total Capital Assets, not being Depreciated | <u>1,176,455.14</u> | <u>1,206,296.19</u> | <u>(1,480,237.83)</u> | <u>902,513.50</u> |
| Capital Assets, being Depreciated: | | | | |
| Land Improvements | 3,633,833.93 | | 19,317.00 | 3,653,150.93 |
| Buildings and Improvements | 99,870,706.70 | | 1,460,920.83 | 101,331,627.53 |
| Equipment | 16,762,987.83 | 1,178,835.04 | | 17,941,822.87 |
| Total Capital Assets, being Depreciated | <u>120,267,528.46</u> | <u>1,178,835.04</u> | <u>1,480,237.83</u> | <u>122,926,601.33</u> |
| Total Capital Assets, Cost | <u>121,443,983.60</u> | <u>2,385,131.23</u> | <u>-</u> | <u>123,829,114.83</u> |
| Less Accumulated Depreciation: | | | | |
| Land Improvements | (3,160,249.95) | (44,606.69) | | (3,204,856.64) |
| Buildings and Improvements | (42,292,482.33) | (2,446,061.88) | | (44,738,544.21) |
| Equipment | (11,445,976.40) | (1,336,973.05) | | (12,782,949.45) |
| Total Accumulated Depreciation | <u>(56,898,708.68)</u> | <u>(3,827,641.62)</u> | <u>-</u> | <u>(60,726,350.30)</u> |
| Total Capital Assets, being Depreciated, net | <u>63,368,819.78</u> | <u>(2,648,806.58)</u> | <u>1,480,237.83</u> | <u>62,200,251.03</u> |
| Governmental Activities Capital Assets, net | <u>\$ 64,545,274.92</u> | <u>\$ (1,442,510.39)</u> | <u>\$ -</u> | <u>\$ 63,102,764.53</u> |
| Business-Type Activities: | | | | |
| Capital Assets, being Depreciated: | | | | |
| Equipment | \$ 1,796,236.17 | \$ 210,360.91 | \$ - | \$ 2,006,597.08 |
| Total Capital Assets, being Depreciated | <u>1,796,236.17</u> | <u>210,360.91</u> | <u>-</u> | <u>2,006,597.08</u> |
| Less Accumulated Depreciation for: | | | | |
| Equipment | (1,620,092.39) | (89,789.84) | | (1,709,882.23) |
| Total Accumulated Depreciation | <u>(1,620,092.39)</u> | <u>(89,789.84)</u> | <u>-</u> | <u>(1,709,882.23)</u> |
| Business-Type Activities Capital Assets, net | <u>\$ 176,143.78</u> | <u>\$ 120,571.07</u> | <u>\$ -</u> | <u>\$ 296,714.85</u> |

Note 6: CAPITAL ASSETS (CONT'D)

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

Governmental Activities:

| | |
|--|-----------------|
| Instruction Regular Programs | \$ 1,351,614.70 |
| Instruction Special Programs | 3,045.60 |
| Instruction Nonpublic School Programs | 32,483.50 |
| Support Services Students | 2,840.92 |
| Support Services General Administration | 10,037.36 |
| Support Services School Administration | |
| Support Services Plant Operations and Maintenance | 1,684,753.05 |
| Support Services Pupil Transportation | 699,270.07 |
| Support Services Business and Other Support Services | 43,596.42 |

| | |
|--|------------------------|
| Total Depreciation Expense - Governmental Activities | <u>\$ 3,827,641.62</u> |
|--|------------------------|

Business-Type Activities:

| | |
|--------------|---------------------|
| Food Service | <u>\$ 89,789.84</u> |
|--------------|---------------------|

| | |
|---|---------------------|
| Total Depreciation Expense - Business-Type Activities | <u>\$ 89,789.84</u> |
|---|---------------------|

Note 7: LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2023, the following changes occurred in long-term obligations for governmental activities:

| | <u>Balance June 30, 2022</u> | <u>Additions</u> | <u>Deductions</u> | <u>Balance June 30, 2023</u> | <u>Due within One Year</u> |
|---|----------------------------------|-------------------------|--------------------------|----------------------------------|--------------------------------|
| Governmental Activities: | | | | | |
| Bonds Payable: | | | | | |
| General Obligation Bonds | \$ 8,330,000.00 | | \$ (320,000.00) | \$ 8,010,000.00 | \$ 350,000.00 |
| Plus Amounts: | | | | | |
| Premium on Bonds | 472,424.59 | | (71,080.45) | 401,344.14 | |
| Total Bonds Payable | <u>8,802,424.59</u> | <u>-</u> | <u>(391,080.45)</u> | <u>8,411,344.14</u> | <u>350,000.00</u> |
| Other Liabilities: | | | | | |
| Financed Purchases | 144,814.04 | | (144,814.04) | | |
| Compensated Absences | 1,881,815.96 | \$ 611,039.32 | (270,040.66) | 2,222,814.62 | 146,242.80 |
| Net Pension Liability | 14,881,681.00 | 9,511,504.00 | (6,530,319.00) | 17,862,866.00 | |
| Total Other Liabilities | <u>16,908,311.00</u> | <u>10,122,543.32</u> | <u>(6,945,173.70)</u> | <u>20,085,680.62</u> | <u>146,242.80</u> |
| Governmental Activities Long-Term Liabilities | <u>\$ 25,710,735.59</u> | <u>\$ 10,122,543.32</u> | <u>\$ (7,336,254.15)</u> | <u>\$ 28,497,024.76</u> | <u>\$ 496,242.80</u> |

The bonds payable are liquidated by the general fund. Financed purchases are liquidated by the general fund and transportation internal service fund. Compensated absences and net pension liability are liquidated by the general fund.

Note 7: LONG-TERM LIABILITIES (CONT'D)

During the fiscal year ended June 30, 2023, the following changes occurred in long-term obligations for business-type activities:

| | <u>Balance June 30, 2022</u> | <u>Additions</u> | <u>Deductions</u> | <u>Balance June 30, 2023</u> | <u>Due within One Year</u> |
|--|----------------------------------|---------------------|-----------------------|----------------------------------|--------------------------------|
| Business-Type Activities: | | | | | |
| Other Liabilities: | | | | | |
| Compensated Absences Payable | \$ 172,402.69 | \$ 61,747.61 | \$ (35,890.80) | \$ 198,259.50 | \$ 7,964.00 |
| Business-Type Activities Long-Term Liabilities | <u>\$ 172,402.69</u> | <u>\$ 61,747.61</u> | <u>\$ (35,890.80)</u> | <u>\$ 198,259.50</u> | <u>\$ 7,964.00</u> |

Compensated absences were liquidated by the food service and latchkey enterprise funds.

Bonds Payable - Generally, bonds and loans are authorized in accordance with State law by the voters of the municipality through referendums. Voter approval is not required for the issuance of refunding bonds to finance an approved Energy Savings Improvement Program (ESIP). All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the School District are general obligation bonds.

On October 25, 2018, the School District issued \$9,385,000.00 in school refunding bonds to fund the School District's approved Energy Savings Improvement Program (ESIP). The refunding bonds were issued to provide funds which will be used to: (i) finance the costs of the installation of equipment at certain facilities owned by the School District (ESIP Project), as described in the School District's energy savings plan; and (ii) pay certain costs and expenses related to the issuance, sale and delivery of the refunding bonds. As required by School District law, the payments of the principal of and interest on the refunding bonds will be included in the School District's general fund budget, but are anticipated to be offset by the energy savings. The refunding bonds were issued at interest rates varying from 3.000% to 5.000%. The final maturity of these bonds is July 15, 2038.

Principal and interest due on bonds outstanding is as follows:

| <u>Fiscal Year Ending June 30.</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|--|------------------------|------------------------|-------------------------|
| 2024 | \$ 350,000.00 | \$ 339,018.76 | \$ 689,018.76 |
| 2025 | 265,000.00 | 323,643.76 | 588,643.76 |
| 2026 | 295,000.00 | 309,643.76 | 604,643.76 |
| 2027 | 325,000.00 | 294,143.76 | 619,143.76 |
| 2028 | 355,000.00 | 277,143.76 | 632,143.76 |
| 2029-2033 | 2,310,000.00 | 1,071,593.80 | 3,381,593.80 |
| 2034-2038 | 3,315,000.00 | 463,940.67 | 3,778,940.67 |
| 2039 | <u>795,000.00</u> | <u>14,906.25</u> | <u>809,906.25</u> |
| Total | <u>\$ 8,010,000.00</u> | <u>\$ 3,094,034.52</u> | <u>\$ 11,104,034.52</u> |

Bonds Authorized but not Issued - As of June 30, 2023, the School District had no authorizations to issue additional bonded debt.

Compensated Absences - As previously stated, compensated absences will be paid from the fund from which the employees' salaries are paid. Refer to note 13 for a description of the School District's policy.

Note 7: LONG-TERM LIABILITIES (CONT'D)

Net Pension Liability - For details on the net pension liability, refer to note 8. The School District's annual required contribution to the Public Employees' Retirement System is budgeted and paid from the general fund on an annual basis.

Note 8: PENSION PLANS

A substantial number of the School District's employees participate in one of the following defined benefit pension plans: the Teachers' Pension and Annuity Fund ("TPAF") and the Public Employees' Retirement System ("PERS"), which are administered by the New Jersey Division of Pensions and Benefits (the "Division"). In addition, several School District employees participate in the Defined Contribution Retirement Program, which is a defined contribution pension plan. The DCRP is administered by Empower (formerly Prudential Financial).

Each of the aforementioned plans have a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements, required supplementary information, and detailed information about the PERS and TPAF plans' fiduciary net position that can be obtained by writing to or at the following website:

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

General Information about the Pension Plans**Plan Descriptions**

Teachers' Pension and Annuity Fund - The Teachers' Pension and Annuity Fund is a cost-sharing multiple-employer defined benefit pension plan, with a special funding situation, which was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66. The State of New Jersey ("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 benefits, death, disability and medical benefits to certain 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 Board of Trustees is primarily responsible for the administration of the Plan.

Public Employees' Retirement System - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan that was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The PERS' designated purpose is to provide retirement, death, disability, and medical benefits to certain qualified members. Membership in the PERS is mandatory for substantially all full-time employees of the School District, provided the employee is not required to be a member of another state-administered retirement system or other state pensions fund or local jurisdiction's pension fund. The PERS' Board of Trustees is primarily responsible for the administration of the PERS.

Note 8: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Plan Descriptions (Cont'd)**

Defined Contribution Retirement Program - The Defined Contribution Retirement Program is a multiple-employer defined contribution pension fund established on July 1, 2007 under the provisions of P.L. 2007, c. 92 and P.L. 2007, c. 103, and expanded under the provisions of P.L. 2008, c. 89 and P.L. 2010, c. 1. The DCRP is a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) § 401(a) et seq., and is a "governmental plan" within the meaning of IRC § 414(d). The DCRP provides retirement benefits for eligible employees and their beneficiaries. Individuals covered under DCRP are employees enrolled in TPAF or PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees enrolled in New Jersey State Police Retirement System (SPRS) or the Police and Firemen's Retirement System (PFRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in TPAF or PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000.00 annually; and employees otherwise eligible to enroll in TPAF or PERS after May 21, 2010 who do not work the minimum number of hours per week required for tiers 4 or 5 enrollment, but who earn salary of at least \$5,000.00 annually.

Vesting and Benefit Provisions

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

Note 8: PENSION PLANS (CONT'D)**General Information About the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

Public Employees' Retirement System - 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 10 years of service.

The membership tiers for PERS are the same as previously noted for TPAF.

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

Defined Contribution Retirement Program - Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and nonforfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and nonforfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

Contributions

Teachers' Pension and Annuity Fund - The contribution policy is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate was 7.50% in State fiscal year 2022. The State's contribution is based on an actuarially determined amount, which includes the normal cost and an amortization of the unfunded accrued liability. For fiscal year 2022, the State's pension contribution was more than the actuarial determined amount.

Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the School District and all other related non-contributing employers. No normal or accrued liability contribution by the School District has been required over 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's contractually required contribution rate for the fiscal year ended June 30, 2023 was 34.92% of the School District's covered payroll, of which 0.00% of payroll was required from the School District and 100.00% of payroll was required from the State of New Jersey. The School District was not required to contribute to the pension plan during the fiscal year ended June 30, 2023 because of the 100.00% special funding situation with the State of New Jersey.

Note 8: PENSION PLANS (CONT'D)**General Information About the Pension Plans (Cont'd)****Contributions (Cont'd)**

Teachers' Pension and Annuity Fund (Cont'd) - Based on the most recent TPAF measurement date of June 30, 2022, the State's contractually required contribution, on-behalf of the School District, to the pension plan for the fiscal year ended June 30, 2023 was \$18,814,908.00, and was paid by April 1, 2023. School District employee contributions to the Plan during the fiscal year ended June 30, 2023 were \$4,065,439.50.

Public Employees' Retirement System - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate was 7.50% in State fiscal year 2022. Employers' contributions are based on an actuarially determined amount, which includes the normal cost and an amortization of the unfunded accrued liability.

Special Funding Situation Component - Under N.J.S.A. 43:15A, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. One of such legislations, which legally obligate the State, is Chapter 133, P.L. 2001. This legislation increased the accrual rate from 1/60 to 1/55. In addition, it lowered the age required for a veteran benefit equal to 1/55 of highest 12-month compensation for each year of service from 60 to 55. Chapter 133, P.L. 2001 also established the Benefit Enhancement Fund (BEF) to fund the additional annual employer normal contribution due to the State's increased benefits. If the assets in the BEF are insufficient to cover the normal contribution for the increased benefits for a valuation period, the State will pay such amount for both the State and local employers. The amounts contributed on behalf of the local participating employers under this legislation is considered to be a *special funding situation* as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the Plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to disclose in the notes to the financial statements of the local participating employers related to this legislation.

The School District's contractually required contribution rate for the fiscal year ended June 30, 2023 was 17.43% of the School District's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2022, the School District's contractually required contribution to the pension plan for the fiscal year ended June 30, 2023 was \$1,754,177.00, and was paid by April 1, 2023. School District employee contributions to the Plan during the fiscal year ended June 30, 2023 were \$770,369.58.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the School District, under Chapter 133, P.L. 2001, for the fiscal year ended June 30, 2023 was 0.37% of the School District's covered payroll.

Based on the most recent PERS measurement date of June 30, 2022, the State's contractually required contribution, under Chapter 133, P.L. 2001, on-behalf of the School District, to the pension plan for the fiscal year ended June 30, 2023 was \$37,584.00.

Note 8: PENSION PLANS (CONT'D)**General Information About the Pension Plans (Cont'd)****Contributions (Cont'd)**

Defined Contribution Retirement Program - The contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with P.L. 2007, C. 92, and P.L. 2007, C. 103, Plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the School District contributes 3% of the employees' base salary, for each pay period.

For the fiscal year ended June 30, 2023, employee contributions totaled \$224,135.27, and the School District recognized pension expense, which equaled the required contributions, of \$155,179.30.

Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**Teachers' Pension and Annuity Fund**

Pension Liability - At June 30, 2023, the School District was not required to report a liability for its proportionate share of the net pension liability for TPAF because of the 100% special funding situation by the State of New Jersey.

The State's proportionate share of net pension liability, however, attributable to the School District is as follows:

| | |
|---|--------------------------|
| Proportionate Share of Net Pension Liability | \$ - |
| State of New Jersey's Proportionate Share of Net Pension Liability associated with the Employer | 231,944,063.00 |
| | <u>\$ 231,944,063.00</u> |

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The total pension liability was calculated using updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2022. For the June 30, 2022 measurement date, the School District's proportion 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 and the State of New Jersey, actuarially determined. At the June 30, 2022 measurement date, the School District proportion was 0.00% due to the 100% special funding situation with the State of New Jersey; however, the State's proportionate share of the TPAF net pension liability associated with the School District was 0.4495526483%, which was an increase of 0.0008127040% from its proportion measured as of June 30, 2021.

Pension (Benefit) Expense - For the fiscal year ended June 30, 2023, the State's proportionate share of the pension (benefit) expense, associated with the School District, calculated by the Plan as of June 30, 2022 measurement date, was \$6,242,263.00. This on-behalf expense has been recognized by the School District in the government-wide financial statements.

Note 8: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Public Employees' Retirement System**

Pension Liability - At June 30, 2023, there is no net pension liability associated with the special funding situation under Chapter 133, P.L. 2001, as there was no accumulated difference between the annual additional normal cost and the actual State contribution through the valuation date. The School District reported a liability of \$17,862,866.00 for its proportionate share of the net pension liability for PERS. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The total pension liability was calculated using updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2022. The School District's proportion 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 June 30, 2022 measurement date, the School District's proportion was 0.1183647231%, which was a decrease of 0.0072561989% from its proportion measured as of June 30, 2021.

Pension (Benefit) Expense - For the fiscal year ended June 30, 2023, the School District recognized pension (benefit) expense of (\$1,961,092.00), in the government-wide financial statements. This pension expense was based on the pension plan's June 30, 2022 measurement date.

For the fiscal year ended June 30, 2023, the State's proportionate share of the pension (benefit) expense, associated with the School District, under Chapter 133, P.L. 2001, calculated by the Plan as of June 30, 2022 measurement date, was \$ 37,584.00. This on-behalf expense has been recognized by the School District in the government-wide financial statements.

Deferred Outflows and Inflows of Resources - At June 30, 2023, the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|--|--|---|
| Differences between Expected and Actual Experience | \$ 128,926.00 | \$ 113,694.00 |
| Changes of Assumptions | 55,345.00 | 2,674,778.00 |
| Net Difference between Projected and Actual Earnings on Pension Plan Investments | 739,328.00 | - |
| Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions | 137,908.00 | 1,688,948.00 |
| School District Contributions Subsequent to the Measurement Date | 1,754,177.00 | - |
| | <u>\$ 2,815,684.00</u> | <u>\$ 4,477,420.00</u> |

Note 8: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Public Employees' Retirement System (Cont'd)**

Deferred Outflows and Inflows of Resources (Cont'd) - Deferred outflows of resources in the amount of \$1,754,177.00 will be included as a reduction of the net pension liability in the subsequent fiscal year, June 30, 2024. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| <u>Fiscal Year</u> <u>Ending June 30,</u> | |
|--|--------------------------|
| 2024 | \$ (2,596,111.00) |
| 2025 | (681,397.00) |
| 2026 | (682,637.00) |
| 2027 | 557,011.00 |
| 2028 | (12,779.00) |
| | <u>\$ (3,415,913.00)</u> |

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

| | <u>Deferred</u> <u>Outflows of</u> <u>Resources</u> | <u>Deferred</u> <u>Inflows of</u> <u>Resources</u> | | <u>Deferred</u> <u>Outflows of</u> <u>Resources</u> | <u>Deferred</u> <u>Inflows of</u> <u>Resources</u> |
|--|--|---|--|--|---|
| Differences between Expected and Actual Experience | | | Difference between Projected and Actual Earnings on Pension Plan Investments | | |
| Year of Pension Plan Deferral: | | | Year of Pension Plan Deferral: | | |
| June 30, 2017 | 5.48 | - | June 30, 2018 | 5.00 | - |
| June 30, 2018 | - | 5.63 | June 30, 2019 | 5.00 | - |
| June 30, 2019 | 5.21 | - | June 30, 2020 | 5.00 | - |
| June 30, 2020 | 5.16 | - | June 30, 2021 | 5.00 | - |
| June 30, 2021 | - | 5.13 | June 30, 2022 | 5.00 | - |
| June 30, 2022 | - | 5.04 | | | |
| Changes of Assumptions | | | Changes in Proportion | | |
| Year of Pension Plan Deferral: | | | Year of Pension Plan Deferral: | | |
| June 30, 2017 | - | 5.48 | June 30, 2017 | 5.48 | 5.48 |
| June 30, 2018 | - | 5.63 | June 30, 2018 | 5.63 | 5.63 |
| June 30, 2019 | - | 5.21 | June 30, 2019 | 5.21 | 5.21 |
| June 30, 2020 | - | 5.16 | June 30, 2020 | 5.16 | 5.16 |
| June 30, 2021 | 5.13 | - | June 30, 2021 | 5.13 | 5.13 |
| June 30, 2022 | - | 5.04 | June 30, 2022 | 5.04 | 5.04 |

Note 8: PENSION PLANS (CONT'D)**Actuarial Assumptions**

The net pension liabilities were measured as of June 30, 2022 and the total pension liabilities used to calculate the net pension liability were determined by an actuarial valuation as of July 1, 2021. The total pension liabilities were calculated using updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2022. The actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

| | <u>TPAF</u> | <u>PERS</u> |
|--------------------------------|------------------------------|------------------------------|
| Inflation Rate: | | |
| Price | 2.75% | 2.75% |
| Wage | 3.25% | 3.25% |
| Salary Increases: | 2.75% - 5.65% | 2.75% - 6.55% |
| | Based on Years of Service | Based on Years of Service |
| Investment Rate of Return | 7.00% | 7.00% |
| Period of Actuarial Experience | | |
| Study upon which Actuarial | | |
| Assumptions were Based | July 1, 2018 - June 30, 2021 | July 1, 2018 - June 30, 2021 |

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

For PERS, 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.

Note 8: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)**

For TPAF and PERS, in accordance with State statute, the long-term expected rate of return on Plan investments (7.00% at the June 30, 2022 measurement date) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic rates of return for each major asset class included in TPAF's and PERS' target asset allocation as of the June 30, 2022 measurement date are summarized in the following table:

| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Long-Term Expected Real Rate of Return</u> |
|---------------------------------|--------------------------|---|
| U.S. Equity | 27.00% | 8.12% |
| Non-US Developed Markets Equity | 13.50% | 8.38% |
| Emerging Market Equity | 5.50% | 10.33% |
| Private Equity | 13.00% | 11.80% |
| Real Estate | 8.00% | 11.19% |
| Real Assets | 3.00% | 7.60% |
| High Yield | 4.00% | 4.95% |
| Private Credit | 8.00% | 8.10% |
| Investment Grade Credit | 7.00% | 3.38% |
| Cash Equivalents | 4.00% | 1.75% |
| U.S. Treasuries | 4.00% | 1.75% |
| Risk Mitigation Strategies | 3.00% | 4.91% |
| | <u>100.00%</u> | |

Discount Rate -

Teachers' Pension and Annuity Fund - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. 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 would 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 to projected benefit payments in determining the total pension liability.

Note 8: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)****Discount Rate (Cont'd) -**

Public Employees' Retirement System - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumed that contributions from Plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity would be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all projected benefit payments in determining the total pension liability.

Sensitivity of Proportionate Share of Net Pension Liability to Changes in the Discount Rate

Teachers' Pension and Annuity Fund (TPAF) - 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, 2022, the Plan's measurement date, attributable to the School District is \$0.00. The following, however, presents the net pension liability of the State as of June 30, 2022 (Plan's measurement date), attributable to the School District, calculated using the discount rate of 7.00% as well as what the State's net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage-point higher than the current rate:

| | 1% Decrease (6.00%) | Current Discount Rate (7.00%) | 1% Increase (8.00%) |
|--|------------------------------------|--|------------------------------------|
| School District's Proportionate Share of the Net Pension Liability | \$ - | \$ - | \$ - |
| State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District | <u>271,959,343.00</u> | <u>231,944,063.00</u> | <u>198,236,218.00</u> |
| | <u>\$ 271,959,343.00</u> | <u>\$ 231,944,063.00</u> | <u>\$ 198,236,218.00</u> |

Public Employees' Retirement System (PERS) - The following presents the School District's proportionate share of the net pension liability at June 30, 2022, the Plan's measurement date, calculated 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% lower or 1% higher than the current rates used:

| | 1% Decrease (6.00%) | Current Discount Rate (7.00%) | 1% Increase (8.00%) |
|---|------------------------------------|--|------------------------------------|
| School District's Proportionate Share of the Net Pension Liability | <u>\$ 22,948,550.00</u> | <u>\$ 17,862,866.00</u> | <u>\$ 13,534,744.00</u> |

Note 8: PENSION PLANS (CONT'D)**Pension Plan Fiduciary Net Position**

For purposes of measuring the net pension liability, deferred outflows of resources, deferred inflows of resources related to pensions, and pension expense, information about the respective fiduciary net position of the TPAF and PERS and additions to/deductions from TPAF and PERS' respective fiduciary net position have been determined on the same basis as they are reported by TPAF and PERS. Accordingly, 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.

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN****General Information about the OPEB Plan**

Plan Description and Benefits Provided - The State Health Benefit Local Education Retired Employees Plan (the "OPEB Plan") is a multiple-employer defined benefit OPEB plan, with a special funding situation, that is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75 - *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions*. The OPEB Plan is administered by the State of New Jersey Division of Pensions and Benefits (the "Division") and is part of the New Jersey State Health Benefits Program (SHBP). 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>

The OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

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

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D)**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)****General Information about the OPEB Plan (Cont'd)**

Employees Covered by Benefit Terms - At June 30, 2022, the OPEB Plan's measurement date, the entire State Health Benefit Local Education Retired Employees OPEB Plan consisted of the following members.

| | |
|--|----------------|
| Active Plan Members | 213,148 |
| Inactive Plan Members or Beneficiaries Currently Receiving Benefits | 151,669 |
| Inactive Plan Members Entitled to but Not Yet Receiving Benefit Payments | - |
| | <u>364,817</u> |

Total Non-Employer OPEB Liability

The State of New Jersey, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to the OPEB Plan for qualified retired TPAF, PERS, PFRS and ABP pension participants. The School District's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS 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.

The State's proportionate share of the net OPEB liability associated with the School District as of June 30, 2023 was \$272,139,859.00. Since the OPEB liability associated with the School District is 100% attributable to the State, the OPEB liability will be referred to as the total non-employer OPEB liability.

The total non-employer OPEB liability was measured as of June 30, 2022, and was determined by an actuarial valuation as of June 30, 2021, which was rolled forward to June 30, 2022. For the June 30, 2022 measurement date, the State's proportionate share of the non-employer OPEB liability associated with the School District was 0.5373324080%, which was an increase of 0.0018632489% from its proportion measured as of June 30, 2021.

Actuarial Assumptions and Other Inputs - The actuarial assumptions and other inputs vary for each plan member depending on the pension plan in which the member is enrolled. The actuarial valuation at June 30, 2021, which was rolled forward to June 30, 2022, used the following actuarial assumptions, applied to all periods in the measurement:

Salary Increases -

| | <u>TPAF/ABP</u> * | <u>PERS</u> * | <u>PFRS</u> * |
|------------------|-------------------|----------------|-----------------|
| Salary Increases | 2.75% to 4.25% | 2.75% to 6.55% | 3.25% to 16.25% |

* based on service years

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D)**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)****Total Non-Employer OPEB Liability (Cont'd)****Actuarial Assumptions and Other Inputs (Cont'd) -**

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

Experience Studies - The actuarial assumptions used in the June 30, 2021 valuation, which was rolled forward to June 30, 2022, were based on the results of actuarial experience studies for the periods July 1, 2018 to June 30, 2021 for TPAF, PERS, and PFRS.

Health Care Trend Assumptions - For pre-Medicare medical benefits, the trend rate is initially 6.25% and decreases to a 4.50% long-term trend rate after eight years. For post-65 medical benefits PPO, the trend is initially -1.99% in fiscal year 2023, increasing to 13.44% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend is initially -3.54% in fiscal year 2023, increasing to 15.19% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 8.00% and decreases to a 4.50% long-term trend rate after eight years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Discount Rate - The discount rate for June 30, 2022 measurement date was 3.54%. 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.

Changes in the Total Non-Employer OPEB Liability

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

| | | |
|---|------------------|--------------------------|
| Balance at June 30, 2022 | | \$ 321,322,464.00 |
| Changes for the Year: | | |
| Service Cost | \$ 12,402,505.00 | |
| Interest Cost | 7,212,006.00 | |
| Difference between Expected and Actual Experience | 11,121,375.00 | |
| Changes in Assumptions | (73,003,959.00) | |
| Member Contributions | 229,174.00 | |
| Gross Benefit Payments | (7,143,706.00) | |
| Net Changes | | <u>(49,182,605.00)</u> |
| Balance at June 30, 2023 | | <u>\$ 272,139,859.00</u> |

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D)**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)****Changes in the Total Non-Employer OPEB Liability (Cont'd)**

Differences between expected and actual experience reflect an increase in liability for the measurement period from June 30, 2021 to June 30, 2022 due to changes in the census and premium and claims experience.

Changes in assumptions reflect a decrease in the liability for the measurement period from June 30, 2021 to June 30, 2022 is due to the combined effect of the discount rate change; and changes in the trend, and experience study.

Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Discount Rate - The State's proportionate share of the total non-employer OPEB liability as of June 30, 2022, associated with the School District, using a discount rate of 3.54%, as well as using a discount rate that is 1% lower or 1% higher than the current rate used is as follows:

| | 1% Decrease (2.54%) | Current Discount Rate (3.54%) | 1% Increase (4.54%) |
|---|------------------------------------|--|------------------------------------|
| State of New Jersey's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the Employer | <u>\$ 319,871,778.00</u> | <u>\$ 272,139,859.00</u> | <u>\$ 233,885,112.00</u> |

Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Healthcare Cost Trend Rates - The State's proportionate share of the total non-employer OPEB liability as of June 30, 2022, associated with the School District, using a healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rate used is as follows:

| | 1% Decrease | Healthcare Cost Trend Rates | 1% Increase |
|---|--------------------------|--|--------------------------|
| State of New Jersey's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the Employer | <u>\$ 224,940,227.00</u> | <u>\$ 272,139,859.00</u> | <u>\$ 334,139,441.00</u> |

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the Total Non-Employer OPEB Liability

OPEB Expense - For the fiscal year ended June 30, 2023, the School District recognized \$4,170,774.00 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 was based on the OPEB Plan's June 30, 2022 measurement date.

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D)**STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)****OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the Total Non-Employer OPEB Liability (Cont'd)**

Deferred Outflows and Inflows of Resources - 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; however, at June 30, 2023, the State's proportionate share of the total non-employer OPEB liability's deferred outflows of resources and deferred inflows of resources, associated with School District, from the following sources are as follows:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|---|--|---|
| Difference between Expected and Actual Experience | \$ 48,587,760.00 | \$ 83,087,445.00 |
| Changes of Assumptions | 47,100,520.00 | 92,621,541.00 |
| Changes in Proportion | <u>1,558,624.00</u> | <u>10,556,869.00</u> |
| | <u>\$ 97,246,904.00</u> | <u>\$ 186,265,855.00</u> |

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the State's proportionate share of the total non-employer OPEB liability, associated with the School District, will be recognized in OPEB expense as follows:

| <u>Fiscal Year Ending June 30,</u> | |
|---|---------------------------|
| 2024 | \$ (15,447,694.00) |
| 2025 | (15,447,694.00) |
| 2026 | (15,447,694.00) |
| 2027 | (13,535,008.00) |
| 2028 | (7,893,337.00) |
| Thereafter | <u>(21,247,524.00)</u> |
| | <u>\$ (89,018,951.00)</u> |

Note 10: ON-BEHALF PAYMENTS

For the fiscal year ended June 30, 2023, the School District has recognized as revenues and expenditures on-behalf payments made by the State for normal costs and post-retirement medical costs related to TPAF, in the fund financial statements. The amounts recognized as revenues and expenditures in the fund financial statements for normal costs, non-contributory insurance, post-retirement medical costs, and long-term disability insurance were \$18,748,297.00, \$260,111.00, \$4,993,463.00, and \$5,467.00, respectively.

Note 11: RISK MANAGEMENT

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

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.

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 activity of the School District's unemployment claims for the current and previous two fiscal years:

| <u>Fiscal Year</u> <u>Ending June 30,</u> | <u>Employee</u> <u>Contributions</u> | <u>Interest</u> <u>Income</u> | <u>Claims</u> <u>Incurred</u> | <u>Ending Balance</u> | |
|--|---|--|--|---|---|
| | | | | <u>Claims</u> <u>Payable</u> | <u>Restricted</u> <u>Fund</u> <u>Balance</u> |
| 2023 | \$ 126,738.31 | \$ 50,055.55 | \$ 12,912.18 | \$ 184,466.54 | \$1,599,224.08 |
| 2022 | 117,003.38 | 7,412.79 | 46,362.97 | 70,640.41 | 1,549,168.53 |
| 2021 | 106,118.58 | 8,075.90 | 184,960.51 | - | 1,541,755.74 |

Self-Insurance Plan - The School District has adopted a plan of self-insurance for workers' compensation insurance claims up to \$500,000.00 per any one accident. Claims greater than this amount are covered by an excess workers' compensation insurance policy. The records of the Administrator of the plan indicate \$121,895.00 of pending claims which have been recorded and are included in accounts payable as of June 30, 2023. Any additional funds required for claims in excess of these pending claims will be paid and charged to the 2023-2024 or future budgets.

The workers' compensation insurance claims liability (incurred) is based on an analysis prepared by management, which is based on historical trends. The remaining claims liability (incurred) is based on an evaluation performed by the third-party administrator of the plan.

Note 12: DEFERRED COMPENSATION

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

Lincoln Investment Planning, Inc.
Syracusa Benefits Program
Metlife
Equitable Life Assurance Society

Note 13: 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 who are employed for ten months are entitled to ten paid sick leave days per fiscal school year. School District employees who are employed for twelve months are entitled to twelve paid sick leave days per fiscal school year. Unused sick leave may be accumulated and carried forward to the subsequent years. School District employees are entitled to two personal days which may be carried forward to subsequent years. Generally, four vacation days not used during the fiscal school year may be carried forward to be used during the allowable vacation period in the subsequent year. Benefits paid in any future year will be calculated according to formulas outlined in the School Districts' agreements with the various employee unions and included in the current years' budget.

The liability for vested compensated absences is recorded within those funds as the benefits accrue to employees. At June 30, 2023 the liability for compensated absences reported on the government-wide statement of net position and on the proprietary fund statement of net position was \$2,222,814.62 and \$198,259.50, respectively.

Note 14: INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund Balances - The composition of interfund balances as of June 30, 2023 is as follows:

| <u>Fund</u> | <u>Interfunds Receivable</u> | <u>Interfunds Payable</u> |
|--------------------|---|--------------------------------------|
| General | \$ 180,558.69 | \$ 4,931.30 |
| Special Revenue | 4,931.30 | |
| Debt Service | | 38,209.62 |
| Internal Service | | 142,349.07 |
| | <u>\$ 185,489.99</u> | <u>\$ 185,489.99</u> |

The interfund receivables and payables above predominately resulted from payments made by certain funds on behalf of other funds. During the fiscal year 2024, the School District expects to liquidate such interfunds, depending upon the availability of cash flow.

Interfund Transfers - Transfers were made during the fiscal year ended June 30, 2023 as follows:

| <u>Transfer In:</u> | | | | |
|-----------------------------|--------------------------------|--|---|---|
| | <u>General Fund</u> | <u>Special Revenue Fund</u> | <u>Capital Projects Fund</u> | <u>Internal Service Fund</u> |
| <u>Transfer Out:</u> | | | | |
| General Fund | \$ (5,955,413.68) | | \$ 2,100,000.00 | \$ 3,855,413.68 |
| Special Revenue Fund | (941,580.00) | \$ 941,580.00 | | |
| Capital Projects Fund | 111,223.73 | | (111,223.73) | |
| Total Transfers | <u>\$ (6,785,769.95)</u> | <u>\$ 941,580.00</u> | <u>\$ 1,988,776.27</u> | <u>\$ 3,855,413.68</u> |

Note 14: INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (CONT'D)

Interfund Transfers (Cont'd) - Transfers were made during the fiscal year ended June 30, 2022 for the following purposes:

- the general fund budgeted and transferred \$3,855,413.68 to the internal service proprietary fund for the local share of transportation expenditures made in the internal service fund;
- the general fund budgeted and transferred \$1,800,000.00 from capital reserve funds to the capital projects fund for approved capital projects;
- the general fund budgeted and transferred \$300,000.00 from emergency reserve funds to the capital projects fund for an approved capital project;
- the general fund budgeted and transferred \$941,580.00 to the special revenue fund for the local contribution to the preschool education aid program; and
- the capital projects fund transferred \$111,223.73 of interest earned on investments and deposits to the general fund.

Note 15: CONTINGENCIES

Grantor Agencies - Amounts received or receivable from grantor agencies could be subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the School District expects such amount, if any, to be immaterial.

Litigation - There are no pending or threatened litigation matters, claims, contingent liabilities, unasserted claims or assessments or statutory violations involving the School District which might materially affect the School District's financial position or results of operation.

Note 16: CONCENTRATIONS

The School District depends on financial resources flowing from, or associated with, both the federal government and the State of New Jersey. As a result of this dependency, the School District is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and State laws and federal and State appropriations.

Note 17: COMMITMENTS

The School District had multiple construction projects ongoing as of the fiscal year ended June 30, 2023 that are to continue into the subsequent fiscal year(s). Commitments related to these projects, which are recorded in the capital projects fund, are as follows as of June 30, 2023:

| <u>Contract</u> | <u>Commitment Date</u> | <u>Amount Outstanding</u> |
|-----------------------------------|-----------------------------------|--------------------------------------|
| Administration Roof Replacements: | | |
| Weatherproofing Technologies | 7/20/22 | \$ 79,907.15 |
| W.J. Gross, Inc. | 3/2/23 | 477,855.00 |
| Weatherproofing Technologies | 6/20/23 | <u>195,767.09</u> |
| Total | | <u>\$ 753,529.24</u> |

Note 18: 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: (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation. Specific restrictions of the School District's fund balance are summarized as follows:

General Fund

For Capital Reserve Account - As of June 30, 2023, the balance in the capital reserve account is \$11,247,700.55. These funds are restricted for future capital outlay expenditures for capital projects in the School District's approved Long Range Facilities Plan (LRFP).

For Maintenance Reserve Account - As of June 30, 2023, the balance in the maintenance reserve account is \$3,298,864.06. These 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).

For Emergency Reserve - As of June 30, 2023, the balance in the emergency reserve is \$1,000,000.00. These funds are restricted for the purpose of financing unanticipated general fund expenditures required for a thorough and efficient education in accordance with N.J.S.A. 18A:7F-41c(1). The balance of the restricted fund balance is not permitted to exceed \$250,000.00, or one percent (1%) of the School District's general fund budget up to a maximum of \$1,000,000.00, whichever is greater. Deposits may be made to the emergency reserve account at budget time, or by board resolution at year end of any unanticipated revenue or unexpended line item appropriation, or both. Withdrawals from the emergency reserve require approval by the Commissioner, unless withdrawn for excess health care costs or to finance school security improvements included in the original budget certified for taxes.

For Unemployment Compensation - Pursuant to N.J.S.A. 43:21-7.3(g), the School District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method" (see note 11). As a result, there exists at June 30, 2023 a restricted fund balance from employer contributions in the amount of \$1,599,224.08 for future unemployment claims.

Note 18: FUND BALANCES (CONT'D)**RESTRICTED (CONT'D)**

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: (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation. Specific restrictions of the School District's fund balance are summarized as follows:

General Fund (Cont'd)

For Tuition - In accordance with N.J.A.C. 6A:23A-3.1(f)(8), the School District has restricted fund balance in the amount of \$200,000.00 in a legal reserve for tuition adjustments. This restricted fund balance represents foreseeable future tuition adjustments up to a maximum of 10% of the estimated tuition cost of the respective contract year. As of June 30, 2023, \$200,000.00 has been restricted for the contract year 2021-2022.

For 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 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 current year excess fund balance at June 30, 2023 is \$5,982,390.78 presented on the budgetary basis of accounting (Exhibit C-1). Excluding the last state aid payments not recognized on a GAAP basis, the current year excess fund balance reported on the balance sheet as of June 30, 2023 is \$450,749.78. Additionally, \$6,877,605.00 of excess fund balance generated during 2021-2022 has been restricted at June 30, 2023 and is designated for utilization in the 2023-2024 budget.

Special Revenue Fund

For Student Activities - In accordance with N.J.A.C. 6A:23A-16.12(c), each school district shall ensure through adoption of a formal board policy that all financial and bookkeeping controls are adequate to ensure appropriate fiscal accountability and sound business practices for funds collected for student activities. As such, borrowing from student activity funds is prohibited. The balance of these funds as of June 30, 2023 is \$192,007.86.

For Preschool Education Aid - As of June 30, 2023, \$2,119,757.09 of realized preschool education revenue was unexpended and is restricted for future preschool education expenditures.

Capital Projects Fund - As of June 30, 2023, \$3,551,680.30 of capital projects fund balance is restricted for future capital expenditures. The various capital projects were funded by school refunding bonds (ESIP project), State of New Jersey school security grants, capital outlay appropriations and capital reserve funds.

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

Other Purposes - As of June 30, 2023, the School District had \$1,369,896.77 of encumbrances outstanding for purchase orders and contracts signed by the School District, but not completed, as of the close of the fiscal year.

Note 18: FUND BALANCES (CONT'D)**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, 2023, \$ 5,293,669.58 of general fund balance was unassigned.

Note 19: SUBSEQUENT EVENTS

COVID-19 - On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus originating in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally.

The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the School District's financial condition, liquidity, and future results of operations. Management is actively monitoring the global situation on its financial condition, liquidity, operations, suppliers, industry, and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the School District is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity for fiscal year 2024.

REQUIRED SUPPLEMENTARY INFORMATION
PART II
BUDGETARY COMPARISON SCHEDULES

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
GENERAL FUND
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2023

| | Original Budget | Budget Modifications | Final Budget | Actual | Variance Final to Actual Favorable/ (Unfavorable) |
|--|--------------------|-------------------------|------------------|------------------|--|
| REVENUES: | | | | | |
| Local Sources: | | | | | |
| Local Tax Levy | \$ 53,831,761.00 | | \$ 53,831,761.00 | \$ 53,831,761.00 | |
| Unrestricted Miscellaneous | 920,000.00 | | 920,000.00 | 2,640,884.32 | \$ 1,720,884.32 |
| Total - Local Sources | 54,751,761.00 | - | 54,751,761.00 | 56,472,645.32 | 1,720,884.32 |
| State Sources: | | | | | |
| Equalization Aid | 49,694,253.00 | | 49,694,253.00 | 49,694,253.00 | |
| Categorical Transportation Aid | 1,634,840.00 | | 1,634,840.00 | 1,634,840.00 | |
| Categorical Special Education Aid | 5,871,243.00 | | 5,871,243.00 | 5,871,243.00 | |
| Categorical Security Aid | 487,009.00 | | 487,009.00 | 487,009.00 | |
| Tuition Reimbursements for Homeless Students | | | | 82,210.89 | 82,210.89 |
| Extraordinary Special Education Costs Aid | | | | 2,893,811.00 | 2,893,811.00 |
| Nonpublic School Transportation Aid | | | | 95,784.00 | 95,784.00 |
| State Reimbursement for Lead Testing of Drinking Water | | | | 30,310.00 | 30,310.00 |
| Reimbursed TPAF Social Security Contributions (non-budgeted) | | | | 3,959,152.65 | 3,959,152.65 |
| On-behalf TPAF Pension Contributions - Normal Costs (non-budgeted) | | | | 18,748,297.00 | 18,748,297.00 |
| On-behalf TPAF Pension Contributions - Non-contributory Insurance (non-budgeted) | | | | 260,111.00 | 260,111.00 |
| On-behalf TPAF Pension Contributions - Long-term Disability Insurance (non-budgeted) | | | | 5,467.00 | 5,467.00 |
| On-behalf TPAF Pension Contributions - Post Retirement Benefits (non-budgeted) | | | | 4,993,463.00 | 4,993,463.00 |
| Total - State Sources | 57,687,345.00 | - | 57,687,345.00 | 88,755,951.54 | 31,068,606.54 |
| Federal Sources: | | | | | |
| Special Education Medicaid Initiative | 213,343.00 | | 213,343.00 | 426,058.13 | 212,715.13 |
| Total - Federal Sources | 213,343.00 | - | 213,343.00 | 426,058.13 | 212,715.13 |
| Total Revenues | 112,652,449.00 | - | 112,652,449.00 | 145,654,654.99 | 33,002,205.99 |
| EXPENDITURES: | | | | | |
| GENERAL CURRENT EXPENSE: | | | | | |
| Regular Programs - Instruction: | | | | | |
| Salaries of Teachers: | | | | | |
| Kindergarten | 2,700,000.00 | \$ (39,150.06) | 2,660,849.94 | 2,660,784.94 | 65.00 |
| Grades 1 - 5 | 18,781,600.00 | 220,940.31 | 19,002,540.31 | 18,972,057.81 | 30,482.50 |
| Grades 6 - 8 | 12,744,000.00 | (259,597.06) | 12,484,402.94 | 12,473,893.79 | 10,509.15 |
| Regular Programs - Home Instruction: | | | | | |
| Salaries of Teachers | 20,000.00 | 20,000.00 | 40,000.00 | 32,438.00 | 7,562.00 |
| Purchased Professional Educational Services | 25,000.00 | 54,059.69 | 79,059.69 | 78,383.63 | 676.06 |
| Regular Programs - Undistributed Instruction: | | | | | |
| Other Salaries for Instruction | 1,135,000.00 | (333,891.88) | 801,108.12 | 794,487.40 | 6,620.72 |
| Purchased Professional - Educational Services | 480,000.00 | (117,226.28) | 362,773.72 | 335,772.72 | 27,001.00 |
| Purchased Technical Services | 11,950.00 | | 11,950.00 | 8,781.63 | 3,168.37 |
| Other Purchased Services | 400.00 | | 400.00 | 108.12 | 291.88 |
| General Supplies | 1,703,733.33 | 331,998.38 | 2,035,731.71 | 1,278,348.47 | 757,383.24 |
| Textbooks | 81,180.00 | 179,807.60 | 260,987.60 | 258,474.22 | 2,513.38 |
| Other Objects | 35,000.00 | (3,201.65) | 31,798.35 | 19,656.98 | 12,141.37 |
| Total Regular Programs | 37,717,863.33 | 53,739.05 | 37,771,602.38 | 36,913,187.71 | 858,414.67 |

(Continued)

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
GENERAL FUND
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2023

| | Original Budget | Budget Modifications | Final Budget | Actual | Variance Final to Actual Favorable/ (Unfavorable) |
|---|--------------------|-------------------------|-----------------|---------------|--|
| EXPENDITURES (CONT'D): | | | | | |
| GENERAL CURRENT EXPENSE (CONT'D): | | | | | |
| Special Education: | | | | | |
| Behavioral Disabilities: | | | | | |
| Salaries of Teachers | \$ 368,000.00 | | \$ 368,000.00 | \$ 309,580.95 | \$ 58,419.05 |
| Other Salaries for Instruction | 202,100.00 | \$ 300.00 | 202,400.00 | 139,485.98 | 62,914.02 |
| General Supplies | 5,000.00 | (300.00) | 4,700.00 | 655.80 | 4,044.20 |
| Textbooks | 500.00 | (500.00) | | | |
| Other Objects | 2,000.00 | | 2,000.00 | 1,493.32 | 506.68 |
| Total - Behavioral Disabilities | 577,600.00 | (500.00) | 577,100.00 | 451,216.05 | 125,883.95 |
| Multiple Disabilities: | | | | | |
| Salaries of Teachers | 1,120,000.00 | (41,000.00) | 1,079,000.00 | 931,181.05 | 147,818.95 |
| Other Salaries for Instruction | 530,000.00 | 16,000.00 | 546,000.00 | 526,147.58 | 19,852.42 |
| Purchased Professional - Educational Services | 1,000.00 | | 1,000.00 | | 1,000.00 |
| General Supplies | 20,325.00 | | 20,325.00 | 17,785.20 | 2,539.80 |
| Textbooks | 1,000.00 | (1,000.00) | | | |
| Other Objects | 1,000.00 | | 1,000.00 | 898.17 | 101.83 |
| Total - Multiple Disabilities | 1,673,325.00 | (26,000.00) | 1,647,325.00 | 1,476,012.00 | 171,313.00 |
| Resource Room/Center | | | | | |
| Salaries of Teachers | 7,577,000.00 | (90,000.00) | 7,487,000.00 | 7,122,269.98 | 364,730.02 |
| Other Salaries for Instruction | 415,000.00 | (35,000.00) | 380,000.00 | 258,919.29 | 121,080.71 |
| Purchased Professional - Educational Services | 12,000.00 | | 12,000.00 | 1,965.00 | 10,035.00 |
| General Supplies | 91,000.00 | (22,000.00) | 69,000.00 | 66,317.11 | 2,682.89 |
| Textbooks | 8,000.00 | (8,000.00) | | | |
| Total - Resource Room/Center | 8,103,000.00 | (155,000.00) | 7,948,000.00 | 7,449,471.38 | 498,528.62 |
| Autism | | | | | |
| Salaries of Teachers | 356,000.00 | (44,000.00) | 312,000.00 | 264,531.46 | 47,468.54 |
| Other Salaries for Instruction | 165,000.00 | (20,000.00) | 145,000.00 | 106,024.84 | 38,975.16 |
| General Supplies | 33,517.50 | (5,000.00) | 28,517.50 | 21,254.36 | 7,263.14 |
| Textbooks | 1,000.00 | (1,000.00) | | | |
| Other Objects | 5,500.00 | | 5,500.00 | 3,634.46 | 1,865.54 |
| Total - Autism | 561,017.50 | (70,000.00) | 491,017.50 | 395,445.12 | 95,572.38 |
| Preschool Disabilities - Part-time: | | | | | |
| Salaries of Teachers | 270,000.00 | (35,000.00) | 235,000.00 | 206,079.00 | 28,921.00 |
| Other Salaries for Instruction | 137,500.00 | | 137,500.00 | 78,397.10 | 59,102.90 |
| General Supplies | 7,048.13 | 118.22 | 7,166.35 | 6,765.54 | 400.81 |
| Other Objects | 1,000.00 | (118.22) | 881.78 | 881.78 | |
| Total - Preschool Disabilities - Part-Time | 415,548.13 | (35,000.00) | 380,548.13 | 292,123.42 | 88,424.71 |

(Continued)

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
GENERAL FUND
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2023

| | Original Budget | Budget Modifications | Final Budget | Actual | Variance Final to Actual Favorable/ (Unfavorable) |
|---|--------------------|-------------------------|-----------------|---------------|--|
| EXPENDITURES (CONT'D): | | | | | |
| GENERAL CURRENT EXPENSE (CONT'D): | | | | | |
| Special Education (Cont'd): | | | | | |
| Home Instruction | | | | | |
| Salaries of Teachers | \$ 20,000.00 | \$ 27,599.00 | \$ 47,599.00 | \$ 47,599.00 | |
| Purchased Professional - Educational Services | 25,000.00 | 17,401.00 | 42,401.00 | 41,080.90 | \$ 1,320.10 |
| Total - Home Instruction | 45,000.00 | 45,000.00 | 90,000.00 | 88,679.90 | 1,320.10 |
| Total - Special Education | 11,375,490.63 | (241,500.00) | 11,133,990.63 | 10,152,947.87 | 981,042.76 |
| Bilingual Education: | | | | | |
| Salaries of Teachers | 480,000.00 | | 480,000.00 | 436,364.18 | 43,635.82 |
| Purchased Professional - Educational Services | 5,000.00 | | 5,000.00 | | 5,000.00 |
| General Supplies | 500.00 | | 500.00 | | 500.00 |
| Other Objects | 250.00 | | 250.00 | | 250.00 |
| Total - Bilingual Education | 485,750.00 | - | 485,750.00 | 436,364.18 | 49,385.82 |
| School Sponsored Cocurricular Activities - Instruction: | | | | | |
| Salaries | 370,000.00 | (50,000.00) | 320,000.00 | 299,246.63 | 20,753.37 |
| School Sponsored Athletics - Instruction: | | | | | |
| Salaries | 245,000.00 | 50,000.00 | 295,000.00 | 223,841.50 | 71,158.50 |
| Other Purchased Services | 37,500.00 | (2,900.00) | 34,600.00 | 24,940.45 | 9,659.55 |
| General Supplies | 30,000.00 | 2,770.00 | 32,770.00 | 23,449.32 | 9,320.68 |
| Total - School-Sponsored Athletics - Instruction | 312,500.00 | 49,870.00 | 362,370.00 | 272,231.27 | 90,138.73 |
| Other Supplemental/At-Risk Programs - Instruction: | | | | | |
| Salaries of Reading Specialists | 1,327,000.00 | (190,000.00) | 1,137,000.00 | 985,691.50 | 151,308.50 |
| Total - Instruction | 51,588,603.96 | (377,890.95) | 51,210,713.01 | 49,059,669.16 | 2,151,043.85 |
| Community Service Programs/Operations: | | | | | |
| General Supplies | 5,000.00 | 6,761.95 | 11,761.95 | 9,205.58 | 2,556.37 |
| Undistributed Expenditures - Instruction: | | | | | |
| Tuition to Other LEAs within the State - Regular | 325,000.00 | (210,435.32) | 114,564.68 | 110,445.38 | 4,119.30 |
| Tuition to Other LEAs within the State - Special | 165,000.00 | (71,151.84) | 93,848.16 | 69,349.10 | 24,499.06 |
| Tuition to CSSD & Regional Day Schools | 3,200,000.00 | 731,314.00 | 3,931,314.00 | 3,838,437.00 | 92,877.00 |
| Tuition to Private School for the Disabled within the State | 4,349,376.00 | 654,956.47 | 5,004,332.47 | 4,914,788.41 | 89,544.06 |
| Tuition Private School for the Disabled and Other LEAs - Out of State | 15,000.00 | (15,000.00) | | | |
| Tuition - State Facilities | 102,214.00 | | 102,214.00 | 102,214.00 | |
| Tuition - Other | 10,000.00 | 9,360.00 | 19,360.00 | 18,544.46 | 815.54 |
| Total Undistributed Expenditures - Instruction | 8,166,590.00 | 1,099,043.31 | 9,265,633.31 | 9,053,778.35 | 211,854.96 |

(Continued)

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
GENERAL FUND
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2023

| | Original Budget | Budget Modifications | Final Budget | Actual | Variance Final to Actual Favorable/ (Unfavorable) |
|---|--------------------|-------------------------|-----------------|---------------|--|
| EXPENDITURES (CONT'D): | | | | | |
| GENERAL CURRENT EXPENSE (CONT'D): | | | | | |
| Undistributed Expenditures - Attendance and Social Work Services: | | | | | |
| Salaries | \$ 190,700.00 | \$ 20,000.00 | \$ 210,700.00 | \$ 190,580.00 | \$ 20,120.00 |
| General Supplies | 1,000.00 | | 1,000.00 | 667.49 | 332.51 |
| Total Undistributed Expenditures - Attendance and Social Work | 191,700.00 | 20,000.00 | 211,700.00 | 191,247.49 | 20,452.51 |
| Undistributed Expenditures - Health Services: | | | | | |
| Salaries | 1,141,000.00 | (85,000.00) | 1,056,000.00 | 942,703.39 | 113,296.61 |
| Purchased Professional and Technical Services | 575,000.00 | (35,000.00) | 540,000.00 | 539,477.85 | 522.15 |
| Other Purchased Services | 3,000.00 | | 3,000.00 | | 3,000.00 |
| General Supplies | 16,448.98 | | 16,448.98 | 12,810.44 | 3,638.54 |
| Total Undistributed Expenditures - Health Services | 1,735,448.98 | (120,000.00) | 1,615,448.98 | 1,494,991.68 | 120,457.30 |
| Undistributed Expenditures - Speech, OT, PT & Related Services: | | | | | |
| Salaries | 1,550,000.00 | 70,000.00 | 1,620,000.00 | 1,588,556.36 | 31,443.64 |
| Purchased Professional Educational Services | 120,000.00 | 62,500.00 | 182,500.00 | 167,990.00 | 14,510.00 |
| General Supplies | 22,067.76 | (5,000.00) | 17,067.76 | 15,796.03 | 1,271.73 |
| Total Undistributed Expenditures - Speech, OT, PT & Rel. Serv. | 1,692,067.76 | 127,500.00 | 1,819,567.76 | 1,772,342.39 | 47,225.37 |
| Undistributed Expenditures - Extraordinary Services | | | | | |
| Purchased Professional Educational Services | 725,000.00 | 1,828,000.00 | 2,553,000.00 | 2,275,056.40 | 277,943.60 |
| General Supplies | 1,000.00 | | 1,000.00 | 1,000.00 | |
| Total Undistributed Expenditures - Extraordinary Services | 726,000.00 | 1,828,000.00 | 2,554,000.00 | 2,276,056.40 | 277,943.60 |
| Undistributed Expenditures - Guidance: | | | | | |
| Salaries of Other Professional Staff | 1,495,000.00 | (70,000.00) | 1,425,000.00 | 1,378,122.85 | 46,877.15 |
| Salaries of Secretarial and Clerical Assistants | 71,000.00 | | 71,000.00 | 69,033.74 | 1,966.26 |
| Other Purchased Professional and Technical Services | 17,500.00 | (17,500.00) | | | |
| General Supplies | 12,000.00 | (12,000.00) | | | |
| Total Undistributed Expenditures - Guidance | 1,595,500.00 | (99,500.00) | 1,496,000.00 | 1,447,156.59 | 48,843.41 |
| Undistributed Expenses - Child Study Teams: | | | | | |
| Salaries of Other Professional Staff | 1,915,500.00 | (15,000.00) | 1,900,500.00 | 1,726,568.53 | 173,931.47 |
| Purchased Professional Education Services | 6,000.00 | | 6,000.00 | 5,768.00 | 232.00 |
| Other Purchased Professional and Technical Services | 22,000.00 | | 22,000.00 | 3,316.00 | 18,684.00 |
| Other Purchased Services | 12,000.00 | (5,000.00) | 7,000.00 | 4,834.93 | 2,165.07 |
| General Supplies | 42,075.38 | | 42,075.38 | 39,406.08 | 2,669.30 |
| Total Undistributed Expenditures - Child Study Teams | 1,997,575.38 | (20,000.00) | 1,977,575.38 | 1,779,893.54 | 197,681.84 |

(Continued)

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
GENERAL FUND
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2023

| | Original Budget | Budget Modifications | Final Budget | Actual | Variance Final to Actual Favorable/ (Unfavorable) |
|--|--------------------|-------------------------|-----------------|---------------|--|
| EXPENDITURES (CONT'D): | | | | | |
| GENERAL CURRENT EXPENSE (CONT'D): | | | | | |
| Undistributed Expenditures - Improvement of Instruction Services: | | | | | |
| Salaries of Supervisors of Instruction | \$ 807,000.00 | | \$ 807,000.00 | \$ 774,600.56 | \$ 32,399.44 |
| Salaries of Other Professional Staff | 115,000.00 | | 115,000.00 | 113,355.92 | 1,644.08 |
| Salaries of Secretarial and Clerical Assistants | 3,021.99 | | 3,021.99 | 1,179.16 | 1,842.83 |
| General Supplies | 500.00 | | 500.00 | 150.00 | 350.00 |
| Other Objects | | | | | |
| Total Undistributed Expenditures - Improvement of Instruction Services | 925,521.99 | - | 925,521.99 | 889,285.64 | 36,236.35 |
| Undistributed Expenditures - Educational Media/Library: | | | | | |
| Salaries | 1,042,000.00 | | 1,042,000.00 | 989,147.79 | 52,852.21 |
| General Supplies | 40,412.00 | \$ (1,558.00) | 38,854.00 | 35,836.15 | 3,017.85 |
| Total Undistributed Expenditures - Educational Media/Library | 1,082,412.00 | (1,558.00) | 1,080,854.00 | 1,024,983.94 | 55,870.06 |
| Undistributed Expenditures - Instructional Staff Training Services: | | | | | |
| Purchased Professional Educational Services | 1,500.00 | | 1,500.00 | | 1,500.00 |
| Other Purchased Services | 14,000.00 | | 14,000.00 | 10,405.38 | 3,594.62 |
| Total Undistributed Expenditures - Instructional Staff Training Services | 15,500.00 | - | 15,500.00 | 10,405.38 | 5,094.62 |
| Undistributed Expenditures - Support Services General Administration: | | | | | |
| Salaries | 290,500.00 | | 290,500.00 | 272,458.16 | 18,041.84 |
| Legal Services | 143,000.00 | 662.72 | 143,662.72 | 143,662.72 | |
| Audit Fees | 98,000.00 | 1,000.00 | 99,000.00 | 99,000.00 | |
| Architectural/Engineering Services | 83,000.00 | (35,662.72) | 47,337.28 | 10,597.24 | 36,740.04 |
| Communications/Telephone | 130,000.00 | (30,771.00) | 99,229.00 | 72,808.22 | 26,420.78 |
| BOE Other Purchased Services | 11,000.00 | | 11,000.00 | 3,915.50 | 7,084.50 |
| Miscellaneous Purchased Services | 8,000.00 | | 8,000.00 | 6,565.31 | 1,434.69 |
| Insurance | 262,450.00 | | 262,450.00 | 262,287.00 | 163.00 |
| General Supplies | 3,000.00 | | 3,000.00 | 2,828.82 | 171.18 |
| Miscellaneous Expenditures | 17,000.00 | 338.94 | 17,338.94 | 16,878.99 | 459.95 |
| BOE Membership Dues and Fees | 30,000.00 | (567.94) | 29,432.06 | 26,662.70 | 2,769.36 |
| Total Undistributed Expenditures - Support Services General Administration | 1,075,950.00 | (65,000.00) | 1,010,950.00 | 917,664.66 | 93,285.34 |
| Undistributed Expenditures - Support Services School Administration: | | | | | |
| Salaries of Principals/Assistant Principals/Program Directors | 2,945,000.00 | (151,601.00) | 2,793,399.00 | 2,738,549.57 | 54,849.43 |
| Salaries of Other Professional Staff | 174,000.00 | | 174,000.00 | 155,792.44 | 18,207.56 |
| Salaries of Secretarial and Clerical Assistants | 850,000.00 | | 850,000.00 | 747,748.79 | 102,251.21 |
| Other Purchased Services | 14,000.00 | 1,500.00 | 15,500.00 | 14,875.23 | 624.77 |
| Total Undistributed Expenditures - Support Services School Administration | 3,983,000.00 | (150,101.00) | 3,832,899.00 | 3,656,966.03 | 175,932.97 |

(Continued)

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
GENERAL FUND
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2023

| | Original Budget | Budget Modifications | Final Budget | Actual | Variance Final to Actual Favorable/ (Unfavorable) |
|--|--------------------|-------------------------|-----------------|---------------|--|
| EXPENDITURES (CONT'D): | | | | | |
| GENERAL CURRENT EXPENSE (CONT'D): | | | | | |
| Undistributed Expenditures - Central Services | | | | | |
| Salaries | \$ 1,121,500.00 | \$ (73,000.00) | \$ 1,048,500.00 | \$ 869,904.62 | \$ 178,595.38 |
| Purchased Professional Services | 6,500.00 | | 6,500.00 | 5,790.00 | 710.00 |
| Miscellaneous Purchased Services | 264,928.30 | (28,000.00) | 236,928.30 | 192,345.13 | 44,583.17 |
| General Supplies | 21,067.86 | | 21,067.86 | 13,683.69 | 7,384.17 |
| Miscellaneous Expenditures | 6,100.00 | | 6,100.00 | 594.00 | 5,506.00 |
| Total Undistributed Expenditures - Central Services | 1,420,096.16 | (101,000.00) | 1,319,096.16 | 1,082,317.44 | 236,778.72 |
| Undistributed Expenditures - Admin. Info. Technology | | | | | |
| Salaries | 589,000.00 | | 589,000.00 | 569,236.34 | 19,763.66 |
| Purchased Technical Services | 200,000.00 | | 200,000.00 | 155,715.19 | 44,284.81 |
| Other Purchased Services | 297,210.00 | | 297,210.00 | 215,860.91 | 81,349.09 |
| General Supplies | 61,479.39 | | 61,479.39 | 33,395.41 | 28,083.98 |
| Total Undistributed Expenditures - Admin. Info. Technology | 1,147,689.39 | - | 1,147,689.39 | 974,207.85 | 173,481.54 |
| Undistributed Expenditures - Required Maint. for School Facilities: | | | | | |
| Salaries | 267,000.00 | (63,948.15) | 203,051.85 | 203,051.85 | |
| Cleaning, Repair & Maintenance Services | 731,128.15 | 468,500.00 | 1,199,628.15 | 1,066,023.41 | 133,604.74 |
| General Supplies | 104,911.42 | 57,000.00 | 161,911.42 | 125,832.51 | 36,078.91 |
| Other Objects | 15,000.00 | | 15,000.00 | 7,044.00 | 7,956.00 |
| Total Undistributed Expenditures - Required Maint. for School Facilities | 1,118,039.57 | 461,551.85 | 1,579,591.42 | 1,401,951.77 | 177,639.65 |
| Undistributed Expenditures - Custodial Services: | | | | | |
| Salaries | 2,869,000.00 | (132,551.85) | 2,736,448.15 | 2,692,117.93 | 44,330.22 |
| Purchased Professional and Technical Services | 1,000.00 | | 1,000.00 | | 1,000.00 |
| Cleaning, Repair & Maintenance Services | 95,527.02 | | 95,527.02 | 88,443.55 | 7,083.47 |
| Rental of Land and Building Other Than Lease Purchase | 1,900.00 | | 1,900.00 | | 1,900.00 |
| Other Purchased Property Services | 362,500.00 | 25,000.00 | 387,500.00 | 356,618.63 | 30,881.37 |
| Insurance | 240,000.00 | | 240,000.00 | 240,000.00 | |
| Miscellaneous Purchased Services | 1,500.00 | | 1,500.00 | 535.00 | 965.00 |
| General Supplies | 353,420.28 | (53,500.00) | 299,920.28 | 257,388.86 | 42,531.42 |
| Energy (Natural Gas) | 885,000.00 | (10,000.00) | 875,000.00 | 732,802.78 | 142,197.22 |
| Energy (Electricity) | 965,000.00 | 52,000.00 | 1,017,000.00 | 974,876.33 | 42,123.67 |
| Other Objects | 35,000.00 | | 35,000.00 | 18,348.08 | 16,651.92 |
| Interest - Energy Savings Impr Prog Bonds | 355,800.00 | | 355,800.00 | 355,768.76 | 31.24 |
| Principal - Energy Savings Impr Prog Bonds | 320,000.00 | | 320,000.00 | 320,000.00 | |
| Total - Undistributed Expenditures - Custodial Services | 6,485,647.30 | (119,051.85) | 6,366,595.45 | 6,036,899.92 | 329,695.53 |
| Undistributed Expenditures - Care and Upkeep of Grounds: | | | | | |
| Salaries | 175,000.00 | | 175,000.00 | 154,826.57 | 20,173.43 |
| Cleaning, Repair & Maintenance Services | 40,000.00 | 9,000.00 | 49,000.00 | 37,337.56 | 11,662.44 |
| General Supplies | 54,853.00 | (9,000.00) | 45,853.00 | 30,299.40 | 15,553.60 |
| Total Undistributed Expenditures - Care and Upkeep of Grounds | 269,853.00 | - | 269,853.00 | 222,463.53 | 47,389.47 |

(Continued)

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
GENERAL FUND
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2023

| | Original Budget | Budget Modifications | Final Budget | Actual | Variance Final to Actual Favorable/ (Unfavorable) |
|---|--------------------|-------------------------|-----------------|---------------|--|
| EXPENDITURES (CONT'D): | | | | | |
| GENERAL CURRENT EXPENSE (CONT'D): | | | | | |
| Undistributed Expenditures - Security: | | | | | |
| Salaries | \$ 133,000.00 | | \$ 133,000.00 | \$ 117,594.43 | \$ 15,405.57 |
| Purchased Professional and Technical Services | 300,000.00 | | 300,000.00 | 300,000.00 | |
| Cleaning, Repair & Maintenance Services | 112,678.30 | | 112,678.30 | 50,063.37 | 62,614.93 |
| General Supplies | 18,190.00 | \$ 6,545.00 | 24,735.00 | 13,288.96 | 11,446.04 |
| Total Undistributed Expenditures - Security | 563,868.30 | 6,545.00 | 570,413.30 | 480,946.76 | 89,466.54 |
| Undistributed Expenditures - Student Transportation Services: | | | | | |
| Salaries - Non-Instructional Aides | 325,000.00 | 190,000.00 | 515,000.00 | 507,031.50 | 7,968.50 |
| Salaries for Pupil Transportation (Between Home & School) - Special Education | 485,000.00 | 5,000.00 | 490,000.00 | 472,202.57 | 17,797.43 |
| Salaries for Pupil Transportation (Between Home & School) - Nonpublic | 4,000.00 | | 4,000.00 | | 4,000.00 |
| Social Security Contributions | 65,000.00 | 10,500.00 | 75,500.00 | 74,911.41 | 588.59 |
| Other Retirement Contributions - PERS | 55,000.00 | | 55,000.00 | 55,000.00 | |
| Health Benefits | 360,000.00 | (23,000.00) | 337,000.00 | 308,814.03 | 28,185.97 |
| Other Employee Benefits | 2,000.00 | | 2,000.00 | | 2,000.00 |
| Cleaning, Repair & Maintenance Services | 25,000.00 | | 25,000.00 | 21,241.59 | 3,758.41 |
| Lease Purchase Payments - School Buses | | 46,368.69 | 46,368.69 | 46,368.69 | |
| Contracted Services - Aid in Lieu Payments - Nonpublic | 290,000.00 | 57,196.85 | 347,196.85 | 343,284.85 | 3,912.00 |
| Contracted Services (Between Home & School) - Vendors | 375,000.00 | (67,696.85) | 307,303.15 | 257,755.11 | 49,548.04 |
| Contracted Services (Other Than Between Home & School) - Vendors | 90,000.00 | 20,000.00 | 110,000.00 | 91,988.00 | 18,012.00 |
| Contracted Services (Spec. Ed. Students) - Vendors | 105,000.00 | 130,000.00 | 235,000.00 | 200,600.28 | 34,399.72 |
| Contracted Services (Spec. Ed. Students) - ESC/CTSA | 2,030,000.00 | 300,639.00 | 2,330,639.00 | 2,307,922.65 | 22,716.35 |
| Miscellaneous Purchased Services - Transportation | 5,000.00 | | 5,000.00 | 2,164.81 | 2,835.19 |
| General Supplies | 56,190.93 | 20,000.00 | 76,190.93 | 68,675.71 | 7,515.22 |
| Transportation Supplies | 74,000.00 | 40,000.00 | 114,000.00 | 106,887.60 | 7,112.40 |
| Other Objects | 3,000.00 | | 3,000.00 | 2,814.84 | 185.16 |
| Total Undistributed Expenditures - Student Transportation Services | 4,349,190.93 | 729,007.69 | 5,078,198.62 | 4,867,663.64 | 210,534.98 |
| Unallocated Benefits - Employee Benefits: | | | | | |
| Social Security Contributions | 866,626.00 | 55,000.00 | 921,626.00 | 905,626.25 | 15,999.75 |
| Other Retirement Contributions - PERS | 1,555,000.00 | (12,000.00) | 1,543,000.00 | 1,532,982.01 | 10,017.99 |
| Unemployment Compensation | 100,000.00 | | 100,000.00 | | 100,000.00 |
| Workmen's Compensation | 492,000.00 | 67,000.00 | 559,000.00 | 558,901.47 | 98.53 |
| Health Benefits | 17,628,426.00 | (2,665,040.66) | 14,963,385.34 | 14,933,821.38 | 29,563.96 |
| Tuition Reimbursement | 125,000.00 | (6,200.08) | 118,799.92 | 92,337.36 | 26,462.56 |
| Other Employee Benefits | 672,500.00 | 26,240.74 | 698,740.74 | 605,545.96 | 93,194.78 |
| Total Unallocated Benefits - Employee Benefits | 21,439,552.00 | (2,535,000.00) | 18,904,552.00 | 18,629,214.43 | 275,337.57 |
| Undistributed Expenditures - Transfer to Charter Schools | 371,442.00 | 52,388.00 | 423,830.00 | 398,946.00 | 24,884.00 |

(Continued)

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
GENERAL FUND
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2023

| | Original Budget | Budget Modifications | Final Budget | Actual | Variance Final to Actual Favorable/ (Unfavorable) |
|--|--------------------|-------------------------|------------------|------------------|--|
| EXPENDITURES (CONT'D): | | | | | |
| GENERAL CURRENT EXPENSE (CONT'D): | | | | | |
| Undistributed Expenditures- Non-budgeted: | | | | | |
| On-behalf TPAF Pension Contributions - Normal Costs (non-budgeted) | | | | \$ 18,748,297.00 | \$ (18,748,297.00) |
| On-behalf TPAF Pension Contributions - Non-contributory Insurance (non-budgeted) | | | | 260,111.00 | (260,111.00) |
| On-behalf TPAF Pension Contributions - Long-term Disability Insurance (non-budgeted) | | | | 5,467.00 | (5,467.00) |
| On-behalf TPAF Pension Contributions - Post Retirement Benefits (non-budgeted) | | | | 4,993,463.00 | (4,993,463.00) |
| Total On-behalf TPAF Pension Contributions | - | - | - | 24,007,338.00 | (24,007,338.00) |
| Undistributed Expenditures - Non-budgeted | | | | | |
| Reimbursed TPAF Social Security Contributions | - | - | - | 3,959,152.65 | (3,959,152.65) |
| Total Undistributed Expenses | \$ 60,352,644.76 | \$ 1,112,825.00 | \$ 61,465,469.76 | 86,575,874.08 | (25,110,404.32) |
| Total Current Expense | 111,946,248.72 | 741,696.00 | 112,687,944.72 | 135,644,748.82 | (22,956,804.10) |
| CAPITAL OUTLAY: | | | | | |
| Equipment: | | | | | |
| Grades 1-5 | | 31,400.00 | 31,400.00 | 9,845.00 | 21,555.00 |
| Grades 6-8 | 119,280.34 | 9,600.00 | 128,880.34 | 127,442.78 | 1,437.56 |
| Resource Room/Resource Center | 16,907.20 | (2,000.00) | 14,907.20 | 4,907.20 | 10,000.00 |
| Undistributed Expenditures: | | | | | |
| Central Services | 10,000.00 | 38,500.00 | 48,500.00 | 43,815.24 | 4,684.76 |
| Admin. Info. Technology | 22,985.01 | | 22,985.01 | 22,985.01 | |
| Required Maintenance | 195,974.75 | 14,500.00 | 210,474.75 | 200,045.75 | 10,429.00 |
| Custodial | 15,228.68 | 20,500.00 | 35,728.68 | 35,631.00 | 97.68 |
| Care and Upkeep of Grounds | 140,869.00 | (43,000.00) | 97,869.00 | 11,000.00 | 86,869.00 |
| School Buses - Special | 80,000.00 | | 80,000.00 | 80,000.00 | |
| Total - Equipment | 601,244.98 | 69,500.00 | 670,744.98 | 535,671.98 | 135,073.00 |
| Facilities Acquisition and Construction Services: | | | | | |
| Construction Services | 250,000.00 | 33,748.00 | 283,748.00 | | 283,748.00 |
| Assessment for Debt Service on SDA Funding | 92,805.00 | | 92,805.00 | 92,805.00 | |
| Total - Facilities Acquisition and Construction Services | 342,805.00 | 33,748.00 | 376,553.00 | 92,805.00 | 283,748.00 |
| Total Capital Outlay | 944,049.98 | 103,248.00 | 1,047,297.98 | 628,476.98 | 418,821.00 |
| Total Expenditures | 112,890,298.70 | 844,944.00 | 113,735,242.70 | 136,273,225.80 | (22,537,983.10) |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (237,849.70) | (844,944.00) | (1,082,793.70) | 9,381,429.19 | 10,464,222.89 |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
GENERAL FUND
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2023

| | Original Budget | Budget Modifications | Final Budget | Actual | Variance Final to Actual Favorable/ (Unfavorable) |
|---|--------------------|-------------------------|------------------|------------------|--|
| Other Financing Sources (Uses): | | | | | |
| Transfers to Capital Projects - Capital Outlay Transfer | \$ (300,000.00) | | \$ (300,000.00) | \$ (300,000.00) | |
| Transfers to Capital Projects - Capital Reserve Transfer | (1,800,000.00) | | (1,800,000.00) | (1,800,000.00) | |
| Transfers from Capital Projects - Investment Earned on Deposits | | | | 111,223.73 | \$ 111,223.73 |
| Transfers to Internal Service Fund - Board Contribution | (3,680,000.00) | \$ (211,601.00) | (3,891,601.00) | (3,855,413.68) | 36,187.32 |
| Transfers to Special Revenue Fund - Preschool Education Expansion Aid | (941,580.00) | | (941,580.00) | (941,580.00) | |
| Total - Other Financing Sources (Uses) | (6,721,580.00) | (211,601.00) | (6,933,181.00) | (6,785,769.95) | 147,411.05 |
| Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | (6,959,429.70) | (1,056,545.00) | (8,015,974.70) | 2,595,659.24 | 10,611,633.94 |
| Fund Balances, July 1 | 34,273,691.58 | - | 34,273,691.58 | 34,273,691.58 | - |
| Fund Balances, June 30 | \$ 27,314,261.88 | \$ (1,056,545.00) | \$ 26,257,716.88 | \$ 36,869,350.82 | \$ 10,611,633.94 |
| Recapitulation: | | | | | |
| Restricted: | | | | | |
| Capital Reserve | | | | \$ 11,247,700.55 | |
| Maintenance Reserve | | | | 3,298,864.06 | |
| Emergency Reserve | | | | 1,000,000.00 | |
| Unemployment Compensation | | | | 1,599,224.08 | |
| Reserved for Tuition: | | | | | |
| 2021-22 Designated for Subsequent Year's Expenditures | | | | 200,000.00 | |
| Excess Surplus--Current Year | | | | 5,982,390.78 | |
| Excess Surplus--Prior Year--Designated for Subsequent Year's Expenditures | | | | 6,877,605.00 | |
| Assigned: | | | | | |
| Year-End Encumbrances | | | | 1,369,896.77 | |
| Unassigned | | | | 5,293,669.58 | |
| | | | | 36,869,350.82 | |
| Reconciliation to Governmental Funds Statements (GAAP): | | | | | |
| Last State Aid Payments Not Recognized on GAAP Basis | | | | (5,531,641.00) | |
| Fund Balance per Governmental Funds (GAAP) | | | | \$ 31,337,709.82 | |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
 SPECIAL REVENUE FUND
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2023

| | <u>Original Budget</u> | <u>Budget Modifications</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Final to Actual</u> |
|---|----------------------------|---------------------------------|-------------------------|---------------|-------------------------------------|
| REVENUES: | | | | | |
| State Sources: | | | | | |
| Nonpublic Aid | \$ 175,100.00 | \$ 344,809.49 | \$ 519,909.49 | \$ 386,858.68 | \$ (133,050.81) |
| Preschool Education Expansion Aid | 5,698,630.00 | | 5,698,630.00 | 2,730,973.62 | (2,967,656.38) |
| SDA Funding | | 148,875.00 | 148,875.00 | 148,875.00 | |
| Total - State Sources | 5,873,730.00 | 493,684.49 | 6,367,414.49 | 3,266,707.30 | (3,100,707.19) |
| Federal Sources: | | | | | |
| E.S.S.A.: | | | | | |
| Title I | 1,592,168.34 | 0.94 | 1,592,169.28 | 1,217,695.25 | (374,474.03) |
| Title I School Improvement | 33,400.00 | 10,334.00 | 43,734.00 | 3,066.00 | (40,668.00) |
| Title II - Part A | 468,578.79 | (28,467.95) | 440,110.84 | 167,197.84 | (272,913.00) |
| Title III | 57,341.83 | 0.38 | 57,342.21 | 22,529.25 | (34,812.96) |
| Title III Immigrant | 6,846.00 | | 6,846.00 | | (6,846.00) |
| Title IV | 105,056.46 | 0.53 | 105,056.99 | 42,511.00 | (62,545.99) |
| CARES | | | | | |
| Education Stabilization Fund I | 57,420.80 | | 57,420.80 | 57,276.28 | (144.52) |
| Education Stabilization Fund II | 2,608,231.82 | 125.96 | 2,608,357.78 | 2,039,679.90 | (568,677.88) |
| Learning Acceleration Grant | 171,300.51 | | 171,300.51 | 85,861.37 | (85,439.14) |
| Mental Health Grant | 18,370.00 | | 18,370.00 | 8,643.60 | (9,726.40) |
| ARP ESSER | 7,502,385.00 | | 7,502,385.00 | 279,468.28 | (7,222,916.72) |
| ARP ESSER - Acc. Learning Coaching and Educator Support | 626,683.00 | | 626,683.00 | 37,853.92 | (588,829.08) |
| ARP ESSER- Evidence-Based Summer Learning Enrichment | 42,726.00 | | 42,726.00 | | (42,726.00) |
| ARP ESSER- Evidence-Based Comp Beyond the School Day | 42,726.00 | | 42,726.00 | | (42,726.00) |
| ARP ESSER - NJTSS Mental Health Support Staffing Grant | 45,000.00 | | 45,000.00 | | (45,000.00) |
| ARP Homeless Children and Youth II | 66,698.00 | | 66,698.00 | 51,328.68 | (15,369.32) |
| I.D.E.A.: | | | | | |
| Basic - CARES | 13,849.00 | | 13,849.00 | 13,849.00 | |
| Basic | 1,875,677.00 | 87,078.00 | 1,962,755.00 | 1,864,059.10 | (98,695.90) |
| Preschool | 167,404.02 | (87,078.02) | 80,326.00 | 80,326.00 | |
| Total - Federal Sources | 15,501,862.57 | (18,006.16) | 15,483,856.41 | 5,971,345.47 | (9,512,510.94) |
| Local Sources: | | | | | |
| Revenue from Local Sources | 275,000.00 | 125,000.00 | 400,000.00 | 419,382.26 | 19,382.26 |
| Total - Local Sources | 275,000.00 | 125,000.00 | 400,000.00 | 419,382.26 | 19,382.26 |
| Total Revenues | 21,650,592.57 | 600,678.33 | 22,251,270.90 | 9,657,435.03 | (12,593,835.87) |

(Continued)

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
 SPECIAL REVENUE FUND
 Budgetary Comparison Schedule
 For the Fiscal Year Ended June 30, 2023

| | Original <u>Budget</u> | Budget <u>Modifications</u> | Final <u>Budget</u> | <u>Actual</u> | Variance <u>Final to Actual</u> |
|---|---------------------------|--------------------------------|------------------------|------------------------|------------------------------------|
| EXPENDITURES: | | | | | |
| Instruction: | | | | | |
| Salaries of Teachers | \$ 3,472,215.98 | \$ (295,386.16) | \$ 3,176,829.82 | \$ 2,186,892.22 | \$ 989,937.60 |
| Salaries of Other Professional Staff | | 140,190.69 | 140,190.69 | 85,461.64 | 54,729.05 |
| Other Salaries for Instruction | 817,945.00 | 17,795.00 | 835,740.00 | 579,373.10 | 256,366.90 |
| Purchased Professional Educational Services | 510,300.00 | 824,793.00 | 1,335,093.00 | 749,317.84 | 585,775.16 |
| Purchased Professional and Technical Services | 132,900.00 | 84,643.00 | 217,543.00 | 84,643.20 | 132,899.80 |
| Other Purchased Services | 1,837,186.00 | 1,149,537.00 | 2,986,723.00 | 2,984,723.00 | 2,000.00 |
| General Supplies | 2,309,705.66 | 162,373.92 | 2,472,079.58 | 644,338.48 | 1,827,741.10 |
| Textbooks | 27,192.00 | (0.40) | 27,191.60 | 26,539.59 | 652.01 |
| Other Objects | 4,000.00 | | 4,000.00 | | 4,000.00 |
| Total Instruction | <u>9,111,444.64</u> | <u>2,083,946.05</u> | <u>11,195,390.69</u> | <u>7,341,289.07</u> | <u>3,854,101.62</u> |
| Support Services: | | | | | |
| Personal Services-Salaries | 436.70 | | 436.70 | | 436.70 |
| Salaries of Teachers | 189,424.75 | (28,651.75) | 160,773.00 | 53,731.70 | 107,041.30 |
| Salaries of Supervisors of Instruction | 195,000.00 | | 195,000.00 | 178,409.38 | 16,590.62 |
| Salaries of Program Directors | 138,000.00 | | 138,000.00 | 106,322.27 | 31,677.73 |
| Salaries of Other Professional Staff | 232,463.73 | 1,536.27 | 234,000.00 | 201,758.16 | 32,241.84 |
| Salaries of Secr. and Clerical Assistants | 18,000.00 | 30,000.00 | 48,000.00 | 37,021.18 | 10,978.82 |
| Other Salaries | 66,500.00 | | 66,500.00 | 29,267.93 | 37,232.07 |
| Salaries of Community Parent Involvement Spec. | 8,000.00 | 15,000.00 | 23,000.00 | 21,153.65 | 1,846.35 |
| Salaries of Master Teachers | 151,877.00 | 40,000.00 | 191,877.00 | 189,281.00 | 2,596.00 |
| Personal Services-Employee Benefits | 1,768,958.68 | (68,669.73) | 1,700,288.95 | 1,195,289.55 | 504,999.40 |
| Purchased Professional Educational Services | 213,217.07 | 13,006.18 | 226,223.25 | 94,485.13 | 131,738.12 |
| Purchased Professional and Technical Services | 231,016.65 | (84,751.31) | 146,265.34 | 70,120.90 | 76,144.44 |
| Other Purchased Services | 546,297.08 | 111,335.89 | 657,632.97 | 246,434.77 | 411,198.20 |
| General Supplies | 700,166.27 | (37,073.27) | 663,093.00 | 317,788.88 | 345,304.12 |
| Other Objects | 3,632.00 | | 3,632.00 | 3,632.00 | |
| Student Activities | 275,000.00 | 125,000.00 | 400,000.00 | 389,188.66 | 10,811.34 |
| Total Support Services | <u>4,737,989.93</u> | <u>116,732.28</u> | <u>4,854,722.21</u> | <u>3,133,885.16</u> | <u>1,720,837.05</u> |
| Facilities Acquisition and Construction Services: | | | | | |
| Instructional Equipment | 465,000.00 | | 465,000.00 | | 465,000.00 |
| Construction | 5,701,908.00 | | 5,701,908.00 | 89,300.00 | 5,612,608.00 |
| Noninstructional Equipment | 1,634,250.00 | (1,600,000.00) | 34,250.00 | 4,347.20 | 29,902.80 |
| Total Facilities Acquisition and Construction Services | <u>7,801,158.00</u> | <u>(1,600,000.00)</u> | <u>6,201,158.00</u> | <u>93,647.20</u> | <u>6,107,510.80</u> |
| Total Expenditures | <u>21,650,592.57</u> | <u>600,678.33</u> | <u>22,251,270.90</u> | <u>10,568,821.43</u> | <u>11,682,449.47</u> |
| Other Financing Sources (Uses): | | | | | |
| Transfer in from General Fund | - | - | - | 941,580.00 | (941,580.00) |
| Total Other Financing Sources (Uses) | <u>21,650,592.57</u> | <u>600,678.33</u> | <u>22,251,270.90</u> | <u>9,627,241.43</u> | <u>12,624,029.47</u> |
| Excess (Deficiency) of Revenues Over (Under) | | | | | |
| Expenditures and Other Financing Sources (Uses) | - | - | - | 30,193.60 | 30,193.60 |
| Fund Balance, July 1 | <u>161,814.26</u> | - | <u>161,814.26</u> | <u>161,814.26</u> | - |
| Fund Balance, June 30 | <u>\$ 161,814.26</u> | <u>\$ -</u> | <u>\$ 161,814.26</u> | <u>\$ 192,007.86</u> | <u>\$ 30,193.60</u> |
| Recapitulation: | | | | | |
| Restricted: | | | | | |
| Student Activities | | | | \$ 192,007.86 | |
| Reconciliation to Governmental Funds Statements (GAAP): | | | | | |
| Unexpended Preschool Education Aid | | | | 2,527,697.09 | |
| Last State Aid Payments Not Recognized on GAAP Basis | | | | (407,940.00) | |
| Fund Balance per Governmental Funds (GAAP) | | | | <u>\$ 2,311,764.95</u> | |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
 Budgetary Comparison Schedule
 Note to Required Supplementary Information
 For the Fiscal Year Ended June 30, 2023

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

| | <u>General Fund</u> | <u>Special Revenue Fund</u> |
|--|---------------------------------|-------------------------------------|
| Sources / Inflows of Resources: | | |
| Actual amounts (budgetary basis) "revenues" from the budgetary comparison schedules | \$ 145,654,654.99 | \$ 9,657,435.03 |
| Differences - Budget to GAAP: | | |
| Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized. | | (27,627.19) |
| The restricted state aids recorded in the Special Revenue Fund are realized utilizing the budgetary basis which dictates that revenue must equal expenditures and differs from GAAP which recognizes the revenue once the eligibility criteria are met as specified in Note 1 and GASB 33. | | 1,348,427.09 |
| State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes. | 5,243,615.50 | 366,932.50 |
| State aid payment recognized as revenue for budgetary purposes, not recognized for GAAP statements until the subsequent year. | <u>(5,531,641.00)</u> | <u>(407,940.00)</u> |
| Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds | <u><u>\$ 145,366,629.49</u></u> | <u><u>\$ 10,937,227.43</u></u> |
| Uses / Outflows of Resources: | | |
| Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule | \$ 143,170,219.48 | \$ 9,627,241.43 |
| Differences - Budget to GAAP: | | |
| Encumbrances for goods or services ordered but not received are reported in the year the orders are placed for budgetary purposes, but in the year the goods or services are received for financial reporting purposes. | | (27,627.19) |
| Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes. | <u>(6,896,993.68)</u> | <u>941,580.00</u> |
| Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (B-2) | <u><u>\$ 136,273,225.80</u></u> | <u><u>\$ 10,541,194.24</u></u> |

REQUIRED SUPPLEMENTARY INFORMATION
PART III

SCHEDULES RELATED TO ACCOUNTING
AND REPORTING FOR PENSIONS

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
 Required Supplementary Information
 Schedule of the School District's Proportionate Share of the Net Pension Liability
 Public Employees' Retirement System (PERS)
 Last Ten Plan Years

| | Measurement Date Ending June 30, | | | | |
|---|---|--------------------|--------------------|--------------------|--------------------|
| | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> |
| School District's Proportion of the Net Pension Liability | 0.1183647231% | 0.1256209220% | 0.1255641984% | 0.1299332720% | 0.1274552546% |
| School District's Proportionate Share of the Net Pension Liability | \$ 17,862,866.00 | \$ 14,881,681.00 | \$ 20,476,237.00 | \$ 23,412,004.00 | \$ 25,095,304.00 |
| School District's Covered Payroll (Plan Measurement Period) | \$ 9,360,504.00 | \$ 9,920,176.00 | \$ 9,882,784.00 | \$ 10,001,732.00 | \$ 9,748,084.00 |
| School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll | 190.83% | 150.01% | 207.19% | 234.08% | 257.44% |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 62.91% | 70.33% | 58.32% | 56.27% | 53.60% |
| | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> |
| School District's Proportion of the Net Pension Liability | 0.1342243227% | 0.1365256078% | 0.1396445955% | 0.1365048142% | 0.1453286906% |
| School District's Proportionate Share of the Net Pension Liability | \$ 31,245,277.00 | \$ 40,434,969.00 | \$ 31,347,413.00 | \$ 25,557,435.00 | \$ 27,775,200.00 |
| School District's Covered Payroll (Plan Measurement Period) | \$ 10,018,452.00 | \$ 10,257,272.00 | \$ 10,431,456.00 | \$ 10,396,260.00 | \$ 10,904,504.00 |
| School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll | 311.88% | 394.21% | 300.51% | 245.83% | 254.71% |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 48.10% | 40.14% | 47.93% | 52.08% | 48.72% |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

Required Supplementary Information
Schedule of the School District's Contributions
Public Employees' Retirement System (PERS)
Last Ten Fiscal Years

| | Fiscal Year Ended June 30, | | | | |
|---|-----------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> |
| Contractually Required Contribution | \$ 1,754,177.00 | \$ 1,492,636.00 | \$ 1,471,167.00 | \$ 1,373,609.00 | \$ 1,263,868.00 |
| Contributions in Relation to the Contractually Required Contribution | <u>(1,754,177.00)</u> | <u>(1,492,636.00)</u> | <u>(1,471,167.00)</u> | <u>(1,373,609.00)</u> | <u>(1,263,868.00)</u> |
| Contribution Deficiency (Excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| School District's Covered Payroll (Fiscal Year) | \$ 10,062,858.00 | \$ 9,569,315.00 | \$ 8,816,370.00 | \$ 9,039,113.00 | \$ 9,091,215.00 |
| Contributions as a Percentage of School District's Covered Payroll | 17.43% | 15.60% | 16.69% | 15.20% | 13.90% |
| | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> |
| Contractually Required Contribution | \$ 1,267,768.00 | \$ 1,243,445.00 | \$ 1,212,874.00 | \$ 1,200,569.00 | \$ 1,125,326.00 |
| Contributions in Relation to the Contractually Required Contribution | <u>(1,267,768.00)</u> | <u>(1,243,445.00)</u> | <u>(1,212,874.00)</u> | <u>(1,200,569.00)</u> | <u>(1,125,326.00)</u> |
| Contribution Deficiency (Excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| School District's Covered Payroll (Fiscal Year) | \$ 9,195,826.00 | \$ 8,990,340.00 | \$ 9,053,821.00 | \$ 9,334,577.00 | \$ 9,225,278.00 |
| Contributions as a Percentage of School District's Covered Payroll | 13.79% | 13.83% | 13.40% | 12.86% | 12.20% |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net Pension Liability
Teachers' Pension and Annuity Fund (TPAF)
Last Ten Plan Years

| | Measurement Date Ending June 30, | | | | |
|--|----------------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> |
| School District's Proportion of the Net Pension Liability | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| State's Proportion of the Net Pension Liability Associated with the School District | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% |
| | <u>100.00%</u> | <u>100.00%</u> | <u>100.00%</u> | <u>100.00%</u> | <u>100.00%</u> |
| School District's Proportionate Share of the Net Pension Liability | \$ - | \$ - | \$ - | \$ - | \$ - |
| State's Proportionate Share of the Net Pension Liability Associated with the School District | 231,944,063.00 | 215,732,575.00 | 298,901,476.00 | 281,289,764.00 | 285,690,705.00 |
| | <u>\$ 231,944,063.00</u> | <u>\$ 215,732,575.00</u> | <u>\$ 298,901,476.00</u> | <u>\$ 281,289,764.00</u> | <u>\$ 285,690,705.00</u> |
| School District's Covered Payroll (Plan Measurement Period) | \$ 61,955,296.00 | \$ 60,183,004.00 | \$ 58,370,716.00 | \$ 57,541,176.00 | \$ 56,982,732.00 |
| School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| State's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll | 374.37% | 358.46% | 512.07% | 488.85% | 501.36% |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 32.29% | 35.52% | 24.60% | 26.95% | 26.49% |
| | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> |
| School District's Proportion of the Net Pension Liability | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| State's Proportion of the Net Pension Liability Associated with the School District | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% |
| | <u>100.00%</u> | <u>100.00%</u> | <u>100.00%</u> | <u>100.00%</u> | <u>100.00%</u> |
| School District's Proportionate Share of the Net Pension Liability | \$ - | \$ - | \$ - | \$ - | \$ - |
| State's Proportionate Share of the Net Pension Liability Associated with the School District | 303,807,861.00 | 359,242,602.00 | 282,899,224.00 | 249,375,734.00 | 231,195,410.00 |
| | <u>\$ 303,807,861.00</u> | <u>\$ 359,242,602.00</u> | <u>\$ 282,899,224.00</u> | <u>\$ 249,375,734.00</u> | <u>\$ 231,195,410.00</u> |
| School District's Covered Payroll (Plan Measurement Period) | \$ 55,353,352.00 | \$ 54,505,568.00 | \$ 54,728,692.00 | \$ 53,208,424.00 | \$ 53,736,876.00 |
| School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| State's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll | 548.85% | 659.09% | 516.91% | 468.68% | 430.24% |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 25.41% | 22.33% | 28.71% | 33.64% | 33.76% |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

Required Supplementary Information
Schedule of School District's Contributions
Teachers' Pension and Annuity Fund (TPAF)
Last Ten Fiscal Years

This schedule is not applicable.

The School District is not required to make any contributions towards TPAF.

There is a special funding situation where the State of New Jersey pays 100% of the required contributions.

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Notes to Required Supplementary Information - Part III
For the Fiscal Year Ended June 30, 2023

Teachers' Pension and Annuity Fund (TPAF)

Changes in Benefit Terms:

The Division of Pensions and Benefits adopted a new policy regarding the crediting of interest on member contributions for the purpose of refund of accumulated deductions. Previously, after termination of employment, but prior to retirement or death, interest was credited on member accumulated deductions at the valuation interest rate for the entire period. Effective July 1, 2018, interest is only credited at the valuation interest rate for the first two years of inactivity prior to retirement or death.

Changes in Assumptions:

The discount rate used as of June 30 measurement date is as follows:

| <u>Year</u> | <u>Rate</u> | <u>Year</u> | <u>Rate</u> |
|-------------|-------------|-------------|-------------|
| 2022 | 7.00% | 2017 | 4.25% |
| 2021 | 7.00% | 2016 | 3.22% |
| 2020 | 5.40% | 2015 | 4.13% |
| 2019 | 5.60% | 2014 | 4.68% |
| 2018 | 4.86% | | |

The long-term expected rate of return used as of June 30 measurement date is as follows:

| <u>Year</u> | <u>Rate</u> | <u>Year</u> | <u>Rate</u> |
|-------------|-------------|-------------|-------------|
| 2022 | 7.00% | 2017 | 7.00% |
| 2021 | 7.00% | 2016 | 7.65% |
| 2020 | 7.00% | 2015 | 7.90% |
| 2019 | 7.00% | 2014 | 7.90% |
| 2018 | 7.00% | | |

For 2022, demographic assumptions were updated to reflect the most recent experience study for the period July 1, 2018 to June 30, 2021.

(Continued)

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Notes to Required Supplementary Information - Part III
For the Fiscal Year Ended June 30, 2023

Public Employees' Retirement System (PERS)

Changes in Benefit Terms:

The Division of Pensions and Benefits adopted a new policy regarding the crediting of interest on member contributions for the purpose of refund of accumulated deductions. Previously, after termination of employment, but prior to retirement or death, interest was credited on member accumulated deductions at the valuation interest rate for the entire period. Effective July 1, 2018, interest is only credited at the valuation interest rate for the first two years of inactivity prior to retirement or death.

The June 30, 2022 measurement date included three changes to the plan provisions, only one of which had an impact on the Total Pension Liability (TPL). Chapter 226, P.L. 2021 reopened the Prosecutors Part of PERS and made membership in the Prosecutors Part of PERS mandatory for all prosecutors.

Changes in Assumptions:

The discount rate used as of June 30 measurement date is as follows:

| <u>Year</u> | <u>Rate</u> | <u>Year</u> | <u>Rate</u> |
|-------------|-------------|-------------|-------------|
| 2022 | 7.00% | 2017 | 5.00% |
| 2021 | 7.00% | 2016 | 3.98% |
| 2020 | 7.00% | 2015 | 4.90% |
| 2019 | 6.28% | 2014 | 5.39% |
| 2018 | 5.66% | | |

The long-term expected rate of return used as of June 30 measurement date is as follows:

| <u>Year</u> | <u>Rate</u> | <u>Year</u> | <u>Rate</u> |
|-------------|-------------|-------------|-------------|
| 2022 | 7.00% | 2017 | 7.00% |
| 2021 | 7.00% | 2016 | 7.65% |
| 2020 | 7.00% | 2015 | 7.90% |
| 2019 | 7.00% | 2014 | 7.90% |
| 2018 | 7.00% | | |

For 2022, demographic assumptions were updated to reflect the most recent experience study for the period July 1, 2018 to June 30, 2021.

REQUIRED SUPPLEMENTARY INFORMATION
PART IV

SCHEDULES RELATED TO ACCOUNTING
AND REPORTING FOR OPEB

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
Schedule of Changes in the School District's Total OPEB Liability and Related Ratios
Last Six Plan Years

| | Measurement Date Ending June 30, | | | | | |
|---|----------------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> |
| Total Non-Employer OPEB Liability - State's Proportionate Share of the Total OPEB Liability Associated with the School District | | | | | | |
| Changes for the Year: | | | | | | |
| Service Cost | \$ 12,402,505.00 | \$ 14,335,652.00 | \$ 8,093,596.00 | \$ 8,013,423.00 | \$ 9,269,405.00 | \$ 11,189,164.00 |
| Interest Cost | 7,212,006.00 | 8,335,443.00 | 8,099,502.00 | 9,946,867.00 | 11,065,073.00 | 9,586,105.00 |
| Changes in Benefit Terms | | (342,009.00) | | | | |
| Changes in Assumptions | 11,121,375.00 | (57,416,656.00) | 59,811,297.00 | (40,589,865.00) | (35,550,102.00) | |
| Gross Benefit Payments | (73,003,959.00) | 317,009.00 | 66,206,415.00 | 3,374,953.00 | (28,958,515.00) | (39,497,164.00) |
| Member Contributions | 229,174.00 | 213,096.00 | 191,252.00 | 205,969.00 | 233,214.00 | 258,459.00 |
| | <u>(7,143,706.00)</u> | <u>(6,565,994.00)</u> | <u>(6,309,885.00)</u> | <u>(6,948,385.00)</u> | <u>(6,747,770.00)</u> | <u>(7,019,037.00)</u> |
| Net Change in Total Non-Employer OPEB Liability | (49,182,605.00) | (41,123,459.00) | 136,092,177.00 | (25,997,038.00) | (50,688,695.00) | (25,482,473.00) |
| Total Non-Employer OPEB Liability - Beginning of Fiscal Year | <u>321,322,464.00</u> | <u>362,445,923.00</u> | <u>226,353,746.00</u> | <u>252,350,784.00</u> | <u>303,039,479.00</u> | <u>328,521,952.00</u> |
| Total Non-Employer OPEB Liability - End of Fiscal Year | <u>\$ 272,139,859.00</u> | <u>\$ 321,322,464.00</u> | <u>\$ 362,445,923.00</u> | <u>\$ 226,353,746.00</u> | <u>\$ 252,350,784.00</u> | <u>\$ 303,039,479.00</u> |
| School District's Covered Payroll (Plan Measurement Period) | <u>\$ 61,789,612.00</u> | <u>\$ 60,777,789.00</u> | <u>\$ 59,579,829.00</u> | <u>\$ 58,732,283.00</u> | <u>\$ 57,876,878.00</u> | <u>\$ 56,672,923.00</u> |
| State's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the School District as a Percentage of Covered Payroll | 440.43% | 528.68% | 608.34% | 385.40% | 436.01% | 534.72% |

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Notes to Required Supplementary Information - Part IV
For the Fiscal Year Ended June 30, 2023

Changes in Benefit Terms:

None.

Changes in Assumptions:

The discount rate used as of June 30 measurement date is as follows:

| <u>Year</u> | <u>Rate</u> | <u>Year</u> | <u>Rate</u> |
|-------------|-------------|-------------|-------------|
| 2022 | 3.54% | 2019 | 3.50% |
| 2021 | 2.16% | 2018 | 3.87% |
| 2020 | 2.21% | 2017 | 3.58% |

In addition to changes in the discount rate, other factors that affected the valuation of the net OPEB liability included update in trend and experience study.

For pre-Medicare medical benefits, the trend rate is initially 6.25% and decreases to a 4.50% long-term trend rate after eight years. For post-65 medical benefits PPO, the trend is initially -1.99% in fiscal year 2023, increasing to 13.44% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO, the trend is initially -3.54% in fiscal year 2023, increasing to 15.19% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 8.00% and decreases to a 4.50% long-term trend rate after eight years. For the Medicare Part B reimbursement, the trend is 5.00%.

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
Combining Schedule of Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2023

| | E.S.E.A. | | | | | | SDA Capital Maintenance Grant | Total Brought Forward |
|---|----------------------|---------------------|----------------------------------|-------------------|------------------|------------------|--|-----------------------------|
| | Total | Title I | Title I School Improvement | Title II | Title III | Title IV | | |
| REVENUES: | | | | | | | | |
| Federal Sources | \$ 5,971,345.47 | \$ 1,217,695.25 | \$ 3,066.00 | \$ 167,197.84 | \$ 22,529.25 | \$ 42,511.00 | | \$ 4,518,346.13 |
| State Sources | 3,266,707.30 | | | | | | \$ 148,875.00 | 3,117,832.30 |
| Local Sources | 419,382.26 | | | | | | | 419,382.26 |
| Total Revenues | 9,657,435.03 | 1,217,695.25 | 3,066.00 | 167,197.84 | 22,529.25 | 42,511.00 | 148,875.00 | 8,055,560.69 |
| EXPENDITURES: | | | | | | | | |
| Instruction: | | | | | | | | |
| Salaries of Teachers | 2,186,892.22 | 495,025.57 | | | 12,289.00 | 37,025.75 | | 1,642,551.90 |
| Salaries of Other Professional Staff | 85,461.64 | 85,461.64 | | | | | | |
| Other Salaries for Instruction | 579,373.10 | 39,854.14 | | | | | | 539,518.96 |
| Purchased Professional Educational Services | 749,317.84 | | | | | | | 749,317.84 |
| Purchased Professional and Technical Services | 84,643.20 | 6,295.00 | | | | | | 78,348.20 |
| Other Purchased Services | 2,984,723.00 | | | | | | | 2,984,723.00 |
| General Supplies | 644,338.48 | 121,640.45 | 3,066.00 | | 9,216.25 | 2,652.77 | | 507,763.01 |
| Textbooks | 26,539.59 | | | | | | | 26,539.59 |
| Total Instruction | 7,341,289.07 | 748,276.80 | 3,066.00 | - | 21,505.25 | 39,678.52 | - | 6,528,762.50 |
| Support Services: | | | | | | | | |
| Personal Services-Salaries | | | | | | | | |
| Salaries of Teachers | 53,731.70 | 702.00 | | 52,593.00 | | | | 436.70 |
| Salaries of Supervisors of Instruction | 178,409.38 | | | | | | | 178,409.38 |
| Salaries of Program Directors | 106,322.27 | | | | | | | 106,322.27 |
| Salaries of Other Professional Staff | 201,758.16 | 26,580.18 | | | | | | 175,177.98 |
| Salaries of Secr. and Clerical Assistants | 37,021.18 | | | | | | | 37,021.18 |
| Other Salaries | 29,267.93 | | | | | | | 29,267.93 |
| Salaries of Community Parent Involvement Spec. | 21,153.65 | | | | | | | 21,153.65 |
| Salaries of Master Teachers | 189,281.00 | | | | | | | 189,281.00 |
| Personal Services-Employee Benefits | 1,195,289.55 | 440,389.77 | | 4,023.39 | 893.00 | 2,832.48 | | 747,150.91 |
| Purchased Professional Educational Services | 94,485.13 | | | 90,555.13 | | | | 3,930.00 |
| Purchased Professional and Technical Services | 70,120.90 | | | | | | | 70,120.90 |
| Other Purchased Services | 246,434.77 | | | 7,802.00 | 131.00 | | 148,875.00 | 89,626.77 |
| General Supplies | 317,788.88 | 1,746.50 | | 12,224.32 | | | | 303,818.06 |
| Other Objects | 3,632.00 | | | | | | | 3,632.00 |
| Student Activities | 389,188.66 | | | | | | | 389,188.66 |
| Total Support Services | 3,133,885.16 | 469,418.45 | - | 167,197.84 | 1,024.00 | 2,832.48 | 148,875.00 | 2,344,537.39 |
| Facilities Acquisition and Construction Services: | | | | | | | | |
| Construction | 89,300.00 | | | | | | | 89,300.00 |
| Non-Instructional Equipment | 4,347.20 | | | | | | | 4,347.20 |
| Total Facilities Acquisition and Construction Services | 93,647.20 | - | - | - | - | - | - | 93,647.20 |
| Total Expenditures | 10,568,821.43 | 1,217,695.25 | 3,066.00 | 167,197.84 | 22,529.25 | 42,511.00 | 148,875.00 | 8,966,947.09 |
| Other Financing Sources (Uses): | | | | | | | | |
| Transfer from Other Funds | 941,580.00 | - | - | - | - | - | - | 941,580.00 |
| Total Outflows | 9,627,241.43 | 1,217,695.25 | 3,066.00 | 167,197.84 | 22,529.25 | 42,511.00 | 148,875.00 | 8,025,367.09 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses) | 30,193.60 | - | - | - | - | - | - | 30,193.60 |
| Fund Balance, July 1 | 161,814.26 | - | - | - | - | - | - | 161,814.26 |
| Fund Balance, June 30 | \$ 192,007.86 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 192,007.86 |

(Continued)

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
Combining Schedule of Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2023

| CARES Act - Education Stabilization Fund | | | | | | | | | |
|--|-----------------------------|--------------|-----------------|--------------------------|------------------|---------------|---|---|-----------------------------|
| | Total Carried Forward | ESSER I | ESSER II | Learning Acceleration | Mental Health | ESSER III | ARP ESSER Accelerated Learning Coaching and Educator Support | ARP ESSER Homeless Children and Youth II | Total Brought Forward |
| REVENUES: | | | | | | | | | |
| Federal Sources | \$ 4,518,346.13 | \$ 57,276.28 | \$ 2,039,679.90 | \$ 85,861.37 | \$ 8,643.60 | \$ 279,468.28 | \$ 37,853.92 | \$ 51,328.68 | \$ 1,958,234.10 |
| State Sources | 3,117,832.30 | | | | | | | | 3,117,832.30 |
| Local Sources | 419,382.26 | | | | | | | | 419,382.26 |
| Total Revenues | 8,055,560.69 | 57,276.28 | 2,039,679.90 | 85,861.37 | 8,643.60 | 279,468.28 | 37,853.92 | 51,328.68 | 5,495,448.66 |
| EXPENDITURES: | | | | | | | | | |
| Instruction: | | | | | | | | | |
| Salaries of Teachers | 1,642,551.90 | 5,880.00 | 144,863.00 | 56,948.00 | | 2,520.00 | | 8,375.00 | 1,423,965.90 |
| Salaries of Other Professional Staff | | | | | | | | | |
| Other Salaries for Instruction | 539,518.96 | 3,090.00 | | | | | | | 536,428.96 |
| Purchased Professional Educational Services | 749,317.84 | | 444,635.80 | | | | | | 304,682.04 |
| Purchased Professional and Technical Services | 78,348.20 | | | | | | | | 78,348.20 |
| Other Purchased Services | 2,984,723.00 | | 1,139,935.00 | | | | | | 1,844,788.00 |
| General Supplies | 507,763.01 | 17,586.71 | 125,111.48 | 24,556.85 | | 115,419.33 | 37,853.92 | | 187,234.72 |
| Textbooks | 26,539.59 | | | | | | | | 26,539.59 |
| Total Instruction | 6,528,762.50 | 26,556.71 | 1,854,545.28 | 81,504.85 | - | 117,939.33 | 37,853.92 | 8,375.00 | 4,401,987.41 |
| Support Services: | | | | | | | | | |
| Personal Services-Salaries | | | | | | | | | |
| Salaries of Teachers | 436.70 | 436.70 | | | | | | | |
| Salaries of Supervisors of Instruction | 178,409.38 | | | | | | | | 178,409.38 |
| Salaries of Program Directors | 106,322.27 | | | | | | | | 106,322.27 |
| Salaries of Other Professional Staff | 175,177.98 | | | | | | | | 175,177.98 |
| Salaries of Secr. and Clerical Assistants | 37,021.18 | | | | | | | | 37,021.18 |
| Other Salaries | 29,267.93 | | | | | 9,845.60 | | | 19,422.33 |
| Salaries of Community Parent Involvement Spec. | 21,153.65 | | | | | | | | 21,153.65 |
| Salaries of Master Teachers | 189,281.00 | | | | | | | | 189,281.00 |
| Personal Services-Employee Benefits | 747,150.91 | 719.62 | 11,082.04 | 4,356.52 | | 945.97 | | 640.68 | 729,406.08 |
| Purchased Professional Educational Services | 3,930.00 | | | | 3,930.00 | | | | |
| Purchased Professional and Technical Services | 70,120.90 | | | | 3,958.00 | | | | 66,162.90 |
| Other Purchased Services | 89,626.77 | | | | | | | 42,313.00 | 47,313.77 |
| General Supplies | 303,818.06 | 29,563.25 | 174,052.58 | | 755.60 | 61,437.38 | | | 38,009.25 |
| Other Objects | 3,632.00 | | | | | | | | 3,632.00 |
| Student Activities | 389,188.66 | | | | | | | | 389,188.66 |
| Total Support Services | 2,344,537.39 | 30,719.57 | 185,134.62 | 4,356.52 | 8,643.60 | 72,228.95 | - | 42,953.68 | 2,000,500.45 |
| Facilities Acquisition and Construction Services: | | | | | | | | | |
| Construction | 89,300.00 | | | | | 89,300.00 | | | |
| Non-Instructional Equipment | 4,347.20 | | | | | | | | 4,347.20 |
| Total Facilities Acquisition and Construction Services | 93,647.20 | - | - | - | - | 89,300.00 | - | - | 4,347.20 |
| Total Expenditures | 8,966,947.09 | 57,276.28 | 2,039,679.90 | 85,861.37 | 8,643.60 | 279,468.28 | 37,853.92 | 51,328.68 | 6,406,835.06 |
| Other Financing Sources (Uses): | | | | | | | | | |
| Transfer from Other Funds | 941,580.00 | - | - | - | - | - | - | - | 941,580.00 |
| Total Outflows | 8,025,367.09 | 57,276.28 | 2,039,679.90 | 85,861.37 | 8,643.60 | 279,468.28 | 37,853.92 | 51,328.68 | 5,465,255.06 |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | | | |
| Expenditures and Other Financing Sources (Uses) | 30,193.60 | - | - | - | - | - | - | - | 30,193.60 |
| Fund Balance, July 1 | 161,814.26 | - | - | - | - | - | - | - | 161,814.26 |
| Fund Balance, June 30 | \$ 192,007.86 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 192,007.86 |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
Combining Schedule of Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2023

| | Total Carried Forward | IDEA | | | N.J. Nonpublic Auxiliary Services, Ch. 192, L. 1977 | | | Preschool Education Aid | Total Brought Forward |
|---|-----------------------------|---------------------|------------------|------------------|--|-----------------|------------------|-------------------------------|-----------------------------|
| | | Basic | Preschool | ARP Basic | Basic Skills | ESL | Transportation | | |
| REVENUES: | | | | | | | | | |
| Federal Sources | \$ 1,958,234.10 | \$ 1,864,059.10 | \$ 80,326.00 | \$ 13,849.00 | | | | | |
| State Sources | 3,117,832.30 | | | | \$ 165,737.91 | \$ 3,407.48 | \$ 17,411.80 | \$ 2,730,973.62 | \$ 200,301.49 |
| Local Sources | 419,382.26 | | | | | | | | 419,382.26 |
| Total Revenues | 5,495,448.66 | 1,864,059.10 | 80,326.00 | 13,849.00 | 165,737.91 | 3,407.48 | 17,411.80 | 2,730,973.62 | 619,683.75 |
| EXPENDITURES: | | | | | | | | | |
| Instruction: | | | | | | | | | |
| Salaries of Teachers | 1,423,965.90 | | | | | | | 1,423,965.90 | |
| Salaries of Other Professional Staff | | | | | | | | | |
| Other Salaries for Instruction | 536,428.96 | | | | | | | 536,428.96 | |
| Purchased Professional Educational Services | 304,682.04 | | | | 165,737.91 | 3,407.48 | 17,411.80 | 11,219.00 | 106,905.85 |
| Purchased Professional and Technical Services | 78,348.20 | 78,348.20 | | | | | | | |
| Other Purchased Services | 1,844,788.00 | 1,764,462.00 | 80,326.00 | | | | | | |
| General Supplies | 187,234.72 | | | | | | | 187,234.72 | |
| Textbooks | 26,539.59 | | | | | | | | 26,539.59 |
| Total Instruction | 4,401,987.41 | 1,842,810.20 | 80,326.00 | - | 165,737.91 | 3,407.48 | 17,411.80 | 2,158,848.58 | 133,445.44 |
| Support Services: | | | | | | | | | |
| Personal Services-Salaries | | | | | | | | | |
| Salaries of Teachers | | | | | | | | | |
| Salaries of Supervisors of Instruction | 178,409.38 | | | | | | | 178,409.38 | |
| Salaries of Program Directors | 106,322.27 | | | | | | | 106,322.27 | |
| Salaries of Other Professional Staff | 175,177.98 | | | | | | | 175,177.98 | |
| Salaries of Sec. and Clerical Assistants | 37,021.18 | | | | | | | 37,021.18 | |
| Other Salaries | 19,422.33 | | | | | | | 19,422.33 | |
| Salaries of Community Parent Involvement Spec. | 21,153.65 | | | | | | | 21,153.65 | |
| Salaries of Master Teachers | 189,281.00 | | | | | | | 189,281.00 | |
| Personal Services-Employee Benefits | 729,406.08 | | | | | | | 729,406.08 | |
| Purchased Professional Educational Services | | | | | | | | | |
| Purchased Professional and Technical Services | 66,162.90 | 21,248.90 | | 13,849.00 | | | | | 31,065.00 |
| Other Purchased Services | 47,313.77 | | | | | | | 44,288.77 | 3,025.00 |
| General Supplies | 38,009.25 | | | | | | | 8,875.20 | 29,134.05 |
| Other Objects | 3,632.00 | | | | | | | | 3,632.00 |
| Student Activities | 389,188.66 | | | | | | | | 389,188.66 |
| Total Support Services | 2,000,500.45 | 21,248.90 | - | 13,849.00 | - | - | - | 1,509,357.84 | 456,044.71 |
| Facilities Acquisition and Construction Services: | | | | | | | | | |
| Construction | | | | | | | | | |
| Non-Instructional Equipment | 4,347.20 | | | | | | | 4,347.20 | |
| Total Facilities Acquisition and Construction Services | 4,347.20 | - | - | - | - | - | - | 4,347.20 | - |
| Total Expenditures | 6,406,835.06 | 1,864,059.10 | 80,326.00 | 13,849.00 | 165,737.91 | 3,407.48 | 17,411.80 | 3,672,553.62 | 589,490.15 |
| Other Financing Sources (Uses): | | | | | | | | | |
| Transfer from Other Funds | 941,580.00 | - | - | | - | - | - | 941,580.00 | |
| Total Outflows | 5,465,255.06 | 1,864,059.10 | 80,326.00 | 13,849.00 | 165,737.91 | 3,407.48 | 17,411.80 | 2,730,973.62 | 589,490.15 |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | | | |
| Expenditures and Other Financing Sources (Uses) | 30,193.60 | - | - | - | - | - | - | - | 30,193.60 |
| Fund Balance, July 1 | 161,814.26 | - | - | - | - | - | - | - | 161,814.26 |
| Fund Balance, June 30 | \$ 192,007.86 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 192,007.86 |

(Continued)

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
Combining Schedule of Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2023

| | Total Carried Forward | NJ Non-Public Textbook Aid | NJ Non-Public Technology Initiative Aid | NJ Non-Public Nursing Services Aid | NJ Non-Public Security Aid | Examination and Classification | N.J. Nonpublic Handicapped Services, Ch. 193, L. 1977 Corrective Speech | Supplementary Instruction | Home Instruction | Student Activity Fund |
|---|-----------------------------|----------------------------------|--|---|----------------------------------|--------------------------------------|--|------------------------------|---------------------|-----------------------------|
| REVENUES: | | | | | | | | | | |
| Federal Sources | | | | | | | | | | |
| State Sources | \$ 200,301.49 | \$ 26,539.59 | \$ 7,687.56 | \$ 39,737.00 | \$ 19,431.49 | \$ 44,934.25 | \$ 30,411.00 | \$ 31,470.60 | \$ 90.00 | \$ 419,382.26 |
| Local Sources | 419,382.26 | | | | | | | | | |
| Total Revenues | 619,683.75 | 26,539.59 | 7,687.56 | 39,737.00 | 19,431.49 | 44,934.25 | 30,411.00 | 31,470.60 | 90.00 | 419,382.26 |
| EXPENDITURES: | | | | | | | | | | |
| Instruction: | | | | | | | | | | |
| Salaries of Teachers | | | | | | | | | | |
| Salaries of Other Professional Staff | | | | | | | | | | |
| Other Salaries for Instruction | | | | | | | | | | |
| Purchased Professional Educational Services | 106,905.85 | | | | | 44,934.25 | 30,411.00 | 31,470.60 | 90.00 | |
| Purchased Professional and Technical Services | | | | | | | | | | |
| Other Purchased Services | | | | | | | | | | |
| General Supplies | | | | | | | | | | |
| Textbooks | 26,539.59 | 26,539.59 | | | | | | | | |
| Total Instruction | 133,445.44 | 26,539.59 | - | - | - | 44,934.25 | 30,411.00 | 31,470.60 | 90.00 | - |
| Support Services: | | | | | | | | | | |
| Personal Services-Salaries | | | | | | | | | | |
| Salaries of Teachers | | | | | | | | | | |
| Salaries of Supervisors of Instruction | | | | | | | | | | |
| Salaries of Program Directors | | | | | | | | | | |
| Salaries of Other Professional Staff | | | | | | | | | | |
| Salaries of Secr. and Clerical Assistants | | | | | | | | | | |
| Other Salaries | | | | | | | | | | |
| Salaries of Community Parent Involvement Spec. | | | | | | | | | | |
| Salaries of Master Teachers | | | | | | | | | | |
| Personal Services-Employee Benefits | | | | | | | | | | |
| Purchased Professional Educational Services | 31,065.00 | | | 31,065.00 | | | | | | |
| Purchased Professional and Technical Services | 3,025.00 | | | | 3,025.00 | | | | | |
| Other Purchased Services | 29,134.05 | | 6,823.56 | 5,904.00 | 16,406.49 | | | | | |
| General Supplies | 3,632.00 | | 864.00 | 2,768.00 | | | | | | |
| Other Objects | 389,188.66 | | | | | | | | | 389,188.66 |
| Student Activities | | | | | | | | | | |
| Total Support Services | 456,044.71 | - | 7,687.56 | 39,737.00 | 19,431.49 | - | - | - | - | 389,188.66 |
| Facilities Acquisition and Construction Services: | | | | | | | | | | |
| Construction | | | | | | | | | | |
| Non-Instructional Equipment | | | | | | | | | | |
| Total Facilities Acquisition and Construction Services | - | - | - | - | - | - | - | - | - | - |
| Total Expenditures | 589,490.15 | 26,539.59 | 7,687.56 | 39,737.00 | 19,431.49 | 44,934.25 | 30,411.00 | 31,470.60 | 90.00 | 389,188.66 |
| Other Financing Sources (Uses): | | | | | | | | | | |
| Transfer from Other Funds | - | - | - | - | - | - | - | - | - | - |
| Total Outflows | 589,490.15 | 26,539.59 | 7,687.56 | 39,737.00 | 19,431.49 | 44,934.25 | 30,411.00 | 31,470.60 | 90.00 | 389,188.66 |
| Excess (Deficiency) of Revenues Over (Under) | | | | | | | | | | |
| Expenditures and Other Financing Sources (Uses) | 30,193.60 | - | - | - | - | - | - | - | - | 30,193.60 |
| Fund Balance, July 1 | 161,814.26 | - | - | - | - | - | - | - | - | 161,814.26 |
| Fund Balance, June 30 | \$ 192,007.86 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 192,007.86 |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
Schedule of Preschool Education Aid Expenditures
Preschool - All Programs
Budgetary Basis
For the Fiscal Year Ended June 30, 2023

| | <u>Budget</u> | <u>Actual</u> | <u>Variance</u> |
|--|------------------------|------------------------|------------------------|
| EXPENDITURES: | | | |
| Instruction: | | | |
| Salaries of Teachers | \$ 1,552,553.00 | \$ 1,423,965.90 | \$ 128,587.10 |
| Other Salaries for Instruction | 775,000.00 | 536,428.96 | 238,571.04 |
| Purchased Professional Educational Services | 75,000.00 | 11,219.00 | 63,781.00 |
| General Supplies | 265,550.00 | 187,234.72 | 78,315.28 |
| Other Objects | 4,000.00 | | 4,000.00 |
| Total Instruction | <u>2,672,103.00</u> | <u>2,158,848.58</u> | <u>513,254.42</u> |
| Support Services: | | | |
| Salaries of Supervisors of Instruction | 195,000.00 | 178,409.38 | 16,590.62 |
| Salaries of Program Directors | 138,000.00 | 106,322.27 | 31,677.73 |
| Salaries of Other Professional Staff | 206,000.00 | 175,177.98 | 30,822.02 |
| Salaries of Secr. and Clerical Assistants | 48,000.00 | 37,021.18 | 10,978.82 |
| Other Salaries | 48,000.00 | 19,422.33 | 28,577.67 |
| Salaries of Community Parent Involvement Spec. | 23,000.00 | 21,153.65 | 1,846.35 |
| Salaries of Master Teachers | 191,877.00 | 189,281.00 | 2,596.00 |
| Personal Services-Employee Benefits | 1,121,350.00 | 729,406.08 | 391,943.92 |
| Other Purchased Services | 408,050.00 | 44,288.77 | 363,761.23 |
| General Supplies | 148,000.00 | 8,875.20 | 139,124.80 |
| Total Support Services | <u>2,527,277.00</u> | <u>1,509,357.84</u> | <u>1,017,919.16</u> |
| Facilities Acquisition and Construction Services: | | | |
| Instructional Equipment | 465,000.00 | | 465,000.00 |
| Non-Instructional Equipment | 34,250.00 | 4,347.20 | 29,902.80 |
| Total Facilities Acquisition and Construction Services | <u>499,250.00</u> | <u>4,347.20</u> | <u>494,902.80</u> |
| Total Expenditures | <u>\$ 5,698,630.00</u> | <u>\$ 3,672,553.62</u> | <u>\$ 2,026,076.38</u> |

Calculation of Budget and Carryover

| | |
|--|------------------------|
| Total Revised 2022-23 Preschool Education Aid Allocation | \$ 4,079,400.00 |
| Add: | |
| Actual Preschool Education Aid Carryover (June 30, 2022) | 1,179,270.71 |
| Budgeted Transfer from General Fund | <u>941,580.00</u> |
| Total Preschool Education Aid Funds Available for 2022-23 Budget | 6,200,250.71 |
| Less: | |
| 2021-22 Budgeted Preschool Education Aid (Including Prior Year Budgeted Carryover) | <u>5,698,630.00</u> |
| Available and Unbudgeted Preschool Education Aid Funds as of June 30, 2023 | 501,620.71 |
| Add: | |
| June 30, 2023 Unexpended Preschool Education Aid | <u>2,026,076.38</u> |
| 2022-23 Carryover - Preschool Education Aid Programs | <u>\$ 2,527,697.09</u> |
| 2022-23 Preschool Education Aid Carryover Budgeted in 2023-24 | <u>\$ 1,179,271.00</u> |

CAPITAL PROJECTS FUND

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
 Summary Schedule of Project Expenditures
 For the Fiscal Year Ended June 30, 2023

| <u>Project Title/Issue</u> | <u>Original Date</u> | <u>Appropriations</u> | <u>Expenditures to Date</u> | | <u>Unexpended Balance June 30, 2023</u> |
|--|----------------------|-------------------------|-----------------------------|----------------------------------|---|
| | | | <u>Prior Years</u> | <u>Current Year Expenditures</u> | |
| a. Energy Savings Improvement Plan | 9-24-18 | \$ 9,911,206.75 | \$ 9,716,106.86 | \$ 191,892.80 | \$ 3,207.09 |
| b. Security Vestibules - Phase 1 | 7-1-19 | 525,000.00 | 519,118.28 | | 5,881.72 |
| c. Ann Mullen Middle School Paging System | 7-1-19 | 75,000.00 | | | 75,000.00 |
| d. Roof Replacement at the Glendora Elementary School | 5-18-20 | 900,000.00 | 658,066.19 | | 241,933.81 |
| e. Security Vestibules - Phase 2 | 7-1-20 | 830,189.00 | 365,226.74 | | 464,962.26 |
| f. Fire Alarm System Replacement | 7-1-20 | 225,000.00 | 208,649.90 | 2,435.00 | 13,915.10 |
| g. Parking Lot Replacement at the Glendora Elementary School | 7-1-20 | 300,000.00 | 11,611.50 | 186,351.54 | 102,036.96 |
| h. Chiller System at the Loring Flemming Elementary School | 2-22-21 | 700,000.00 | 211,959.61 | 30,795.00 | 457,245.39 |
| i. Various Security Vestibules | 7-1-21 | 500,000.00 | 45,974.74 | 151,479.68 | 302,545.58 |
| j. Fire Alarm Replacement | 7-1-21 | 250,000.00 | | 135.00 | 249,865.00 |
| k. Parking Lot Replacement | 7-1-21 | 300,000.00 | 7,705.50 | 182,762.51 | 109,531.99 |
| l. Administration Roof Replacements | 7-1-22 | 1,250,000.00 | | 278,329.82 | 971,670.18 |
| m. Fire Alarm Replacement | 7-1-22 | 250,000.00 | | | 250,000.00 |
| n. Parking Lot Resurfacing | 7-1-22 | 300,000.00 | | 18,971.50 | 281,028.50 |
| o. Security System Upgrades | 7-1-22 | 300,000.00 | | 277,143.28 | 22,856.72 |
| Total Projects Authorized | | <u>\$ 16,616,395.75</u> | <u>\$ 11,744,419.32</u> | <u>\$ 1,320,296.13</u> | <u>\$ 3,551,680.30</u> |
| Recapitulation: | | | | | |
| Restricted for Capital Projects: | | | | | |
| Year-End Encumbrances | | | | | |
| Designated for Subsequent Year's Expenditures | | | | | |
| | | | | | \$ 753,529.24 |
| | | | | | 2,798,151.06 |
| | | | | | <u>\$ 3,551,680.30</u> |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT**CAPITAL PROJECTS FUND**Statement of Revenues, Expenditures and Changes in Fund Balance--Budgetary Basis
For the Fiscal Year Ended June 30, 2023**Revenues:**

| | |
|-------------------------------|---------------------|
| Transfer from Capital Reserve | \$ 1,800,000.00 |
| Transfer from Capital Outlay | 300,000.00 |
| Interest Earned on Deposits | <u>111,223.73</u> |
| Total Revenues | <u>2,211,223.73</u> |

Expenditures:

| | |
|---|---------------------|
| Other Purchased Professional and Technical Services | 150,736.75 |
| Construction Services | <u>1,169,559.38</u> |
| Total Expenditures | <u>1,320,296.13</u> |

| | |
|---|-------------------|
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>890,927.60</u> |
|---|-------------------|

Other Financing Sources (Uses):

| | |
|---|---------------------|
| Transfer to General Fund--Interest Earned on Deposits | <u>(111,223.73)</u> |
|---|---------------------|

| | |
|--|---------------------|
| Total - Other Financing Sources (Uses) | <u>(111,223.73)</u> |
|--|---------------------|

| | |
|---|-------------------|
| Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | <u>779,703.87</u> |
|---|-------------------|

| | |
|------------------------|---------------------|
| Fund Balance -- July 1 | <u>2,771,976.43</u> |
|------------------------|---------------------|

| | |
|-------------------------|-------------------------------|
| Fund Balance -- June 30 | <u><u>\$ 3,551,680.30</u></u> |
|-------------------------|-------------------------------|

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

CAPITAL PROJECTS FUND

Schedule of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis

Energy Savings Improvement Plan

From Inception and for the Fiscal Year Ended June 30, 2023

| | <u>Prior Years</u> | <u>Current Year</u> | <u>Totals</u> | <u>Revised Authorized Cost</u> |
|--|--------------------|---------------------|-----------------|--|
| Revenues and Other Financing Sources | | | | |
| State Sources | | | | |
| Bond Proceeds and Transfers | \$ 9,385,000.00 | | \$ 9,385,000.00 | \$ 9,385,000.00 |
| Premium on Issuance of Bonds | 526,206.75 | | 526,206.75 | 526,206.75 |
| Transfer from Capital Reserve | | | | |
| Transfer from Capital Outlay | | | | |
| | | | | |
| Total Revenues | 9,911,206.75 | - | 9,911,206.75 | 9,911,206.75 |
| Expenditures and Other Financing Uses | | | | |
| Legal Services | 24,107.55 | | 24,107.55 | 24,107.55 |
| Other Purchased Professional and Technical Services | 1,868,160.41 | \$ 36,736.80 | 1,904,897.21 | 1,908,104.30 |
| Construction Services | 7,820,943.55 | 155,156.00 | 7,976,099.55 | 7,976,099.55 |
| Other Objects | 2,895.35 | | 2,895.35 | 2,895.35 |
| | | | | |
| Total Expenditures | 9,716,106.86 | 191,892.80 | 9,907,999.66 | 9,911,206.75 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | \$ 195,099.89 | \$ (191,892.80) | \$ 3,207.09 | \$ - |

Additional Project Information:

| | |
|---|------------------|
| Project Numbers | N/A |
| Grant Date | N/A |
| Bond Authorization Date | 9-24-18 |
| Bonds Authorized | \$ 10,200,000.00 |
| Bonds Issued | \$ 9,385,000.00 |
| Original Authorized Cost | \$ 9,933,559.00 |
| Additional Authorized Cost | (22,352.25) |
| Revised Authorized Cost | \$ 9,911,206.75 |
| Percentage Decrease over Original Authorized Cost | -0.23% |
| Percentage Completion | 99.97% |
| Original Target Completion Date | 12-31-20 |
| Revised Target Completion Date | 11-30-22 |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

CAPITAL PROJECTS FUND

Schedule of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis

Security Vestibules - Phase 1

From Inception and for the Fiscal Year Ended June 30, 2023

| | <u>Prior Years</u> | <u>Current Year</u> | <u>Totals</u> | <u>Revised Authorized Cost</u> |
|--|--------------------|---------------------|---------------|--|
| Revenues and Other Financing Sources | | | | |
| State Sources | | | | |
| Bond Proceeds and Transfers | | | | |
| Premium on Issuance of Bonds | | | | |
| Transfer from Capital Reserve | | | | |
| Transfer from Capital Outlay | \$ 525,000.00 | | \$ 525,000.00 | \$ 525,000.00 |
| Total Revenues | 525,000.00 | - | 525,000.00 | 525,000.00 |
| Expenditures and Other Financing Uses | | | | |
| Legal Services | | | | |
| Other Purchased Professional and Technical Services | 62,114.10 | | 62,114.10 | 67,900.00 |
| Construction Services | 457,004.18 | | 457,004.18 | 457,100.00 |
| Other Objects | | | | |
| Total Expenditures | 519,118.28 | - | 519,118.28 | 525,000.00 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | \$ 5,881.72 | \$ - | \$ 5,881.72 | \$ - |
| Additional Project Information: | | | | |
| Project Numbers | 1780-035-19-2000 | | | |
| Grant Date | N/A | | | |
| Bond Authorization Date | N/A | | | |
| Bonds Authorized | N/A | | | |
| Bonds Issued | N/A | | | |
| Original Authorized Cost | \$ 525,000.00 | | | |
| Additional Authorized Cost | - | | | |
| Revised Authorized Cost | \$ 525,000.00 | | | |
| Percentage Decrease over Original Authorized Cost | - | | | |
| Percentage Completion | 98.88% | | | |
| Original Target Completion Date | 12-31-20 | | | |
| Revised Target Completion Date | 11-30-22 | | | |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

CAPITAL PROJECTS FUND

Schedule of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis

Ann Mullen Middle School Paging System

From Inception and for the Fiscal Year Ended June 30, 2023

| | <u>Prior Years</u> | <u>Current Year</u> | <u>Totals</u> | <u>Revised Authorized Cost</u> |
|--|--------------------|---------------------|---------------|--|
| Revenues and Other Financing Sources | | | | |
| State Sources | | | | |
| Bond Proceeds and Transfers | | | | |
| Premium on Issuance of Bonds | | | | |
| Transfer from Capital Reserve | | | | |
| Transfer from Capital Outlay | \$ 75,000.00 | | \$ 75,000.00 | \$ 75,000.00 |
| Total Revenues | 75,000.00 | - | 75,000.00 | 75,000.00 |
| Expenditures and Other Financing Uses | | | | |
| Legal Services | | | | |
| Other Purchased Professional and Technical Services | | | | |
| Construction Services | | | | 75,000.00 |
| Other Objects | | | | |
| Total Expenditures | - | - | - | 75,000.00 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | \$ 75,000.00 | \$ - | \$ 75,000.00 | \$ - |

Additional Project Information:

| | |
|---|------------------|
| Project Numbers | 1780-100-19-2000 |
| Grant Date | N/A |
| Bond Authorization Date | N/A |
| Bonds Authorized | N/A |
| Bonds Issued | N/A |
| Original Authorized Cost | \$ 75,000.00 |
| Additional Authorized Cost | - |
| Revised Authorized Cost | \$ 75,000.00 |
| Percentage Decrease over Original Authorized Cost | - |
| Percentage Completion | - |
| Original Target Completion Date | 12-31-20 |
| Revised Target Completion Date | 12-31-22 |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

CAPITAL PROJECTS FUND

Schedule of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis

Roof Replacement at the Glendora Elementary School

From Inception and for the Fiscal Year Ended June 30, 2023

| | <u>Prior Years</u> | <u>Current Year</u> | <u>Totals</u> | <u>Revised Authorized Cost</u> |
|--|----------------------|---------------------|----------------------|--|
| Revenues and Other Financing Sources | | | | |
| State Sources | | | | |
| Bond Proceeds and Transfers | | | | |
| Premium on Issuance of Bonds | | | | |
| Transfer from Capital Reserve | \$ 900,000.00 | | \$ 900,000.00 | \$ 900,000.00 |
| Transfer from Capital Outlay | | | | |
| | <u>900,000.00</u> | <u>-</u> | <u>900,000.00</u> | <u>900,000.00</u> |
| Total Revenues | | | | |
| | <u>900,000.00</u> | <u>-</u> | <u>900,000.00</u> | <u>900,000.00</u> |
| Expenditures and Other Financing Uses | | | | |
| Legal Services | | | | |
| Other Purchased Professional and Technical Services | 32,484.80 | | 32,484.80 | 100,000.00 |
| Construction Services | 625,581.39 | | 625,581.39 | 800,000.00 |
| Other Objects | | | | |
| | <u>658,066.19</u> | <u>-</u> | <u>658,066.19</u> | <u>900,000.00</u> |
| Total Expenditures | | | | |
| | <u>658,066.19</u> | <u>-</u> | <u>658,066.19</u> | <u>900,000.00</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>\$ 241,933.81</u> | <u>\$ -</u> | <u>\$ 241,933.81</u> | <u>\$ -</u> |

Additional Project Information:

| | |
|---|---------------|
| Project Numbers | N/A |
| Grant Date | N/A |
| Bond Authorization Date | N/A |
| Bonds Authorized | N/A |
| Bonds Issued | N/A |
| Original Authorized Cost | \$ 900,000.00 |
| Additional Authorized Cost | - |
| Revised Authorized Cost | \$ 900,000.00 |
| Percentage Decrease over Original Authorized Cost | - |
| Percentage Completion | 73.12% |
| Original Target Completion Date | 8-30-21 |
| Revised Target Completion Date | 11-30-22 |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

CAPITAL PROJECTS FUND

Schedule of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis

Security Vestibules - Phase 2

From Inception and for the Fiscal Year Ended June 30, 2023

| | <u>Prior Years</u> | <u>Current Year</u> | <u>Totals</u> | <u>Revised Authorized Cost</u> |
|--|----------------------|---------------------|----------------------|--|
| Revenues and Other Financing Sources | | | | |
| State Sources | \$ 330,189.00 | | \$ 330,189.00 | \$ 330,189.00 |
| Bond Proceeds and Transfers | | | | |
| Premium on Issuance of Bonds | | | | |
| Transfer from Capital Reserve | | | | |
| Transfer from Capital Outlay | 500,000.00 | | 500,000.00 | 500,000.00 |
| | <u>500,000.00</u> | <u></u> | <u>500,000.00</u> | <u>500,000.00</u> |
| Total Revenues | 830,189.00 | - | 830,189.00 | 830,189.00 |
| | <u>830,189.00</u> | <u>-</u> | <u>830,189.00</u> | <u>830,189.00</u> |
| Expenditures and Other Financing Uses | | | | |
| Legal Services | | | | |
| Other Purchased Professional and Technical Services | 97,932.88 | | 97,932.88 | 125,000.00 |
| Construction Services | 267,293.86 | | 267,293.86 | 705,189.00 |
| Other Objects | | | | |
| | <u></u> | <u></u> | <u></u> | <u></u> |
| Total Expenditures | 365,226.74 | - | 365,226.74 | 830,189.00 |
| | <u>365,226.74</u> | <u>-</u> | <u>365,226.74</u> | <u>830,189.00</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | \$ 464,962.26 | \$ - | \$ 464,962.26 | \$ - |
| | <u>\$ 464,962.26</u> | <u>\$ -</u> | <u>\$ 464,962.26</u> | <u>\$ -</u> |

Additional Project Information:

| | |
|---|------------------|
| Project Numbers | 1780-035-20-2000 |
| Grant Date | N/A |
| Bond Authorization Date | N/A |
| Bonds Authorized | N/A |
| Bonds Issued | N/A |
| Original Authorized Cost | \$ 500,000.00 |
| Additional Authorized Cost | 330,189.00 |
| Revised Authorized Cost | \$ 830,189.00 |
| Percentage Decrease over Original Authorized Cost | 66.04% |
| Percentage Completion | 43.99% |
| Original Target Completion Date | 10-31-21 |
| Revised Target Completion Date | 11-30-22 |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

CAPITAL PROJECTS FUND

Schedule of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis

Fire Alarm System Replacement

From Inception and for the Fiscal Year Ended June 30, 2023

| | <u>Prior Years</u> | <u>Current Year</u> | <u>Totals</u> | <u>Revised Authorized Cost</u> |
|--|---------------------|----------------------|---------------------|--|
| Revenues and Other Financing Sources | | | | |
| State Sources | | | | |
| Bond Proceeds and Transfers | | | | |
| Premium on Issuance of Bonds | | | | |
| Transfer from Capital Reserve | \$ 225,000.00 | | \$ 225,000.00 | \$ 225,000.00 |
| Transfer from Capital Outlay | | | | |
| | <u>225,000.00</u> | <u>-</u> | <u>225,000.00</u> | <u>225,000.00</u> |
| Total Revenues | <u>225,000.00</u> | <u>-</u> | <u>225,000.00</u> | <u>225,000.00</u> |
| Expenditures and Other Financing Uses | | | | |
| Legal Services | | | | |
| Other Purchased Professional and Technical Services | 9,915.00 | \$ 2,435.00 | 12,350.00 | 25,000.00 |
| Construction Services | 198,734.90 | | 198,734.90 | 200,000.00 |
| Other Objects | | | | |
| | <u>208,649.90</u> | <u>2,435.00</u> | <u>211,084.90</u> | <u>225,000.00</u> |
| Total Expenditures | <u>208,649.90</u> | <u>2,435.00</u> | <u>211,084.90</u> | <u>225,000.00</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>\$ 16,350.10</u> | <u>\$ (2,435.00)</u> | <u>\$ 13,915.10</u> | <u>\$ -</u> |

Additional Project Information:

| | |
|---|------------------|
| Project Numbers | 1780-035-20-3000 |
| Grant Date | N/A |
| Bond Authorization Date | N/A |
| Bonds Authorized | N/A |
| Bonds Issued | N/A |
| Original Authorized Cost | \$ 150,000.00 |
| Additional Authorized Cost | 75,000.00 |
| Revised Authorized Cost | \$ 225,000.00 |
| Percentage Decrease over Original Authorized Cost | 50.00% |
| Percentage Completion | 93.82% |
| Original Target Completion Date | 12-31-21 |
| Revised Target Completion Date | 11-30-22 |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

CAPITAL PROJECTS FUND

Schedule of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis

Parking Lot Replacement at the Glendora Elementary School

From Inception and for the Fiscal Year Ended June 30, 2023

| | <u>Prior Years</u> | <u>Current Year</u> | <u>Totals</u> | <u>Revised Authorized Cost</u> |
|--|--------------------|---------------------|-------------------|--|
| Revenues and Other Financing Sources | | | | |
| State Sources | | | | |
| Bond Proceeds and Transfers | | | | |
| Premium on Issuance of Bonds | | | | |
| Transfer from Capital Reserve | \$ 300,000.00 | | \$ 300,000.00 | \$ 300,000.00 |
| Transfer from Capital Outlay | | | | |
| | <u>300,000.00</u> | <u>-</u> | <u>300,000.00</u> | <u>300,000.00</u> |
| Total Revenues | | | | |
| | <u>300,000.00</u> | <u>-</u> | <u>300,000.00</u> | <u>300,000.00</u> |
| Expenditures and Other Financing Uses | | | | |
| Legal Services | | | | |
| Other Purchased Professional and Technical Services | 11,611.50 | \$ 10,517.27 | 22,128.77 | 50,000.00 |
| Construction Services | | 175,834.27 | 175,834.27 | 250,000.00 |
| Other Objects | | | | |
| | <u>11,611.50</u> | <u>186,351.54</u> | <u>197,963.04</u> | <u>300,000.00</u> |
| Total Expenditures | | | | |
| | <u>11,611.50</u> | <u>186,351.54</u> | <u>197,963.04</u> | <u>300,000.00</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | \$ 288,388.50 | \$ (186,351.54) | \$ 102,036.96 | \$ - |
| Additional Project Information: | | | | |
| Project Numbers | 1780-035-20-4000 | | | |
| Grant Date | N/A | | | |
| Bond Authorization Date | N/A | | | |
| Bonds Authorized | N/A | | | |
| Bonds Issued | N/A | | | |
| Original Authorized Cost | \$ 300,000.00 | | | |
| Additional Authorized Cost | - | | | |
| Revised Authorized Cost | \$ 300,000.00 | | | |
| Percentage Decrease over Original Authorized Cost | - | | | |
| Percentage Completion | 65.99% | | | |
| Original Target Completion Date | 8-31-22 | | | |
| Revised Target Completion Date | 12-31-22 | | | |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

CAPITAL PROJECTS FUND

Schedule of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis

Chiller System at the Loring Flemming Elementary School

From Inception and for the Fiscal Year Ended June 30, 2023

| | <u>Prior Years</u> | <u>Current Year</u> | <u>Totals</u> | <u>Revised Authorized Cost</u> |
|--|----------------------|-----------------------|----------------------|--|
| Revenues and Other Financing Sources | | | | |
| State Sources | | | | |
| Bond Proceeds and Transfers | | | | |
| Premium on Issuance of Bonds | | | | |
| Transfer from Capital Reserve | \$ 700,000.00 | | \$ 700,000.00 | \$ 700,000.00 |
| Transfer from Capital Outlay | | | | |
| | <u>700,000.00</u> | <u>-</u> | <u>700,000.00</u> | <u>700,000.00</u> |
| Total Revenues | <u>700,000.00</u> | <u>-</u> | <u>700,000.00</u> | <u>700,000.00</u> |
| Expenditures and Other Financing Uses | | | | |
| Legal Services | | | | |
| Other Purchased Professional and Technical Services | 10,129.61 | \$ 30,795.00 | 40,924.61 | 100,000.00 |
| Construction Services | 201,830.00 | | 201,830.00 | 600,000.00 |
| Other Objects | | | | |
| | <u>211,959.61</u> | <u>30,795.00</u> | <u>242,754.61</u> | <u>700,000.00</u> |
| Total Expenditures | <u>211,959.61</u> | <u>30,795.00</u> | <u>242,754.61</u> | <u>700,000.00</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>\$ 488,040.39</u> | <u>\$ (30,795.00)</u> | <u>\$ 457,245.39</u> | <u>\$ -</u> |

Additional Project Information:

| | |
|---|---------------|
| Project Numbers | N/A |
| Grant Date | N/A |
| Bond Authorization Date | N/A |
| Bonds Authorized | N/A |
| Bonds Issued | N/A |
| Original Authorized Cost | \$ 700,000.00 |
| Additional Authorized Cost | - |
| Revised Authorized Cost | \$ 700,000.00 |
| Percentage Decrease over Original Authorized Cost | - |
| Percentage Completion | 34.68% |
| Original Target Completion Date | 6-30-22 |
| Revised Target Completion Date | 11-30-22 |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

CAPITAL PROJECTS FUND

Schedule of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis

Various Security Vestibules

From Inception and for the Fiscal Year Ended June 30, 2023

| | <u>Prior Years</u> | <u>Current Year</u> | <u>Totals</u> | <u>Revised Authorized Cost</u> |
|--|----------------------|------------------------|----------------------|--|
| Revenues and Other Financing Sources | | | | |
| State Sources | | | | |
| Bond Proceeds and Transfers | | | | |
| Premium on Issuance of Bonds | | | | |
| Transfer from Capital Reserve | \$ 500,000.00 | | \$ 500,000.00 | \$ 500,000.00 |
| Transfer from Capital Outlay | | | | |
| | <u>500,000.00</u> | <u>-</u> | <u>500,000.00</u> | <u>500,000.00</u> |
| Total Revenues | | | | |
| | <u>500,000.00</u> | <u>-</u> | <u>500,000.00</u> | <u>500,000.00</u> |
| Expenditures and Other Financing Uses | | | | |
| Legal Services | | | | |
| Other Purchased Professional and Technical Services | 21,248.36 | \$ 22,214.76 | 43,463.12 | 100,000.00 |
| Construction Services | 24,726.38 | 129,264.92 | 153,991.30 | 400,000.00 |
| Other Objects | | | | |
| | <u>45,974.74</u> | <u>151,479.68</u> | <u>197,454.42</u> | <u>500,000.00</u> |
| Total Expenditures | | | | |
| | <u>45,974.74</u> | <u>151,479.68</u> | <u>197,454.42</u> | <u>500,000.00</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>\$ 454,025.26</u> | <u>\$ (151,479.68)</u> | <u>\$ 302,545.58</u> | <u>\$ -</u> |
| Additional Project Information: | | | | |
| Project Numbers | 1780-035-21-2000 | | | |
| Grant Date | N/A | | | |
| Bond Authorization Date | N/A | | | |
| Bonds Authorized | N/A | | | |
| Bonds Issued | N/A | | | |
| Original Authorized Cost | \$ 500,000.00 | | | |
| Additional Authorized Cost | - | | | |
| Revised Authorized Cost | \$ 500,000.00 | | | |
| Percentage Decrease over Original Authorized Cost | - | | | |
| Percentage Completion | 39.49% | | | |
| Original Target Completion Date | 12-31-22 | | | |
| Revised Target Completion Date | N/A | | | |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

CAPITAL PROJECTS FUND

Schedule of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis

Fire Alarm Replacement

From Inception and for the Fiscal Year Ended June 30, 2023

| | <u>Prior Years</u> | <u>Current Year</u> | <u>Totals</u> | <u>Revised Authorized Cost</u> |
|--|----------------------|---------------------|----------------------|--|
| Revenues and Other Financing Sources | | | | |
| State Sources | | | | |
| Bond Proceeds and Transfers | | | | |
| Premium on Issuance of Bonds | | | | |
| Transfer from Capital Reserve | \$ 250,000.00 | | \$ 250,000.00 | \$ 250,000.00 |
| Transfer from Capital Outlay | | | | |
| | <u>250,000.00</u> | <u>-</u> | <u>250,000.00</u> | <u>250,000.00</u> |
| Total Revenues | <u>250,000.00</u> | <u>-</u> | <u>250,000.00</u> | <u>250,000.00</u> |
| Expenditures and Other Financing Uses | | | | |
| Legal Services | | | | |
| Other Purchased Professional and Technical Services | | \$ 135.00 | 135.00 | 50,000.00 |
| Construction Services | | | | 200,000.00 |
| Other Objects | | | | |
| | <u>-</u> | <u>135.00</u> | <u>135.00</u> | <u>250,000.00</u> |
| Total Expenditures | <u>-</u> | <u>135.00</u> | <u>135.00</u> | <u>250,000.00</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>\$ 250,000.00</u> | <u>\$ (135.00)</u> | <u>\$ 249,865.00</u> | <u>\$ -</u> |

Additional Project Information:

| | |
|---|------------------|
| Project Numbers | 1780-035-21-3000 |
| Grant Date | N/A |
| Bond Authorization Date | N/A |
| Bonds Authorized | N/A |
| Bonds Issued | N/A |
| Original Authorized Cost | \$ 250,000.00 |
| Additional Authorized Cost | - |
| Revised Authorized Cost | \$ 250,000.00 |
| Percentage Decrease over Original Authorized Cost | - |
| Percentage Completion | - |
| Original Target Completion Date | 8-31-23 |
| Revised Target Completion Date | N/A |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

CAPITAL PROJECTS FUND

Schedule of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis

Parking Lot Replacement

From Inception and for the Fiscal Year Ended June 30, 2023

| | <u>Prior Years</u> | <u>Current Year</u> | <u>Totals</u> | <u>Revised Authorized Cost</u> |
|--|----------------------|------------------------|----------------------|--|
| Revenues and Other Financing Sources | | | | |
| State Sources | | | | |
| Bond Proceeds and Transfers | | | | |
| Premium on Issuance of Bonds | | | | |
| Transfer from Capital Reserve | \$ 300,000.00 | | \$ 300,000.00 | \$ 300,000.00 |
| Transfer from Capital Outlay | | | | |
| | <u>300,000.00</u> | <u>-</u> | <u>300,000.00</u> | <u>300,000.00</u> |
| Total Revenues | <u>300,000.00</u> | <u>-</u> | <u>300,000.00</u> | <u>300,000.00</u> |
| Expenditures and Other Financing Uses | | | | |
| Legal Services | | | | |
| Other Purchased Professional and Technical Services | 7,705.50 | \$ 7,234.13 | 14,939.63 | 50,000.00 |
| Construction Services | | 175,528.38 | 175,528.38 | 250,000.00 |
| Other Objects | | | | |
| | <u>7,705.50</u> | <u>182,762.51</u> | <u>190,468.01</u> | <u>300,000.00</u> |
| Total Expenditures | <u>7,705.50</u> | <u>182,762.51</u> | <u>190,468.01</u> | <u>300,000.00</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>\$ 292,294.50</u> | <u>\$ (182,762.51)</u> | <u>\$ 109,531.99</u> | <u>\$ -</u> |
| Additional Project Information: | | | | |
| Project Numbers | 1780-035-21-4000 | | | |
| Grant Date | N/A | | | |
| Bond Authorization Date | N/A | | | |
| Bonds Authorized | N/A | | | |
| Bonds Issued | N/A | | | |
| Original Authorized Cost | \$ 300,000.00 | | | |
| Additional Authorized Cost | - | | | |
| Revised Authorized Cost | \$ 300,000.00 | | | |
| Percentage Increase over Original Authorized Cost | - | | | |
| Percentage Completion | 63.49% | | | |
| Original Target Completion Date | 8-31-23 | | | |
| Revised Target Completion Date | N/A | | | |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

CAPITAL PROJECTS FUND

Schedule of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis

Administration Roof Replacements

From Inception and for the Fiscal Year Ended June 30, 2023

| | <u>Prior Years</u> | <u>Current Year</u> | <u>Totals</u> | <u>Revised Authorized Cost</u> |
|--|--------------------|---------------------|-----------------|--|
| Revenues and Other Financing Sources | | | | |
| State Sources | | | | |
| Bond Proceeds and Transfers | | | | |
| Premium on Issuance of Bonds | | | | |
| Transfer from Capital Reserve | | \$ 1,250,000.00 | \$ 1,250,000.00 | \$ 1,250,000.00 |
| Transfer from Capital Outlay | | | | |
| | | | | |
| Total Revenues | - | 1,250,000.00 | 1,250,000.00 | 1,250,000.00 |
| Expenditures and Other Financing Uses | | | | |
| Legal Services | | | | |
| Other Purchased Professional and Technical Services | | 21,697.29 | 21,697.29 | 200,000.00 |
| Construction Services | | 256,632.53 | 256,632.53 | 1,050,000.00 |
| Other Objects | | | | |
| | | | | |
| Total Expenditures | - | 278,329.82 | 278,329.82 | 1,250,000.00 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | \$ - | \$ 971,670.18 | \$ 971,670.18 | \$ - |

Additional Project Information:

| | |
|---|------------------|
| Project Numbers | 1780-035-22-2000 |
| Grant Date | N/A |
| Bond Authorization Date | N/A |
| Bonds Authorized | N/A |
| Bonds Issued | N/A |
| Original Authorized Cost | \$ 1,250,000.00 |
| Additional Authorized Cost | - |
| Revised Authorized Cost | \$ 1,250,000.00 |
| Percentage Decrease over Original Authorized Cost | - |
| Percentage Completion | 22.27% |
| Original Target Completion Date | 6-30-24 |
| Revised Target Completion Date | N/A |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

CAPITAL PROJECTS FUND

Schedule of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis

Fire Alarm Replacement

From Inception and for the Fiscal Year Ended June 30, 2023

| | <u>Prior Years</u> | <u>Current Year</u> | <u>Totals</u> | <u>Revised Authorized Cost</u> |
|--|--------------------|---------------------|---------------|--|
| Revenues and Other Financing Sources | | | | |
| State Sources | | | | |
| Bond Proceeds and Transfers | | | | |
| Premium on Issuance of Bonds | | | | |
| Transfer from Capital Reserve | | \$ 250,000.00 | \$ 250,000.00 | \$ 250,000.00 |
| Transfer from Capital Outlay | | | | |
| | | | | |
| Total Revenues | - | 250,000.00 | 250,000.00 | 250,000.00 |
| Expenditures and Other Financing Uses | | | | |
| Legal Services | | | | |
| Other Purchased Professional and Technical Services | | | | 50,000.00 |
| Construction Services | | | | 200,000.00 |
| Other Objects | | | | |
| | | | | |
| Total Expenditures | - | - | | 250,000.00 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | \$ - | \$ 250,000.00 | \$ 250,000.00 | \$ - |
| Additional Project Information: | | | | |
| Project Numbers | 1780-035-22-4000 | | | |
| Grant Date | N/A | | | |
| Bond Authorization Date | N/A | | | |
| Bonds Authorized | N/A | | | |
| Bonds Issued | N/A | | | |
| Original Authorized Cost | \$ 250,000.00 | | | |
| Additional Authorized Cost | - | | | |
| Revised Authorized Cost | \$ 250,000.00 | | | |
| Percentage Decrease over Original Authorized Cost | - | | | |
| Percentage Completion | - | | | |
| Original Target Completion Date | 6-30-24 | | | |
| Revised Target Completion Date | N/A | | | |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

CAPITAL PROJECTS FUND

Schedule of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis

Parking Lot Resurfacing

From Inception and for the Fiscal Year Ended June 30, 2023

| | <u>Prior Years</u> | <u>Current Year</u> | <u>Totals</u> | <u>Revised Authorized Cost</u> |
|--|--------------------|---------------------|---------------|--|
| Revenues and Other Financing Sources | | | | |
| State Sources | | | | |
| Bond Proceeds and Transfers | | | | |
| Premium on Issuance of Bonds | | | | |
| Transfer from Capital Reserve | | \$ 300,000.00 | \$ 300,000.00 | \$ 300,000.00 |
| Transfer from Capital Outlay | | | | |
| | | | | |
| Total Revenues | - | 300,000.00 | 300,000.00 | 300,000.00 |
| Expenditures and Other Financing Uses | | | | |
| Legal Services | | | | |
| Other Purchased Professional and Technical Services | | 18,971.50 | 18,971.50 | 50,000.00 |
| Construction Services | | | | 250,000.00 |
| Other Objects | | | | |
| | | | | |
| Total Expenditures | - | 18,971.50 | 18,971.50 | 300,000.00 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | \$ - | \$ 281,028.50 | \$ 281,028.50 | \$ - |
| Additional Project Information: | | | | |
| Project Numbers | 1780-035-22-1000 | | | |
| Grant Date | N/A | | | |
| Bond Authorization Date | N/A | | | |
| Bonds Authorized | N/A | | | |
| Bonds Issued | N/A | | | |
| Original Authorized Cost | \$ 300,000.00 | | | |
| Additional Authorized Cost | - | | | |
| Revised Authorized Cost | \$ 300,000.00 | | | |
| Percentage Decrease over Original Authorized Cost | - | | | |
| Percentage Completion | 6.32% | | | |
| Original Target Completion Date | 6-30-24 | | | |
| Revised Target Completion Date | N/A | | | |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

CAPITAL PROJECTS FUND

Schedule of Project Revenues, Expenditures, Project Balance and Project Status--Budgetary Basis

Security System Upgrades

From Inception and for the Fiscal Year Ended June 30, 2023

| | <u>Prior Years</u> | <u>Current Year</u> | <u>Totals</u> | <u>Revised Authorized Cost</u> |
|--|--------------------|---------------------|---------------|--|
| Revenues and Other Financing Sources | | | | |
| State Sources | | | | |
| Bond Proceeds and Transfers | | | | |
| Premium on Issuance of Bonds | | | | |
| Transfer from Capital Reserve | | | | |
| Transfer from Capital Outlay | | \$ 300,000.00 | \$ 300,000.00 | \$ 300,000.00 |
| | | | | |
| Total Revenues | - | 300,000.00 | 300,000.00 | 300,000.00 |
| Expenditures and Other Financing Uses | | | | |
| Legal Services | | | | |
| Other Purchased Professional and Technical Services | | | | |
| Construction Services | | 277,143.28 | 277,143.28 | 300,000.00 |
| Other Objects | | | | |
| | | | | |
| Total Expenditures | - | 277,143.28 | 277,143.28 | 300,000.00 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | | | | |
| | \$ - | \$ 22,856.72 | \$ 22,856.72 | \$ - |
| Additional Project Information: | | | | |
| Project Numbers | 1780-035-22-5000 | | | |
| Grant Date | N/A | | | |
| Bond Authorization Date | N/A | | | |
| Bonds Authorized | N/A | | | |
| Bonds Issued | N/A | | | |
| Original Authorized Cost | \$ 300,000.00 | | | |
| Additional Authorized Cost | - | | | |
| Revised Authorized Cost | \$ 300,000.00 | | | |
| | | | | |
| Percentage Decrease over Original Authorized Cost | - | | | |
| Percentage Completion | 92.38% | | | |
| Original Target Completion Date | 6-30-24 | | | |
| Revised Target Completion Date | N/A | | | |

PROPRIETARY FUNDS

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
PROPRIETARY FUNDS
 Business-Type Activities - Enterprise Funds
 Combining Statement of Net Position
 June 30, 2023

| | <u>Food Service</u> | <u>Latchkey</u> | <u>Total</u> |
|--|-------------------------|----------------------|------------------------|
| ASSETS: | | | |
| Current Assets: | | | |
| Cash and Cash Equivalents | \$ 2,328,828.59 | \$ 1,153,011.81 | \$ 3,481,840.40 |
| Accounts Receivable: | | | |
| State | 2,933.92 | | 2,933.92 |
| Federal | 102,920.94 | | 102,920.94 |
| Other | 10,000.00 | | 10,000.00 |
| Inventories | 53,132.56 | | 53,132.56 |
| Total Current Assets | <u>2,497,816.01</u> | <u>1,153,011.81</u> | <u>3,650,827.82</u> |
| Noncurrent Assets: | | | |
| Equipment | 1,907,770.90 | 98,826.18 | 2,006,597.08 |
| Less Accumulated Depreciation and Amortization | <u>(1,611,056.05)</u> | <u>(98,826.18)</u> | <u>(1,709,882.23)</u> |
| Total Noncurrent Assets | <u>296,714.85</u> | <u>-</u> | <u>296,714.85</u> |
| Total Assets | <u>2,794,530.86</u> | <u>1,153,011.81</u> | <u>3,947,542.67</u> |
| LIABILITIES: | | | |
| Current Liabilities: | | | |
| Accounts Payable | 2,339.43 | 1,682.21 | 4,021.64 |
| Compensated Absences Payable | 7,964.00 | | 7,964.00 |
| Unearned Revenue | 35,278.79 | 130,672.00 | 165,950.79 |
| Total Current Liabilities | <u>45,582.22</u> | <u>132,354.21</u> | <u>177,936.43</u> |
| Noncurrent Liabilities: | | | |
| Compensated Absences Payable | 133,305.88 | 56,989.62 | 190,295.50 |
| Total Liabilities | <u>178,888.10</u> | <u>189,343.83</u> | <u>368,231.93</u> |
| NET POSITION: | | | |
| Net Investment in Capital Assets | 296,714.85 | | 296,714.85 |
| Unrestricted | 2,318,927.91 | 963,667.98 | 3,282,595.89 |
| Total Net Position | <u>\$ 2,615,642.76</u> | <u>\$ 963,667.98</u> | <u>\$ 3,579,310.74</u> |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
PROPRIETARY FUNDS
 Business-Type Activities - Enterprise Funds
 Combining Statement of Revenues, Expenses and Changes in Fund Net Position
 For the Fiscal Year Ended June 30, 2023

| | <u>Food Service</u> | <u>Latchkey</u> | <u>Total</u> |
|---|-------------------------|----------------------|------------------------|
| OPERATING REVENUES: | | | |
| Charges for Services: | | | |
| Daily Sales - Reimbursable Programs | \$ 942,112.16 | | \$ 942,112.16 |
| Daily Sales - Non-Reimbursable Programs | 314,415.28 | | 314,415.28 |
| Special Functions | 14,341.17 | | 14,341.17 |
| Community Service Activities | | \$ 1,282,042.55 | 1,282,042.55 |
| Total Operating Revenues | <u>1,270,868.61</u> | <u>1,282,042.55</u> | <u>2,552,911.16</u> |
| OPERATING EXPENSES: | | | |
| Salaries | 1,008,017.68 | 756,385.24 | 1,764,402.92 |
| Employee Benefits | 664,907.73 | 231,648.07 | 896,555.80 |
| Purchased Professional Services | 27,996.10 | 9,500.00 | 37,496.10 |
| Cleaning, Repair and Maintenance Services | 211,451.26 | | 211,451.26 |
| Rental of Land and Buidlings | | 225,000.00 | 225,000.00 |
| Other Purchased Services | | 2,220.00 | 2,220.00 |
| Travel | 764.09 | 125.48 | 889.57 |
| General Supplies | 141,148.70 | 51,428.07 | 192,576.77 |
| Depreciation and Amortization | 89,789.84 | | 89,789.84 |
| Cost of Sales: | | | |
| Reimbursable Programs | 1,263,521.37 | | 1,263,521.37 |
| Non-reimbursable Programs | 125,926.00 | | 125,926.00 |
| Miscellaneous | <u>138,776.40</u> | <u>27,339.55</u> | <u>166,115.95</u> |
| Total Operating Expenses | <u>3,672,299.17</u> | <u>1,303,646.41</u> | <u>4,975,945.58</u> |
| Operating Income (Loss) | <u>(2,401,430.56)</u> | <u>(21,603.86)</u> | <u>(2,423,034.42)</u> |
| NONOPERATING REVENUES (EXPENSES): | | | |
| State Sources: | | | |
| State School Lunch Program | 58,180.83 | | 58,180.83 |
| State School Breakfast Program | 8,585.40 | | 8,585.40 |
| Federal Sources: | | | |
| National School Lunch Program | 1,663,278.81 | | 1,663,278.81 |
| National School Breakfast Program | 597,273.95 | | 597,273.95 |
| After School Snack Program | 22,315.05 | | 22,315.05 |
| Supply Chain Assistance Award | 298,962.88 | | 298,962.88 |
| Food Distribution Program | 173,919.95 | | 173,919.95 |
| Interest and Investment Revenue | <u>60,581.09</u> | <u>30,686.79</u> | <u>91,267.88</u> |
| Total Nonoperating Revenues (Expenses) | <u>2,883,097.96</u> | <u>30,686.79</u> | <u>2,913,784.75</u> |
| Change in Net Position | <u>481,667.40</u> | <u>9,082.93</u> | <u>490,750.33</u> |
| Net Position -- July 1 | <u>2,133,975.36</u> | <u>954,585.05</u> | <u>3,088,560.41</u> |
| Net Position -- June 30 | <u>\$ 2,615,642.76</u> | <u>\$ 963,667.98</u> | <u>\$ 3,579,310.74</u> |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
PROPRIETARY FUNDS
Business-Type Activities - Enterprise Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2023

| | <u>Food Service</u> | <u>Latchkey</u> | <u>Totals</u> |
|---|---------------------------------|-------------------------------|---------------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES: | | | |
| Receipts from Customers | \$ 1,273,723.87 | \$ 1,408,449.55 | \$ 2,682,173.42 |
| Payments to Employees | (998,178.22) | (756,385.24) | (1,754,563.46) |
| Payments for Employee Benefits | (664,907.73) | (215,630.72) | (880,538.45) |
| Payments to Suppliers | <u>(1,959,628.95)</u> | <u>(315,228.76)</u> | <u>(2,274,857.71)</u> |
| Net Cash Provided by (used for) Operating Activities | <u>(2,348,991.03)</u> | <u>121,204.83</u> | <u>(2,227,786.20)</u> |
| CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES: | | | |
| State Sources | 69,152.56 | | 69,152.56 |
| Federal Sources | <u>2,973,301.20</u> | | <u>2,973,301.20</u> |
| Net Cash Provided by (used for) Non-Capital Financing Activities | <u>3,042,453.76</u> | <u>-</u> | <u>3,042,453.76</u> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES: | | | |
| Purchases of Capital Assets | <u>(210,360.91)</u> | <u>-</u> | <u>(210,360.91)</u> |
| Net Cash Provided by (used for) Capital and Related Financing Activities | <u>(210,360.91)</u> | <u>-</u> | <u>(210,360.91)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | | |
| Interest and Dividends | <u>60,581.09</u> | <u>30,686.79</u> | <u>91,267.88</u> |
| Net Cash Provided by (used for) Investing Activities | <u>60,581.09</u> | <u>30,686.79</u> | <u>91,267.88</u> |
| Net Increase (Decrease) in Cash and Cash Equivalents | 543,682.91 | 151,891.62 | 695,574.53 |
| Cash and Cash Equivalents -- July 1 | <u>1,785,145.68</u> | <u>1,001,120.19</u> | <u>2,786,265.87</u> |
| Cash and Cash Equivalents -- June 30 | <u><u>\$ 2,328,828.59</u></u> | <u><u>\$ 1,153,011.81</u></u> | <u><u>\$ 3,481,840.40</u></u> |
| Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities: | | | |
| Operating Income (Loss) | <u>\$ (2,401,430.56)</u> | <u>\$ (21,603.86)</u> | <u>\$ (2,423,034.42)</u> |
| Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities: | | | |
| Depreciation and Net Amortization | 89,789.84 | | 89,789.84 |
| (Increase) Decrease in Inventories | (14,399.14) | | (14,399.14) |
| (Increase) Decrease in Accounts Receivable, net | (8,405.72) | | (8,405.72) |
| Increase (Decrease) in Accounts Payable | (35,645.89) | 384.34 | (35,261.55) |
| Increase (Decrease) in Unearned Revenue | 11,260.98 | 126,407.00 | 137,667.98 |
| Increase (Decrease) in Accrued Salaries Benefits | <u>9,839.46</u> | <u>16,017.35</u> | <u>25,856.81</u> |
| Total Adjustments | <u>52,439.53</u> | <u>142,808.69</u> | <u>195,248.22</u> |
| Net Cash Provided by (used for) Operating Activities | <u><u>\$ (2,348,991.03)</u></u> | <u><u>\$ 121,204.83</u></u> | <u><u>\$ (2,227,786.20)</u></u> |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
PROPRIETARY FUNDS
Governmental Activities - Internal Service Fund
Transportation Services
Statement of Net Position
June 30, 2023

ASSETS:

Current Assets:

| | |
|------------------------------------|---------------|
| Receivables from Other Governments | \$ 924,167.00 |
|------------------------------------|---------------|

| | |
|----------------------|------------|
| Total Current Assets | 924,167.00 |
|----------------------|------------|

Noncurrent Assets:

| | |
|--|----------------|
| Equipment | 7,688,290.16 |
| Less Accumulated Depreciation and Amortization | (5,150,633.06) |

| | |
|-------------------------|--------------|
| Total Noncurrent Assets | 2,537,657.10 |
|-------------------------|--------------|

| | |
|--------------|--------------|
| Total Assets | 3,461,824.10 |
|--------------|--------------|

LIABILITIES:

Current Liabilities:

| | |
|--------------------------------------|------------|
| Accounts Payable | 2,300.39 |
| Interfund Accounts Payable | 142,349.07 |
| Worker's Compensation Claims Payable | 24,975.00 |

| | |
|---------------------------|------------|
| Total Current Liabilities | 169,624.46 |
|---------------------------|------------|

| | |
|-------------------|------------|
| Total Liabilities | 169,624.46 |
|-------------------|------------|

NET POSITION:

| | |
|----------------------------------|--------------|
| Net Investment in Capital Assets | 2,537,657.10 |
| Unrestricted | 754,542.54 |

| | |
|--------------------|-----------------|
| Total Net Position | \$ 3,292,199.64 |
|--------------------|-----------------|

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
PROPRIETARY FUNDS
Governmental Activities - Internal Service Fund
Transportation Services
Statement of Revenues, Expenses and Changes in Fund Net Position
For the Fiscal Year Ended June 30, 2023

OPERATING REVENUES:

| | |
|--|---------------------|
| Charges for Service: | |
| Transportation Fees from LEA | \$ 3,855,413.68 |
| Transportation Fees from Other LEAs Within the State | 1,824,167.00 |
| | <u>5,679,580.68</u> |
| Total Operating Revenues | <u>5,679,580.68</u> |

OPERATING EXPENSES:

| | |
|--|---------------------|
| Salaries | 2,317,726.28 |
| Employee Benefits | 1,079,447.79 |
| Purchased Professional Services | 25,434.30 |
| Cleaning, Repair and Maintenance Services | 126,797.44 |
| Rental of Land and Buildings | 240,000.00 |
| Other Purchased Services: | |
| Contracted Services (Other Than Between Home & School) - Vendors | 269,243.08 |
| Insurance | 175,000.00 |
| Miscellaneous | 700.00 |
| General Supplies | 180,699.27 |
| Gasoline | 401,742.18 |
| Depreciation and Amortization | 614,377.42 |
| Miscellaneous | 15,198.04 |
| | <u>5,446,365.80</u> |
| Total Operating Expenses | <u>5,446,365.80</u> |
| Operating Income (Loss) | <u>233,214.88</u> |

NONOPERATING REVENUES (EXPENSES):

| | |
|--|-------------------------------|
| Interest on Financed Purchases | <u>(1,034.35)</u> |
| Total Nonoperating Revenues (Expenses) | <u>(1,034.35)</u> |
| Change in Net Position | <u>232,180.53</u> |
| Net Position -- July 1 | <u>3,060,019.11</u> |
| Net Position--June 30 | <u><u>\$ 3,292,199.64</u></u> |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
PROPRIETARY FUNDS
Governmental Activities - Internal Service Fund
Transportation Services
Statement of Cash Flows
For the Fiscal Year Ended June 30, 2023

CASH FLOWS FROM OPERATING ACTIVITIES:

| | |
|--|-----------------------|
| Receipts from Customers | \$ 5,390,347.68 |
| Payments to Employees | (2,342,831.28) |
| Payments for Employee Benefits | (1,079,447.79) |
| Payments to Suppliers | <u>(1,466,825.23)</u> |
| Net Cash Provided by (used for) Operating Activities | <u>501,243.38</u> |

CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:

| | |
|--|-------------------|
| Operating Subsidies and Transfers from Other Funds | <u>142,349.07</u> |
| Net Cash Provided by (used for) Non-Capital Financing Activities | <u>142,349.07</u> |

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

| | |
|--|---------------------|
| Principal Paid on Financed Purchases | (98,972.44) |
| Interest Paid on Financed Purchases | (1,034.35) |
| Purchase of Capital Assets | <u>(595,069.55)</u> |
| Net Cash Provided by (used for) Capital and Related Financing Activities | <u>(695,076.34)</u> |
| Net Increase (Decrease) in Cash and Cash Equivalents | (51,483.89) |
| Cash and Cash Equivalents -- July 1 | <u>51,483.89</u> |
| Cash and Cash Equivalents -- June 30 | <u>\$ -</u> |

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

| | |
|--|----------------------|
| Operating Income (Loss) | <u>\$ 233,214.88</u> |
| Adjustments to Reconcile Operating Income (Loss) to Net Cash | |
| Provided by (used for) Operating Activities: | |
| Depreciation and Net Amortization | 614,377.42 |
| (Increase) Decrease in Accounts Receivable, net | (289,233.00) |
| Increase (Decrease) in Accounts Payable | (32,010.92) |
| Increase (Decrease) in Worker's Compensation Claims Payable | <u>(25,105.00)</u> |
| Total Adjustments | <u>268,028.50</u> |
| Net Cash Provided by (used for) Operating Activities | <u>\$ 501,243.38</u> |

LONG-TERM DEBT

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Schedule of Serial Bonds
For the Fiscal Year Ended June 30, 2023

| | Date of <u>Issue</u> | Amount of <u>Issue</u> | <u>Annual Maturities</u> | | Interest <u>Rate</u> | Balance <u>June 30, 2022</u> | <u>Decreased</u> | Balance <u>June 30, 2023</u> |
|--|-------------------------|---------------------------|--------------------------|---------------|-------------------------|---------------------------------|----------------------|---------------------------------|
| | | | <u>Date</u> | <u>Amount</u> | | | | |
| School Refunding Bonds (ESIP Project), Series 2018 | 10-25-18 | 9,385,000.00 | 7-15-23 | \$ 350,000.00 | 5.000% | | | |
| | | | 7-15-24 | 265,000.00 | 5.000% | | | |
| | | | 7-15-25 | 295,000.00 | 5.000% | | | |
| | | | 7-15-26 | 325,000.00 | 5.000% | | | |
| | | | 7-15-27 | 355,000.00 | 5.000% | | | |
| | | | 7-15-28 | 390,000.00 | 5.000% | | | |
| | | | 7-15-29 | 420,000.00 | 5.000% | | | |
| | | | 7-15-30 | 460,000.00 | 5.000% | | | |
| | | | 7-15-31 | 500,000.00 | 5.000% | | | |
| | | | 7-15-32 | 540,000.00 | 5.000% | | | |
| | | | 7-15-33 | 580,000.00 | 4.000% | | | |
| | | | 7-15-34 | 620,000.00 | 4.000% | | | |
| | | | 7-15-35 | 665,000.00 | 3.500% | | | |
| | | | 7-15-36 | 705,000.00 | 3.500% | | | |
| | | | 7-15-37 | 745,000.00 | 3.625% | | | |
| | | | 7-15-38 | 795,000.00 | 3.750% | | | |
| | | | | | | <u>\$ 8,330,000.00</u> | <u>\$ 320,000.00</u> | <u>\$ 8,010,000.00</u> |
| | | | | | | <u>\$ 8,330,000.00</u> | <u>\$ 320,000.00</u> | <u>\$ 8,010,000.00</u> |

STATISTICAL SECTION

Financial Trends Information

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

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Net Position by Component
Last Ten Fiscal Years (Accrual Basis of Accounting)

| | Fiscal Year Ended June 30, | | | | | | | | | |
|---|----------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | <u>2023 (5)</u> | <u>2022 (4)</u> | <u>2021 (3)</u> | <u>2020</u> | <u>2019</u> | <u>2018 (2)</u> | <u>2017</u> | <u>2016</u> | <u>2015 (1)</u> | <u>2014</u> |
| Governmental Activities: | | | | | | | | | | |
| Net Investment in Capital Assets | \$ 54,691,420 | \$ 55,605,595 | \$ 55,003,764 | \$ 54,422,179 | \$ 43,809,297 | \$ 45,952,910 | \$ 43,564,511 | \$ 41,061,947 | \$ 38,782,919 | \$ 34,842,051 |
| Restricted | 30,537,589 | 25,415,903 | 19,502,701 | 12,735,040 | 18,282,033 | 16,175,042 | 14,992,909 | 12,827,598 | 11,649,639 | 14,330,032 |
| Unrestricted (Deficit) | <u>(16,242,879)</u> | <u>(18,820,730)</u> | <u>(23,586,541)</u> | <u>(29,053,323)</u> | <u>(29,210,765)</u> | <u>(30,747,737)</u> | <u>(29,305,262)</u> | <u>(25,913,156)</u> | <u>(25,573,942)</u> | <u>(124,794)</u> |
| Total Governmental Activities Net Position | <u>\$ 68,986,130</u> | <u>\$ 62,200,769</u> | <u>\$ 50,919,924</u> | <u>\$ 38,103,895</u> | <u>\$ 32,880,565</u> | <u>\$ 31,380,215</u> | <u>\$ 29,252,158</u> | <u>\$ 27,976,389</u> | <u>\$ 24,858,616</u> | <u>\$ 49,047,290</u> |
| Business-type Activities: | | | | | | | | | | |
| Net Investment in Capital Assets | \$ 296,715 | \$ 176,144 | \$ 227,456 | \$ 246,992 | \$ 223,104 | \$ 241,707 | \$ 140,323 | \$ 142,575 | \$ 184,424 | \$ 219,658 |
| Unrestricted | <u>3,282,596</u> | <u>2,912,417</u> | <u>1,239,660</u> | <u>1,902,827</u> | <u>1,989,589</u> | <u>1,647,146</u> | <u>1,364,251</u> | <u>896,762</u> | <u>667,221</u> | <u>639,319</u> |
| Total Business-type Activities Net Position | <u>\$ 3,579,311</u> | <u>\$ 3,088,560</u> | <u>\$ 1,467,116</u> | <u>\$ 2,149,819</u> | <u>\$ 2,212,693</u> | <u>\$ 1,888,853</u> | <u>\$ 1,504,574</u> | <u>\$ 1,039,338</u> | <u>\$ 851,645</u> | <u>\$ 858,978</u> |
| District-wide: | | | | | | | | | | |
| Net Investment in Capital Assets | \$ 54,988,135 | \$ 55,781,739 | \$ 55,231,221 | \$ 54,669,171 | \$ 44,032,400 | \$ 46,194,616 | \$ 43,704,834 | \$ 41,204,523 | \$ 38,967,343 | \$ 35,061,710 |
| Restricted | 30,537,589 | 25,415,903 | 19,502,701 | 12,735,040 | 18,282,033 | 16,175,042 | 14,992,909 | 12,827,598 | 11,649,639 | 14,330,032 |
| Unrestricted (Deficit) | <u>(12,960,283)</u> | <u>(15,908,313)</u> | <u>(22,346,882)</u> | <u>(27,150,496)</u> | <u>(27,221,175)</u> | <u>(29,100,590)</u> | <u>(27,941,011)</u> | <u>(25,016,394)</u> | <u>(24,906,721)</u> | <u>514,526</u> |
| Total Government-wide Net Position | <u>\$ 72,565,441</u> | <u>\$ 65,289,329</u> | <u>\$ 52,387,040</u> | <u>\$ 40,253,714</u> | <u>\$ 35,093,258</u> | <u>\$ 33,269,068</u> | <u>\$ 30,756,732</u> | <u>\$ 29,015,727</u> | <u>\$ 25,710,261</u> | <u>\$ 49,906,268</u> |

(1) Year of implementation of Governmental Accounting Standards Board Statement Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27, No. 68, and GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68.

(2) Year of implementation of Governmental Accounting Standards Board Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions.

(3) Year of implementation of Governmental Accounting Standards Board Statement No. 84, Fiduciary Activities.

(4) Year of implementation of Governmental Accounting Standards Board Statement No. 87, Leases.

(5) Year of implementation of Governmental Accounting Standards Board Statement No. 96, Subscription-Based Information Technology Arrangements.

Source: ACFR Exhibit A-1

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Changes in Net Position
Last Ten Fiscal Years (Accrual Basis of Accounting)

| | Fiscal Year Ended June 30, | | | | | | | | | |
|---|----------------------------|------------------|-----------------|------------------|------------------|------------------|------------------|-----------------|-----------------|-----------------|
| | 2023 (5) | 2022 (4) | 2021 (3) | 2020 | 2019 | 2018 (2) | 2017 | 2016 | 2015 (1) | 2014 |
| Expenses: | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| Instruction: | | | | | | | | | | |
| Regular | \$ 45,548,560 | \$ 42,744,784 | \$ 40,766,213 | \$ 39,110,873 | \$ 37,790,269 | \$ 37,293,438 | \$ 37,127,571 | \$ 35,954,609 | \$ 35,703,761 | \$ 35,559,017 |
| Special Education | 10,152,948 | 9,790,847 | 9,844,725 | 10,246,824 | 10,668,511 | 10,305,795 | 10,074,220 | 10,046,573 | 9,927,724 | 9,693,153 |
| Other Instruction | 1,996,579 | 1,845,498 | 1,690,963 | 2,216,197 | 2,190,985 | 1,947,347 | 1,723,503 | 1,800,847 | 1,846,099 | 1,829,108 |
| Nonpublic School Programs | 32,484 | 7,780 | 2,299 | 508 | 211 | 232 | 232 | 232 | 581 | 732 |
| Community Service Programs | 9,206 | | | 236 | 1,640 | | 1,539 | 1,549 | 3,998 | 6,724 |
| Support Services: | | | | | | | | | | |
| Tuition | 9,053,778 | 7,597,021 | 6,816,888 | 7,718,526 | 7,547,367 | 6,628,797 | 5,960,812 | 5,412,746 | 5,511,133 | 5,396,982 |
| Student and Instruction Related Services | 14,029,438 | 12,565,469 | 11,212,507 | 10,086,730 | 9,192,771 | 8,723,040 | 8,760,980 | 8,582,763 | 8,413,105 | 8,428,324 |
| School Administrative Services | 3,656,966 | 3,685,199 | 3,623,191 | 3,603,321 | 3,613,560 | 3,672,574 | 3,531,135 | 3,329,433 | 3,351,440 | 3,332,941 |
| General and Business Administrative Services | 3,257,896 | 3,075,174 | 2,859,913 | 3,072,782 | 3,279,390 | 3,471,555 | 3,362,920 | 3,279,119 | 3,213,482 | 3,240,029 |
| Plant Operations and Maintenance | 9,151,246 | 8,514,890 | 7,773,879 | 7,680,837 | 7,417,307 | 7,445,496 | 7,594,093 | 7,365,031 | 7,517,517 | 7,793,024 |
| Pupil Transportation | 10,398,922 | 9,217,063 | 7,242,062 | 8,448,353 | 9,003,762 | 8,264,545 | 8,121,945 | 8,045,834 | 8,022,599 | 8,901,381 |
| Unallocated Benefits | 30,152,246 | 36,350,450 | 51,187,100 | 39,611,826 | 46,361,258 | 59,462,017 | 54,708,520 | 42,891,639 | 37,045,293 | 24,925,354 |
| Transfer to Charter Schools | 398,946 | 368,188 | 199,795 | 188,301 | 1,429,434 | 1,383,089 | 1,485,113 | 1,600,693 | 1,499,077 | 1,383,870 |
| Interest on Long-term Debt | 285,948 | 314,785 | 370,810 | 401,378 | 363,219 | 147,350 | 226,553 | 358,783 | 531,502 | 586,771 |
| Total Governmental Activities Expenses | 138,125,163 | 136,077,149 | 143,590,346 | 132,386,692 | 138,859,684 | 148,745,275 | 142,679,135 | 128,669,851 | 122,587,311 | 111,077,410 |
| Business-type Activities: | | | | | | | | | | |
| Food Service | 3,672,299 | 3,150,875 | 2,294,315 | 2,480,822 | 2,625,728 | 2,635,192 | 2,595,542 | 2,608,148 | 2,664,658 | 2,824,690 |
| Latchkey | 1,303,646 | 1,097,812 | 933,480 | 1,166,207 | 1,231,503 | 1,210,557 | 1,108,581 | 1,110,493 | 1,155,814 | 1,427,860 |
| Total Business-type Activities Expense | 4,975,946 | 4,248,687 | 3,227,795 | 3,647,029 | 3,857,230 | 3,845,748 | 3,704,123 | 3,718,642 | 3,820,471 | 4,252,550 |
| Total District Expenses | \$ 143,101,109 | \$ 140,325,836 | \$ 146,818,140 | \$ 136,033,721 | \$ 142,716,914 | \$ 152,591,023 | \$ 146,383,258 | \$ 132,388,492 | \$ 126,407,782 | \$ 115,329,960 |
| Program Revenues: | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| Charges for Services | \$ 1,824,167 | \$ 1,684,934 | \$ 1,684,240 | \$ 1,454,260 | \$ 1,524,147 | \$ 1,548,541 | \$ 1,494,913 | \$ 1,392,758 | \$ 1,459,123 | \$ 1,670,853 |
| Operating Grants and Contributions | 25,061,760 | 31,544,291 | 44,120,200 | 28,398,014 | 32,746,131 | 44,405,808 | 38,206,161 | 28,538,610 | 24,041,996 | 11,881,465 |
| Capital Grants and Contributions | 34,340 | 278,229 | | | | | | | | |
| Total Governmental Activities Program Revenues | 26,920,267 | 33,507,455 | 45,804,440 | 29,852,274 | 34,270,278 | 45,954,349 | 39,701,074 | 29,931,368 | 25,501,119 | 13,552,318 |
| Business-type activities: | | | | | | | | | | |
| Charges for Services: | | | | | | | | | | |
| Food service | 1,270,869 | 275,921 | 49,077 | 648,590 | 982,889 | 1,012,797 | 1,053,509 | 1,073,439 | 1,112,365 | 1,230,905 |
| Latchkey | 1,282,043 | 979,232 | 262,333 | 1,150,863 | 1,471,465 | 1,504,170 | 1,487,691 | 1,333,888 | 1,233,626 | 1,171,266 |
| Operating Grants and Contributions | 2,822,517 | 4,606,871 | 1,696,993 | 1,677,421 | 1,694,932 | 1,709,759 | 1,626,753 | 1,505,664 | 1,466,162 | 1,506,822 |
| Total Business-type Activities Program Revenues | 5,375,428 | 5,862,024 | 2,008,403 | 3,476,874 | 4,149,286 | 4,226,726 | 4,167,953 | 3,912,991 | 3,812,152 | 3,908,992 |
| Total District Program Revenues | \$ 32,295,695 | \$ 39,369,479 | \$ 33,329,148 | \$ 38,419,564 | \$ 50,181,075 | \$ 43,869,028 | \$ 33,844,359 | \$ 29,313,272 | \$ 17,461,311 | \$ 19,161,690 |
| Net (Expense)/Revenue: | | | | | | | | | | |
| Governmental Activities | \$ (111,204,896) | \$ (102,569,694) | \$ (97,785,906) | \$ (102,534,418) | \$ (104,589,406) | \$ (102,790,926) | \$ (102,978,061) | \$ (98,738,482) | \$ (97,086,191) | \$ (97,525,092) |
| Business-type Activities | 399,482 | 1,613,337 | (1,219,392) | (170,155) | 292,056 | 380,977 | 463,831 | 194,349 | (8,319) | (343,558) |
| Total District-wide Net Expense | \$ (110,805,414) | \$ (100,956,358) | \$ (99,005,298) | \$ (102,704,573) | \$ (104,297,350) | \$ (102,409,948) | \$ (102,514,230) | \$ (98,544,134) | \$ (97,094,511) | \$ (97,868,650) |

(Continued)

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Changes in Net Position
Last Ten Fiscal Years (Accrual Basis of Accounting)

| | Fiscal Year Ended June 30, | | | | | | | | | |
|--|----------------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|----------------------|
| | 2023 (5) | 2022 (4) | 2021 (3) | 2020 | 2019 | 2018 (2) | 2017 | 2016 | 2015 (1) | 2014 |
| General Revenues and Other Changes in Net Position: | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| Property Taxes Levied for General Purposes, Net | \$ 53,831,761 | \$ 53,338,377 | \$ 51,434,683 | \$ 51,434,683 | \$ 49,630,311 | \$ 48,215,991 | \$ 47,270,580 | \$ 45,456,852 | \$ 43,756,246 | \$ 41,692,469 |
| Taxes Levied for Debt Service | | 581,597 | 586,943 | 626,190 | 634,070 | 2,352,946 | 2,419,658 | 2,126,400 | 2,035,444 | 2,001,320 |
| Unrestricted Grants and Contributions | 60,987,006 | 57,970,002 | 55,629,428 | 53,844,837 | 53,930,308 | 53,539,930 | 53,520,924 | 53,279,669 | 53,835,583 | 52,756,189 |
| Investment Earnings | 1,139,489 | 150,794 | 133,703 | 455,803 | 451,698 | 43,547 | 22,630 | 19,093 | 19,386 | 19,927 |
| Other | 2,032,001 | 1,809,770 | 1,558,104 | 1,461,234 | 1,445,220 | 857,560 | 1,095,674 | 993,532 | 800,229 | 1,027,047 |
| Gain/(Loss) on Disposal of Capital Assets | | | (9,800) | | (1,851) | (90,992) | (75,637) | (19,290) | | 490,728 |
| Canceled Accounts Receivables/Payables | | | | | | | | | | (34,953) |
| Transfers | | | (528,003) | (65,000) | | | | | | |
| Total Governmental Activities | 117,990,258 | 113,850,540 | 108,805,059 | 107,757,748 | 106,089,756 | 104,918,982 | 104,253,830 | 101,856,255 | 100,446,888 | 97,952,727 |
| Business-type Activities: | | | | | | | | | | |
| Investment Earnings | 91,268 | 8,107 | 8,686 | 42,281 | 31,784 | 3,302 | 1,405 | 1,156 | 986 | 1,641 |
| Gain/(Loss) on Disposal of Capital Assets | | | | | | | | (7,812) | | |
| Transfers | | | 528,003 | 65,000 | | | | | | |
| Total Business-type Activities | 91,268 | 8,107 | 536,689 | 107,281 | 31,784 | 3,302 | 1,405 | (6,656) | 986 | 1,641 |
| Total District-wide | <u>\$ 118,081,526</u> | <u>\$ 113,858,647</u> | <u>\$ 109,341,748</u> | <u>\$ 107,865,029</u> | <u>\$ 106,121,540</u> | <u>\$ 104,922,284</u> | <u>\$ 104,255,235</u> | <u>\$ 101,849,600</u> | <u>\$ 100,447,874</u> | <u>\$ 97,954,368</u> |
| Change in Net Position: | | | | | | | | | | |
| Governmental Activities | \$ 6,785,361 | \$ 11,280,845 | \$ 11,019,153 | \$ 5,223,330 | \$ 1,500,351 | \$ 2,128,057 | \$ 1,275,769 | \$ 3,117,773 | \$ 3,360,697 | \$ 427,635 |
| Business-type Activities | 490,750 | 1,621,444 | (682,703) | (62,874) | 323,840 | 384,279 | 465,236 | 187,693 | (7,333) | (341,917) |
| Total District | <u>\$ 7,276,112</u> | <u>\$ 12,902,290</u> | <u>\$ 10,336,450</u> | <u>\$ 5,160,456</u> | <u>\$ 1,824,190</u> | <u>\$ 2,512,336</u> | <u>\$ 1,741,005</u> | <u>\$ 3,305,466</u> | <u>\$ 3,353,364</u> | <u>\$ 85,718</u> |

(1) Year of implementation of Governmental Accounting Standards Board Statement Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27, No. 68, and GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68.

(2) Year of implementation of Governmental Accounting Standards Board Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions.

(3) Year of implementation of Governmental Accounting Standards Board Statement No. 84, Fiduciary Activities.

(5) Year of implementation of Governmental Accounting Standards Board Statement No. 96, Subscription-Based Information Technology Arrangements.

Source: ACFR Exhibit A-2

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Fund Balances, Governmental Funds
Last Ten Fiscal Years (Modified Accrual Basis of Accounting)

| | Fiscal Year Ended June 30, | | | | | | | | | |
|------------------------------------|----------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2023 (3) | 2022 (2) | 2021 (1) | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
| General Fund: | | | | | | | | | | |
| Restricted | \$ 24,674,143 | \$ 21,669,775 | \$ 16,286,378 | \$ 9,526,372 | \$ 11,741,431 | \$ 15,820,505 | \$ 14,992,909 | \$ 12,473,879 | \$ 11,440,951 | \$ 13,743,531 |
| Assigned | 1,369,897 | 709,430 | 575,018 | 635,929 | 134,642 | 293,219 | 498,058 | 1,469,982 | 1,424,287 | 355,699 |
| Unassigned | <u>5,293,670</u> | <u>6,650,871</u> | <u>6,032,487</u> | <u>3,048,433</u> | <u>3,464,701</u> | <u>2,360,108</u> | <u>2,950,008</u> | <u>3,087,291</u> | <u>2,507,044</u> | <u>1,349,502</u> |
| Total General Fund | <u>\$ 31,337,710</u> | <u>\$ 29,030,076</u> | <u>\$ 13,210,734</u> | <u>\$ 15,340,774</u> | <u>\$ 18,473,832</u> | <u>\$ 18,440,975</u> | <u>\$ 17,031,151</u> | <u>\$ 15,372,282</u> | <u>\$ 15,448,731</u> | <u>\$ 16,813,881</u> |
| All Other Governmental Funds: | | | | | | | | | | |
| Restricted, Reported in: | | | | | | | | | | |
| Capital Projects Fund | \$ 3,551,680 | \$ 2,771,976 | \$ 2,763,346 | \$ 3,208,667.85 | \$ 6,540,602.33 | \$ 354,536 | | \$ 353,719 | \$ 259,038 | \$ 654,079 |
| Debt Service Fund | | | 44,079 | 72,726 | 40,646 | 20,637 | \$ 20,555 | 1,751 | 97,504 | 100,118 |
| Special Revenue Fund | 2,311,765 | 974,152 | 452,977 | | | | | | | |
| Unassigned (Deficit), Reported in: | | | | | | | | | | |
| Special Revenue Fund | | | | (161,253) | | | | | | |
| Total All Other Governmental Funds | <u>\$ 5,863,445</u> | <u>\$ 3,746,128</u> | <u>\$ 3,260,402</u> | <u>\$ 3,120,141</u> | <u>\$ 6,581,248</u> | <u>\$ 375,173</u> | <u>\$ 20,555</u> | <u>\$ 355,470</u> | <u>\$ 356,541</u> | <u>\$ 754,197</u> |

(1) Year of implementation of Governmental Accounting Standards Board Statement No. 84, Fiduciary Activities.

(2) Year of implementation of Governmental Accounting Standards Board Statement No. 87, Leases.

(3) Year of implementation of Governmental Accounting Standards Board Statement No. 96, Subscription-Based Information Technology Arrangements.

Source: ACFR Exhibit B-1

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years (Modified Accrual Basis of Accounting)

| | Fiscal Year Ended June 30, | | | | | | | | | |
|--|----------------------------|---------------------|---------------------|-----------------------|---------------------|--------------------|---------------------|---------------------|---------------------|-----------------------|
| | 2023 (3) | 2022 (2) | 2021 (1) | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
| Revenues: | | | | | | | | | | |
| Tax Levy | \$ 53,831,761 | \$ 53,919,974 | \$ 52,021,626 | \$ 52,060,873 | \$ 50,264,381 | \$ 50,568,937 | \$ 49,690,238 | \$ 47,583,252 | \$ 45,791,690 | \$ 43,693,789 |
| Other Local Revenue | 3,171,490 | 1,960,564 | 1,691,807 | 1,917,037 | 1,896,918 | 901,107 | 1,118,304 | 1,012,625 | 819,615 | 1,046,974 |
| State Sources | 93,022,897 | 89,312,712 | 81,146,366 | 73,488,071 | 71,081,057 | 68,339,958 | 66,471,831 | 64,874,515 | 63,782,713 | 61,783,441 |
| Federal Sources | 6,388,932 | 4,915,372 | 4,978,031 | 3,363,669 | 3,348,476 | 3,120,781 | 3,154,270 | 3,152,976 | 3,095,973 | 2,854,213 |
| Total Revenue | 156,415,081 | 150,108,621 | 139,837,830 | 130,829,650 | 126,590,832 | 122,930,783 | 120,434,644 | 116,623,368 | 113,489,992 | 109,378,417 |
| Expenditures: | | | | | | | | | | |
| Instruction | | | | | | | | | | |
| Regular Instruction | 44,196,946 | 41,333,596 | 39,378,394 | 38,370,005 | 36,654,531 | 36,173,540 | 36,057,164 | 34,842,859 | 34,558,348 | 34,440,363 |
| Special Education Instruction | 10,152,948 | 9,790,847 | 9,844,725 | 10,246,824 | 10,668,511 | 10,305,795 | 10,074,220 | 10,046,573 | 9,927,724 | 9,693,153 |
| Other | 436,364 | 439,876 | 449,520 | 430,118 | 384,211 | 270,972 | 245,415 | 211,986 | 270,564 | 261,685 |
| School-Sponsored/Other Instructional | 1,557,169 | 1,402,576 | 1,237,626 | 1,780,274 | 1,800,601 | 1,670,252 | 1,473,383 | 1,585,259 | 1,574,442 | 1,538,107 |
| Community Services | 9,206 | | | 236 | 1,640 | - | 1,539 | 1,549 | 3,998 | 6,724 |
| Support Services: | | | | | | | | | | |
| Tuition | 9,053,778 | 7,597,021 | 6,816,888 | 7,718,526 | 7,547,367 | 6,628,797 | 5,960,812 | 5,412,746 | 5,511,133 | 5,396,982 |
| Student and Instruction Related Services | 14,026,597 | 12,552,702 | 11,199,060 | 10,073,075 | 9,178,840 | 8,708,945 | 8,746,842 | 8,568,656 | 8,399,761 | 8,421,590 |
| School Administrative Services | 3,656,966 | 3,684,382 | 3,617,960 | 3,597,613 | 3,606,794 | 3,665,813 | 3,524,318 | 3,321,983 | 3,340,311 | 3,299,183 |
| Other Administrative Services | 3,250,104 | 3,077,173 | 2,841,974 | 3,618,761 | 3,176,843 | 3,359,470 | 3,220,014 | 3,121,721 | 3,047,584 | 3,073,636 |
| Plant Operations and Maintenance | 7,466,493 | 6,982,239 | 6,739,847 | 6,635,347 | 6,732,147 | 6,614,358 | 6,848,097 | 6,668,791 | 6,958,959 | 7,229,358 |
| Pupil Transportation | 4,867,664 | 3,853,317 | 2,467,276 | 4,127,675 | 4,251,574 | 3,860,624 | 3,758,076 | 3,150,677 | 3,273,597 | 3,273,807 |
| Unallocated Benefits | 46,595,705 | 44,834,000 | 39,362,117 | 34,763,312 | 34,775,765 | 32,308,409 | 30,060,216 | 28,186,583 | 26,124,881 | 24,453,376 |
| Transfer to Charter Schools | 398,946 | 368,188 | 199,795 | 188,301 | 1,429,434 | 1,383,089 | 1,485,113 | 1,600,693 | 1,499,077 | 1,383,870 |
| Debt Service: | | | | | | | | | | |
| Principal | 320,000 | 1,360,000 | 1,335,000 | 1,510,000 | 965,000 | 3,175,000 | 3,180,000 | 3,130,000 | 3,035,000 | 3,015,790 |
| Interest and Other Charges | 355,769 | 414,119 | 468,569 | 611,873 | 164,600 | 212,188 | 272,032 | 368,164 | 432,955 | 484,589 |
| Capital Outlay | 1,790,062 | 2,237,586 | 2,042,323 | 9,803,262 | 9,317,005 | 1,094,633 | 1,858,736 | 1,345,341 | 2,748,941 | 1,596,547 |
| Total Expenditures | 148,134,716 | 139,927,624 | 128,001,073 | 133,475,199 | 130,654,863 | 119,431,885 | 116,765,976 | 111,563,579 | 110,707,275 | 107,568,760 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 8,280,364 | 10,180,997 | 11,836,757 | (2,645,549) | (4,064,031) | 3,498,898 | 3,668,667 | 5,059,789 | 2,782,717 | 1,809,657 |
| Other Financing Sources (Uses): | | | | | | | | | | |
| Financed Purchases/Capital Leases (Non-budgeted) | | | 137,297 | 598,065 | 680,720 | | 567,485 | | | |
| Sale of Bonds | | | | | 9,385,000 | | 4,570,000 | | | |
| Premium on Sale of Bonds | | | | | 526,207 | | 426,620 | | | |
| Payment to Refunded Debt Escrow Agent | | | | | | | (4,894,026) | | | |
| Accounts Receivable/Payable Canceled | | | | | | | | | | (34,953) |
| Transfers In | 3,152,804 | 1,936,835 | 2,773,545 | 6,092,757 | 5,167,464 | 700,809 | | | | |
| Transfers Out | (7,008,217) | (5,495,913) | (6,721,065) | (9,636,420) | (8,622,343) | (3,812,233) | (3,263,838) | (3,401,990) | (3,256,823) | (3,545,290) |
| Total Other Financing Sources (Uses) | (3,855,414) | (3,559,078) | (3,810,223) | (2,945,598) | 7,137,048 | (3,111,424) | (2,593,759) | (3,401,990) | (3,256,823) | (3,580,243) |
| Net Change in Fund Balances | \$ 4,424,951 | \$ 6,621,919 | \$ 8,026,535 | \$ (5,591,148) | \$ 3,073,017 | \$ 387,475 | \$ 1,074,909 | \$ 1,657,799 | \$ (474,105) | \$ (1,770,586) |
| Debt Service as a Percentage of Noncapital Expenditures | 0.5% | 1.3% | 1.4% | 1.7% | 0.9% | 2.9% | 3.0% | 3.2% | 3.2% | 3.3% |

(1) Year of implementation of Governmental Accounting Standards Board Statement No. 84, Fiduciary Activities.

(2) Year of implementation of Governmental Accounting Standards Board Statement No. 87, Leases.

(3) Year of implementation of Governmental Accounting Standards Board Statement No. 96, Subscription-Based Information Technology Arrangements.

Source: ACFR Exhibit B-2

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
 General Fund - Other Local Revenue by Source
 Last Ten Fiscal Years (Modified Accrual Basis of Accounting)
Unaudited

| | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|--|------------------------|------------------------|------------------------|------------------------|------------------------|----------------------|------------------------|------------------------|----------------------|------------------------|
| Tuition/Tuition Adjustments | \$ 424,691.13 | \$ 419,563.80 | \$ 288,294.11 | \$ 373,740.78 | \$ 576,032.07 | \$ 363,866.79 | \$ 529,375.32 | \$ 547,600.38 | \$ 303,021.27 | \$ 336,898.68 |
| Elections | 300.00 | 150.00 | 200.00 | 300.00 | 400.00 | 400.00 | | | | |
| Sale of Property | 216,226.50 | | | | | | | | | |
| Township Reimbursements | 3,160.00 | 410.82 | 311.23 | 1,078.40 | 1,217.20 | 1,069.25 | | | | |
| Sale of Surplus Items | 25,190.40 | 30,015.28 | 16,907.39 | 26,045.00 | 10,825.00 | | 6,979.50 | 4,462.43 | 11,691.61 | 12,635.23 |
| Scrap Proceeds | 5,414.70 | 11,387.70 | 11,629.90 | 3,285.30 | 4,655.25 | | | | | |
| FEMA | | | | | | | 27,258.05 | | | |
| Rentals | 471,500.00 | 465,000.00 | 465,000.00 | 465,000.00 | 465,462.28 | 175,371.56 | 175,277.44 | 175,000.00 | 175,000.00 | 175,000.00 |
| Cancellation of Accounts Payable | 114,881.00 | 15,813.79 | 322,695.98 | | | | | | | 5.00 |
| Various Refunds | 183,415.85 | 122,654.92 | 53,934.01 | 141,740.67 | 185,539.40 | 93,853.35 | 28,269.37 | 13,591.77 | 45,050.50 | 38,811.23 |
| Refund of Prior Year Expenditures | 131,051.02 | 412,645.36 | 189,561.76 | 99,679.46 | | | 33,864.39 | 6,565.50 | 22,126.00 | 243,629.33 |
| Administrative Fees | 3,632.00 | 3,870.00 | 2,666.08 | 3,337.39 | 3,165.40 | 3,284.22 | 558.50 | 1,265.00 | 1,549.49 | 1,096.87 |
| Unallocated Payroll Deductions/FSA Forfeitures | 536.18 | | | | | | | | | |
| Cancellation of Prior Year Outstanding Checks | 12,479.00 | 1,461.49 | 591.09 | 14,215.45 | 3,072.99 | | 17,923.95 | | 6,246.99 | 11,763.74 |
| Various Fines and Fees | 10,065.00 | | | 110.00 | 172.00 | 525.88 | 540.00 | 1,058.94 | 631.85 | 4,883.04 |
| Summer School Fees | | | | | | | 10,706.25 | | | |
| Excess Payroll Transfers | | | | 91.99 | | 768.95 | | | | |
| Other Miscellaneous | 2,764.53 | 5,236.12 | 2,565.29 | 413.38 | | 483.06 | | | | |
| County Contributions | | | | | 60,000.00 | | | | | |
| E-Rate | | 52,789.15 | 109,716.00 | | 130,028.83 | 217,936.88 | 264,920.76 | 243,988.22 | 234,911.21 | 199,049.07 |
| ESIP/Energy Rebates | 7,311.53 | 5,495.17 | 37,595.75 | 332,196.15 | | | | | | |
| Interest Earned on Capital Reserve Funds | 196,095.17 | 20,403.41 | 9,291.50 | 38,440.76 | 65,264.11 | 11,370.48 | 4,765.37 | 3,070.23 | 1,244.21 | 3,447.93 |
| Interest Earned on Emergency Reserve Funds | 23,797.96 | 2,846.47 | 3,607.12 | 9,387.81 | 13,757.80 | 1,524.89 | 912.87 | 646.60 | 312.88 | 312.58 |
| Interest Earned on Maintenance Reserve Funds | 58,901.49 | 7,013.94 | 5,358.33 | 13,701.28 | 14,382.10 | 1,840.32 | 1,158.55 | 835.30 | 622.24 | 996.62 |
| Interest Earned on Unemployment Compensation Funds | 50,055.55 | 7,412.79 | 8,075.90 | | | | | | | |
| Interest Earned on Deposits | 699,415.31 | 101,862.68 | 93,984.14 | 274,516.16 | 220,365.85 | 28,001.79 | 15,455.21 | 13,813.01 | 16,183.26 | 13,926.40 |
| Total Miscellaneous Revenues | \$ 2,640,884.32 | \$ 1,686,032.89 | \$ 1,621,985.58 | \$ 1,797,279.98 | \$ 1,754,340.28 | \$ 900,297.42 | \$ 1,117,965.53 | \$ 1,011,897.38 | \$ 818,591.51 | \$ 1,042,455.72 |

Source: District Records

Revenue Capacity Information

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

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years
Unaudited

| Year Ended Dec. 31 | <u>Vacant Land</u> | <u>Residential</u> | <u>Farm</u> | <u>Commercial</u> | <u>Industrial</u> | <u>Apartment</u> | Total Assessed Value | Public Utilities (1) | Net Valuation Taxable | Taxable Value of Partial Exemptions and Abatements | Real Property Exempt from Taxation | Estimated Actual (County Equalized) Value | Total Direct School Tax Rate (2) |
|--------------------------|--------------------|---------------------|-----------------|-------------------|-------------------|-------------------|----------------------------|-------------------------|--------------------------|--|--|--|--|
| 2023 | \$ 41,929,300.00 | \$ 3,800,228,200.00 | \$ 5,745,300.00 | \$ 468,711,700.00 | \$ 52,067,800.00 | \$ 182,989,800.00 | \$ 4,551,672,100.00 | \$ 80.00 | \$ 4,551,672,180.00 | \$ 1,473,000.00 | \$ 705,010,960.00 | \$ 5,674,694,153.00 | \$ 1.183 |
| 2022 | 38,096,500.00 | 3,779,840,900.00 | 5,894,700.00 | 466,676,900.00 | 51,239,000.00 | 182,989,800.00 | 4,524,737,800.00 | 6,073,487.00 | 4,530,811,287.00 | 1,449,800.00 | 673,791,100.00 | 4,805,941,154.00 | 1.189 |
| 2021 | 41,423,300.00 | 3,768,375,100.00 | 5,894,700.00 | 464,995,200.00 | 51,239,000.00 | 176,308,100.00 | 4,508,235,400.00 | 6,371,900.00 | 4,514,607,300.00 | 1,418,000.00 | 672,412,700.00 | 4,805,941,154.00 | 1.174 |
| 2020 | 43,409,100.00 | 3,760,112,600.00 | 6,273,900.00 | 397,460,700.00 | 51,239,000.00 | 169,971,000.00 | 4,428,466,300.00 | 6,588,300.00 | 4,435,054,600.00 | 1,405,500.00 | 721,958,700.00 | 4,544,881,200.00 | 1.174 |
| 2019 | 40,667,700.00 | 3,753,673,200.00 | 6,557,100.00 | 391,284,900.00 | 47,529,400.00 | 169,537,400.00 | 4,409,249,700.00 | 6,593,000.00 | 4,415,842,700.00 | 313,500.00 | 719,509,300.00 | 4,528,900,385.00 | 1.159 |
| 2018 | 42,479,100.00 | 3,749,847,700.00 | 7,058,800.00 | 380,617,300.00 | 47,616,500.00 | 159,657,900.00 | 4,387,277,300.00 | 6,527,000.00 | 4,393,804,300.00 | 401,800.00 | 719,256,600.00 | 4,365,904,285.00 | 1.147 |
| 2017 | 55,792,000.00 | 3,748,429,200.00 | 6,677,000.00 | 371,648,000.00 | 47,998,900.00 | 159,657,900.00 | 4,390,203,000.00 | 6,367,200.00 | 4,396,570,200.00 | 553,300.00 | 709,695,000.00 | 4,259,203,585.00 | 1.141 |
| 2016 | 55,182,400.00 | 3,762,790,300.00 | 6,675,400.00 | 373,582,200.00 | 47,981,100.00 | 159,262,700.00 | 4,405,474,100.00 | 6,402,300.00 | 4,411,876,400.00 | 693,400.00 | 696,449,100.00 | 4,233,087,611.00 | 1.102 |
| 2015 | 54,885,800.00 | 3,792,784,400.00 | 6,870,600.00 | 375,824,800.00 | 49,999,300.00 | 160,526,700.00 | 4,440,891,600.00 | 6,549,400.00 | 4,447,441,000.00 | 946,200.00 | 634,921,000.00 | 4,111,264,808.00 | 1.026 |
| 2014 | 43,112,300.00 | 3,798,043,600.00 | 6,969,100.00 | 337,565,300.00 | 53,742,100.00 | 160,579,500.00 | 4,400,011,900.00 | 6,371,300.00 | 4,406,383,200.00 | 1,488,200.00 | 703,718,500.00 | 4,094,461,888.00 | 1.040 |

(1) Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

(2) Tax Rates are per \$100.00 of Assessed Valuation

Source: Camden County Board of Taxation

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

Direct and Overlapping Property Tax Rates

Last Ten Fiscal Years

(Rate per \$100 of Assessed Value)

Unaudited

| Year Ended <u>Dec. 31</u> | <u>District Direct Rate</u> | | | <u>Overlapping Rates</u> | | | | Total Direct and Overlapping <u>Tax Rate</u> |
|---------------------------------|-----------------------------|--|---|--|-----------------------------------|--|--------------------------|--|
| | <u>Basic Rate</u> | <u>General Obligation Debt Service</u> | <u>Total Direct School Tax Rate</u> | <u>Regional High School District</u> | <u>Township of Gloucester</u> | <u>Township of Gloucester Fire Districts</u> | <u>Camden County</u> | |
| 2023 | \$ 1.183 | \$ - | \$ 1.183 | \$ 0.611 | \$ 1.294 | \$ 1.075 | \$ 0.901 | \$ 5.064 |
| 2022 | 1.183 | 0.007 | 1.189 | 0.609 | 1.300 | 1.027 | 0.871 | 4.996 |
| 2021 | 1.161 | 0.013 | 1.174 | 0.609 | 1.201 | 0.975 | 0.902 | 4.861 |
| 2020 | 1.161 | 0.014 | 1.174 | 0.630 | 1.201 | 0.949 | 0.885 | 4.839 |
| 2019 | 1.144 | 0.014 | 1.159 | 0.640 | 1.103 | 0.934 | 0.902 | 4.738 |
| 2018 | 1.113 | 0.034 | 1.147 | 0.637 | 1.108 | 0.924 | 0.897 | 4.713 |
| 2017 | 1.087 | 0.054 | 1.141 | 0.625 | 1.031 | 0.885 | 0.869 | 4.551 |
| 2016 | 1.051 | 0.052 | 1.102 | 0.604 | 1.028 | 0.874 | 0.849 | 4.457 |
| 2015 | 0.980 | 0.046 | 1.026 | 0.565 | 0.918 | 0.835 | 0.813 | 4.157 |
| 2014 | 0.994 | 0.046 | 1.040 | 0.542 | 0.925 | 0.828 | 0.797 | 4.132 |

Source: Municipal Tax Collector

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

Principal Property Tax Payers
Current Year and Nine Years Ago
Unaudited

| <u>Taxpayer</u> | 2023 | | | 2014 | | |
|--------------------------------------|---------------------------------------|-------------|---|---------------------------------------|-------------|---|
| | <u>Taxable Assessed Value</u> | <u>Rank</u> | <u>% of Total District Net Assessed Value</u> | <u>Taxable Assessed Value</u> | <u>Rank</u> | <u>% of Total District Net Assessed Value</u> |
| Simon/Preit Gloucester Development | \$ 67,782,200.00 | 1 | 1.49% | | | |
| HP Altman Autumn Ridge LLC | 41,320,000.00 | 2 | 0.91% | \$ 35,162,900.00 | 1 | 0.80% |
| SDK Millbridge Gardens LLC | 33,388,000.00 | 3 | 0.73% | 33,388,000.00 | 2 | 0.76% |
| Camden County Realty LLC | 28,541,900.00 | 4 | 0.63% | | | |
| Korman Cherrywood Apartments | 23,562,200.00 | 5 | 0.52% | 18,773,500.00 | 4 | 0.43% |
| Lakeview Reality Investment Assoc. | 22,360,600.00 | 6 | 0.49% | 23,355,200.00 | 3 | 0.53% |
| East Coast Fairways Apartments | 16,145,500.00 | 7 | 0.35% | 16,145,500.00 | 5 | 0.37% |
| Jemstone Crosskeys LLC | 13,995,100.00 | 8 | 0.31% | | | |
| Paramount Realty SVCS, LLC | 11,570,800.00 | 9 | 0.25% | 14,575,700.00 | 6 | 0.33% |
| Cross Keys MZL LLC | 10,957,900.00 | 10 | 0.24% | | | |
| Inland Western Gloucester Cross Keys | | | | 12,460,200.00 | 7 | 0.28% |
| Target Corporation | | | | 10,913,800.00 | 8 | 0.25% |
| HKJV LLC C/O Metro Commercial | | | | 10,557,400.00 | 9 | 0.24% |
| Lowe's Home Centers Inc. | | | | 9,975,200.00 | 10 | 0.23% |
| Total | <u>\$ 269,624,200.00</u> | | <u>5.92%</u> | <u>\$ 185,307,400.00</u> | | <u>4.21%</u> |

Source: Township of Gloucester

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Property Tax Levies and Collections
Last Ten Fiscal Years
Unaudited

| Fiscal Year Ended June 30, | School District Taxes Levied for the Fiscal Year | <u>Collected within the Fiscal Year of the Levy (1)</u> | | Collections in Subsequent Years |
|-------------------------------|---|---|-------------------------------|---------------------------------------|
| | | <u>Amount</u> | <u>Percentage of Levy</u> | |
| 2023 | \$ 53,831,761.00 | \$ 53,831,761.00 | 100.00% | \$ - |
| 2022 | 53,919,973.75 | 49,425,710.13 | 91.66% | 4,494,263.62 |
| 2021 | 52,021,626.00 | 47,686,490.50 | 91.67% | 4,335,135.50 |
| 2020 | 52,060,873.00 | 47,722,466.90 | 91.67% | 4,338,406.10 |
| 2019 | 50,264,381.00 | 50,264,381.00 | 100.00% | - |
| 2018 | 50,568,937.00 | 46,354,858.88 | 91.67% | 4,214,078.12 |
| 2017 | 49,690,238.00 | 45,549,384.85 | 91.67% | 4,140,853.15 |
| 2016 | 47,583,252.00 | 43,617,980.52 | 91.67% | 3,965,271.48 |
| 2015 | 45,791,690.00 | 45,791,690.00 | 100.00% | - |
| 2014 | 43,693,789.00 | 43,688,887.00 | 99.99% | 4,902.00 |

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

Source: District Records

Debt Capacity Information

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

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years

Unaudited

| Fiscal Year Ended <u>June 30.</u> | <u>Governmental Activities</u> | | <u>Total District</u> | Percentage of Personal <u>Income (2)</u> | <u>Per Capita (3)</u> |
|---|---|-------------------------------|-----------------------|--|-----------------------|
| | <u>General Obligation Bonds (1)</u> | <u>Financed Purchases</u> | | | |
| 2023 | \$ 8,010,000.00 | \$ - | \$ 8,010,000.00 | Unavailable | \$ 121.38 |
| 2022 | 8,330,000.00 | 144,814.04 | 8,474,814.04 | 0.21% | 128.71 |
| 2021 | 9,690,000.00 | 422,290.01 | 10,112,290.01 | 0.27% | 158.60 |
| 2020 | 11,025,000.00 | 401,397.78 | 11,426,397.78 | 0.33% | 178.78 |
| 2019 | 12,535,000.00 | 1,102,789.46 | 13,637,789.46 | 0.40% | 213.62 |
| 2018 | 4,115,000.00 | 567,485.00 | 4,682,485.00 | 0.14% | 73.51 |
| 2017 | 7,290,000.00 | 567,485.00 | 7,857,485.00 | 0.25% | 123.51 |
| 2016 | 10,706,000.00 | - | 10,706,000.00 | 0.35% | 168.37 |
| 2015 | 13,836,000.00 | 60,954.37 | 13,896,954.37 | 0.47% | 218.17 |
| 2014 | 16,871,000.00 | 236,926.48 | 17,107,926.48 | 0.60% | 267.47 |

Sources:

- (1) District Records
- (2) Personal income has been estimated based upon the municipal population and per capita personal income data provided by the NJ Dept of Labor and Workforce Development
- (3) Per Capita calculation based upon population information provided by the NJ Dept of Labor and Workforce Development

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years
Unaudited

| Fiscal Year Ended June 30. | General Bonded Debt Outstanding | | | Percentage of Net Assessed Valuation Taxable (2) | Per Capita (3) |
|-------------------------------|---------------------------------|------------|---|---|----------------|
| | General Obligation Bonds | Deductions | Net General Bonded Debt Outstanding (1) | | |
| 2023 | \$ 8,010,000.00 | - | \$ 8,010,000.00 | 0.18% | \$ 121.38 |
| 2022 | 8,330,000.00 | - | 8,330,000.00 | 0.18% | 126.51 |
| 2021 | 9,690,000.00 | - | 9,690,000.00 | 0.21% | 151.98 |
| 2020 | 11,025,000.00 | - | 11,025,000.00 | 0.25% | 172.50 |
| 2019 | 12,535,000.00 | - | 12,535,000.00 | 0.28% | 196.34 |
| 2018 | 4,115,000.00 | - | 4,115,000.00 | 0.09% | 64.60 |
| 2017 | 7,290,000.00 | - | 7,290,000.00 | 0.17% | 114.59 |
| 2016 | 10,706,000.00 | - | 10,706,000.00 | 0.24% | 168.37 |
| 2015 | 13,836,000.00 | - | 13,836,000.00 | 0.31% | 217.21 |
| 2014 | 16,871,000.00 | - | 16,871,000.00 | 0.38% | 263.76 |

Sources:

- (1) District Records
- (2) Net Assessed Valuation provided by Abstract of Ratables, County Board of Taxation
- (3) Per Capita calculation based upon population information provided by the NJ Dept of Labor and Workforce Development

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Direct and Overlapping Governmental Activities Debt
As of December 31, 2022
Unaudited

| | <u>Gross Debt</u> | <u>Deductions</u> | <u>Statutory Net Debt Outstanding</u> | <u>Net Debt Outstanding Allocated to Gloucester Township</u> | <u>Debt Authorized but not Issued</u> |
|---|--------------------------|--------------------------|---|--|---|
| Municipal Debt: (1) | | | | | |
| Gloucester Township School District (1) | \$ 8,010,000.00 | \$ 8,010,000.00 | | | |
| Gloucester Township (3) | 69,203,241.00 | 91,960.00 | \$ 69,111,281.00 | \$ 69,111,281.00 | |
| | <u>77,213,241.00</u> | <u>8,101,960.00</u> | <u>69,111,281.00</u> | <u>69,111,281.00</u> | |
| Overlapping Debt Apportioned to the Municipality: | | | | | |
| County of Camden: (1) | | | | | |
| General: | | | | | |
| Bonds | 64,387,266.94 | 22,237,615.01 (4) | 42,149,651.93 | 4,902,004.52 (6) | \$ 71,990,250.00 |
| Notes | 42,980,000.00 | | 42,980,000.00 | 4,998,574.00 (6) | |
| Loan Agreements | 347,760,000.00 | | 347,760,000.00 | 40,444,488.00 (6) | |
| Bonds Issued by Other Public Bodies Guaranteed by the County | 223,550,594.96 | 223,550,594.96 (5) | | | |
| | <u>678,677,861.90</u> | <u>245,788,209.97</u> | <u>432,889,651.93</u> | <u>50,345,066.52</u> | <u>71,990,250.00</u> |
| | <u>\$ 755,891,102.90</u> | <u>\$ 253,890,169.97</u> | <u>\$ 502,000,932.93</u> | <u>\$ 119,456,347.52</u> | <u>\$ 71,990,250.00</u> |

Sources:

- (1) Entity's Audit Report
 - (2) Allocated based on percentage of average equalized valuations
 - (3) Township Audit Report
 - (4) Includes Reserve for Payment of Bonds, Other Accounts Receivable and General Obligation Pension Refunding Bonds.
 - (5) Deductible in accordance with N.J.S. 40:37A-80.
 - (6) Such debt is allocated as a proportion of the Issuer's share of the total 2022 Net Valuation on which County taxes are apportioned, which is 11.63%.
- The source for this computation was the County of Camden 2022 Abstract of Ratables.

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
 Legal Debt Margin Information
 Last Ten Fiscal Years
Unaudited

Legal Debt Margin Calculation for Fiscal Year 2023

| | Equalized Valuation Basis (1) |
|---|-------------------------------------|
| 2022 | \$ 5,641,114,325 |
| 2021 | 4,985,882,990 |
| 2020 | <u>4,714,645,268</u> |
| | <u>\$ 15,341,642,583</u> |
| Average equalized valuation of taxable property | <u>\$ 5,113,880,861</u> |
| Debt limit (3% of average equalization value) (2) | \$ 153,416,426 |
| Total Net Debt Applicable to Limit | <u>8,010,000</u> |
| Legal Debt Margin | <u>\$ 145,406,426</u> |

| | Fiscal Year Ended June 30, | | | | | | | | | |
|---|----------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> |
| Debt limit | \$ 153,416,425.83 | \$ 142,191,280.74 | \$ 137,330,166.74 | \$ 133,806,557.86 | \$ 131,296,856.32 | \$ 128,905,794.93 | \$ 125,952,254.21 | \$ 124,827,189.59 | \$ 124,773,576.18 | \$ 128,886,714.17 |
| Total net debt applicable to limit (3) | <u>8,010,000.00</u> | <u>8,330,000.00</u> | <u>9,690,000.00</u> | <u>11,025,000.00</u> | <u>12,535,000.00</u> | <u>4,115,000.00</u> | <u>7,290,000.00</u> | <u>10,706,000.00</u> | <u>13,836,000.00</u> | <u>16,871,000.00</u> |
| Legal debt margin | <u>\$ 145,406,425.83</u> | <u>\$ 133,861,280.74</u> | <u>\$ 127,640,166.74</u> | <u>\$ 118,761,856.32</u> | <u>\$ 118,761,856.32</u> | <u>\$ 124,790,794.93</u> | <u>\$ 118,662,254.21</u> | <u>\$ 114,121,189.59</u> | <u>\$ 110,937,576.18</u> | <u>\$ 112,015,714.17</u> |
| Total net debt applicable to the limit as a percentage of debt limit | 5.22% | 5.86% | 7.06% | 8.24% | 9.55% | 3.19% | 5.79% | 8.58% | 11.09% | 13.09% |

Sources:

- (1) Equalized valuation bases were provided by 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

Demographic and Economic Information

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

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

Demographic and Economic Statistics

Last Ten Fiscal Years

Unaudited

| <u>Year</u> | <u>Population (1)</u> | <u>Personal Income (2)</u> | County of Camden Per Capita Personal Income (3) | <u>Unemployment Rate (4)</u> |
|-------------|-----------------------|--------------------------------|---|----------------------------------|
| 2022 | 65,989 | Unavailable | Unavailable | 3.8% |
| 2021 | 65,842 | \$ 4,058,632,564.00 | \$ 61,642.00 | 6.1% |
| 2020 | 63,760 | 3,751,000,800.00 | 58,830.00 | 9.6% |
| 2019 | 63,914 | 3,512,585,612.00 | 54,958.00 | 3.8% |
| 2018 | 63,842 | 3,385,285,892.00 | 53,026.00 | 4.2% |
| 2017 | 63,696 | 3,254,610,816.00 | 51,096.00 | 4.6% |
| 2016 | 63,617 | 3,142,170,864.00 | 49,392.00 | 5.0% |
| 2015 | 63,587 | 3,052,303,174.00 | 48,002.00 | 5.7% |
| 2014 | 63,699 | 2,942,447,907.00 | 46,193.00 | 7.1% |
| 2013 | 63,963 | 2,843,603,091.00 | 44,457.00 | 8.1% |

Sources:

- (1) Population information provided by the NJ Dept of Labor and Workforce Development
- (2) Personal income has been estimated based upon the municipal population and per capita personal income presented
- (3) Per Capita Personal Income data provided by the NJ Dept of Labor and Workforce Development
- (4) Unemployment data provided by the NJ Dept of Labor and Workforce Development

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

Principal Non-Governmental Employers

Current Year and Nine Years Ago

Unaudited

| | 2023 (1) | | | 2014 (1) | | |
|-------------------------------|-------------------|-------------|---|-------------------|-------------|---|
| | <u>Employees</u> | <u>Rank</u> | <u>Percentage of Total Municipal Employment</u> | <u>Employees</u> | <u>Rank</u> | <u>Percentage of Total Municipal Employment</u> |
| <u>Employer</u> | | | | | | |
| Metrologic Corp. | | | | | | |
| U.S. Vision | | | | | | |
| Zallie Supermarkets | | | | | | |
| Freeland Associates | | | | | | |
| Super G | | | | | | |
| Blackwell North America | | | | | | |
| Wastequip/Accurate Industries | | | | | | |
| K-Mart | | | | | | |
| A.L. Hyde Company | | | | | | |
| Reliable Tire | | | | | | |
| | <u> </u> | | <u> </u> | <u> </u> | | <u> </u> |
| | <u> </u> | | <u> </u> | <u> </u> | | <u> </u> |
| | - | | - | - | | - |

(1) Information not available

Operating Information

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

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
 Full-time Equivalent District Employees by Function/Program
 Last Ten Fiscal Years
Unaudited

| | Fiscal Year Ended June 30, | | | | | | | | | |
|---|----------------------------|----------------|----------------|----------------|----------------|----------------|--------------|----------------|----------------|----------------|
| <u>Function/Program</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> |
| Instruction: | | | | | | | | | | |
| Teachers | 628.0 | 560.0 | 541.0 | 533.0 | 600.0 | 575.0 | 545.0 | 534.5 | 534.5 | 533.0 |
| Classroom Aides | 109.0 | 81.0 | 68.0 | 69.0 | 94.0 | 76.0 | 77.0 | 67.0 | 69.0 | 62.0 |
| Support Services: | | | | | | | | | | |
| Attendance and Social Work services | 6.0 | 10.0 | 6.0 | 7.0 | 8.0 | 6.0 | 6.0 | 4.5 | 4.5 | 2.7 |
| Health Services | 23.0 | 21.0 | 22.0 | 22.0 | 19.0 | 4.0 | 4.0 | 23.0 | 23.0 | 24.0 |
| Related Services | 20.0 | 18.0 | 19.0 | 19.0 | 25.0 | 22.0 | 19.0 | 19.0 | 19.0 | 18.0 |
| Guidance Services | 20.0 | 18.0 | 17.0 | 17.0 | 17.0 | 17.0 | 17.0 | 20.0 | 21.0 | 21.0 |
| Child Study Team Services | 20.0 | 20.0 | 19.0 | 20.0 | 9.0 | 14.0 | 14.0 | 20.0 | 20.0 | 20.0 |
| Improvement of Instruction Services | 10.0 | 8.0 | 10.0 | 11.0 | 7.0 | 7.0 | 8.0 | 9.7 | 9.7 | 12.0 |
| Media/Library Services | 17.0 | 17.0 | 18.0 | 17.0 | 6.0 | 23.0 | 18.0 | 18.0 | 18.0 | 18.0 |
| General Administrative Services | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 |
| School Administrative Services | 50.0 | 50.0 | 50.0 | 50.0 | 21.0 | 25.0 | 22.0 | 50.0 | 50.0 | 50.0 |
| Central Services | 16.0 | 16.0 | 15.0 | 16.0 | 15.0 | 14.0 | 11.0 | 15.0 | 15.0 | 17.0 |
| Administrative Information Technology | 9.0 | 9.0 | 9.0 | 8.0 | 9.0 | 8.0 | 8.0 | 9.3 | 9.3 | 7.3 |
| Plant Operations and Maintenance Services | 70.0 | 71.0 | 69.0 | 72.0 | 69.0 | 69.0 | 58.0 | 68.0 | 70.0 | 68.0 |
| Student Transportation Services | 72.0 | 45.0 | 13.0 | 14.0 | 65.0 | 30.0 | 16.0 | 14.0 | 21.0 | 17.0 |
| Business and Other Support Services | | | | | 9.0 | 24.0 | 24.0 | | | |
| Various Other Functions | 46.0 | 50.0 | 64.0 | 59.0 | 2.0 | 27.0 | 59.0 | 69.0 | 67.0 | 77.0 |
| Food Service | 52.0 | 55.0 | 53.0 | 58.0 | 38.0 | 58.0 | 57.0 | 58.0 | 61.0 | 60.0 |
| Latchkey | 35.0 | 27.0 | 20.0 | 22.0 | 23.0 | 32.0 | 21.0 | 20.3 | 24.3 | 33.6 |
| Total | <u>1,205.0</u> | <u>1,078.0</u> | <u>1,015.0</u> | <u>1,016.0</u> | <u>1,038.0</u> | <u>1,033.0</u> | <u>986.0</u> | <u>1,021.3</u> | <u>1,038.3</u> | <u>1,042.6</u> |

Source: Annual School District Budget Statement Supporting Documentation

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

Operating Statistics
Last Ten Fiscal Years
Unaudited

| Fiscal Year Ended June 30. | Enrollment | Operating Expenditures | Cost Per Pupil | Percentage Change | Teaching Staff | Pupil/Teacher Ratio | | Average Daily Enrollment (ADE) | Average Daily Attendance (ADA) | % Change in Average Daily Enrollment | Student Attendance Percentage |
|-------------------------------------|------------|---------------------------|-------------------|----------------------|-------------------|---------------------|---------------|--------------------------------------|--------------------------------------|--|-------------------------------------|
| | | | | | | Elementary | Middle School | | | | |
| 2023 | 6,542 | \$ 145,668,885.73 | \$ 22,266.72 | 6.09% | 628 | 11.2 | 9.2 | 6,539.59 | 6,136.79 | 1.71% | 93.84% |
| 2022 | 6,476 | 135,915,918.88 | 20,987.63 | 8.22% | 560 | 8.0 | 10.4 | 6,429.81 | 6,006.26 | 0.69% | 93.41% |
| 2021 | 6,402 | 124,155,181.10 | 19,393.19 | 1.57% | 556 | 11.7 | 11.2 | 6,385.80 | 6,055.12 | -0.16% | 94.82% |
| 2020 | 6,366 | 121,550,063.91 | 19,093.63 | -0.46% | 578 | 11.4 | 10.3 | 6,395.96 | 6,208.23 | 2.40% | 97.06% |
| 2019 | 6,267 | 120,208,258.02 | 19,181.15 | 6.09% | 599 | 10.8 | 10.1 | 6,246.35 | 5,956.94 | -1.23% | 95.05% |
| 2018 | 6,358 | 114,950,063.94 | 18,079.59 | 3.17% | 543 | 12.0 | 9.9 | 6,324.19 | 6,006.72 | -0.56% | 94.98% |
| 2017 | 6,360 | 111,455,209.25 | 17,524.40 | 5.21% | 545 | 9.7 | 10.9 | 6,359.93 | 6,049.84 | -0.44% | 95.12% |
| 2016 | 6,407 | 106,720,075.00 | 16,656.79 | 3.84% | 559 | 11.9 | 10.8 | 6,388.21 | 6,079.83 | -2.23% | 95.17% |
| 2015 | 6,514 | 104,490,378.81 | 16,040.89 | 5.98% | 559 | 12.3 | 18.2 | 6,533.97 | 6,227.24 | -3.19% | 95.31% |
| 2014 | 6,770 | 102,471,834.00 | 15,136.16 | 5.72% | 558 | 18.8 | 23.5 | 6,749.50 | 6,433.29 | -2.77% | 95.32% |

Sources: District Records

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

School Building Information

Last Ten Fiscal Years

Unaudited

| | Fiscal Year Ended June 30, | | | | | | | | | |
|----------------------------|----------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> |
| District Buildings: | | | | | | | | | | |
| Elementary Schools: | | | | | | | | | | |
| Blackwood (1958) | | | | | | | | | | |
| Square Feet | 67,565 | 67,565 | 67,565 | 67,565 | 67,565 | 67,565 | 67,565 | 67,565 | 67,565 | 67,565 |
| Capacity (students) | 850 | 850 | 850 | 850 | 850 | 850 | 850 | 850 | 850 | 850 |
| Enrollment | 576 | 597 | 582 | 643 | 579 | 597 | 590 | 635 | 589 | 606 |
| Chews (1958) | | | | | | | | | | |
| Square Feet | 76,676 | 76,676 | 76,676 | 76,676 | 76,676 | 76,676 | 76,676 | 76,676 | 76,676 | 76,676 |
| Capacity (students) | 925 | 925 | 925 | 925 | 925 | 925 | 925 | 925 | 925 | 925 |
| Enrollment | 716 | 732 | 666 | 663 | 673 | 667 | 664 | 678 | 701 | 729 |
| Erial (1961) | | | | | | | | | | |
| Square Feet | 76,202 | 76,202 | 76,202 | 76,202 | 76,202 | 76,202 | 76,202 | 76,202 | 76,202 | 76,202 |
| Capacity (students) | 925 | 925 | 925 | 925 | 925 | 925 | 925 | 925 | 925 | 925 |
| Enrollment | 681 | 656 | 657 | 665 | 646 | 677 | 654 | 659 | 641 | 718 |
| Glendora (1922) | | | | | | | | | | |
| Square Feet | 33,572 | 33,572 | 33,572 | 32,906 | 32,906 | 32,906 | 32,906 | 32,906 | 32,906 | 32,906 |
| Capacity (students) | 350 | 350 | 350 | 350 | 350 | 350 | 350 | 350 | 350 | 350 |
| Enrollment | 233 | 214 | 233 | 226 | 232 | 252 | 234 | 243 | 285 | 286 |
| Gloucester Township (1926) | | | | | | | | | | |
| Square Feet | 34,982 | 34,982 | 34,982 | 37,684 | 37,684 | 37,684 | 37,684 | 37,684 | 37,684 | 37,684 |
| Capacity (students) | 350 | 350 | 350 | 350 | 350 | 350 | 350 | 350 | 350 | 350 |
| Enrollment | 242 | 250 | 253 | 257 | 236 | 246 | 256 | 236 | 255 | 258 |
| J.W. Lilley (1986) | | | | | | | | | | |
| Square Feet | 67,812 | 67,812 | 67,812 | 67,812 | 67,812 | 67,812 | 67,812 | 67,812 | 67,812 | 67,812 |
| Capacity (students) | 925 | 925 | 925 | 925 | 925 | 925 | 925 | 925 | 925 | 925 |
| Enrollment | 489 | 514 | 498 | 530 | 504 | 521 | 509 | 500 | 452 | 485 |
| Loring-Flemming (1976) | | | | | | | | | | |
| Square Feet | 75,150 | 75,150 | 75,150 | 75,150 | 75,150 | 75,150 | 75,150 | 75,150 | 75,150 | 75,150 |
| Capacity (students) | 975 | 975 | 975 | 975 | 975 | 975 | 975 | 975 | 975 | 975 |
| Enrollment | 679 | 668 | 658 | 665 | 682 | 708 | 704 | 660 | 707 | 742 |
| Union Valley (2001) | | | | | | | | | | |
| Square Feet | 88,481 | 88,481 | 88,481 | 88,841 | 88,841 | 88,841 | 88,841 | 88,841 | 88,841 | 88,841 |
| Capacity (students) | 925 | 925 | 925 | 925 | 925 | 925 | 925 | 925 | 925 | 925 |
| Enrollment | 500 | 510 | 480 | 502 | 467 | 441 | 458 | 481 | 509 | 523 |

(Continued)

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

School Building Information

Last Ten Fiscal Years

Unaudited

| | Fiscal Year Ended June 30, | | | | | | | | | |
|--|----------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> |
| District Buildings: | | | | | | | | | | |
| Middle Schools: | | | | | | | | | | |
| C.W. Lewis (1964) | | | | | | | | | | |
| Square Feet | 133,204 | 133,204 | 133,204 | 133,119 | 133,119 | 133,119 | 133,119 | 133,119 | 133,119 | 133,119 |
| Capacity (students) | 1,100 | 1,100 | 1,100 | 1,100 | 1,100 | 1,100 | 1,100 | 1,100 | 1,100 | 1,100 |
| Enrollment | 703 | 638 | 660 | 674 | 686 | 635 | 638 | 639 | 685 | 693 |
| Glen Landing (1971) | | | | | | | | | | |
| Square Feet | 117,636 | 117,636 | 117,636 | 131,646 | 131,646 | 131,646 | 131,646 | 131,646 | 131,646 | 131,646 |
| Capacity (students) | 1,100 | 1,100 | 1,100 | 1,100 | 1,100 | 1,100 | 1,100 | 1,100 | 1,100 | 1,100 |
| Enrollment | 790 | 793 | 793 | 704 | 707 | 736 | 750 | 751 | 799 | 813 |
| Ann A. Mullen (1996) | | | | | | | | | | |
| Square Feet | 173,342 | 173,342 | 173,342 | 173,342 | 173,342 | 173,342 | 173,342 | 173,342 | 173,342 | 173,342 |
| Capacity (students) | 1,350 | 1,350 | 1,350 | 1,350 | 1,350 | 1,350 | 1,350 | 1,350 | 1,350 | 1,350 |
| Enrollment | 933 | 904 | 922 | 837 | 855 | 878 | 903 | 925 | 891 | 917 |
| Other: | | | | | | | | | | |
| Administration Office (1955) | | | | | | | | | | |
| Square Feet | 7,440 | 7,440 | 7,440 | 7,440 | 7,440 | 7,440 | 7,440 | 7,440 | 7,440 | 7,440 |
| Mirenda Building (1923) | | | | | | | | | | |
| Square Feet | 10,300 | 10,300 | 10,300 | 10,300 | 10,300 | 10,300 | 10,300 | 10,300 | 10,300 | 10,300 |
| Maintenance/Transportation Building (1970) | | | | | | | | | | |
| Square Feet | 18,716 | 18,716 | 18,716 | 18,716 | 18,716 | 18,716 | 18,716 | 18,716 | 18,716 | 18,716 |
| Grenloch Building (1916) | | | | | | | | | | |
| Square Feet | - | 9,492 | 9,492 | 9,492 | 9,492 | 9,492 | 9,492 | 9,492 | 9,492 | 9,492 |
| Number of Schools at June 30, 2023 | | | | | | | | | | |
| Elementary = 8 | | | | | | | | | | |
| Middle School = 3 | | | | | | | | | | |
| Other = 3 | | | | | | | | | | |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Schedule of Required Maintenance
Last Ten Fiscal Years
Unaudited

UNDISTRIBUTED EXPENDITURES - REQUIRED MAINTENANCE FOR SCHOOL FACILITIES (11-000-261-XXX)

| School Facilities | Project # (s) | Fiscal Year Ended June 30, | | | | | | | | | |
|---------------------------------------|---------------|----------------------------|------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
| Blackwood Elementary School | N/A | \$ 97,574.00 | \$ 72,097.00 | \$ 67,029.00 | \$ 54,426.14 | \$ 55,707.00 | \$ 55,398.00 | \$ 63,630.00 | \$ 61,146.90 | \$ 68,841.19 | \$ 69,502.67 |
| C.W. Lewis Middle School | N/A | 192,367.00 | 142,139.00 | 132,147.00 | 107,300.81 | 109,826.00 | 109,218.00 | 125,445.00 | 120,550.73 | 135,720.01 | 134,880.40 |
| Chews Elementary School | N/A | 110,732.00 | 81,819.00 | 76,068.00 | 61,765.39 | 63,219.00 | 62,869.00 | 72,210.00 | 69,392.44 | 78,124.29 | 78,961.01 |
| k | N/A | 110,047.00 | 81,313.00 | 75,597.00 | 61,383.56 | 62,828.00 | 62,480.00 | 71,763.00 | 68,963.46 | 77,641.33 | 77,857.35 |
| Glen Landing Middle School | N/A | 169,884.00 | 125,526.00 | 116,702.00 | 94,760.20 | 96,991.00 | 96,453.00 | 110,784.00 | 106,461.57 | 119,857.95 | 120,818.14 |
| Glendora Elementary School | N/A | 48,483.00 | 35,824.00 | 33,306.00 | 27,043.50 | 27,680.00 | 27,527.00 | 31,617.00 | 30,382.95 | 34,206.12 | 34,793.64 |
| Gloucester Township Elementary School | N/A | 50,519.00 | 37,328.00 | 34,704.00 | 28,179.31 | 28,843.00 | 28,683.00 | 32,944.00 | 31,659.01 | 35,642.75 | 35,928.92 |
| J.W. Lilley Elementary School | N/A | 97,931.00 | 72,360.00 | 67,274.00 | 54,625.10 | 55,911.00 | 55,601.00 | 63,862.00 | 61,370.44 | 69,092.86 | 41,343.21 |
| Loring-Flemming Elementary School | N/A | 108,528.00 | 80,191.00 | 74,554.00 | 60,536.14 | 61,961.00 | 61,618.00 | 70,773.00 | 68,011.39 | 76,569.46 | 75,634.72 |
| Ann A. Mullen Middle School | N/A | 250,332.00 | 184,969.00 | 171,966.00 | 139,633.47 | 142,920.00 | 142,127.38 | 163,245.00 | 156,875.99 | 176,616.15 | 176,962.68 |
| Union Valley Elementary School | N/A | 127,780.00 | 94,416.00 | 87,779.00 | 71,274.76 | 72,952.00 | 72,548.00 | 83,327.00 | 80,076.14 | 90,152.26 | 89,985.08 |
| Total School Facilities | | <u>1,364,177.00</u> | <u>1,007,982.00</u> | <u>937,126.00</u> | <u>760,928.36</u> | <u>778,838.00</u> | <u>774,522.38</u> | <u>889,600.00</u> | <u>854,891.02</u> | <u>962,464.39</u> | <u>936,667.82</u> |
| Other Facilities | | <u>37,774.77</u> | <u>27,909.65</u> | <u>25,947.83</u> | <u>21,069.28</u> | <u>21,566.00</u> | <u>21,446.00</u> | <u>24,632.00</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Grand Total | | <u>\$ 1,401,951.77</u> | <u>\$ 1,035,891.65</u> | <u>\$ 963,073.83</u> | <u>\$ 781,997.64</u> | <u>\$ 800,404.00</u> | <u>\$ 795,968.38</u> | <u>\$ 914,232.00</u> | <u>\$ 854,891.02</u> | <u>\$ 962,464.39</u> | <u>\$ 936,667.82</u> |

Source: District Records

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

Insurance Schedule

June 30, 2023

Unaudited

| | <u>Coverage</u> | <u>Deductible</u> |
|--|-------------------|-------------------|
| School Package Policy | | |
| Property | | |
| Blanket Building & Contents (including Boiler and Machinery) | \$ 245,063,191.00 | \$ 1,000.00 |
| Earthquake | 5,000,000.00 | 25,000.00 |
| Flood | 5,030,000.00 | 25,000.00 |
| Equipment | | |
| Audio Visual | 981,644.00 | 250.00 |
| Lab/Science/Engineer | 142,946.00 | 250.00 |
| Data Processing | 5,766,115.00 | 250.00 |
| Communications | 162,000.00 | 250.00 |
| Cyber Suite | 1,000,000.00 | 10,000.00 |
| Employee Dishonesty /Faithful Performance - Per Loss | 100,000.00 | 500.00 |
| Comprehensive General Liability | | |
| General | 2,000,000.00 | - |
| Products and Completed Operations | 1,000,000.00 | - |
| Personal and Advertising Injury | 1,000,000.00 | - |
| Employee Benefits - Each Loss Limit | 1,000,000.00 | 1,000.00 |
| Employee Benefits - Aggregate Limit | 3,000,000.00 | - |
| Sexual Abuse and Molestation - Each Loss Limit | 1,000,000.00 | - |
| Sexual Abuse and Molestation - Each Loss Limit | 3,000,000.00 | - |
| School District and Educators Legal Liability Policy - Each Loss Limit | 1,000,000.00 | 5,000.00 |
| School District and Educators Legal Liability Policy - Aggregate Limit | 2,000,000.00 | - |
| Comprehensive Automobile Liability | 1,000,000.00 | 10,000.00 |
| Umbrella Liability | | |
| Umbrella Policy | 15,000,000.00 | 10,000.00 |
| Excess Workers Compensation & Employer's Liability | | |
| Employers' Liability - Per Occurrence / Aggregate | 1,000,000.00 | - |
| Self-Insured Retention – Per Occurrence | | 650,000.00 |
| Student Accident | 25,000.00 | - |
| Catastrophic Student Accident | 1,000,000.00 | 25,000.00 |

Source: District Insurance Broker

SINGLE AUDIT SECTION

Exhibit K-1**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
Gloucester Township School District
County of Camden

We 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 *Government Auditing Standards* issued by the Comptroller General of the United States, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, and each major fund of the Gloucester Township School District, in the County of Camden, State of New Jersey, as of and for the fiscal year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated January 29, 2024.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Gloucester Township School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matter 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, and which is described in the accompanying *Schedule of Findings and Questioned Costs* and *Independent Auditor's Management Report on Administrative Findings - Financial, Compliance and Performance as Finding No. 2023-001*.

The Gloucester Township School District's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the School District's response to the finding identified in our audit and described in the accompanying *Schedule of Findings and Questioned Costs*. The School District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Todd R. Saler
Certified Public Accountant
Public School Accountant No. CS 02195

Voorhees, New Jersey
January 29, 2024

Exhibit K-2**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
Gloucester Township School District
County of Camden

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

We have audited the Gloucester Township School District's, 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 each of the School District's major federal and state programs for the fiscal year ended June 30, 2023. The School District's major federal and state programs are identified in the *Summary of Auditor's Results* section of the accompanying *Schedule of Findings and Questioned Costs*.

In our opinion, the Gloucester Township School District, in the County of Camden, State of New Jersey, complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2023.

Basis for Opinion on Each Major Federal and State Program

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

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the School District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America; *Government Auditing Standards*; the Office of School Finance, Department of Education, State of New Jersey; Uniform Guidance; and State of New Jersey 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, it would influence the judgement made by a reasonable user of the report on compliance about the School District's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards*, the Uniform Guidance, and State of New Jersey Circular 15-08-OMB, we:

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

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

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 and state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal and 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 and 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.

Report on Internal Control over Compliance (Cont'd)

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

Our 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.

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

Respectfully submitted,

A handwritten signature in blue ink that reads "Bowman & Company LLP".

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

A handwritten signature in blue ink that reads "Todd R. Saler".

Todd R. Saler
Certified Public Accountant
Public School Accountant No. CS 02195

Voorhees, New Jersey
January 29, 2024

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GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2023

| <u>Federal Grantor/ Pass-through Grantor/ Program or Cluster Title</u> | <u>Federal Assistance Listing Number</u> | <u>Additional Award Identification</u> | <u>Federal FAIN Number</u> | <u>Pass-Through Entity Identifying Number</u> | <u>Award Amount</u> | <u>Grant Period From To</u> | <u>Balance June 30, 2022</u> |
|--|--|--|------------------------------------|---|-------------------------|---------------------------------|----------------------------------|
| General Fund: | | | | | | | |
| U.S. Department of Health and Human Services: | | | | | | | |
| Passed-through the State Department of Education: | | | | | | | |
| Medicaid Cluster: | | | | | | | |
| Medical Assistance Program (Special Education Medicaid Initiative) - FFCRA | 93.778 | COVID-19 | 2005NJ5MAP | 100-054-7540-211 | \$ 31,884.54 | 1-1-21 12-31-21 | |
| Medical Assistance Program (Special Education Medicaid Initiative) | 93.778 | N/A | 2005NJ5MAP | 100-054-7540-211 | 394,173.59 | 7-1-22 6-30-23 | |
| Total Medicaid Cluster | | | | | | | \$ - |
| Total General Fund | | | | | | | - |
| Special Revenue Fund: | | | | | | | |
| U.S. Department of Education: | | | | | | | |
| Passed-through State Department of Education: | | | | | | | |
| E.S.S.A.: | | | | | | | |
| Title I - Grants to Local Educational Agencies | 84.010 | N/A | S010A210030 | 100-034-5064-194 | 987,566.00 | 7-1-21 9-30-22 | (359,992.00) |
| Title I - Grants to Local Educational Agencies | 84.010 | N/A | S010A220030 | 100-034-5064-194 | 1,475,267.00 | 7-1-22 9-30-23 | |
| Title I - School Improvement Grants | 84.010 | N/A | S010A210030 | 100-034-5064-194 | 13,400.00 | 7-1-21 9-30-22 | |
| Total Title I | | | | | | | (359,992.00) |
| Title II - Supporting Effective Instruction Grants | 84.367 | N/A | S367A210029 | 100-034-5063-290 | 192,163.00 | 7-1-21 9-30-22 | (89,356.00) |
| Title II - Supporting Effective Instruction Grants | 84.367 | N/A | S367A220029 | 100-034-5063-290 | 237,064.00 | 7-1-22 9-30-23 | |
| Total Title II | | | | | | | (89,356.00) |
| Title III - English Language Acquisition State Grants | 84.365 | N/A | S365A210030 | 100-034-5063-187 | 31,774.00 | 7-1-21 9-30-22 | (2,164.00) |
| Title III - English Language Acquisition State Grants | 84.365 | N/A | S365A220030 | 100-034-5063-187 | 26,261.00 | 7-1-22 9-30-23 | |
| Total Title III | | | | | | | (2,164.00) |
| Title IV - Student Support and Academic Enrichment Program | 84.424 | N/A | S424A210031 | 100-034-5063-348 | 74,340.00 | 7-1-21 9-30-22 | (25,773.00) |
| Title IV - Student Support and Academic Enrichment Program | 84.424 | N/A | S424A220031 | 100-034-5063-348 | 86,165.00 | 7-1-22 9-30-23 | |
| Total Title IV | | | | | | | (25,773.00) |
| IDEA Special Education Cluster: | | | | | | | |
| IDEA, Part B Basic - Special Education-Grants to States | 84.027 | N/A | H027A210100 | 100-034-5065-016 | 1,807,184.00 | 7-1-21 9-30-22 | (314,857.00) |
| IDEA, Part B Basic - Special Education-Grants to States | 84.027 | N/A | H027A220100 | 100-034-5065-016 | 1,875,677.00 | 7-1-22 9-30-23 | |
| IDEA, Part B Basic - Special Education-Grants to States - ARP | 84.027X | COVID-19 | H027X210100 | 100-034-5065-094 | 13,849.00 | 7-1-21 9-30-22 | |
| Total IDEA, Part B Basic - Special Education-Grants to States | | | | | | | (314,857.00) |
| Special Revenue Fund: | | | | | | | |
| U.S. Department of Education: | | | | | | | |
| Passed-through State Department of Education: | | | | | | | |
| IDEA Special Education Cluster: | | | | | | | |
| IDEA Preschool - Special Education-Preschool Grants | 84.173 | N/A | H173A210114 | 100-034-5065-020 | 71,066.00 | 7-1-21 9-30-22 | (36,153.00) |
| IDEA Preschool - Special Education-Preschool Grants | 84.173 | N/A | H173A220114 | 100-034-5065-020 | 80,326.00 | 7-1-22 9-30-23 | |
| Total IDEA Preschool - Special Education-Preschool Grants | | | | | | | (36,153.00) |
| Total IDEA Special Education Cluster | | | | | | | (351,010.00) |
| Education Stabilization Fund (ESF): | | | | | | | |
| Elementary and Secondary School Emergency Relief Fund: | | | | | | | |
| ESSER I | 84.425D | COVID-19 | S425D200027 | 100-034-5120-513 | 750,747.00 | 3-13-20 9-30-22 | (132,302.00) |
| ESSER II | 84.425D | COVID-19 | S425D200027 | 100-034-5120-513 | 3,338,198.00 | 3-15-20 9-30-23 | (255,125.00) |
| Learning Acceleration | 84.425D | COVID-19 | S425D200027 | 100-034-5120-513 | 214,228.00 | 3-15-20 9-30-23 | (13,717.00) |
| Mental Health | 84.425D | COVID-19 | S425D200027 | 100-034-5120-513 | 45,000.00 | 3-15-20 9-30-23 | |
| ARP ESSER | 84.425U | COVID-19 | S425U210027 | 100-034-5120-523 | 7,502,385.00 | 5-24-21 9-30-24 | |
| ARP ESSER Learning Acceleration | 84.425U | COVID-19 | S425U210027 | 100-034-5120-523 | 626,683.00 | 5-24-21 9-30-24 | |
| Homeless Children and Youth II | 84.425W | COVID-19 | S425W210027 | 100-034-5164-233 | 66,698.00 | 4-23-21 9-30-24 | |
| Total Coronavirus Aid Relief and Economic Security Act 2020 - CARES Act | | | | | | | (401,144.00) |
| Total Special Revenue Fund | | | | | | | (1,229,439.00) |

| Cash Received | Adjustments (A) | Budgetary Expenditures | | Total Budgetary Expenditures | Passed- Through to Subrecipients | Repayment of Prior Years' Balances | Balance at June 30, 2023 | | |
|------------------|-----------------|------------------------|-----------------|------------------------------------|--|--|--------------------------|---------------------|-------------------|
| | | Pass-Through Funds | Direct Funds | | | | Accounts Receivable | Unearned Revenue | Due to Grantor |
| \$ 31,884.54 | | \$ 31,884.54 | | \$ 31,884.54 | | | | | |
| 394,173.59 | | 394,173.59 | | 394,173.59 | | | | | |
| 426,058.13 | \$ - | 426,058.13 | \$ - | 426,058.13 | \$ - | \$ - | \$ - | \$ - | \$ - |
| 426,058.13 | - | 426,058.13 | - | 426,058.13 | - | - | - | - | - |
| 376,048.00 | | 16,056.00 | | 16,056.00 | | | | | |
| 763,913.00 | | 1,201,639.25 | | 1,201,639.25 | | | (437,726.25) | | |
| 3,066.00 | | 3,066.00 | | 3,066.00 | | | | | |
| 1,143,027.00 | - | 1,220,761.25 | - | 1,220,761.25 | - | - | (437,726.25) | - | - |
| 103,140.00 | | 13,784.00 | | 13,784.00 | | | | | |
| 72,647.00 | | 153,413.84 | | 153,413.84 | | | (80,766.84) | | |
| 175,787.00 | - | 167,197.84 | - | 167,197.84 | - | - | (80,766.84) | - | - |
| 3,926.00 | | 1,762.00 | | 1,762.00 | | | | | |
| 19,480.00 | | 20,767.25 | | 20,767.25 | | | (1,287.25) | | |
| 23,406.00 | - | 22,529.25 | - | 22,529.25 | - | - | (1,287.25) | - | - |
| 28,120.00 | | 2,347.00 | | 2,347.00 | | | | | |
| 26,134.00 | | 40,164.00 | | 40,164.00 | | | (14,030.00) | | |
| 54,254.00 | - | 42,511.00 | - | 42,511.00 | - | - | (14,030.00) | - | - |
| 307,225.00 | 7,632.00 | | | | | | | | |
| 1,859,398.00 | 0.10 | 1,864,059.10 | | 1,864,059.10 | | | (4,661.00) | | |
| | | 13,849.00 | | 13,849.00 | | | (13,849.00) | | |
| 2,166,623.00 | 7,632.10 | 1,877,908.10 | - | 1,877,908.10 | - | - | (18,510.00) | - | - |
| 43,785.00 | (7,632.00) | | | | | | | | |
| 80,326.00 | | 80,326.00 | | 80,326.00 | | | | | |
| 124,111.00 | (7,632.00) | 80,326.00 | - | 80,326.00 | - | - | - | - | - |
| 2,290,734.00 | 0.10 | 1,958,234.10 | - | 1,958,234.10 | - | - | (18,510.00) | - | - |
| 189,578.00 | 0.28 | 57,276.28 | | 57,276.28 | | | | | |
| 2,177,353.00 | | 2,039,679.90 | | 2,039,679.90 | | | (117,451.90) | | |
| 90,402.00 | | 85,861.37 | | 85,861.37 | | | (9,176.37) | | |
| 6,679.00 | (0.40) | 8,643.60 | | 8,643.60 | | | (1,965.00) | | |
| 199,370.00 | | 279,468.28 | | 279,468.28 | | | (80,098.28) | | |
| 10,854.00 | | 37,853.92 | | 37,853.92 | | | (26,999.92) | | |
| 51,328.00 | 0.68 | 51,328.68 | | 51,328.68 | | | | | |
| 2,725,564.00 | 0.56 | 2,560,112.03 | - | 2,560,112.03 | - | - | (235,691.47) | - | - |
| 6,412,772.00 | 0.66 | 5,971,345.47 | - | 5,971,345.47 | - | - | (788,011.81) | - | - |

(Continued)

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2023

| <u>Federal Grantor/ Pass-through Grantor/ Program or Cluster Title</u> | <u>Federal Assistance Listing Number</u> | <u>Additional Award Identification</u> | <u>Federal FAIN Number</u> | <u>Pass-Through Entity Identifying Number</u> | <u>Award Amount</u> | <u>Grant Period From To</u> | <u>Balance June 30, 2022</u> |
|--|--|--|------------------------------------|---|-------------------------|---------------------------------|----------------------------------|
| Enterprise Fund: | | | | | | | |
| U.S. Department of Agriculture: | | | | | | | |
| Passed-through State Department of Agriculture: | | | | | | | |
| Child Nutrition Cluster: | | | | | | | |
| Non-Cash Assistance (Food Distribution): | | | | | | | |
| National School Lunch Program | 10.555 | N/A | 221NJ304N1099 | Unavailable | \$ 173,919.95 | 7-1-22 6-30-23 | |
| Cash Assistance: | | | | | | | |
| National School Lunch Program | 10.555 | N/A | 231NJ304N1099 | 100-010-3350-026 | 1,663,278.81 | 7-1-22 6-30-23 | |
| National School Lunch Program | 10.555 | N/A | 221NJ304N1099 | 100-010-3350-026 | 3,265,834.04 | 7-1-21 6-30-22 | \$ (231,177.31) |
| After School Snack Program | 10.555 | N/A | 231NJ304N1099 | 100-010-3350-026 | 22,315.05 | 7-1-22 6-30-23 | |
| COVID Supply Chain Assistance Award | 10.555 | COVID-19 | 221NJ304N1099 | 100-010-3350-118 | 298,962.88 | 7-1-22 6-30-22 | |
| Total National School Lunch Program | | | | | | | (231,177.31) |
| School Breakfast Program | 10.553 | N/A | 221NJ304N1099 | 100-010-3350-028 | 1,106,832.56 | 7-1-21 6-30-22 | (89,294.19) |
| School Breakfast Program | 10.553 | N/A | 231NJ304N1099 | 100-010-3350-028 | 597,273.95 | 7-1-22 6-30-23 | |
| Total School Breakfast Program | | | | | | | (89,294.19) |
| Total Child Nutrition Cluster - Food Service Fund | | | | | | | (320,471.50) |
| Total Enterprise Fund | | | | | | | (320,471.50) |
| Total Child Nutrition Cluster - All Funds (Memo Only) | | | | | | | (320,471.50) |
| Total Federal Financial Assistance | | | | | | | \$ (1,549,910.50) |

(A) See Note 6 to the Schedules of Expenditures of Federal Awards and State Financial Assistance

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

| Cash Received | Adjustments (A) | Budgetary Expenditures | | Total Budgetary Expenditures | Passed- Through to Subrecipients | Repayment of Prior Years' Balances | Balance at June 30, 2023 | | |
|------------------|-----------------|------------------------|-----------------|------------------------------------|--|--|--------------------------|---------------------|-------------------|
| | | Pass-Through Funds | Direct Funds | | | | Accounts Receivable | Unearned Revenue | Due to Grantor |
| \$ 173,919.95 | | \$ 173,919.95 | | \$ 173,919.95 | | | | | |
| 1,590,124.24 | | 1,663,278.81 | | 1,663,278.81 | | | \$ (73,154.57) | | |
| 231,177.31 | | 22,315.05 | | 22,315.05 | | | (880.20) | | |
| 21,434.85 | | 298,962.88 | | 298,962.88 | | | | | |
| 298,962.88 | | | | | | | | | |
| 2,315,619.23 | \$ - | 2,158,476.69 | \$ - | 2,158,476.69 | \$ - | \$ - | (74,034.77) | \$ - | \$ - |
| 89,294.19 | | | | | | | | | |
| 568,387.78 | | 597,273.95 | | 597,273.95 | | | (28,886.17) | | |
| 657,681.97 | - | 597,273.95 | - | 597,273.95 | - | - | (28,886.17) | - | - |
| 2,973,301.20 | - | 2,755,750.64 | - | 2,755,750.64 | - | - | (102,920.94) | - | - |
| 2,973,301.20 | - | 2,755,750.64 | - | 2,755,750.64 | - | - | (102,920.94) | - | - |
| 2,973,301.20 | - | 2,755,750.64 | - | 2,755,750.64 | - | - | (102,920.94) | - | - |
| \$ 9,812,131.33 | \$ 0.66 | \$ 9,153,154.24 | \$ - | \$ 9,153,154.24 | \$ - | \$ - | \$ (890,932.75) | \$ - | \$ - |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance
For the Fiscal Year Ended June 30, 2023

| State Grantor/ Program Title | State Project Number | Award Amount | Local Share | Grant Period | | Balance at June 30, 2022 | |
|--|-------------------------|------------------|----------------|--------------|---------|--|-------------------|
| | | | | From | To | Unearned Revenue/ Accounts Receivable | Due to Grantor |
| | | | | | | | |
| General Fund: | | | | | | | |
| New Jersey Department of Education: | | | | | | | |
| Current Expense: | | | | | | | |
| State Aid - Public: | | | | | | | |
| Equalization Aid | 22-495-034-5120-078 | \$ 48,327,112.00 | N/A | 7-1-21 | 6-30-22 | \$ (4,613,958.09) | |
| Equalization Aid | 23-495-034-5120-078 | 49,694,253.00 | N/A | 7-1-22 | 6-30-23 | | |
| Special Education Categorical Aid | 22-495-034-5120-089 | 4,473,253.00 | N/A | 7-1-21 | 6-30-22 | (427,077.08) | |
| Special Education Categorical Aid | 23-495-034-5120-089 | 5,871,243.00 | N/A | 7-1-22 | 6-30-23 | | |
| Security Aid | 22-495-034-5120-084 | 487,009.00 | N/A | 7-1-21 | 6-30-22 | (46,496.45) | |
| Security Aid | 23-495-034-5120-084 | 487,009.00 | N/A | 7-1-22 | 6-30-23 | | |
| Total State Aid - Public | | | | | | (5,087,531.62) | \$ - |
| Transportation Aid: | | | | | | | |
| Transportation Aid | 22-495-034-5120-014 | 1,634,840.00 | N/A | 7-1-21 | 6-30-22 | (156,083.88) | |
| Transportation Aid | 23-495-034-5120-014 | 1,634,840.00 | N/A | 7-1-22 | 6-30-23 | | |
| Nonpublic School Transportation Aid | 22-495-034-5120-014 | 88,740.00 | N/A | 7-1-21 | 6-30-22 | (88,740.00) | |
| Nonpublic School Transportation Aid | 23-495-034-5120-014 | 95,784.00 | N/A | 7-1-22 | 6-30-23 | | |
| Total Transportation Aid | | | | | | (244,823.88) | - |
| Extraordinary Special Education Aid | | | | | | | |
| Extraordinary Special Education Aid | 22-495-034-5120-044 | 2,298,388.00 | N/A | 7-1-21 | 6-30-22 | (2,298,388.00) | |
| Extraordinary Special Education Aid | 23-495-034-5120-044 | 2,893,811.00 | N/A | 7-1-22 | 6-30-23 | - | |
| Total Extraordinary Special Education Aid | | | | | | (2,298,388.00) | - |
| Payment for Institutionalized Children | | | | | | | |
| Payment for Institutionalized Children | 22-495-034-5120-005 | 122,747.55 | N/A | 7-1-21 | 6-30-22 | (9,000.00) | |
| Payment for Institutionalized Children | 23-495-034-5120-005 | 82,210.89 | N/A | 7-1-22 | 6-30-23 | - | |
| Total Payment for Institutionalized Children | | | | | | (9,000.00) | - |
| State Reimbursement for Lead Testing of Drinking Water | | | | | | | |
| State Reimbursement for Lead Testing of Drinking Water | 23-495-034-5120-104 | 30,310.00 | N/A | 7-1-22 | 6-30-23 | - | - |
| Total State Reimbursement for Lead Testing of Drinking Water | | | | | | - | - |
| Reimbursed TPAF Social Security Contributions | | | | | | | |
| Reimbursed TPAF Social Security Contributions | 22-495-034-5094-003 | 3,835,173.10 | N/A | 7-1-21 | 6-30-22 | (188,703.29) | |
| Reimbursed TPAF Social Security Contributions | 23-495-034-5094-003 | 3,959,152.65 | N/A | 7-1-22 | 6-30-23 | - | |
| Reimbursed TPAF Social Security Contributions | | | | | | (188,703.29) | - |
| On-behalf T.P.A.F. Pension Contributions: | | | | | | | |
| Normal Cost | 23-495-034-5094-002 | 18,748,297.00 | N/A | 7-1-22 | 6-30-23 | | |
| Non-contributory Insurance | 23-495-034-5094-004 | 260,111.00 | N/A | 7-1-22 | 6-30-23 | | |
| Long Term Disability | 23-495-034-5094-004 | 5,467.00 | N/A | 7-1-22 | 6-30-23 | | |
| Post Retirement Medical | 23-495-034-5094-001 | 4,993,463.00 | N/A | 7-1-22 | 6-30-23 | | |
| Total On-Behalf TPAF Pension Contributions | | | | | | - | - |
| Total General Fund | | | | | | (7,828,446.79) | - |
| Special Revenue Fund: | | | | | | | |
| New Jersey Department of Education: | | | | | | | |
| Nonpublic Aid: | | | | | | | |
| Technology Aid | 22-100-034-5120-373 | 17,598.00 | N/A | 7-1-21 | 6-30-22 | | 314.00 |
| Technology Aid | 23-100-034-5120-373 | 17,304.00 | N/A | 7-1-22 | 6-30-23 | | |
| Total Technology Aid | | | | | | - | 314.00 |
| Nursing Services | | | | | | | |
| Nursing Services | 22-100-034-5120-070 | 46,928.00 | N/A | 7-1-21 | 6-30-22 | | 11,089.00 |
| Nursing Services | 23-100-034-5120-070 | 46,144.00 | N/A | 7-1-22 | 6-30-23 | | |
| Total Nursing Services | | | | | | - | 11,089.00 |
| Textbook Aid (Ch. 194, L. 1977) | | | | | | | |
| Textbook Aid (Ch. 194, L. 1977) | 22-100-034-5120-064 | 25,149.00 | N/A | 7-1-21 | 6-30-22 | | 4.00 |
| Textbook Aid (Ch. 194, L. 1977) | 23-100-034-5120-064 | 27,192.00 | N/A | 7-1-22 | 6-30-23 | | |
| Total Textbook Aid (Ch. 194, L. 1977) | | | | | | - | 4.00 |
| Security Aid | | | | | | | |
| Security Aid | 22-100-034-5120-509 | 73,325.00 | N/A | 7-1-21 | 6-30-22 | | 8,482.00 |
| Security Aid | 23-100-034-5120-509 | 84,460.00 | N/A | 7-1-22 | 6-30-23 | | |
| Total Security Aid | | | | | | - | 8,482.00 |
| Auxiliary Services (Ch. 192, L. 1977) | | | | | | | |
| Compensatory Education | 22-100-034-5120-067 | 181,847.00 | N/A | 7-1-21 | 6-30-22 | | 43,983.00 |
| English as a Second Language | | 17,357.00 | N/A | 7-1-21 | 6-30-22 | | 10,963.00 |
| Transportation | | 33,427.00 | N/A | 7-1-21 | 6-30-22 | | 10,737.00 |
| Auxiliary Services (Ch. 192, L. 1977) | | | | | | | |
| Compensatory Education | 23-100-034-5120-067 | 173,943.00 | N/A | 7-1-22 | 6-30-23 | | |
| English as a Second Language | | 13,029.00 | N/A | 7-1-22 | 6-30-23 | | |
| Transportation | | 37,049.00 | N/A | 7-1-22 | 6-30-23 | | |
| Total Auxiliary Services (Ch. 192, L. 1977) | | | | | | - | 65,683.00 |

| Carryover/ Walkover Amount | Cash Received | Adjustments (A) | Budgetary Expenditures | Repayment of Prior Years' Balances | Balance at June 30, 2023 | | | Memo | |
|----------------------------------|------------------|-----------------|---------------------------|--|--------------------------|---------------------|-------------------|--|-------------------------------------|
| | | | | | Accounts Receivable | Unearned Revenue | Due to Grantor | Budgetary Receivable June 30, 2023 | Cumulative Total Expenditures |
| | \$ 4,613,958.09 | | | | | | | | |
| | 44,929,069.80 | | \$ 49,694,253.00 | | \$ (4,765,183.20) | | | \$ (4,765,183.20) | \$ 49,694,253.00 |
| | 427,077.08 | | | | | | | | |
| | 5,308,249.36 | | 5,871,243.00 | | (562,993.64) | | | (562,993.64) | 5,871,243.00 |
| | 46,496.45 | | | | | | | | |
| | 440,309.69 | | 487,009.00 | | (46,699.31) | | | (46,699.31) | 487,009.00 |
| \$ - | 55,765,160.47 | \$ - | 56,052,505.00 | \$ - | (5,374,876.15) | \$ - | \$ - | (5,374,876.15) | 56,052,505.00 |
| | | | | | | | | | |
| | 156,083.88 | | | | | | | | |
| | 1,478,075.15 | | 1,634,840.00 | | (156,764.85) | | | (156,764.85) | 1,634,840.00 |
| | 88,740.00 | | | | | | | | |
| | | | 95,784.00 | | (95,784.00) | | | (95,784.00) | 95,784.00 |
| - | 1,722,899.03 | - | 1,730,624.00 | - | (252,548.85) | - | - | (156,764.85) | 1,730,624.00 |
| | | | | | | | | | |
| | 2,298,388.00 | | | | | | | | |
| | | | 2,893,811.00 | | (2,893,811.00) | | | | 2,893,811.00 |
| - | 2,298,388.00 | - | 2,893,811.00 | - | (2,893,811.00) | - | - | - | 2,893,811.00 |
| | | | | | | | | | |
| | 9,000.00 | | | | | | | | |
| | 54,426.84 | | 82,210.89 | | (27,784.05) | | | | 82,210.89 |
| - | 63,426.84 | - | 82,210.89 | - | (27,784.05) | - | - | - | 82,210.89 |
| - | 30,310.00 | - | 30,310.00 | - | - | - | - | - | 30,310.00 |
| - | 30,310.00 | - | 30,310.00 | - | - | - | - | - | 30,310.00 |
| | | | | | | | | | |
| | 188,703.29 | | | | | | | | |
| | 3,762,726.54 | | 3,959,152.65 | | (196,426.11) | | | | 3,959,152.65 |
| - | 3,951,429.83 | - | 3,959,152.65 | - | (196,426.11) | - | - | - | 3,959,152.65 |
| | | | | | | | | | |
| | 18,748,297.00 | | 18,748,297.00 | | | | | | 18,748,297.00 |
| | 260,111.00 | | 260,111.00 | | | | | | 260,111.00 |
| | 5,467.00 | | 5,467.00 | | | | | | 5,467.00 |
| | 4,993,463.00 | | 4,993,463.00 | | | | | | 4,993,463.00 |
| - | 24,007,338.00 | - | 24,007,338.00 | - | - | - | - | - | 24,007,338.00 |
| - | 87,838,952.17 | - | 88,755,951.54 | - | (8,745,446.16) | - | - | (5,531,641.00) | 88,755,951.54 |
| | | | | | | | | | |
| | | | | 314.00 | | | | | |
| | 17,304.00 | (0.44) | 7,687.56 | | | | 9,616.00 | | 7,687.56 |
| - | 17,304.00 | (0.44) | 7,687.56 | 314.00 | - | - | 9,616.00 | - | 7,687.56 |
| | | | | 11,089.00 | | | | | |
| | 46,144.00 | | 39,737.00 | | | | 6,407.00 | | 39,737.00 |
| - | 46,144.00 | - | 39,737.00 | 11,089.00 | - | - | 6,407.00 | - | 39,737.00 |
| | | | | 4.00 | | | | | |
| | 27,192.00 | (0.41) | 26,539.59 | | | | 652.00 | | 26,539.59 |
| - | 27,192.00 | (0.41) | 26,539.59 | 4.00 | - | - | 652.00 | - | 26,539.59 |
| | | | | 8,482.00 | | | | | |
| | 84,460.00 | 0.49 | 19,431.49 | | | | 65,029.00 | | 19,431.49 |
| - | 84,460.00 | 0.49 | 19,431.49 | 8,482.00 | - | - | 65,029.00 | - | 19,431.49 |
| | | | | 43,983.00 | | | | | |
| | | | | 10,963.00 | | | | | |
| | | | | 10,737.00 | | | | | |
| | 173,943.00 | (0.09) | 165,737.91 (C) | | | | 8,205.00 | | 165,737.91 |
| | 13,029.00 | 0.48 | 3,407.48 (C) | | | | 9,622.00 | | 3,407.48 |
| | 37,049.00 | (0.20) | 17,411.80 (C) | | | | 19,637.00 | | 17,411.80 |
| - | 224,021.00 | 0.19 | 186,557.19 | 65,683.00 | - | - | 37,464.00 | - | 186,557.19 |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance
For the Fiscal Year Ended June 30, 2023

| State Grantor/ Program Title | State Project Number | Award Amount | Local Share | Grant Period | | Balance at June 30, 2022 | |
|---|-------------------------|-----------------|----------------|--------------|---------|----------------------------------|---------------|
| | | | | From | To | Unearned Revenue/ Accounts | Due to |
| | | | | | | Receivable | Grantor |
| Special Revenue Fund (Cont'd): | | | | | | | |
| New Jersey Department of Education (Cont'd): | | | | | | | |
| Nonpublic Aid (Cont'd): | | | | | | | |
| Handicapped Services (Ch. 193, L. 1977) | 22-100-034-5120-066 | | | | | | |
| Examination and Classification | | \$ 49,479.00 | N/A | 7-1-21 | 6-30-22 | | \$ 6,259.00 |
| Corrective Speech | | 36,735.00 | N/A | 7-1-21 | 6-30-22 | | 8,184.00 |
| Supplementary Instruction | | 34,692.00 | N/A | 7-1-21 | 6-30-22 | | 6,195.00 |
| Handicapped Services (Ch. 193, L. 1977) | 23-100-034-5120-066 | | | | | | |
| Examination and Classification | | 48,727.00 | N/A | 7-1-22 | 6-30-23 | | |
| Corrective Speech | | 34,875.00 | N/A | 7-1-22 | 6-30-23 | | |
| Supplementary Instruction | | 37,170.00 | N/A | 7-1-22 | 6-30-23 | | - |
| Home Instruction | | 90.00 | N/A | 7-1-22 | 6-30-23 | | |
| Total Handicapped Services (Ch. 193, L. 1977) | | | | | | \$ - | 20,638.00 |
| SDA Capital Maintenance Grant | Unknown | 148,875.00 | N/A | 7-1-22 | 6-30-23 | - | - |
| Preschool Education Aid | 21-495-034-5120-086 | 3,900,400.00 | 756,000.00 | 7-1-20 | 6-30-21 | 667,053.00 | |
| Preschool Education Aid | 22-495-034-5120-086 | 3,669,325.00 | 800,580.00 | 7-1-21 | 6-30-22 | 145,284.50 | |
| Preschool Education Aid | 23-495-034-5120-086 | 4,079,400.00 | 941,580.00 | 7-1-22 | 6-30-23 | | |
| Total Preschool Education Expansion Aid | | | | | | 812,337.50 | - |
| Total New Jersey Department of Education | | | | | | 812,337.50 | 106,210.00 |
| New Jersey Department of Treasury: | | | | | | | |
| Municipal Drug Alliance Grant | 2000-475-995120-60 | 12,000.00 | N/A | (B) 7-1-19 | 6-30-20 | 11,349.80 | |
| Total Municipal Drug Alliance Grant | | | | | | 11,349.80 | - |
| Total New Jersey Department of Treasury | | | | | | 11,349.80 | - |
| Total Special Revenue Fund | | | | | | 823,687.30 | 106,210.00 |
| Enterprise Fund: | | | | | | | |
| New Jersey Department of Agriculture: | | | | | | | |
| State School Breakfast Aid | 23-495-010-3350 -002 | 8,585.40 | N/A | 7-1-22 | 6-30-23 | | |
| State School Lunch Aid | 22-495-010-3350 -002 | 76,728.99 | N/A | 7-1-21 | 6-30-22 | (5,320.25) | |
| State School Lunch Aid | 23-100-010-3350 -001 | 58,180.83 | N/A | 7-1-22 | 6-30-23 | | |
| Total State School Lunch Aid | | | | | | (5,320.25) | - |
| Total Enterprise Fund | | | | | | (5,320.25) | - |
| Total State Financial Assistance | | | | | | \$ (7,010,079.74) | \$ 106,210.00 |
| Less: State Financial Assistance not subject to Calculation for Major Program Determination for State Single Audit: | | | | | | | |
| General Fund (Non-Cash Assistance): | | | | | | | |
| New Jersey Department of Education: | | | | | | | |
| On-behalf T.P.A.F. Pension Contributions: | | | | | | | |
| Normal Cost | 23-495-034-5094-002 | 18,748,297.00 | N/A | 7-1-22 | 6-30-23 | | |
| Non-contributory Insurance | 23-495-034-5094-004 | 260,111.00 | N/A | 7-1-22 | 6-30-23 | | |
| Long Term Disability | 23-495-034-5094-004 | 5,467.00 | N/A | 7-1-22 | 6-30-23 | | |
| Post Retirement Medical | 23-495-034-5094-001 | 4,993,463.00 | N/A | 7-1-22 | 6-30-23 | | |
| Total General Fund (Non-Cash Assistance) | | | | | | | |
| Total State Financial Assistance subject to Major Program Determination for State Single Audit | | | | | | | |
| (A) See Note 6 to the Schedules of Expenditures of Federal Awards and State Financial Assistance | | | | | | | |
| (B) Passed through the Township of Gloucester | | | | | | | |
| (C) Passed through to Camden County Educational Services Commission | | | | | | | |

(A) See Note 6 to the Schedules of Expenditures of Federal Awards and State Financial Assistance

(B) Passed through the Township of Gloucester

(C) Passed through to Camden County Educational Services Commission

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

| Carryover/ Walkover Amount | Cash Received | Adjustments (A) | Budgetary Expenditures | Repayment of Prior Years' Balances | Balance at June 30, 2023 | | | Memo | |
|----------------------------------|--|-----------------------|--|--|----------------------------|----------------------------|-------------------------------------|--|---|
| | | | | | Accounts Receivable | Unearned Revenue | Due to Grantor | Budgetary Receivable June 30, 2023 | Cumulative Total Expenditures |
| | | | | \$ 6,259.00 8,184.00 6,195.00 | | | | | |
| | \$ 48,727.00 34,875.00 37,170.00 | \$ 0.25 (0.40) | \$ 44,934.25 (C) 30,411.00 (C) 31,470.60 (C) 90.00 (C) | | | | \$ 3,793.00 4,464.00 5,699.00 | | \$ 44,934.25 30,411.00 31,470.60 90.00 |
| | | | | | \$ (90.00) | | | | |
| \$ - | 120,772.00 | (0.15) | 106,905.85 | 20,638.00 | (90.00) | \$ - | 13,956.00 | \$ - | 106,905.85 |
| - | 148,875.00 | - | 148,875.00 | - | - | - | - | - | 148,875.00 |
| (667,053.00) | | | | | | | | | |
| | 366,932.50 3,671,460.00 | (0.29) 1.00 | 10,596.00 2,720,377.62 | | | 501,620.71 2,026,076.38 | | | 3,301,231.29 3,661,956.62 |
| 667,053.00 | | | | | (407,940.00) | | | (407,940.00) | |
| - | 4,038,392.50 | 0.71 | 2,730,973.62 | - | (407,940.00) | 2,527,697.09 | - | (407,940.00) | 6,963,187.91 |
| - | 4,707,160.50 | 0.39 | 3,266,707.30 | 106,210.00 | (408,030.00) | 2,527,697.09 | 133,124.00 | (407,940.00) | 7,498,921.59 |
| | | | | | | 11,349.80 | | | 650.20 |
| - | - | - | - | - | - | 11,349.80 | - | - | 650.20 |
| - | - | - | - | - | - | 11,349.80 | - | - | 650.20 |
| - | 4,707,160.50 | 0.39 | 3,266,707.30 | 106,210.00 | (408,030.00) | 2,539,046.89 | 133,124.00 | (407,940.00) | 7,499,571.79 |
| | | | | | | | | | |
| | 8,187.60 5,320.25 55,644.71 | | 8,585.40 58,180.83 | | (397.80) (2,536.12) | | | | 8,585.40 58,180.83 |
| - | 69,152.56 | - | 66,766.23 | - | (2,933.92) | - | - | - | 66,766.23 |
| - | 69,152.56 | - | 66,766.23 | - | (2,933.92) | - | - | - | 66,766.23 |
| \$ - | \$ 92,615,265.23 | \$ 0.39 | 92,089,425.07 | \$ 106,210.00 | \$ (9,156,410.08) | \$ 2,539,046.89 | \$ 133,124.00 | \$ (5,939,581.00) | \$ 96,471,164.56 |
| | | | (18,748,297.00) (260,111.00) (5,467.00) (4,993,463.00) (24,007,338.00) \$ 68,082,087.07 | | | | | | |

GLOUCESTER TOWNSHIP SCHOOL DISTRICT

Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2023

Note 1: BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal awards and state financial assistance ("the schedules") include federal and state award activity of the Gloucester Township School District (hereafter referred to as the "School District"). The School District is defined in note 1 to the School District's basic financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies, are included on the schedules. Because these schedules present only a selected portion of the operations of the School District, it is not intended to and does not present the financial position and changes in operations of the School District.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedules are presented using the budgetary basis of accounting, with the following exception: programs recorded in the enterprise funds 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. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations (CFR) 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*, wherein certain types of expenditures are not allowed or are limited as to reimbursement. The expenditures reflected in the schedules are presented at the federal and state participation level; thus, any matching portion is not included.

Note 3: INDIRECT COST RATE

The School District has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

Note 4: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the one or more deferred June state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes, payments are not recognized until the subsequent budget year due to the State deferral and recording of the one or more June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the 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.

**Notes to the Schedules of Expenditures of Federal Awards
and State Financial Assistance (Cont'd)**

Note 4: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONT'D)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$288,025.50) for the general fund and \$1,279,792.40 for 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.

The revenues reported on a GAAP basis from the basic financial statements with a reconciliation to the reported amounts on the schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are presented as follows:

| <u>Fund</u> | <u>Federal</u> | <u>State</u> | <u>Total</u> |
|--|------------------------|-------------------------|--------------------------|
| General | \$ 426,058.13 | \$ 88,467,926.04 | \$ 88,893,984.17 |
| Special Revenue | 5,962,873.99 | 4,555,166.60 | 10,518,040.59 |
| Food Service | <u>2,755,750.64</u> | <u>66,766.23</u> | <u>2,822,516.87</u> |
| GAAP Basis Revenues | <u>9,144,682.76</u> | <u>93,089,858.87</u> | <u>102,234,541.63</u> |
| GAAP Adjustments: | | | |
| State Aid Payments | | 329,033.00 | 329,033.00 |
| Encumbrances | 8,471.48 | 19,155.71 | 27,627.19 |
| Unencumbered Preschool Education Aid Received | <u></u> | <u>(1,348,427.09)</u> | <u>(1,348,427.09)</u> |
| | <u>8,471.48</u> | <u>(1,000,238.38)</u> | <u>(991,766.90)</u> |
| Total Awards and Financial Assistance Expended | <u>\$ 9,153,154.24</u> | <u>\$ 92,089,620.49</u> | <u>\$ 101,242,774.73</u> |

Note 5: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

Note 6: ADJUSTMENTS

Amounts reported in the column entitled "adjustments" represent the following:

| <u>Adjustment</u> | <u>Federal</u> | <u>State</u> | <u>Total</u> |
|----------------------|----------------|----------------|----------------|
| Rounding Adjustments | <u>\$ 0.66</u> | <u>\$ 0.39</u> | <u>\$ 1.05</u> |

Note 7: REIMBURSED AND ON-BEHALF PAYMENTS

During the fiscal year ended June 30, 2023, the School District was the recipient of federal and state assistance that represented either a reimbursement to the School District or payments made on-behalf of the School District. Revenues and expenditures reported under the federal food distribution program represent the current year value received and the current year distribution, respectively, of American-grown United States Department of Agriculture foods utilized in the School District's food service program. 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 fiscal year. Lastly, the School District has recognized as revenues and expenditures on-behalf payments made by the State for normal costs, non-contributory insurance, post-retirement medical costs, and long-term disability insurance related to TPAF members.

Note 8: MAJOR PROGRAMS

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

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

Section 1- Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:

Material weakness(es) identified? _____ yes X no

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

Noncompliance material to financial statements noted? X yes _____ no

Federal Awards

Internal control over major programs:

Material weakness(es) identified? _____ yes X no

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

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

Any audit findings disclosed that are required to be reported in accordance with Section 516 of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance)? _____ yes X no

Identification of major programs:

| <u>Assistance Listing Number(s)</u> | <u>FAIN Number(s)</u> | <u>Name of Federal Program or Cluster</u> |
|-------------------------------------|-----------------------|---|
| | | Education Stabilization Fund (ESF): |
| 84.425D | S425D200027 | ESSER I |
| 84.425D | S425D200027 | ESSER II |
| 84.425D | S425D200027 | Learning Acceleration |
| 84.425D | S425D200027 | Mental Health |
| 84.425U | S425U210027 | ARP ESSER |
| 84.425U | S425U210027 | ARP ESSER Learning Acceleration |
| 84.425W | S425W210027 | Homeless Children and Youth II |
| | | Title I: |
| 84.010 | S010A220030 | Grants to Local Educational Agencies |
| 84.010 | S010A210030 | School Improvement Grants |

(Continued)

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

Section 1- Summary of Auditor's Results (Cont'd)

Federal Awards (Cont'd)

Dollar threshold used to distinguish between type A and type B programs: \$750,000.00

Auditee qualified as low-risk auditee? X yes no

State Financial Assistance

Internal control over major programs:

Material weakness(es) identified? yes X no

Significant deficiency(ies) identified? yes X none reported

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

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

Identification of major programs:

GMIS Number(s)

Name of State Program

| | |
|------------------|-----------------------------------|
| | State Aid - Public: |
| 495-034-5120-078 | Equalization Aid |
| 495-034-5120-089 | Special Education Categorical Aid |
| 495-034-5120-084 | Security Aid |
| 495-034-5120-005 | Preschool Education Expansion Aid |
| | |
| | |

Dollar threshold used to distinguish between type A and type B programs: \$2,042,462.61

Auditee qualified as low-risk auditee? X yes no

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

Section 2- Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements related to financial statements for which *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, requires.

Finding No. 2023-001

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 its nonprofit school food service or such other amount may be approved by the State agency in accordance with CFR Section 210.19(a).

Condition

The School District's Food Service Fund Net Cash Resources exceeded its three months average expenditures by \$1,324,348.43.

Context

Per the calculation of the Food Service Fund's Net Cash Resources, Net Cash Resources at June 30, 2023 were \$2,399,101.23 and its three months average expenditures were \$358,250.93, resulting in an excess of \$1,324,348.43.

Effect or Potential Effect

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

Cause

Due to the COVID 19 pandemic, the School District's Food Service Fund federal and state subsidy revenues increased significantly during fiscal year ended June 30, 2022, thereby resulting in excess net cash resources as of June 30, 2022 and June 30, 2023.

Recommendation

That the School District develop a plan to reduce the Food Service Fund's Net Cash Resources below its three months 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.

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

Section 3- Schedule of Federal Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, material instances of noncompliance, including questioned costs, and significant instances of abuse related to the audit of major Federal 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).

None.

GLOUCESTER TOWNSHIP SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

Section 4- Schedule of State Financial Assistance Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, material instances of noncompliance, including questioned costs, and significant instances of abuse related to the audit of major State programs, as required by State of New Jersey Circular 15-08-OMB.

None.

GLOUCESTER TOWNSHIP 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 awards and state financial assistance that are required to be reported in accordance with *Government Auditing Standards*, Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and State of New Jersey Circular 15-08-OMB.

FINANCIAL STATEMENT FINDINGS

Finding No. 2022-001

Condition

As of June 30, 2022, the School District's Food Service Fund Net Cash Resources exceeded its three months average expenditures by \$1,112,610.82.

Current Status

As of June 30, 2023, the School District's Food Service Fund Net Cash Resources exceeded its three months average expenditures by \$1,324,348.43.

Planned Corrective Action

The School District will continue development of an effective spending plan to reduce the Food Service Fund's Net Cash Resources below its three months average expenditures.

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE PROGRAMS

None.