

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT

Woolwich Township, New Jersey
County of Gloucester

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

ANNUAL COMPREHENSIVE FINANCIAL REPORT

OF THE

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT

WOOLWICH TOWNSHIP, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Prepared by

**Swedesboro-Woolwich Consolidated School District
Finance Department**

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INTRODUCTORY SECTION

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SWEDESBORO-WOOLWICH SCHOOL DISTRICT
"A Community dedicated to inspiring life-long learners"
15 Fredrick Boulevard
Woolwich Township, NJ 08085
Phone: 856-241-1552 Fax: 856-467-7041
www.swedesboro-woolwich.com

Dr. Kristin M. Kellogg
Superintendent of Schools

Robert O. Miles, III
Business Administrator

January 9, 2023

Honorable President and Members of the Board of Education
Swedesboro-Woolwich Consolidated School District
15 Frederick Boulevard
Woolwich Township, New Jersey 08085

Dear Board Members:

The annual comprehensive financial report of the Swedesboro-Woolwich Consolidated School District (the "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 Board of Education (the "Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The 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 independent auditor's report, MD&A, and the basic financial statements including the District-wide statements, fund statements, notes to the financial statements, required supplementary information, other than MD&A, including budgetary comparison schedules, and other supplementary information. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The Swedesboro-Woolwich Consolidated School District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the *Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*, "Audits of State and Local Governments," and the New Jersey OMB's Circular Letter 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid Payments." Information related to this single audit, including the auditor's reports on the internal control and compliance with applicable laws and regulations and findings and recommendations, if any, are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES: The Swedesboro-Woolwich Consolidated School District is an independent reporting entity within the criteria set forth in Section 2100 of the *GASB Codification of Governmental Accounting and Financial Reporting Standards*. All funds and account groups of the District are included in this report. The Swedesboro-Woolwich Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-Kindergarten through grade 6. These include regular, as well as special education, at-risk, gifted, and handicapped students. The District completed the 2022-23 fiscal year with an enrollment of 1,586 students.

2. ECONOMIC CONDITION AND OUTLOOK: The District serves both Swedesboro Borough and Woolwich Township. The Borough of Swedesboro covers 0.73 square miles and Woolwich Township comprises 21 square miles.

For the 2022-2023 school year, the District's four elementary schools were organized as follows:

Margaret C. Clifford → *Preschool & Kindergarten*

Charles C. Stratton → *Grades 1 & 2*

Charles G. Harker → *Grades 3, 4 & 5*

Walter H. Hill → *Grade 6*

The Board of Education opened its new \$3,250,000 Margaret C. Clifford School in January 1997. In March of 2000, voters approved a \$2,758,000 bond referendum to expand this facility to accommodate an increase in student enrollment. The Margaret C. Clifford School addition opened in September of 2001.

In March 2002, a bond referendum was held regarding the construction of a new elementary school (Charles C. Stratton), as well as an addition and renovations to the Walter H. Hill School. The referendum was successful by a 2 to 1 margin. The total cost of the projects were \$23,137,843, whereby \$15,733,733 was allocated to the new school and \$7,404,110 was allocated to the addition and renovations to the Walter H. Hill School. The Board received donated land designated for educational purposes as part of efforts by the Woolwich Township Planning Board and developers. As a result of this conscientious effort the Board received 15 acres of land, which is the current site of the Charles C. Stratton School. Construction of this school was completed in March 2004.

In December 2005, a bond referendum was held regarding the construction of a new elementary school (Charles G. Harker) and the purchase of a 40-acre parcel property. The referendum was successful. Once again, the Board received donated land designated for educational purposes as part of efforts by the Woolwich Township Planning Board and developers. As a result, the Board received 68.43 acres of land donated with a final deed conveyance filed in December 2005, which is the site of the Charles G. Harker School. This school opened in September 2008.

3. MAJOR INITIATIVES: In addition to the District's core curricular offerings, the District is proud of the following programs that are available to its students. Examples of these programs include the following:

- The District has a 1:1 Chromebook initiative for students in grades 1 through 6.
- Expanded enrichment opportunities for students:
 - Comet Cohort / Comet Cycle program for all students
 - Accelerated Math in grades 4 - 6
 - Pre-Algebra in grade 6
 - Music, Library, Technology, and Art enrichment opportunities

- Character Education
- Expansion of visual performing arts:
 - After-school guitar lessons
 - Introduction of choir in grades 3 & 4 (continuation of choir grades 5 & 6)
 - Band in grades 5 & 6
- After school club opportunities
- Summer STEAM enrichment programming
- Curricular based “Family Nights”
- Project based learning opportunities
- Continued integration of World Cultures throughout the curriculum
- Introduction of BIG IDEAS Math program in grades 3 through 6
- Introduction of TCI Science program in grades kindergarten through 2
- Introduction of TCI Social Studies program in grades 3 through 6
- Formalized Response to Intervention (RTI) program across the District
- Aligned curriculum to the New Jersey Student Learning Standards
- Standards based grading practices in grades kindergarten through 6
- Google platform available for all classes
- Municipal alliance grant to provide for anti-drug student programming
- L-E-A-D (Law Enforcement Against Drug) program
- Instrumental programs, choir, and drama club opportunities
- Guidance, speech, O.T., and P.T. services
- Intramural sports program in grade 5 & 6

During the 2022-23 school year, the District also addressed rising energy costs by completing vital facility upgrades through an Energy Savings Improvement Plan (“ESIP”). The projects were financed through the combination of (1) a lease and (2) a State grant (that covers 75% of the cost of the grant-work). Through a partnership with Honeywell International, Inc., the following projects either commenced during the 2022-23 school year or are in the process of starting in the very near future:

- Lighting and Electrical Upgrades at all Four Schools
- Multipurpose Room Floor Replacements at Charles C. Stratton School and Walter H. Hill School
- Roof Replacement at Margaret C. Clifford School
- Solar Panel Installation at Margaret C. Clifford School, Charles C. Stratton School, and Charles G. Harker School
- Mechanical Upgrades at all Four Schools
- Building Management System Upgrades at all Four Schools
- Combined Heat and Power Upgrades at Charles G. Harker School

4. INTERNAL ACCOUNTING CONTROLS: The Business Administrator 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 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.

5. BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the General Fund, the Special Revenue Fund, and the Debt Service Fund. Project-length budgets are approved for the capital improvements accounted for in the Capital Projects Fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

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

7. DEBT ADMINISTRATION: As of June 30, 2023, the District's outstanding debt issues included \$21,095,000 of General Obligation Bonds and \$3,928,810 for Lease Purchase Agreements. The proceeds of these bond issues were placed in the District's Capital Projects Fund for use to provide funds for capital improvements to the School District's buildings and grounds. These improvements included renovations and additions to the various schools, and the purchase of furniture, fixtures, and equipment for the additions.

8. CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements," Note 3. 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. New Jersey Statutes require governmental units to deposit public funds in institutions as described in Note 2, "Notes to the Financial Statements."

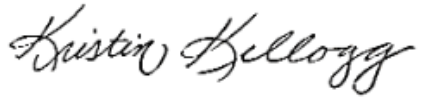
9. RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to general liability, automobile liability, and comprehensive/collision, hazard, and theft insurance on property and contents, and fidelity bonds.

10. OTHER INFORMATION:

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Board selected the accounting firm of Holt McNally & Associates, Inc. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1996, and the revised *Uniform Administrative Requirements, Costs Principles, Audit Requirements for Federal Awards (Uniform Guidance)*, and New Jersey OMB's Circular 15-08. The auditor's report on the basic financial statements is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

11. ACKNOWLEDGMENTS: We would like to express our appreciation to the members of the Swedesboro-Woolwich Consolidated School Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the District and thereby contributing their full support to the development and maintenance of our financial operation. Furthermore, the preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,



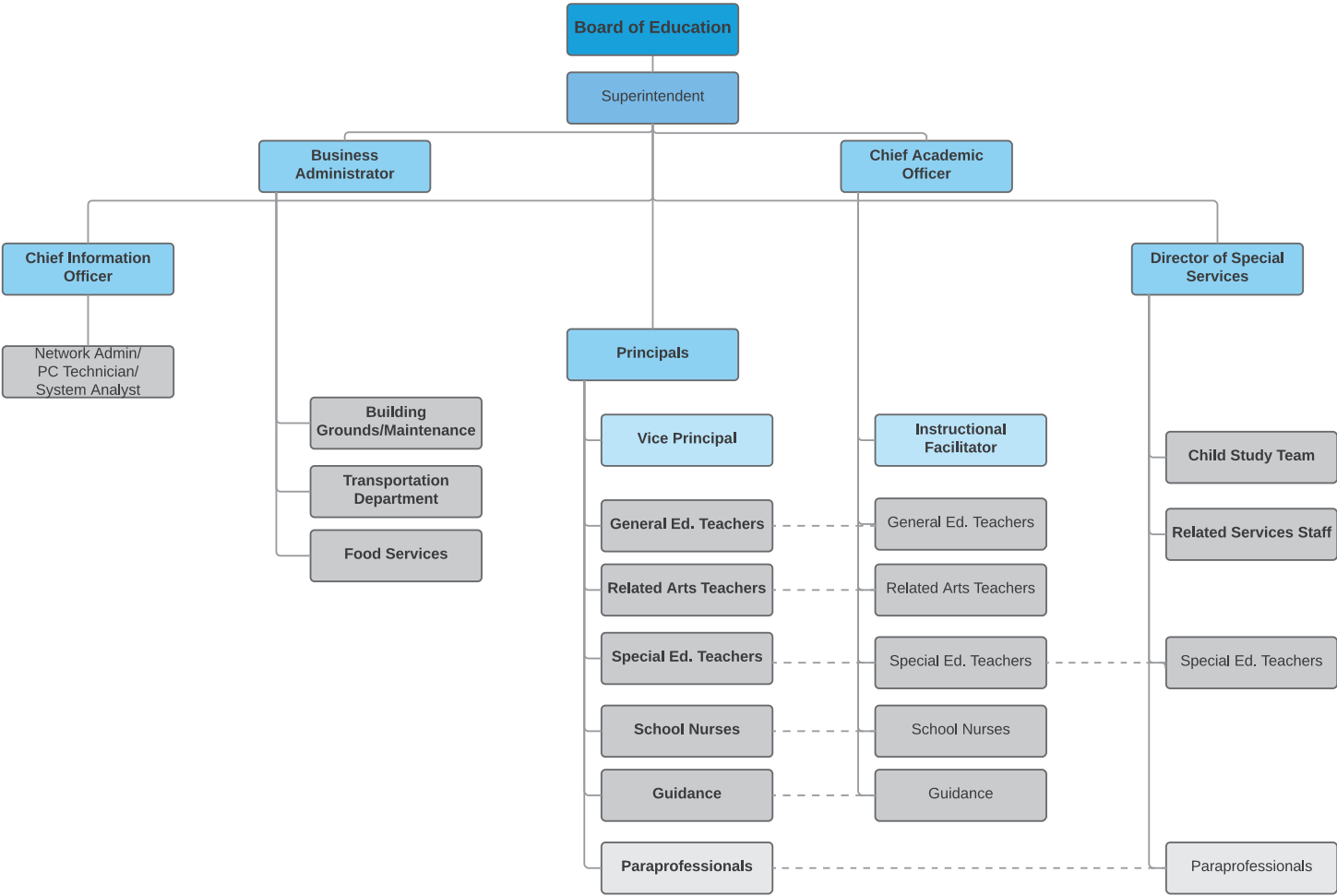
Dr. Kristin Kellogg
Superintendent of Schools



Mr. Robert Miles
School Business Administrator

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**Swedesboro-Woolwich School District
Organizational Flow Chart**



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**SWEDESBORO-WOOLWICH CONSOLIDATED BOARD OF EDUCATION
Woolwich Township, New Jersey**

ROSTER OF OFFICIALS

JUNE 30, 2023

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Gina Azzari, President	2024
Natalie Baker, Vice President	2025
Laurie Cecala-Read	2024
Julie Dickson	2025
Marie Barbara	2025
Vivian Lane	2023
Tamara McGovern	2023
Kathryn Beaver	2023
Erin Carroll	2024

OTHER OFFICIALS

Dr. Walter Kappeler, Superintendent of Schools

Steven Jakubowski, Business Administrator/Board Secretary

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SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
Woolwich Township, New Jersey

CONSULTANTS AND ADVISORS

AUDIT FIRM

David T. McNally
Holt McNally & Associates, Inc.
618 Stokes Road
Medford, New Jersey 08055

ATTORNEY

Comegno Law Group, PC
521 Pleasant Valley Avenue
Moorestown, NJ 08057

Contact: R. Taylor Ruilova, Esquire

OFFICIAL DEPOSITORY

Fulton Bank
179 Kings Highway
Woolwich Township, New Jersey

BOND COUNSEL

McManimon, Scotland & Baumann , LLC
1037 Raymond Avenue
Newark, NJ 07102

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FINANCIAL SECTION

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HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Swedesboro-Woolwich Consolidated School District
County of Gloucester
Woolwich Township, New Jersey

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Swedesboro-Woolwich Consolidated School District, County of Gloucester, 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 financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Swedesboro-Woolwich Consolidated School District, County of Gloucester, State of New Jersey, as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Emphasis of Matter

As Discussed in Note 1 to the financials statements, during the fiscal year ended June 30, 2023, the District adopted Governmental Accounting Standards Board (GASB) Statement No. 96, Subscription Based Information Technology Arrangements. Our opinion is not modified with respect to this matter.

618 Stokes Road, Medford, NJ 08055

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www.hmacpainc.com

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. The combining and individual fund statements and long-term debt schedules are presented for purposes of additional analysis, as required by the Office of School Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* are also not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements, long-term debt schedules and accompanying schedules of expenditures or federal award and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 9, 2024 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

Respectfully submitted,

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

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

Medford, New Jersey
January 9, 2024

REQUIRED SUPPLEMENTARY INFORMATION - PART I

Management's Discussion and Analysis

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SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023
(Unaudited)

As management of the Swedesboro-Woolwich Consolidated School District, New Jersey (School District), we offer readers of the School District's financial statements this narrative overview and analysis of the School District for the fiscal year ended June 30, 2023. We encourage readers to consider the information presented in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Overview of the Basic Financial Statements

This annual report consists of three parts: management's discussion and analysis (this section), the basic financial statements and required supplementary information. The basic financial statements include two kinds of statements that present different views of the School District:

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

Financial Highlights

Key financial highlights for 2023 are as follows:

- * General revenues from governmental activities accounted for \$30,390,926 in revenue or 81 percent of all governmental revenues (See Exhibit A-2).
- * Program specific revenues, in the form of charges for services, operating grants and contributions accounted for \$7,011,474 or 19 percent of total revenues of \$37,402,400 (See Exhibit A-2).
- * The School District had \$36,244,651 in expenses; only \$7,011,474 of these expenses offset by program specific charges for services, grants, or contributions (See Exhibit A-2).
- * Among Governmental Funds, the General Fund had \$33,634,962 in revenues and the General Fund's fund balance decreased \$936,409 (See Exhibit B-2).

Using this Annual Comprehensive Financial Report (ACFR)

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

The Statement of Net Position and Statement of Activities provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental Funds, these statements tell how services were financed in the short-term as well as what remains for future spending.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2023
(Unaudited) (Continued)

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

The fund financial statements also look at the School District’s most significant funds with all other non-major funds presented in total in one column. In the case of Swedesboro-Woolwich Consolidated School District, the General Fund is by far the most significant fund.

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and ask the question, “How did we do financially during 2023?” The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into account all of the current year’s revenues and expenses regardless of when cash is received or paid.

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

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

* Governmental Activities - The School District’s programs and services are reported here including instruction, support services, operation, and maintenance of plant facilities, pupil transportation, and extracurricular activities.

*Business-Type Activity - This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service, Drama Club, Pay-to-Play, and Summer Camp, Enterprise Funds are reported as business activities.

Reporting the School District’s Most Significant Funds

Fund Financial Statements

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

Governmental Funds

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023
(Unaudited) (Continued)

Governmental Funds (Continued)

The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and Governmental Funds is reconciled in the financial statements.

Enterprise Fund

The Enterprise Fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the District-wide and fund financial statements.

The School District as a Whole

The Statement of Net Position provides the perspective of the School District as a whole. Net positions may serve over time as a useful indicator of a government's financial position.

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

Table 1 provides a summary of the School District's net position for 2023, with comparative data from 2022.

Table 1
Summary of Net Position

	June 30, <u>2023</u>	June 30, <u>2022</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Current & Other Assets	\$ 7,989,237	\$ 6,238,505	\$ 1,750,732	28.1%
Capital Assets, Net	36,497,603	36,473,223	24,380	0.1%
Total Assets	<u>44,486,840</u>	<u>42,711,728</u>	1,775,112	4.2%
Deferred Outflow of Resources	<u>1,356,442</u>	1,369,912	(13,470)	-1.0%
Current and other Liabilities	1,030,168	1,099,266	(69,098)	-6.3%
Noncurrent Liabilities	<u>29,771,692</u>	<u>27,811,144</u>	1,960,548	7.0%
Total Liabilities	<u>30,801,860</u>	<u>28,910,410</u>	1,891,450	6.5%
Deferred Inflow of Resources	<u>704,414</u>	1,929,273	(1,224,859)	-63.5%
Net Position:				
Net Investment in Capital Assets	11,345,142	12,614,968	(1,269,826)	-10.1%
Restricted	7,111,057	4,882,623	2,228,434	45.6%
Unrestricted (Deficit)	<u>(4,119,191)</u>	<u>(4,255,634)</u>	136,443	-3.2%
Total Net Position	<u>\$ 14,337,008</u>	<u>\$ 13,241,957</u>	<u>\$ 1,095,051</u>	8.3%

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023
(Unaudited) (Continued)

Table 2 shows changes in net position for fiscal year 2023 with comparative data from 2022.

Table 2
Summary of Changes in Net Position

	June 30, <u>2023</u>	June 30, <u>2022</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Revenues:				
Program Revenues:				
Charges for Services	\$ 519,934	\$ 158,660	\$ 361,274	227.7%
Operating Grants & Contributions	6,491,540	8,987,338	(2,495,798)	-27.8%
General Revenues:				
Property Taxes	19,299,361	19,304,052	(4,691)	-0.02%
Federal & State Aid Grants	10,905,112	9,860,816	1,044,296	10.6%
Other General Revenues	186,453	430,430	(243,977)	-56.7%
Total Revenues	<u>37,402,400</u>	<u>38,741,296</u>	<u>(1,338,896)</u>	<u>-3.5%</u>
Function/Program Expenditures:				
Instruction	12,426,527	11,922,884	503,643	4.2%
Support Services	21,093,347	20,993,265	100,082	0.5%
Unallocated Depreciation	1,146,668	881,437	265,231	30.1%
Interest & Other Charges	657,502	797,124	(139,622)	-17.5%
Food Service	883,985	929,505	(45,520)	-4.9%
Other Enterprise Funds	36,622	25,397	11,225	44.2%
Total Expenditures	<u>36,244,651</u>	<u>35,549,612</u>	<u>695,039</u>	<u>2.0%</u>
Change In Net Position	1,157,749	3,191,684	(2,033,935)	-63.7%
Net Position - July 1	13,241,957	10,050,273	3,191,684	31.8%
Prior Period Adjustment	(62,698)	-	(62,698)	
Net Position - July 1 Restated	13,179,259	10,050,273	3,128,986	31.1%
Net Position - Ending	<u>\$ 14,337,008</u>	<u>\$ 13,241,957</u>	<u>\$ 1,095,051</u>	<u>8.3%</u>

Governmental Activities

The unique nature of property taxes in New Jersey creates the legal requirements to annually seek voter approval for the School District operations. Property taxes made up 53% of revenues for governmental activities for the Swedesboro-Woolwich Consolidated School District for fiscal year 2023. The School District's total governmental activities revenues were \$36,493,654 for the year ended June 30, 2023. Federal, state, and local grants accounted for another 30% of the governmental activities revenues.

The total cost of all programs and services was \$35,324,044. Instruction comprises 35% of the School District expenses.

Business-type Activities

Revenues for the District's Business-type Activity (Food Service, Drama Club, Pay-to-Play, and Summer Camp) were comprised of charges for services and federal and state reimbursements.

- * Expenditures exceeded income by \$11,861.
- * Charges for services represent \$432,101 of revenue.
- * Federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast, and donated commodities was \$476,645.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2023
(Unaudited) (Continued)

Statement of Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. The net cost shows the financial burden that was placed on the School District’s taxpayers by each of these functions.

Governmental Activities

During the fiscal year 2023, the net position of governmental activities increased by \$1,169,610. The primary reason for the increase was due to the repayment of long-term debt principal of \$2,555,000 and capital outlay purchases of \$1,166,509.

The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$13,607,751, with an unrestricted deficit balance of \$(4,762,513). The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable, GASB 68 net pension liability, and the last 2 state aid payments. In addition, state statutes prohibit school districts from maintaining more than 4% of its adopted budget as unassigned fund balance.

Table 3
GASB 68 Effect on Unrestricted Net Position

Unrestricted Net Position (With GASB 68)	\$	(4,762,513)
Add back: PERS Pension Liability		3,481,164
Less: Deferred Outflows related to pensions		(496,300)
Add back: Deferred Inflows related to pensions		<u>704,414</u>
Unrestricted Net Position (Without GASB 68)	<u>\$</u>	<u>(1,073,235)</u>

The School District’s Funds

All Governmental Funds (i.e., General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$41,777,039 and expenditures were \$39,963,699 per Exhibit B-2.

General Fund Budgeting Highlights

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

During the course of the fiscal 2023 year, the School District amended its General Fund budget as needed. The School District uses program-based budgeting, and the budgeting systems are designed to tightly control program budgets but provide flexibility for program management.

The General Fund expenditures exceeded the revenues and other financing sources of the School District for the year by \$858,548.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2023
(Unaudited) (Continued)

Capital Assets

The School District’s capital assets for its governmental and business-type activities as of June 30, 2023, totaled \$36,497,603 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and improvements and equipment. There was a net increase in the School District’s capital assets for the current fiscal year in the amount of \$24,380. Table 4 shows fiscal 2023 balances compared to 2022.

Table 4
Summary of Capital Assets

<u>Capital Assets (Net of Depreciation):</u>	June 30, <u>2023</u>	June 30, <u>2022</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Land	\$ 10,472,909	\$ 10,472,909	\$ -	0.0%
Construction in Progress	955,386	-	955,386	100.0%
Land Improvements	849,935	921,252	(71,317)	-7.7%
Building and Improvements	23,319,895	24,046,694	(726,799)	-3.0%
Equipment	899,478	1,032,368	(132,890)	-12.9%
	<u>\$ 36,497,603</u>	<u>\$ 36,473,223</u>	<u>\$ 24,380</u>	0.1%

Debt Administration

Long-term debt – At the end of the current fiscal year, the School District had total bonded debt outstanding of \$21,095,000, which is a decrease of \$2,555,000 from the prior year.

Additional information on the School District’s long-term obligations can be found in the notes to the basic financial statements (Note 7) of this report.

For the Future

The Swedesboro-Woolwich Consolidated School District is in good financial condition presently. The School District is proud of its community support of the public schools. A major concern is the sustained enrollment of the School District with the increased reliance on local property taxes. However, future finances are not without challenges as the community continues to grow and State funding is uncertain.

In conclusion, the Swedesboro-Woolwich Consolidated School District has committed itself to financial excellence for many years. In addition, the School District’s system for financial planning, budgeting, and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenges of the future.

Contacting the School Districts Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District’s finances and to show the School District’s accountability for the money it receives. If you have questions about this report or need additional information, contact Mr. Robert Miles, Swedesboro-Woolwich Consolidated Board of Education, 15 Fredrick Boulevard, Woolwich Township, New Jersey 08085. Please visit our website at: www.Swedesboro-Woolwich.com.

BASIC FINANCIAL STATEMENTS

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A. Government-Wide Financial Statements

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SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2023

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS - TYPE ACTIVITIES	TOTAL
Cash & Cash Equivalents	\$ 711,459	\$ 203,730	\$ 915,189
Cash on Hand With Fiscal Agent	2,800,483	-	2,800,483
Investments	889,226	-	889,226
Internal Balances	(422,085)	422,085	-
Receivables, Net (Note 4)	816,251	23,682	839,933
Inventory	-	18,787	18,787
Restricted Assets:			
Restricted Cash & Cash Equivalents	2,520,775	-	2,520,775
Intangible Asset, net of amortization (Note 19)	4,844	-	4,844
Capital Assets:			
Non-Depreciable (Note 5)	11,428,295	-	11,428,295
Depreciable, Net (Note 5)	24,983,373	85,935	25,069,308
	<hr/>	<hr/>	<hr/>
Total Assets	43,732,621	754,219	44,486,840
	<hr/>	<hr/>	<hr/>
DEFERRED OUTFLOW OF RESOURCES			
Deferred Loss on Refunding of Debt	860,142	-	860,142
Deferred Outflows Related to Pensions (Note 8)	496,300	-	496,300
	<hr/>	<hr/>	<hr/>
Total Deferred Outflow of Resources	1,356,442	-	1,356,442
	<hr/>	<hr/>	<hr/>
Total Assets and Deferred Outflow of Resources	45,089,063	754,219	45,843,282
	<hr/>	<hr/>	<hr/>
LIABILITIES			
Accounts Payable	106,823	-	106,823
Due to State Government	303,651	-	303,651
Payroll Deductions and Withholdings Payable	142,564	-	142,564
Unearned Revenue	145,529	24,962	170,491
Accrued Interest	306,639	-	306,639
Noncurrent Liabilities (Note 7):			
Due Within One Year	3,099,905	-	3,099,905
Due Beyond One Year	26,671,787	-	26,671,787
	<hr/>	<hr/>	<hr/>
Total Liabilities	30,776,898	24,962	30,801,860
	<hr/>	<hr/>	<hr/>
DEFERRED INFLOW OF RESOURCES			
Deferred Inflows Related to Pensions (Note 8)	704,414	-	704,414
	<hr/>	<hr/>	<hr/>
Total Deferred Inflow of Resources	704,414	-	704,414
	<hr/>	<hr/>	<hr/>
Total Liabilities and Deferred Inflow of Resources	31,481,312	24,962	31,506,274
	<hr/>	<hr/>	<hr/>
NET POSITION			
Net Investment in Capital Assets	11,259,207	85,935	11,345,142
Restricted For:			
Debt Service	(4,691)	-	(4,691)
Capital Projects	4,600,133	-	4,600,133
Maintenance Reserve	400,000	-	400,000
Unemployment Fund	321,125	-	321,125
Student Activities	43,926	-	43,926
Excess Surplus	1,146,258	-	1,146,258
Other Purposes	604,306	-	604,306
Unrestricted (Deficit)	(4,762,513)	643,322	(4,119,191)
	<hr/>	<hr/>	<hr/>
Total Net Position	\$ 13,607,751	\$ 729,257	\$ 14,337,008
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The accompanying Notes to Financial Statements are an integral part of this statement.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction:						
Regular	\$ 7,305,753	\$ -	\$ 624,748	\$ (6,681,005)	\$ -	\$ (6,681,005)
Special Education	4,530,349	-	-	(4,530,349)	-	(4,530,349)
Other Special Instruction	533,220	-	-	(533,220)	-	(533,220)
Other Instruction	57,205	-	-	(57,205)	-	(57,205)
Support Services & Undistributed Costs:						
Tuition, Student & Instruction Related Services	3,900,985	87,833	358,815	(3,454,337)	-	(3,454,337)
General administrative services	693,156	-	-	(693,156)	-	(693,156)
School Administrative Services	1,182,915	-	-	(1,182,915)	-	(1,182,915)
Central Services	236,475	-	-	(236,475)	-	(236,475)
Administrative information technology	498,818	-	-	(498,818)	-	(498,818)
Plant Operations & Maintenance	2,464,962	-	-	(2,464,962)	-	(2,464,962)
Pupil Transportation	1,758,804	-	-	(1,758,804)	-	(1,758,804)
Unallocated Benefits	10,357,232	-	5,031,332	(5,325,900)	-	(5,325,900)
Interest and Other Charges	657,502	-	-	(657,502)	-	(657,502)
Unallocated Depreciation	1,146,668	-	-	(1,146,668)	-	(1,146,668)
Total Governmental Activities	35,324,044	87,833	6,014,895	(29,221,316)	-	(29,221,316)
Business-Type Activities:						
Food Service	883,985	395,820	476,645	-	(11,520)	(11,520)
Other Enterprise Funds	36,622	36,281	-	-	(341)	(341)
Total Business-Type Activities	920,607	432,101	476,645	-	(11,861)	(11,861)
Total Primary Government	\$ 36,244,651	\$ 519,934	\$ 6,491,540	(29,221,316)	(11,861)	(29,233,177)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes				16,462,633	-	16,462,633
Property Taxes Levied for Debt Service				2,836,728	-	2,836,728
Federal & State Aid Not Restricted				10,427,028	-	10,427,028
Federal & State Aid Restricted				478,084	-	478,084
Tuition				30,032	-	30,032
Miscellaneous Income				156,421	-	156,421
Total General Revenues & Transfers				30,390,926	-	30,390,926
Change In Net Position				1,169,610	(11,861)	1,157,749
Net Position - July 1, as previously stated				12,500,839	741,118	13,241,957
Prior Period Adjustment (See Note 20)				(62,698)	-	(62,698)
Net Position - July 1, as restated				12,438,141	741,118	13,179,259
Net Position - Ending				\$ 13,607,751	\$ 729,257	\$ 14,337,008

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

B. Fund Financial Statements

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Governmental Funds

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SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2023

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS
Assets:					
Cash & Cash Equivalents	\$ 750,299	\$ -	\$ -	\$ -	\$ 750,299
Cash on Hand with Fiscal Agent	-	-	2,800,483	-	2,800,483
Investments	889,226	-	-	-	889,226
Interfund Receivable	85,916	-	-	-	85,916
Receivables From Other Governments	407,274	406,055	-	-	813,329
Other Accounts Receivable	-	2,922	-	-	2,922
Restricted Cash & Cash Equivalents	2,520,775	-	-	-	2,520,775
Total Assets	\$ 4,653,490	\$ 408,977	\$ 2,800,483	\$ -	\$ 7,862,950
Liabilities & Fund Balances:					
Liabilities:					
Cash Deficit	\$ -	\$ 34,149	\$ -	\$ 4,691	\$ 38,840
Accounts Payable	5,276	101,547	-	-	106,823
Payroll Deductions and Withholdings Payable	142,564	-	-	-	142,564
Interfund Payable	424,175	83,826	-	-	508,001
Unearned Revenue	-	145,529	-	-	145,529
Total Liabilities	572,015	365,051	-	4,691	941,757
Fund Balances:					
Restricted for:					
Excess Surplus - Prior Year - Designated for					
Subsequent Year's Expenditures	1,092,604	-	-	-	1,092,604
Excess Surplus - Current Year	53,654	-	-	-	53,654
Capital Reserve Account	1,799,650	-	-	-	1,799,650
Maintenance Reserve Account	400,000	-	-	-	400,000
Unemployment Compensation	321,125	-	-	-	321,125
Student Activities	-	43,926	-	-	43,926
Capital Projects	-	-	2,800,483	-	2,800,483
Debt Service Fund	-	-	-	(4,691)	(4,691)
Assigned to:					
Other Purposes	52,165	-	-	-	52,165
Designated by the BOE for					
Subsequent Year's Expenditures	552,141	-	-	-	552,141
Unassigned:					
General Fund	(189,864)	-	-	-	(189,864)
Total Fund Balances	4,081,475	43,926	2,800,483	(4,691)	6,921,193
Total Liabilities & Fund Balances	\$ 4,653,490	\$ 408,977	\$ 2,800,483	\$ -	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$52,792,230 and the accumulated depreciation is \$16,380,562.	36,411,668
Subscription-Based Information Technology Arrangements (SBITAs) used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the intangible assets is \$16,467 and the accumulated amortization is \$11,623.	4,844
Deferred outflows and inflows of resources related to deferred charges or credits on debt refundings are applicable to future reporting periods and therefore are not reported in the funds. Deferred Outflow related to the loss on bond refunding of debt	860,142
Deferred outflows and inflows of resources related to pensions are applicable to future reporting periods and, therefore, are not reported in the funds. Deferred Outflows related to pensions Deferred Inflows related to pensions	496,300 (704,414)
Accrued pension contributions for the June 30, 2023 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.	(303,651)
Accrued interest payable is not recorded in the fund financial Statements due to the fact that the payable is not due in the current period.	(306,639)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds	(29,771,692)
Net Position of Governmental Activities	\$ 13,607,751

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR FISCAL YEAR ENDED JUNE 30, 2023**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS	DEBT SERVICE FUND	TOTALS
Revenues:					
Local Sources:					
Local Tax Levy	\$ 16,462,633	\$ -	\$ -	\$ 2,836,728	\$ 19,299,361
Tuition	30,032	-	-	-	30,032
Miscellaneous	144,010	165,396	12,411	-	321,817
Total Revenues - Local Sources	16,636,675	165,396	12,411	2,836,728	19,651,210
State Sources	16,749,428	40,658	-	478,084	17,268,170
Federal Sources	37,736	865,342	-	-	903,078
Total Revenues	33,423,839	1,071,396	12,411	3,314,812	37,822,458
Expenditures:					
Current Expense:					
Regular Instruction	7,305,753	-	-	-	7,305,753
Special Education Instruction	3,905,601	624,748	-	-	4,530,349
Other Special Instruction	533,220	-	-	-	533,220
Other Instruction	57,205	-	-	-	57,205
Support Services & Undistributed Costs:					
Student & Instruction Related Services	3,412,985	488,000	-	-	3,900,985
General Administrative Services	693,156	-	-	-	693,156
School Administrative Services	1,182,915	-	-	-	1,182,915
Central Services	236,475	-	-	-	236,475
Administrative Information Technology	498,818	-	-	-	498,818
Plant Operations and Maintenance	2,464,962	-	-	-	2,464,962
Pupil Transportation	1,758,804	-	-	-	1,758,804
Employee Benefits	12,223,225	-	-	-	12,223,225
Capital Outlay	211,123	-	955,386	-	1,166,509
Debt Service					
Interest	87,129	-	-	769,194	856,323
Principal	-	-	-	2,555,000	2,555,000
Total Expenditures	34,571,371	1,112,748	955,386	3,324,194	39,963,699
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(1,147,532)	(41,352)	(942,975)	(9,382)	(2,141,241)
Other Financing Sources/(Uses):					
Subscription Liability Proceeds	16,467	-	-	-	16,467
Financed Purchase Proceeds	194,656	-	3,743,458	-	3,938,114
Total Other Financing Sources/(Uses)	211,123	-	3,743,458	-	3,954,581
Excess/(Deficiency) of Revenues & Other Financing Sources/(Uses) Over/(Under) Expenditures	(936,409)	(41,352)	2,800,483	(9,382)	1,813,340
Fund Balances July 1	5,017,884	85,278	-	4,691	5,107,853
Fund Balances June 30	\$ 4,081,475	\$ 43,926	\$ 2,800,483	\$ (4,691)	\$ 6,921,193

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR FISCAL YEAR ENDED JUNE 30, 2023**

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$ 1,813,340

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

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

Depreciation Expense	\$ (1,009,534)	
Adjustments	(137,134)	
Capital Outlays	<u>1,166,509</u>	19,841

Repayment of debt 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.

Bond Principal Payments	2,555,000	
Lease Payments	96,609	
Subscription Payments	<u>11,563</u>	2,663,172

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

Lease Proceeds	(3,938,114)	
Subscriptions	<u>(16,467)</u>	(3,954,581)

Governmental funds recognize the intangible assets as revenue when the subscription is first entered, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these transactions is as follows:

Intangible Asset	16,467	
Amortization of Intangible Asset	<u>(11,623)</u>	4,844

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

Amortization of Loss on Bond Refunding	(113,877)	
Amortization of Premium on Bonds	<u>168,874</u>	54,997

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.

574,144

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.

Prior year	337,447	
Current Year	<u>(306,639)</u>	30,808

Repayment of compensated absences 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.

(36,955)

Change in Net Position of Governmental Activities

\$ 1,169,610

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

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Proprietary Funds

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SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
JUNE 30, 2023

ASSETS	Business-Type Activities				Totals
	Enterprise Funds				
	Food Service Fund	Drama Club	Pay-to- Play	Summer Camp	
Current Assets:					
Cash & Cash Equivalents	\$ 173,961	\$ 12,531	\$ -	\$ 22,475	\$ 208,967
Accounts Receivable	21,015	-	-	-	21,015
Other Receivables	2,501	-	166	-	2,667
Interfunds Receivable	424,175	-	-	-	424,175
Inventories	18,787	-	-	-	18,787
Total Current Assets	640,439	12,531	166	22,475	675,611
Capital Assets:					
Equipment	540,647	-	-	-	540,647
Less: Accumulated Depreciation	(454,712)	-	-	-	(454,712)
Total Capital Assets	85,935	-	-	-	85,935
Total Assets	726,374	12,531	166	22,475	761,546
LIABILITIES					
Cash Deficit	-	-	5,237	-	5,237
Unearned Revenue	24,962	-	-	-	24,962
Interfund Payable	-	2,000	90	-	2,090
Total Liabilities	24,962	2,000	5,327	-	32,289
NET POSITION					
Net Investment in Capital Assets	85,935	-	-	-	85,935
Unrestricted	615,477	10,531	(5,161)	22,475	643,322
Total Net Position	\$ 701,412	\$ 10,531	\$ (5,161)	\$ 22,475	\$ 729,257

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

**SWEDESBORO-WOOLWICH CONSOLIDATED 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				Totals
	Enterprise Funds				
	Food Service Fund	Drama Club	Pay-to Play	Summer Camp	
Operating Revenues:					
Charges for Services:					
Daily Sales - Reimbursable Programs	\$ 255,444	\$ -	\$ -	\$ -	\$ 255,444
Daily Sales - Nonreimbursable Programs	139,399	-	-	-	139,399
Special Functions/Program Fees	977	14,456	17,640	4,185	37,258
Total Operating Revenues	<u>395,820</u>	<u>14,456</u>	<u>17,640</u>	<u>4,185</u>	<u>432,101</u>
Operating Expenses:					
Salaries	417,047	8,250	20,777	1,824	447,898
Purchased Professional Services	46,445	-	-	-	46,445
Supplies and Materials	14,997	4,687	1,084	-	20,768
Miscellaneous	29,898	-	-	-	29,898
Depreciation Expense	16,277	-	-	-	16,277
Cost of Sales - Reimbursable	290,806	-	-	-	290,806
Cost of Sales - Non Reimbursable	68,515	-	-	-	68,515
Total Operating Expenses	<u>883,985</u>	<u>12,937</u>	<u>21,861</u>	<u>1,824</u>	<u>920,607</u>
Operating Income/(Loss)	<u>(488,165)</u>	<u>1,519</u>	<u>(4,221)</u>	<u>2,361</u>	<u>(488,506)</u>
Nonoperating Revenues (Expenses):					
State Sources:					
State School Lunch Program	11,788	-	-	-	11,788
State School Breakfast Program	5,086	-	-	-	5,086
Federal Sources:					
National School Lunch Program	234,129	-	-	-	234,129
National School Breakfast Program	58,643	-	-	-	58,643
Supply Chain Assistance Grant	73,897	-	-	-	73,897
Healthy Hunger-Free Kids Act	10,286	-	-	-	10,286
Food Distribution Program	82,816	-	-	-	82,816
Total Nonoperating Revenues/(Expenses)	<u>476,645</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>476,645</u>
Change in Net Position	(11,520)	1,519	(4,221)	2,361	(11,861)
Total Net Position - Beginning	<u>712,932</u>	<u>9,012</u>	<u>(940)</u>	<u>20,114</u>	<u>741,118</u>
Total Net Position - Ending	<u>\$ 701,412</u>	<u>\$ 10,531</u>	<u>\$ (5,161)</u>	<u>\$ 22,475</u>	<u>\$ 729,257</u>

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Business-Type Activities				
	Enterprise Funds				
	Food Service Fund	Drama Club	Pay-to Play	Summer Camp	Totals
Cash Flows From Operating Activities:					
Receipts from Customers	\$ 400,537	\$ 14,456	\$ 17,614	\$ 4,185	\$ 436,792
Payments to Employees	(417,047)	(13,750)	(21,987)	(1,824)	(454,608)
Payments to Suppliers	(501,552)	(4,687)	(1,084)	-	(507,323)
Net Cash Provided/(Used) by Operating Activities	(518,062)	(3,981)	(5,457)	2,361	(525,139)
Cash Flows From Noncapital Financing Activities:					
State Sources	17,197	-	-	-	17,197
Federal Sources	441,985	-	-	-	441,985
Net Cash Provided/(Used) by Noncapital Financing Activities	459,182	-	-	-	459,182
Cash Flows From Capital & Related Financing Activities:					
Equipment Purchases	(20,816)	-	-	-	(20,816)
Net Cash Provided/(Used) by Investing Activities	(20,816)	-	-	-	(20,816)
Net Increase/(Decrease) in Cash & Cash Equivalents	(79,696)	(3,981)	(5,457)	2,361	(86,773)
Balances - Beginning of Year	253,657	16,512	220	20,114	290,503
Balances - End of Year	\$ 173,961	\$ 12,531	\$ (5,237)	\$ 22,475	\$ 203,730

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

Operating Income/(Loss)	\$ (488,165)	\$ 1,519	\$ (4,221)	\$ 2,361	\$ (488,506)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:					
Food Distribution Program	82,816	-	-	-	82,816
Depreciation & Net Amortization	16,277	-	-	-	16,277
(Increase)/Decrease in Interfund Receivable	(132,309)	-	-	-	(132,309)
(Increase)/Decrease in Accounts Receivable	(168)	-	(26)	-	(194)
(Increase)/Decrease in Inventory	(1,398)	-	-	-	(1,398)
Increase/(Decrease) in Unearned Revenue	4,885	-	-	-	4,885
(Increase)/Decrease in Interfund Payable	-	(5,500)	(1,210)	-	(6,710)
Total Adjustments	(29,897)	(5,500)	(1,236)	-	(36,633)
Net Cash Provided/(Used) by Operating Activities	\$ (518,062)	\$ (3,981)	\$ (5,457)	\$ 2,361	\$ (525,139)

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

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SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023**

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SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

Note 1. Summary of Significant Accounting Policies

Basis of Presentation

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

Reporting Entity

The Swedesboro-Woolwich Consolidated School District is a Type II district located in the County of Gloucester, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board consists of 9 members elected to three-year terms and is responsible for the fiscal control of the district. The terms are staggered so that members’ terms expire each year. A Superintendent is appointed by the Board and is responsible for the administrative control of the School District. The School District provides a full range of educational services appropriate to grade levels K through 6.

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

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

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

Component Units

GASB Statement No.14. The Financial Reporting Entity provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, GASB Statement No. 61, *The Financial Reporting Entity: Omnis - an amendment of GASB Statements No. 14 and No. 34*, GASB Statement No. 80, *Blending Requirements for certain component units – and Amendment of GASB Statement No. 14* and GASB Statement No. 90, *Majority Equity Interests – An amendment of GASB Statements No. 14 and No. 61*. The School District had no component units as of or for the year ended June 30, 2023.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

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

Government-Wide Financial Statements

The School District's Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the School District accompanied by a total column.

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

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

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule (Exhibit B-3) is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the Government-Wide financial statements. The School District has presented all major funds that met those qualifications.

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

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and for the non-major funds aggregated. A column representing internal service funds is also presented in these statements. However, internal service funds balances and activities have been

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

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

combined with the governmental activities in the Government-Wide financial statements.

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

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

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 financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year in which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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 taxes.

While government-wide and fund financial statements are presented separately, they are interrelated. The governmental activities column of the government wide statements incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the School District’s enterprise funds. Separate financial statements are provided for governmental funds and proprietary funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year-end. 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. General capital assets acquisitions are reported as expenditures in the governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, charges for services, licenses, and interest on notes receivable associated with the current fiscal period are all considered to be susceptible to accrual and accordingly have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

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

within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available when cash is received.

Proprietary funds distinguish operating revenues and expenses from non-operating 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. The principal operating revenues of the Food Service Fund, Drama Club, Pay-to-Play and Summer Camp are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, employee salaries and benefits, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the School District's policy to use restricted resources first, then unrestricted resources as they are needed.

Internal service funds are used to account for those operations which provide benefits to other funds, departments, or agencies of the primary government and its component unit. Although internal service funds are reported as a proprietary fund in the fund financial statements, it is incorporated into governmental activities in the government-wide financial statements. The School District does not maintain any internal service funds.

The School District reports the following major governmental funds:

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

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

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

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

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

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

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

The School District reports the following major proprietary funds:

Food Service Fund – This fund accounts for the revenues and expenses pertaining to the School District’s cafeteria operations.

Drama Club - This fund accounts for the revenues and expenses pertaining to the School District’s plays and productions.

Pay-to-Play Fund - This fund accounts for the revenues and expenses pertaining to the School District’s various sports.

Summer Camps Program – This fund accounts for the revenues and expenses pertaining to the School District’s summer camp program.

During the course of operations, the School District has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Budgets/Budgetary Control

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

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

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

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

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

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounts as presented in the General Fund Budgetary Comparison Schedules and the Special Revenue Fund Budgetary Comparison Schedule to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds. Note that the School District does not report encumbrances outstanding at fiscal year-end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the last state aid payments.

Encumbrances

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

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

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

Cash and Cash Equivalents

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

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

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

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

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

Tuition Payable/Receivable

Tuition rates for the fiscal year end June 30, 2023 were established by the receiving district based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

Inventories

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

Interfund Receivables/Payables

Interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the School District and that are due within one year. The amounts are eliminated in the governmental and business-type activities, which are presented as Internal Balances.

Capital Assets

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Purchased or constructed assets are recorded at actual cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at estimated fair value at the date of donation. The School District has established a threshold of \$2,000 for capitalization of depreciable assets.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

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

Equipment & Vehicles	3 – 20 Years
Buildings	30 – 50 Years
Improvements	10 – 50 Years
Software	5 – 7 Years

Compensated Absences

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

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

Unearned Revenue

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

Accrued Liabilities and Long-Term Obligations

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

Accounting Estimates

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

Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

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

Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in proprietary funds. Reimbursements from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Fund Balance

In accordance with Government Accounting Standards Board 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the School District classifies governmental fund balances as follows:

- Non-spendable – This classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.
- Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.
- Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The School Board did not have any committed resources as of June 30, 2023.
- Assigned – This classification includes amounts that are constrained by the School District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.
- Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

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

Net Position

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

- Net Investment in Capital Assets – This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for acquisition, construction, or improvement of those assets.
- Restricted – Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the 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.

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

The following GASB Statements became effective for the fiscal year ended June 30, 2023:

Statement No. 96, *Subscription-Based Information Technology Arrangements*. Statement No. 96 establishes a single approach to accounting and financial reporting for subscription-based information technology arrangements for government end users. Statement No. 96 is effective for reporting periods beginning after June 15, 2022. The District has implemented this standard as of June 30, 2023.

Recently Issued Accounting Pronouncements

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

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

Bond Premiums, Discounts and Issuance Costs

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

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2023 (continued)**

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

Deferred Loss on Refunding Debt

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

Deferred Outflows and Deferred Inflows of Resources

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

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

Pensions

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

Note 2. Deposits and Investments

Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board’s deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity fund or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2023, the School District’s bank balance of \$4,200,333 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$	3,998,002
Uninsured and Uncollateralized		202,331
		\$ 4,200,333

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2023 (continued)**

Note 2. Deposits and Investments (continued)

Investments

New Jersey statutes permit the District to purchase the following types of securities; (a) Bonds and Other Obligations of the United States or obligations guaranteed by the United States, (b) Bonds of any Federal Intermediate Credit Bank , Federal Home Loan Bank, Federal National Mortgage Agency or of any United States Bank, which have a maturity date not greater than twelve months from the date of purchase, (c) New Jersey Cash Management and New Jersey Assets and Rebate Management Fund.

As of June 30, 2023, the District’s investment balance of \$889,226 was in short-term securities with varying maturity dates ranging from August 10, 2023 to June 28, 2024. The District categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quotes prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant and unobservable. The District’s investments qualify as Level 1 inputs as of June 30, 2023 in the amount of \$889,226.

Note 3. Reserve Accounts

Capital Reserve

A capital reserve account was established by the School District for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years in the 1991-1992 budget. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the School District’s approved Long-Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a School District may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A School District may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to *N.J.S.A.19:60-2*. Pursuant to *N.J.A.C.6:23A-14.1(g)*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning Balance, July 1, 2022	\$	1,799,613
Increased by:		
Interest Earnings		37
Ending Balance, June 30, 2023	\$	1,799,650

The June 30, 2023 balance did not exceed the LRFP balance of local support costs of uncompleted capital projects.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 3. Reserve Accounts (continued)

Maintenance Reserve

Swedesboro-Woolwich Consolidated School District established a Maintenance Reserve Account for the accumulation of Funds for use as maintenance expenditures in subsequent fiscal years. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

Beginning Balance, July 1, 2022	\$	500,000
Decreased by:		
Board Approved Withdrawals		(100,000)
Ending Balance, June 30, 2023	\$	400,000

Note 4. Accounts Receivable

Accounts receivable at June 30, 2023 consisted of accounts and intergovernmental grants. All state and federal receivables are considered collectible in full due to the stable condition of state programs and the current fiscal year guarantee of federal funds. Accounts receivable as of fiscal year end for the School District's individual major, in the aggregate, are as follows:

<u>Description</u>	Governmental Funds			Proprietary Funds		Total <u>Business-Type Activities</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total Governmental Activities</u>	<u>Food Service Fund</u>	<u>Pay to Play Fund</u>	
Federal Awards	\$ -	\$ 406,055	\$ 406,055	\$ 19,924	\$ -	\$ 19,924
State Awards	407,274	-	407,274	1,091	-	1,091
Other	-	2,922	2,922	2,501	166	2,667
Total	\$ 407,274	\$ 408,977	\$ 816,251	\$ 23,516	\$ 166	\$ 23,682

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 5. Capital Assets

Capital assets activity for the year ended June 30, 2023 was as follows:

	Balance July 1, 2022	Additions	Retirements and Transfers	Balance June 30, 2023
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 10,472,909	\$ -	\$ -	\$ 10,472,909
Construction in Progress		955,386	-	955,386
Total Capital Assets not being depreciated	<u>10,472,909</u>	<u>955,386</u>	<u>-</u>	<u>11,428,295</u>
Capital Assets being depreciated:				
Land Improvements	2,228,032	-	-	2,228,032
Buildings and Improvements	36,680,793	-	-	36,680,793
Equipment	2,504,445	211,123	(260,458)	2,455,110
Total Capital Assets being depreciated	<u>41,413,270</u>	<u>211,123</u>	<u>(260,458)</u>	<u>41,363,935</u>
Less: Accumulated Depreciation:				
Land Improvements	(1,306,780)	(90,862)	19,545	(1,378,097)
Buildings and Improvements	(12,634,099)	(726,799)	-	(13,360,898)
Equipment	(1,553,473)	(191,873)	103,779	(1,641,567)
Total Accumulated Depreciation	<u>(15,494,352)</u>	<u>(1,009,534)</u>	<u>123,324</u>	<u>(16,380,562)</u>
Total Capital Assets being depreciated, net	<u>25,918,918</u>	<u>(798,411)</u>	<u>(137,134)</u>	<u>24,983,373</u>
Total Governmental Activities Capital Assets, net	<u>\$ 36,391,827</u>	<u>\$ 156,975</u>	<u>\$ (137,134)</u>	<u>\$ 36,411,668</u>

	Balance July 1, 2022	Additions	Retirements and Transfers	Balance June 30, 2023
Business-Type Activities:				
Equipment	\$ 522,319	\$ 20,816	\$ (2,488)	\$ 540,647
Total Capital Assets being depreciated	<u>522,319</u>	<u>20,816</u>	<u>(2,488)</u>	<u>540,647</u>
Less: Accumulated Depreciation:				
Equipment	(440,923)	(16,277)	2,488	(454,712)
Total Capital Assets being depreciated, net	<u>(440,923)</u>	<u>(16,277)</u>	<u>2,488</u>	<u>(454,712)</u>
Total Business-Type Activities Capital Assets, net	<u>\$ 81,396</u>	<u>\$ 4,539</u>	<u>\$ -</u>	<u>\$ 85,935</u>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 6. Interfund Receivables, Payables and Transfers

Individual fund receivables/payables balances at June 30, 2023 are as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 85,916	\$ 424,175
Special Revenue Fund	-	83,826
Food Service Fund	424,175	-
Drama Club	-	2,000
Pay-to-Play	-	90
	<u>\$ 510,091</u>	<u>\$ 510,091</u>

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

Note 7. Long-Term Obligations

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

	<u>Balance July 1, 2022</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2023</u>	<u>Balance Due Within One Year</u>
Governmental Activities:					
General Obligation Bonds	\$ 23,650,000	\$ -	\$ 2,555,000	\$ 21,095,000	\$ 2,650,000
Financed Purchases	87,305	3,938,114	96,609	3,928,810	276,127
Subscription Liability	-	16,467	11,563	4,904	4,904
Unamortized Bond Premiums	1,157,667	-	168,874	988,793	168,874
Compensated Absences	236,066	36,955	-	273,021	-
Net Pension Liability	2,742,804	738,360	-	3,481,164	-
	<u>\$ 27,873,842</u>	<u>\$ 4,729,896</u>	<u>\$ 2,832,046</u>	<u>\$ 29,771,692</u>	<u>\$ 3,099,905</u>

For governmental activities, the bonds payable are liquidated from the School District's debt service fund. Compensated absences, financed purchases, subscription liabilities and net pension liability are liquidated by the general fund.

Bonds Payable

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

\$9,105,000 Refunding Bonds of 2013 dated May 2, 2013, payable in annual installments through January 15, 2031. Interest is paid semi-annually at an interest rate from 2.375% to 3%. The remaining balance as of June 30, 2023, was \$6,360,000.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 7. Long-Term Obligations (continued)

\$17,920,000 Refunding Bonds of 2015 dated April 22, 2015, payable in annual installments through February 15, 2031. The Refunding Bonds were issued with a net interest cost of 1.542453% to advance refund \$1,605,000 of outstanding 2005 School Refunding Bonds, with an interest rate of 4% and net interest costs of 2.971221% to advance refund \$15,435,000 of outstanding 2007 School Bonds with an average interest rate of 4.599684%. The net proceeds of \$18,775,499, including a premium of \$1,037,523 and net of payments of \$98,560 in underwriting fees and \$83,464 of issuance costs were used to purchase U.S. Government Securities. The advance refunding met the requirements for an in-substance debt defeasance and the bonds were removed from the School District's financial statements. As a result of the advance refunding, the School District recognized an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$749,163. Interest is paid semi-annually at an interest rate from 2.25% to 5%. The remaining balance as of June 30, 2023, was \$10,770,000.

\$5,625,000 Refunding Bonds of 2021 dated February 18, 2021, payable in annual installments through February 15, 2028. The Refunding Bonds were issued with a net interest cost of 0.780769% to advance refund \$6,230,000 of outstanding 2010 School Refunding Bonds. The net proceeds of \$6,352,632.30, including a premium of \$727,632.30 and net of payments of \$22,500 in underwriting fees and \$70,253.95 in issuance costs were used to purchase United States Treasury Obligations. The advance refunding met the requirements for an in-substance debt defeasance and the bonds were removed from the School District's financial statements. As a result of the advance refunding, the School District recognized an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$556,791.91. Interest is paid semi-annually at an interest rate of 4%. The remaining balance as of June 30, 2023, was \$3,965,000.

Principal and interest due on the outstanding bonds as of June 30, 2023 is as follows:

Fiscal Year Ending	Principal	Interest	Total
<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 2,650,000	\$ 684,344	\$ 3,334,344
2025	2,720,000	605,769	3,325,769
2026	2,815,000	516,119	3,331,119
2027	2,910,000	428,375	3,338,375
2028	3,000,000	337,250	3,337,250
2029-2031	7,000,000	496,550	7,496,550
	<u>\$ 21,095,000</u>	<u>\$ 3,068,407</u>	<u>\$ 24,163,407</u>

Financed Purchases

In June 2019, the School District entered a lease purchase agreement for \$96,200. The lease obligation was issued with an interest rate of 3.7% and matures in July 2022.

In December of 2022, the District issued \$3,743,458 under the Energy Savings Improvement Lease. The lease was issued at an interest rate of 3.99% and has a final maturity date of December 15, 2041. The proceeds of the ESIP will be used to provide for and install solar energy producers within the District.

In July of 2021, the District entered into a lease purchase agreement for \$85,467. The lease obligation was issued with an interest rate of 6.56% and matures in June 2025.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 7. Long-Term Obligations (continued)

In July of 2022, the District entered into a lease purchase agreement for \$88,220. The lease obligation was issued with an interest rate of 4.63% and matures in June 2026.

In July of 2022, the District entered into a lease purchase agreement for \$106,436. The lease obligation was issued with an interest rate of 4.41% and matures in June 2026.

The following is a schedule of future minimum financed purchase agreement payments as of June 30, 2023.

Fiscal Year Ending June 30,	Principal	Interest	Total
2024	\$ 276,127	\$ 157,219	\$ 433,346
2025	251,631	147,845	399,476
2026	203,974	137,349	341,323
2027	151,559	128,842	280,401
2028	159,344	122,734	282,078
2029-2033	873,835	516,109	1,389,944
2034-2038	1,222,982	313,233	1,536,215
2039-2042	789,358	82,036	871,394
	<u>\$ 3,928,810</u>	<u>\$ 1,605,367</u>	<u>\$ 5,534,177</u>

SBITA Liabilities

The School District has entered into subscription-based information technology arrangements (SBITAs) for various software subscription services. The SBITAs qualify as other than short-term arrangements under GASB 96, and therefore, have been recorded at present value of future minimum lease payments as of the date of their inception.

On July 1, 2022, the School District entered into a SBITA for Online Academic Software in the amount of \$16,467. The SBITA was issued at an interest rate of 3.00% and is set to expire on November 30, 2023.

The future minimum SBITA obligations as of June 30, 2023 were as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2024	\$ 4,904	\$ 37	\$ 4,941
	<u>\$ 4,904</u>	<u>\$ 37</u>	<u>\$ 4,941</u>

Bonds Authorized But Not Issued:

As of June 30, 2023, the School District had no authorized but not issued bonds.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 8. Pension Plans

A. Public Employees' Retirement System (PERS)

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

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

The following represents the membership tiers for PERS:

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

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

Contributions - The contribution policy for PERS is set by *N.J.S.A. 15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for the noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2022, the State's pension contribution was more than the actuarial determined amount.

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 8. Pension Plans (continued)

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

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At June 30, 2023, the School District reported a liability of \$3,481,164 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2022. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2021, to the measurement date of June 30, 2022. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2022. The School District's proportion measured as of June 30, 2022, was 0.023067%, which was a decrease of 0.00009% from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the School District recognized full accrual pension expense/(benefit) of \$(280,828) in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2022 measurement date. At June 30, 2023 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 25,125	\$ 22,157
Changes of Assumptions	10,786	521,268
Net Difference between Projected and Actual Earnings on Pension Plan Investments	144,082	-
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	12,656	160,989
School District Contributions Subsequent to Measurement Date	303,651	-
	\$ 496,300	\$ 704,414

\$303,651 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is based on the amount payable to the State due April 1, 2024 and will be recognized as a reduction of the net pension liability in the year ended 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:

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 8. Pension Plans (continued)

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

Year Ending <u>Dec 31,</u>	<u>Amount</u>
2023	\$ (420,488)
2024	(214,224)
2025	(104,473)
2026	227,921
2027	<u>(501)</u>
	<u>\$ (511,765)</u>

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 8. Pension Plans (continued)

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

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 8. Pension Plans (continued)

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

Actuarial Assumptions – The collective total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. This actuarial valuation used the following assumptions:

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2027	2.85 - 6.55% Based on Years of Service
Thereafter	2.75 - 6.55% Based on Years of Service
Investment Rate of Return	7.00%
Mortality Rate Table	
PERS	Pub-2010 General Classification Headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2021
Period of Actuarial Experience	
Study upon which Actuarial Assumptions were Based	July 1, 2018 - June 30, 2021

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

The actuarial assumptions used in the July 1, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS’s target asset allocation as of June 30, 2022 are summarized in the following table:

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 8. Pension Plans (continued)

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.12%
Non-U.S. Developed Markets Equity	13.50%	8.37%
Emerging Markets 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%
	100.00%	

Discount Rate - 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 will be made based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments in determining the total pension liability.

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the School District's proportionate share of the net pension liability as of June 30, 2022, calculated using the discount rate of 7.00% as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's Proportionate Share of the Net Pension Liability	\$ 4,510,152	\$ 3,481,164	\$ 2,660,027

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 8. Pension Plans (continued)

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

Additional Information - The following is a summary of the collective balances of the local group at June 30, 2023 and 2022:

Balances at June 30, 2023 and June 30, 2022

	<u>6/30/2023</u>	<u>6/30/2022</u>
Actuarial valuation date (including roll forward)	June 30, 2022	June 30, 2021
Collective Deferred Outflows of Resources	\$ 1,660,772,008	\$ 1,164,738,169
Collective Deferred Inflows of Resources	3,236,303,935	833,923,762
Collective Net Pension Liability	15,219,184,920	11,972,782,878
District's portion of the Plan's total Net Pension Liability	0.023067%	0.023153%

Special Funding Situation – Under N.J.S.A. 43:15A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed that legally obligated the State if certain circumstances occurred. The legislation, which legally obligates the State, are Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001. The amounts contributed on behalf of the local participating employers under the 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 the legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers related to the legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the collective net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employers as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

The State's proportionate share of the PERS net pension liability associated with the special funding situation is \$-0- as of June 30, 2023. The State's proportionate share of the contribution associated with the special funding situation was \$7,325 as of June 30, 2023. These are based on measurements as of June 30, 2022.

B. Teachers' Pension and Annuity Fund (TPAF)

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 8. Pension Plans (continued)

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

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

The following represents the membership tiers for TPAF:

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

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

Contributions - The contribution policy for TPAF is set by *N.J.S.A 18A:66* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. For fiscal year 2022, the State's pension contribution was more than the actuarial determined amount.

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

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2023 was \$52,104,532. The School District's proportionate share was \$-0-.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 8. Pension Plans (continued)

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

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, which was rolled forward to June 30, 2022. The State's proportionate share of the net pension liability associated with the School District was based on projection of the State's long-term contributions to the pension plan associated with the School District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2022, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.10099%, which was an increase of 0.00102% from its proportion measured as of June 30, 2021.

For the fiscal year ended June 30, 2023, the School District recognized \$1,402,279 in on-behalf pension expense and revenue in the government-wide financial statements, for the State of New Jersey on-behalf TPAF pension contributions. This pension expense and revenue was based on the pension plans June 30, 2022 measurement date.

Actuarial Assumptions – The total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	2.75-5.65% based on years of service
Investment Rate of Return	7.00%

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

The actuarial assumptions used in the July 1, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 8. Pension Plans (continued)

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

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2021 are summarized in the following table:

<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-U.S. Developed Markets Equity	13.50%	8.37%
Emerging Markets 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 - 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 will be made based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments in determining the total pension liability.

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 8. Pension Plans (continued)

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

	1% Decrease <u>(6.00%)</u>	Current Discount Rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	61,093,671	52,104,532	44,532,312
	<u>\$ 61,093,671</u>	<u>\$ 52,104,532</u>	<u>\$ 44,532,312</u>

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

Additional Information – The following is a summary of the collective balances of the local group at June 30, 2023 and 2022:

Balances at June 30, 2023 and June 30, 2022

	<u>6/30/2023</u>	<u>6/30/2022</u>
Actuarial valuation date (including roll forward)	June 30, 2022	June 30, 2021
Collective Deferred Outflows of Resources	\$ 5,004,259,312	\$ 6,373,530,834
Collective Deferred Inflows of Resources	19,682,774,794	27,363,797,906
Collective Net Pension Liability	51,676,587,303	48,165,991,182
District's portion of the Plan's total Net Pension Liability	0.10099%	0.09997%

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 8. Pension Plans (continued)

C. Defined Contribution Plan (DCRP)

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

Individuals eligible for membership in the DCRP include:

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

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

For the year ended June 30, 2023, employee contributions totaled \$11,097, and the School District recognized an expense for payments made to the Defined Contribution Retirement program in the amount of \$6,053.

Note 9. Other Post-Retirement Benefits

General Information about the OPEB Plan

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
 NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2023 (continued)**

Note 9. Other Post-Retirement Benefits (continued)

General Information about the OPEB Plan (continued)

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

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

Basis of Presentation

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

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

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2022, was determined by an actuarial valuation as of June 30, 2021, which was rolled forward to June 30, 2022. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Total Nonemployer OPEB Liability:	\$	50,646,462,966		
		TPAF/ABP	PERS	PFRS
Salary Increases:		2.75 - 4.25%	2.75 - 6.55%	3.25 - 16.25%
		based on years of service	based on years of service	based on years of service

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 9. Other Post-Retirement Benefits (continued)

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

Actuarial assumptions used in the July 1, 2021 valuation were based on the results of TPAF, PERS and PFRS experience studies prepared for July 1, 2018 to June 30, 2021.

OPEB Obligation and OPEB Expense - The State’s proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2022 was \$39,429,074. The School District’s proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2022, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The State’s proportionate share of the OPEB Obligation associated with the District was based on projection of the State’s long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2022, the State proportionate share of the OPEB Obligation attributable to the School District was 0.07785%, which was a decrease of 0.00341% from its proportion measured as of June 30, 2021.

For the fiscal year ended June 30, 2023, the State of New Jersey recognized an OPEB expense in the amount of \$2,683,789 for the State’s proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2022 measurement date.

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 5.65% and decreases to a 4.50% long-term trend rate after eight years. For post-65 medical benefits PPO, the trend is initially -1.99% in fiscal year 2023, increased to 13.44% in fiscal year 2026 and decreased to 4.50% in fiscal year 2033. For HMO the trend is initially -3.54% in fiscal year 2023, increased 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 decreased 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 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.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 9. Other Post-Retirement Benefits (continued)

Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate

The following presents the total nonemployer OPEB liability as of June 30, 2022, calculated using the discount rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2022		
	At 1% Decrease (2.54%)	At Discount Rate (3.54%)	At 1% Increase (4.54%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 46,344,729	\$ 39,429,074	\$ 33,886,522
State of New Jersey's Total Non- employer Liability	\$ 59,529,589,697	\$ 50,646,462,966	\$ 43,527,080,995

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

The following presents the total nonemployer OPEB liability as of June 30, 2022, calculated using the healthcare trend rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a healthcare trend rate that is 1- percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2022		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 32,590,540	\$ 39,429,074	\$ 48,411,904
State of New Jersey's Total Nonemployer OPEB Liability	\$ 41,862,397,291	\$ 50,646,462,966	\$ 62,184,866,635

* See Healthcare Cost Trend Assumptions for details of rates.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 9. Other Post-Retirement Benefits (continued)

Additional Information

Collective balances of the Local Group at June 30, 2022 are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change in Proportion	\$ -	\$ -
Differences between Expected & Actual Experience	9,042,402,619	(15,462,950,679)
Change in Assumptions	8,765,620,577	(17,237,289,230)
Contributions Made in Fiscal Year Year Ending 2020 After June 30, 2019 Measurement Date **	TBD	-
	\$ 17,808,023,196	\$ (32,700,239,909)

** Employer Contributions made after June 30, 2022 are reported as a deferred outflow of resources, but are not amortized in expense.

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

Fiscal Year Ending June 30,		
2023	\$	(2,517,151,602)
2024		(2,517,151,602)
2025		(2,517,151,602)
2026		(2,175,449,761)
2027		(1,243,951,140)
Thereafter		(3,921,361,006)
	\$	(14,892,216,713)

Plan Membership

At June 30, 2021, the Program membership consisted of the following:

	June 30, 2021
Active Plan Members	213,148
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	151,669
	364,817

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)**

Note 9. Other Post-Retirement Benefits (continued)

Changes in the Total OPEB Liability

The change in the State's Total OPEB liability for the fiscal year ended June 30, 2023 (measurement date June 30, 2022) is as follows:

Total OPEB Liability

Service Cost	\$	2,770,618,025
Interest Cost		1,342,187,139
Difference Between Expected & Actual Experience		1,399,200,736
Change in Benefit Terms		-
Changes of Assumptions		(13,586,368,097)
Contributions: Member		42,650,252
Gross Benefit Payments		<u>(1,329,476,059)</u>
Net Change in Total OPEB Liability		(9,361,188,004)
Total OPEB Liability (Beginning)		<u>60,007,650,970</u>
Total OPEB Liability (Ending)	\$	<u>50,646,462,966</u>
Total Covered Employee Payroll	\$	14,753,355,408
Net OPEB Liability as a Percentage of Payroll		343%

Note 10. On-Behalf Payments for Fringe Benefits and Salaries

As previously mentioned, the School District receives on-behalf payments from the State of New Jersey for normal costs and post-retirement medical costs related to the Teachers' Pension and Annuity Fund (TPAF) pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2023, the on-behalf payments for normal costs, post-retirement medical costs, non-contributory insurance and social security were \$4,288,336, \$1,126,536, \$1,693, and \$943,571 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.

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 11. Risk Management (continued)

<u>Fiscal Year</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2022-2023	\$ 18,296	\$ -	\$ 321,125
2021-2022	23,785	-	302,829
2020-2021	23,607	1,428	279,044

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.

Note 12. Contingencies

State and Federal Grantor Agencies - The School District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the School District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2023 may be impaired. In the opinion of the School District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

Litigation – It is the opinion of the administration and legal counsels, that there exists no litigation or contingent liability that may be pending against the Swedesboro-Woolwich Consolidated School District that would have a material or adverse effect on the Board or the financial position of the School District.

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

Note 13. Deferred Compensation

The School District offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457(b). The plans, which are administered by Mass Mutual and Colonial, permits participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency.

Note 14. Compensated Absences

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

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 14. Compensated Absences (Continued)

School District employees are granted varying amount of vacation and sick leave in accordance with the School District's personnel policies. Upon termination, employees are paid for accrued vacation. The School District policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement employees shall be paid by the School District for the unused sick leave in accordance with the School Districts' agreements with the various employee unions. The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. At June 30, 2023, the liability for compensated absences reported on the government-wide Statement of Net Position was \$273,021.

Note 15. Tax Abatements

As defined by the Governmental Accounting Standards Board (GASB) Statement No. 77, a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the School District is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the School District's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the School District.

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

Note 16. Calculation of Excess Surplus

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A.18A:7F-7. New Jersey school districts are required to reserve General Fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2023 was \$53,654.

Note 17. Fund Balances

General Fund – Of the \$4,081,475 General Fund balance at June 30, 2023, \$1,799,650 has been restricted for the Capital Reserve Account; \$400,000 has been restricted for the Maintenance Reserve Account; \$321,125 has been restricted for the Unemployment Reserve Account; \$53,654 has been restricted for current year excess surplus; \$1,092,604 is restricted for prior year excess surplus – designated for subsequent year's expenditures; \$52,165 has been assigned to other purposes; \$552,141 has been assigned to designated for subsequent year's expenditures and \$(189,864) has been unassigned.

Special Revenue Fund – Of the \$43,926 Special Revenue Fund balance at June 30, 2023, \$43,926 is restricted for future student activities.

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 17. Fund Balances (continued)

Capital Projects Fund – Of the \$2,800,483 Capital Projects Fund balance at June 30, 2023, \$2,800,483 is restricted for capital projects.

Debt Service Fund –The Debt Service Fund balance at June 30, 2023 is \$(4,691).

Note 18. Deficit Fund Balance

The District has an accumulated deficit of \$4,691 in the Debt Service Fund as of June 30, 2023. This deficit is the result of the District not raising the proper amount of the debt service tax levy in the budget. The District will resolve the deficit with future tax levy receipts or through local contributions.

Note 19. Intangible Assets (SBITAs)

The School District has recorded intangible assets as a result of implementing GASB 96. The assets are subscription-based information technology arrangements for various software throughout the District. The related liability is discussed in the SBITA subsection of Note 7, Long-Term Obligations. The intangible asset is amortized on a straight-line basis over the terms of the related subscription arrangement.

Intangible asset activity for the School District for the year ended June 30, 2023, was as follows:

	Balance as of June 30, 2022	Increases	Decreases	Balance as of June 30, 2023
Intangible Assets (SBITAs):				
Online Academic Software	\$ -	\$ 16,467	\$ -	\$ 16,467
Total Intangible Assets	-	16,467	-	16,467
Less accumulated amortization				
Online Academic Software	-	(11,623)	-	(11,623)
Total accumulated amortization	-	(11,623)	-	(11,623)
Intangible Assets, net	\$ -	\$ 4,844	\$ -	\$ 4,844

Note 20. Prior Period Adjustment

Net position as of July 1, 2022 has be restated as follows for prior year financed purchase agreements not recorded and the amortization of those agreements.

Net Position as previously reported at June 30, 2022	\$ 12,500,839
Prior Period Adjustment:	
Financed Purchase Agreement	<u>(62,698)</u>
Net Position as restated, July 1, 2022	<u>\$ 12,438,141</u>

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023 (continued)

Note 21. Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2023 and January 9, 2024, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and the following items have come to the attention of the District that would require disclosure.

ESIP Change Order

In July 2023, the District approved a change order for the ESIP Power Management Project that will introduce \$2,706,580 of additional funding to the project. The District was awarded a SSB-VEEVR Grant in the amount of \$2,029,935 and will contribute \$676,645 from the Capital Reserve account to fund the project increase.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

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C. Budgetary Comparison Schedules

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SWEDSBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2023

ACCOUNT NUMBER	JUNE 30, 2023				POSITIVE (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Revenues:						
Local Sources:						
Local Tax Levy	10-1210	\$ 16,462,633	\$ -	\$ 16,462,633	\$ 16,462,633	\$ -
Tuition - From Individuals	10-1310	180,000	-	180,000	30,032	(149,968)
Rent and Royalties	10-1910	-	-	-	3,296	3,296
Interest Earned on Maintenance Reserve	10-1XXX	1	-	1	-	(1)
Interest Earned on Capital Reserve	10-1XXX	1	-	1	37	36
Interest Earned on Investments	10-1xxx	-	-	-	47,797	47,797
Other Restricted Miscellaneous Revenues		188,866	-	188,866	92,880	(95,986)
Total Local Sources		16,831,501	-	16,831,501	16,636,675	(194,826)
State Sources:						
Categorical Special Education Aid	10-3132	1,357,452	-	1,357,452	1,357,452	-
Equalization Aid	10-3176	7,911,706	-	7,911,706	7,911,706	-
Security Aid	10-3177	162,836	-	162,836	162,836	-
Categorical Transportation Aid	10-3121	665,956	-	665,956	665,956	-
Extraordinary Aid	10-3131	88,250	-	88,250	276,364	188,114
Non Public Transportation	10-3190	-	-	-	30,264	30,264
Lead Testing for Schools Aid	10-3300	-	-	-	8,380	8,380
Tuition Reimbursements for Homeless Students		-	-	-	54,195	54,195
Nonbudgeted:						
On-Behalf TPAF Medical Contributions		-	-	-	1,126,536	1,126,536
On-Behalf TPAF Pension Contributions		-	-	-	4,288,336	4,288,336
On-Behalf TPAF Long-Term Disability Contributions		-	-	-	1,693	1,693
Reimbursed TPAF Social Security Contributions		-	-	-	943,571	943,571
Total State Sources		10,186,200	-	10,186,200	16,827,289	6,641,089
Federal Sources:						
FFCRA/SEMI	10-4210	-	-	-	2,748	2,748
Medicare Reimbursement	10-4200	26,330	-	26,330	34,988	8,658
Total Federal Sources		26,330	-	26,330	37,736	11,406
Total Revenues		27,044,031	-	27,044,031	33,501,700	6,457,669
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Preschool/Kindergarten	11-110-100-101	579,388	171,974	751,362	751,362	-
Grades 1 - 5	11-120-100-101	4,661,586	(342,295)	4,319,291	4,319,291	-
Grades 6 - 8	11-130-100-101	798,018	73,752	871,770	871,770	-
Home Instruction:						
Salaries of Teachers	11-150-100-101	2,000	4,603	6,603	6,603	-
Purchased Professional - Educational Services	11-150-100-320	33,548	(3,443)	30,105	30,105	-
Regular Programs - Undistributed Instruction:						
Purchased Professional - Educational Services	11-190-100-320	608,940	140,290	749,230	749,230	-
Other Purchased Services	11-190-100-500	3,000	(741)	2,259	1,499	760
General Supplies	11-190-100-610	553,763	64,468	618,231	573,759	44,472
Textbooks	11-190-100-640	1,000	(1,000)	-	-	-
Other Objects	11-190-100-800	6,500	(1,971)	4,529	2,134	2,395
Total Regular Programs		7,247,743	105,637	7,353,380	7,305,753	47,627
Special Education:						
Learning and/or Language Disabilities:						
Salaries of Teachers	11-204-100-101	1,212,995	(63,832)	1,149,163	1,146,096	3,067
General Supplies	11-204-100-610	17,300	(3,893)	13,407	9,199	4,208
Total Learning and/or Language Disabilities		1,230,295	(67,725)	1,162,570	1,155,295	7,275
Emotional Regulation Impairment:						
General Supplies	11-209-100-610	4,264	3,319	7,583	3,947	3,636
Total Emotional Regulation Impairment		4,264	3,319	7,583	3,947	3,636

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2023

	ACCOUNT NUMBER	JUNE 30, 2023			ACTUAL	POSITIVE (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	405,958	40,475	446,433	446,433	-
Other Salaries for Instruction	11-212-100-106	106,116	(19,571)	86,545	86,073	472
General Supplies	11-212-100-610	8,602	(230)	8,372	6,182	2,190
Total Multiple Disabilities:		520,676	20,674	541,350	538,688	2,662
Resource Room:						
Salaries of Teachers	11-213-100-101	1,317,840	(19,960)	1,297,880	1,294,242	3,638
General Supplies	11-213-000-610	13,151	-	13,151	12,654	497
Total Resource Room		1,330,991	(19,960)	1,311,031	1,306,896	4,135
Autism:						
Salaries of Teachers	11-214-100-101	416,595	106,313	522,908	520,086	2,822
Other Salaries for Instruction	11-214-100-106	224,108	(3,661)	220,447	219,103	1,344
General Supplies	11-214-100-610	11,056	(354)	10,702	5,657	5,045
Total Autism		651,759	102,298	754,057	744,846	9,211
Preschool Handicapped - Part-Time:						
Salaries of Teachers	11-215-100-101	110,760	42,464	153,224	153,224	-
General Supplies	11-215-100-600	6,224	(3,719)	2,505	2,505	-
Total Preschool Handicapped -Part-Time		116,984	38,745	155,729	155,729	-
Preschool Handicapped - Full-Time:						
General Supplies	11-216-100-600	6,924	(6,724)	200	200	-
Total Preschool Handicapped -Full-Time		6,924	(6,724)	200	200	-
Total Special Education		3,861,893	70,627	3,932,520	3,905,601	26,919
Basic Skills/Remedial:						
Salaries of Teachers	11-230-100-101	493,837	(177,246)	316,591	316,591	-
Total Basic Skills/Remedial		493,837	(177,246)	316,591	316,591	-
Bilingual:						
Salaries of Teachers	11-240-100-101	216,629	-	216,629	216,629	-
Total Bilingual		216,629	-	216,629	216,629	-
School Sponsored Cocurricular Activities:						
Salaries	11-401-100-100	56,000	-	56,000	53,918	2,082
Total School Sponsored Cocurricular Activities		56,000	-	56,000	53,918	2,082
Other Instructional Programs						
Salaries	11-421-100-100	16,000	-	16,000	3,287	12,713
Total Other Instructional Programs		16,000	-	16,000	3,287	12,713
Total - Instruction		11,892,102	(982)	11,891,120	11,801,779	89,341
Undistributed Expenditures:						
Tuition						
Tuition to Other LEA'S Within State - Regular	11-000-100-561	40,000	(4,798)	35,202	6,339	28,863
Tuition to CSSD & Regular Day Schools	11-000-100-565	219,960	153,388	373,348	373,348	-
Tuition to Private School for Handicapped - State	11-000-100-566	460,948	(311,288)	149,660	118,954	30,706
Tuition - Other	11-000-100-569	-	4,400	4,400	4,400	-
Total Tuition		720,908	(158,298)	562,610	503,041	59,569

**SWEDSBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2023**

	ACCOUNT NUMBER	JUNE 30, 2023			ACTUAL	POSITIVE (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Health Services:						
Salaries	11-000-213-100	384,592	(5,862)	378,730	378,730	-
Purchased Professional & Technical Services	11-000-213-300	14,500	(1,871)	12,629	11,713	916
Supplies and Materials	11-000-213-600	5,050	-	5,050	4,652	398
Other Objects	11-000-213-800	750	-	750	-	750
Total Health Services		404,892	(7,733)	397,159	395,095	2,064
Other Support Services - Students - Related Services						
Salaries	11-000-216-100	624,432	(56,343)	568,089	568,089	-
Purchased Technical Services	11-000-216-320	403,859	214,757	618,616	618,616	-
Supplies and Materials	11-000-216-600	10,013	-	10,013	9,699	314
Total Other Support Services - Students - Related Services		1,038,304	158,414	1,196,718	1,196,404	314
Other Support Services - Students - Regular:						
Salaries of Other Professional Staff	11-000-218-104	264,709	42,081	306,790	306,790	-
Supplies and Materials	11-000-218-600	3,350	(931)	2,419	2,419	-
Total Other Support Services - Students - Special Services		268,059	41,150	309,209	309,209	-
Other Support Services - Students - Special Services:						
Salaries of Other Professional Staff	11-000-219-104	599,328	(19,906)	579,422	579,422	-
Salaries of Secretarial and Clerical Assistants	11-000-219-105	75,588	5,116	80,704	80,704	-
Other Salaries	11-000-219-110	20,588	(15,387)	5,201	5,201	-
Other Purchased Educational Services	11-000-219-320	17,782	7,454	25,236	25,235	1
Other Purchased Professional and Technical Services	11-000-219-390	54,800	30,921	85,721	85,301	420
Other Purchased Services	11-000-219-500	7,810	(597)	7,213	6,699	514
Supplies and Materials	11-000-219-600	16,929	(8,527)	8,402	7,041	1,361
Total Other Support Services - Students - Special Services		792,825	(926)	791,899	789,603	2,296
Improvement of Instruction Services/Other Support Services - Instruction Staff:						
Salaries of Supervisors of Instruction	11-000-221-102	82,800	554	83,354	83,354	-
Other Salaries	11-000-221-110	39,500	(15,790)	23,710	23,710	-
Other Purchased Educational Services	11-000-221-320	5,595	(4,316)	1,279	1,279	-
Other Purchased Services	11-000-221-500	6,000	2,759	8,759	8,105	654
Supplies and Materials	11-000-221-600	2,000	(452)	1,548	1,548	-
Total Improvement of Instruction Services/Other Support Services Instructional Staff		135,895	(17,245)	118,650	117,996	654
Educational Media Services/School Library:						
Salaries	11-000-222-100	82,424	-	82,424	82,424	-
Other Purchased Professional and Technical Services	11-000-222-340	-	4,682	4,682	4,682	-
Supplies and Materials	11-000-222-600	4,250	(3,044)	1,206	1,193	13
Other Objects	11-000-222-800	800	(800)	-	-	-
Total Educational Media Services/School Library		87,474	838	88,312	88,299	13
Instructional Staff Training Services:						
Other Salaries	11-000-223-110	-	3,380	3,380	3,380	-
Other Purchased Educational Services	11-000-223-320	54,551	(45,143)	9,408	9,408	-
Other Purchased Services	11-000-223-500	8,100	(7,550)	550	550	-
Total Instructional Staff Training Services		62,651	(49,313)	13,338	13,338	-
Support Services General Administration:						
Salaries	11-000-230-100	263,324	8,013	271,337	271,337	-
Legal Services	11-000-230-331	60,100	3,510	63,610	63,485	125
Audit fees	11-000-230-332	32,000	3,000	35,000	35,000	-
Other Purchased Professional Services	11-000-230-339	14,000	18,585	32,585	31,758	827
Communications/Telephone	11-000-230-530	120,000	48,250	168,250	168,250	-
Travel - All Other	11-000-230-580	2,900	(1,644)	1,256	1,256	-
Other Purchased Services	11-000-230-590	97,912	10,472	108,384	108,384	-
Supplies and Materials	11-000-230-610	4,000	215	4,215	4,215	-
Miscellaneous Expenditures	11-000-230-890	9,000	471	9,471	9,471	-
Total Support Services General Administration		603,236	90,872	694,108	693,156	952

SWEDSBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2023

	ACCOUNT NUMBER	JUNE 30, 2023			ACTUAL	POSITIVE (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Support Services School Administration:						
Salaries of Principals/Assistant Principals	11-000-240-103	714,993	41,280	756,273	756,273	-
Salaries of Other Professional Staff	11-000-240-104	140,420	3,090	143,510	143,510	-
Salaries of Secretarial & Clerical Assistants	11-000-240-105	225,974	6,015	231,989	231,989	-
Other Purchased Services	11-000-240-500	5,500	3,790	9,290	8,595	695
General Supplies	11-000-240-600	44,750	417	45,167	27,751	17,416
Other Objects	11-000-240-800	19,200	(2,691)	16,509	14,797	1,712
Total Support Services School Administration		1,150,837	51,901	1,202,738	1,182,915	19,823
Central Services:						
Salaries	11-000-251-100	220,160	1,889	222,049	222,049	-
Other Purchased Services	11-000-251-592	1,000	953	1,953	1,953	-
General Supplies	11-000-251-600	5,000	2,569	7,569	7,569	-
Miscellaneous Expenditures	11-000-251-890	4,000	904	4,904	4,904	-
Total Central Services		230,160	6,315	236,475	236,475	-
Administrative Information Technology:						
Salaries	11-000-252-100	302,662	200	302,862	302,862	-
Purchased Technical Services	11-000-252-340	193,550	(6,114)	187,436	187,436	-
Other Purchased Services	11-000-252-500	1,750	812	2,562	2,562	-
General Supplies	11-000-252-600	5,000	958	5,958	5,958	-
Other Objects	11-000-252-800	1,000	(1,000)	-	-	-
Total Administrative Information Technology		503,962	(5,144)	498,818	498,818	-
Maintenance for School Facilities:						
Salaries	11-000-261-100	216,478	(21,378)	195,100	195,100	-
Cleaning, Repair & Maintenance	11-000-261-420	298,750	(65,052)	233,698	198,029	35,669
General Supplies	11-000-261-610	40,000	5,315	45,315	42,869	2,446
Other Objects	11-000-261-800	2,000	-	2,000	1,791	209
Total Maintenance for School Facilities		557,228	(81,115)	476,113	437,789	38,324
Custodial Services:						
Salaries	11-000-262-100	310,039	(10,283)	299,756	299,756	-
Salaries of Noninstructional Aides	11-000-262-107	201,600	(78,962)	122,638	122,638	-
Cleaning, Repair & Maintenance Services	11-000-262-420	358,071	35,041	393,112	393,111	1
Other Purchased Property Services	11-000-262-490	135,732	(3,800)	131,932	131,932	-
Insurance	11-000-262-520	106,000	(3,102)	102,898	102,898	-
General Supplies	11-000-262-610	50,000	5,290	55,290	54,778	512
Energy (Natural Gas)	11-000-262-621	66,000	11,723	77,723	77,723	-
Energy (Heat & Electricity)	11-000-262-622	429,000	138,516	567,516	567,516	-
Energy (Gasoline)	11-000-262-626	3,600	(1,466)	2,134	2,042	92
Other Objects	11-000-262-800	500	(500)	-	-	-
Total Custodial Services		1,660,542	92,457	1,752,999	1,752,394	605
Care & Upkeep of Grounds:						
Cleaning, Repair & Maintenance Services	11-000-263-420	74,000	(8,533)	65,467	61,563	3,904
General Supplies	11-000-263-610	5,000	212	5,212	5,212	-
Total Care & Upkeep of Grounds		79,000	(8,321)	70,679	66,775	3,904
Security:						
Purchased Professional & Technical Services	11-000-266-300	137,900	67,699	205,599	205,599	-
Cleaning, Repair & Maintenance Services	11-000-266-420	3,000	(2,113)	887	887	-
General Supplies	11-000-266-610	2,000	(482)	1,518	1,518	-
Total Security		142,900	65,104	208,004	208,004	-
Total Other Operating & Maintenance of Plant Services		2,439,670	68,125	2,507,795	2,464,962	42,833

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2023

	ACCOUNT NUMBER	JUNE 30, 2023			ACTUAL	POSITIVE (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Student Transportation Services:						
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	52,689	(13,544)	39,145	39,145	-
Contracted Srv. Aid in Lieu of Payments- NonPub Sch	11-000-270-503	100,000	-	100,000	92,677	7,323
Contract Svc (btw home & sch) - vendor	11-000-270-512	2,000	-	2,000	821	1,179
Contract Svc (btw home & sch) - joint agree	11-000-270-513	1,593,250	(272,798)	1,320,452	1,320,452	-
Contract Svc (special ed) - joint agreement	11-000-270-515	255,000	49,989	304,989	304,989	-
General Supplies	11-000-270-610	-	266	266	266	-
Miscellaneous Expenditures	11-000-270-800	-	454	454	454	-
Total Student Transportation Services		2,002,939	(235,633)	1,767,306	1,758,804	8,502
Unallocated Benefits - Employee Benefits:						
Social Security Contributions	11-000-291-220	204,000	(12,933)	191,067	183,428	7,639
Other Retirement Contributions - PERS	11-000-291-241	289,000	10,433	299,433	299,057	376
Workmen's Compensation	11-000-291-260	103,000	2,635	105,635	105,635	-
Health Benefits	11-000-291-270	4,901,545	238,204	5,139,749	5,139,749	-
Tuition Reimbursement	11-000-291-280	50,000	(20,524)	29,476	22,327	7,149
Other Employee Benefits	11-000-291-290	56,000	9,218	65,218	65,218	-
Unused Sick Payment to Terminated/Retired Staff	11-000-291-299	-	47,675	47,675	47,675	-
Total Unallocated Benefits		5,603,545	274,708	5,878,253	5,863,089	15,164
Nonbudgeted:						
On-Behalf TPAF Medical Contributions		-	-	-	1,126,536	(1,126,536)
On-Behalf TPAF Pension Contributions		-	-	-	4,288,336	(4,288,336)
On-Behalf TPAF Long-Term Disability Contributions		-	-	-	1,693	(1,693)
Reimbursed TPAF Social Security Contributions		-	-	-	943,571	(943,571)
Total On-Behalf		-	-	-	6,360,136	(6,360,136)
Total Undistributed Expenditures		16,045,357	218,031	16,263,388	22,471,340	(6,207,952)
Total Expenditures - Current Expense		27,937,459	217,049	28,154,508	34,273,119	(6,118,611)
Capital Outlay:						
Interest Deposit to Maintenance Reserve	10-603	1	-	1	-	1
Interest Deposit to Capital Reserve	10-604	1	-	1	-	1
Facilities Acquisition & Construction Services:						
Assesment for Debt Service on SDA Funding	12-000-400-896	87,129	-	87,129	87,129	-
Total Facilities Acquisition & Construction Services		87,129	-	87,129	87,129	-
Total Capital Outlay		87,131	-	87,131	87,129	2
Total Assets Acquired Under Financed Purchases/Subscription Liabilities (Nonbudgeted):						
Instruction/Non-Instruction		-	-	-	211,123	(211,123)
Total Assets Acquired Under Financed Purchases/Subscription Liabilities (Nonbudgeted)		-	-	-	211,123	(211,123)
Transfer to Charter School	10-000-100-560	(41,740)	41,740	-	-	-
Total Transfer to Charter School		(41,740)	41,740	-	-	-
Total Expenditures		28,066,330	175,309	28,241,639	34,571,371	(6,329,732)

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2023

ACCOUNT NUMBER	JUNE 30, 2023				POSITIVE (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Excess/(Deficiency) of Revenues Over/(Under) Expenditures Before Other Financing Sources/(Uses)	(1,022,299)	(175,309)	(1,197,608)	(1,069,671)	127,937
Other Financing Sources/(Uses):					
Proceeds from Subscription Liabilities	-	-	-	16,467	16,467
Financed Purchases (Nonbudgeted)	-	-	-	194,656	194,656
Total Other Financing Sources/(Uses)	-	-	-	211,123	211,123
Excess/(Deficiency) of Revenues Over/(Under) After Expenditures & Other Financing Sources/(Uses)	(1,022,299)	(175,309)	(1,197,608)	(858,548)	339,060
Fund Balances, July 1	5,908,267	-	5,908,267	5,908,267	-
Fund Balances, June 30	<u>\$ 4,885,968</u>	<u>\$ (175,309)</u>	<u>\$ 4,710,659</u>	<u>\$ 5,049,719</u>	<u>\$ 339,060</u>

RECAPITULATION OF BUDGET TRANSFERS

Prior Year Reserve for Encumbrances	\$ 75,309
Transfer from Maintenance Reserve	<u>100,000</u>
Total Budget Transfers	<u>\$ 175,309</u>

RECAPITULATION OF FUND BALANCE:

Restricted Fund Balance:	
Excess Surplus	\$ 53,654
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures	1,092,604
Capital Reserve	1,799,650
Maintenance Reserve	400,000
Unemployment Compensation	321,125
Assigned Fund Balance:	
Reserve for Encumbrances	52,165
Designated for Subsequent Year's Expenditures	552,141
Unassigned Fund Balance	<u>778,380</u>
Subtotal	5,049,719
Reconciliation to Governmental Funds Statements (GAAP):	
Last Two State Aid Payments Not Recognized on GAAP Basis	<u>(968,244)</u>
Fund Balance per Governmental Funds (GAAP)	<u>\$ 4,081,475</u>

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2023

	JUNE 30, 2023				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
REVENUES					
State Sources	\$ 6,660	\$ -	\$ 6,660	\$ 4,476	\$ (2,184)
Federal Sources	1,053,171	86,230	1,139,401	865,393	(274,008)
Local Sources	46,812	48,298	95,110	149,932	54,822
Total Revenues	1,106,643	134,528	1,241,171	1,019,801	(221,370)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	184,221	7,911	192,132	191,755	377
Tuition	252,985	60,846	313,831	313,831	-
General Supplies	81,037	78,291	159,328	101,538	57,790
Other Objects	-	2,160	2,160	2,160	-
Total Instruction	518,243	149,208	667,451	609,284	58,167
Support Services:					
Other Salaries	94,629	2,812	97,441	17,579	79,862
Personal Services - Employee Benefits	188,180	-	188,180	101,496	86,684
Purchased Professional & Technical Services	249,391	(17,492)	231,899	202,293	29,606
Other Purchased Services	11,200	-	11,200	1,316	9,884
General Supplies	15,000	-	15,000	-	15,000
Student Activities	30,000	-	30,000	129,185	(99,185)
Total Support Services	588,400	(14,680)	573,720	451,869	121,851
Total Expenditures	1,106,643	134,528	1,241,171	1,061,153	180,018
Total Outflows	1,106,643	134,528	1,241,171	1,061,153	180,018
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	-	-	-	(41,352)	(41,352)
Fund Balance, July 1	85,278	-	85,278	85,278	-
Fund Balance, June 30	<u>\$ 85,278</u>	<u>\$ -</u>	<u>\$ 85,278</u>	<u>\$ 43,926</u>	<u>\$ (41,352)</u>
Recapitulation of Fund Balance:					
Restricted:					
Student Activities				<u>\$ 43,926</u>	
Total Fund Balance				<u>\$ 43,926</u>	

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART II

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**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR FISCAL YEAR ENDED JUNE 30, 2023**

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual amounts (budgetary basis) "revenues" from the budgetary comparison schedules	\$ 33,501,700	\$ 1,019,801
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.	-	51,595
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year	(968,244)	-
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	890,383	-
	<hr/>	<hr/>
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<u>\$ 33,423,839</u>	<u>\$ 1,071,396</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Expenditures" From the Budgetary Comparison Schedule	\$ 34,571,371	\$ 1,061,153
Differences- Budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposed, but in the year the supplies are received for financial reporting purposes.	\$ -	\$ 51,595
	<hr/>	<hr/>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<u>\$ 34,571,371</u>	<u>\$ 1,112,748</u>

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REQUIRED SUPPLEMENTARY INFORMATION - PART III

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

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**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST TEN FISCAL YEARS**

	<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's proportion of the net pension liability (asset)	0.02307%	0.02315%	0.02357%	0.02449%	0.02460%	0.02410%	0.02333%	0.02371%	0.02138%	0.02066%
District's proportionate share of the net pension liability (asset)	\$3,481,164	\$2,742,804	\$3,843,712	\$4,412,068	\$ 4,843,904	\$ 5,610,101	\$ 6,909,464	\$ 5,321,339	\$ 4,002,180	\$ 3,948,134
District's covered-employee payroll	1,663,313	1,723,433	1,684,455	1,670,282	1,693,543	1,757,633	1,601,284	1,676,600	1,587,945	N/A
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	209.291%	159.148%	228.187%	264.151%	286.022%	319.185%	431.495%	317.389%	252.035%	N/A
Plan fiduciary net position as a percentage of the total pension liability	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%	48.72%

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST TEN FISCAL YEARS**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution	\$ 290,889	\$ 271,147	\$ 257,848	\$ 238,180	\$ 244,705	\$ 223,261	\$ 207,254	\$ 203,801	\$ 176,221	\$ 155,653
Contributions in relation to the contractually required contribution	290,889	271,147	257,848	238,180	244,705	223,261	207,254	203,801	176,221	155,653
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 1,663,313	\$ 1,670,282	\$ 1,693,543	\$ 1,670,282	\$ 1,693,543	\$ 1,757,633	\$ 1,601,284	\$ 1,676,600	\$ 1,587,945	N/A
Contributions as a percentage of covered-employee payroll	17.49%	16.23%	15.23%	14.26%	14.45%	12.70%	12.94%	12.16%	11.10%	**N/A

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' PENSION AND ANNUITY FUND
LAST TEN FISCAL YEARS**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
District's proportion of the net pension liability (asset)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
State's proportionate share of the net pension liability (asset) associated with the District	\$ 52,104,532	\$ 48,062,053	\$ 65,708,334	\$ 59,201,035	\$ 62,101,646	\$ 61,538,444	\$ 69,173,008	\$ 55,619,967	\$ 46,323,637	\$ 42,210,628
District's covered-employee payroll	12,811,998	12,245,799	11,764,189	10,998,146	10,670,963	10,271,323	9,781,086	9,098,846	8,885,377	N/A
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND (TPAF)
LAST TEN FISCAL YEARS**

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

SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR OTHER POST EMPLOYMENT BENEFITS (GASB 75)

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SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)
LAST SIX FISCAL YEARS*

	2023	2022	2021	2020	2019	2018
District's Total OPEB Liability						
Service Cost	\$ 3,125,462	\$ 3,619,627	\$ 1,997,616	\$ 1,878,628	\$ 2,158,866	\$ 2,607,405
Interest Cost	1,044,914	1,264,914	1,176,893	1,326,705	1,422,365	1,220,648
Change in Benefit Terms	-	(51,900)				
Difference between Expected and Actual Differences	(1,923,374)	(8,941,942)	9,616,917	(3,526,492)	(4,076,027)	-
Changes of Assumptions	(10,577,203)	48,107	9,824,917	478,286	(3,772,729)	(5,631,021)
Contributions: Member	33,204	32,338	28,382	29,189	30,383	32,403
Gross Benefit Payments	(1,035,018)	(996,398)	(936,376)	(984,699)	(879,103)	(879,990)
Net Change in District's Total OPEB Liability	(9,332,015)	(5,025,254)	21,708,349	(798,383)	(5,116,245)	(2,650,555)
District's Total OPEB Liability (Beginning)	48,761,089	53,786,343	32,077,994	32,876,377	37,992,622	40,643,177
District's Total OPEB Liability (Ending)	\$ 39,429,074	\$ 48,761,089	\$ 53,786,343	\$ 32,077,994	\$ 32,876,377	\$ 37,992,622
District's Covered Employee Payroll	\$ 14,475,311	\$ 13,969,232	\$ 13,448,644	\$ 12,668,428	\$ 12,364,506	\$ 12,028,956
District's Net OPEB Liability as a Percentage of Payroll	272.39%	349.06%	399.94%	253.21%	265.89%	315.84%

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

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

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III

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**SWEDESBORO-WOOLWICH CONSOLIDATED 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 - None.

Changes in Assumptions - None

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

Changes in Assumptions - None

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 2.16% as of June 30, 2021, to 3.54% as of June 30, 2022.

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OTHER SUPPLEMENTARY INFORMATION

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E. Special Revenue Fund

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**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR FISCAL YEAR ENDED JUNE 30, 2023**

	E.S.S.A.			IDEA		
	Title I	Title II Part A	Title III	Title IV	Part B Basic Regular Program	IDEA Preschool Program
Revenues:						
Federal Sources	\$ 77,825	\$ 27,678	\$ 35,008	\$ 10,000	\$ 294,534	\$ 19,297
Total Revenues	\$ 77,825	\$ 27,678	\$ 35,008	\$ 10,000	\$ 294,534	\$ 19,297
Expenditures:						
Instruction:						
Salaries of Teachers	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Tuition	-	-	-	-	294,534	19,297
General Supplies	-	-	11,322	-	-	-
Total Instruction	-	-	11,322	-	294,534	19,297
Support Services:						
Other Salaries	-	-	2,812	-	-	-
Purchased Professional and Technical Services	77,825	27,678	20,874	10,000	-	-
Total Support Services	77,825	27,678	23,686	10,000	-	-
Total Expenditures	77,825	27,678	35,008	10,000	294,534	19,297
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	ESSER II	ESSER II Mental Health	ESSER III	Student Activities	PTO Donations	Other Local Grants	Climate Awareness	Total
Revenues:								
State Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,476	\$ 4,476
Federal Sources	55,960	34,116	310,975	-	-	-	-	865,393
Local Sources	-	-	-	87,833	44,973	17,126	-	149,932
Total Revenues	\$ 55,960	\$ 34,116	\$ 310,975	\$ 87,833	\$ 44,973	\$ 17,126	\$ 4,476	\$ 1,019,801

Expenditures:								
Instruction:								
Salaries of Teachers	\$ -	\$ -	\$ 191,755	\$ -	\$ -	\$ -	\$ -	\$ 191,755
General Supplies	29,160	-	2,957	-	44,973	12,126	1,000	101,538
Tuition	-	-	-	-	-	-	-	313,831
Other Objects	-	-	-	-	-	-	2,160	2,160
Total Instruction	29,160	-	194,712	-	44,973	12,126	3,160	609,284

Support Services:								
Other Salaries	-	-	14,767	-	-	-	-	17,579
Personal Services - Employee Benefits	-	-	101,496	-	-	-	-	101,496
Purchased Professional & Technical Services	26,800	34,116	-	-	5,000	-	-	202,293
Other Purchased Services	-	-	-	-	-	-	1,316	1,316
Student Activities	-	-	-	129,185	-	-	-	129,185
Total Support Services	26,800	34,116	116,263	129,185	-	5,000	1,316	451,869
Total Expenditures	55,960	34,116	310,975	129,185	44,973	17,126	4,476	1,061,153

Excess (Deficiency) of Revenues Over(Under) Expenditures	-	-	-	(41,352)	-	-	-	(41,352)
Fund Balance, July 1	-	-	-	85,278	-	-	-	85,278
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ 43,926	\$ -	\$ -	\$ -	\$ 43,926

F. Capital Projects Fund

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**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

PROJECT TITLE/ISSUE	APPROPRIATIONS	EXPENDITURES TO DATE		UNEXPENDED BALANCE JUNE 30, 2023
		PRIOR YEARS	CURRENT YEAR	
Various Capital Projects	\$ 3,755,869	\$ -	\$ 955,386	\$ 2,800,483
	<u>\$ 3,755,869</u>	<u>\$ -</u>	<u>\$ 955,386</u>	<u>\$ 2,800,483</u>

**SWEDSBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE-BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Revenues & Other Financing Sources:	
Transfer from Capital Reserve	\$ -
Financed Purchase Proceeds	3,743,458
Interest Earnings & Transfers	12,411
	<hr/>
Total Revenues	3,755,869
	<hr/>
Expenditures & Other Financing Uses:	
Purchased Professional & Technical Services	955,386
	<hr/>
Total Expenditures	955,386
	<hr/>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	2,800,483
Fund Balance - Beginning	<hr/>
Fund Balance - Ending	\$ 2,800,483
	<hr/> <hr/>

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
ALL LOCATIONS
POWER MANAGEMENT PROJECT
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Financed Purchase Proceeds	\$ -	\$ 3,743,458	\$ 3,743,458	\$ 3,743,458
Interest Earnings		12,411	12,411	12,411
Total Revenues	-	3,755,869	3,755,869	3,755,869
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	-	955,386	955,386	955,386
Construction Services	-	-	-	2,800,483
Total Expenditures	-	955,386	955,386	3,755,869
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	\$ -	\$ 2,800,483	\$ 2,800,483	\$ -

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G. Proprietary Funds

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Enterprise Funds

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SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
ENTERPRISE FUND
SCHEDULE OF NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

ASSETS	Business-type Activities				TOTAL
	Food Service Fund	Drama Club	Pay-to Play	Summer Camp	
Current Assets:					
Cash & Cash Equivalents	\$ 173,961	\$ 12,531	\$ -	\$ 22,475	\$ 208,967
Accounts Receivable:					
State	1,091	-	-	-	1,091
Federal	19,924	-	-	-	19,924
Other	2,501	-	166	-	2,667
Interfunds Receivable	424,175	-	-	-	424,175
Inventories	18,787	-	-	-	18,787
Total Current Assets	640,439	12,531	166	22,475	675,611
Capital Assets:					
Equipment	540,647	-	-	-	540,647
Accumulated Depreciation	(454,712)	-	-	-	(454,712)
Total Capital Assets	85,935	-	-	-	85,935
Total Assets	726,374	12,531	166	22,475	761,546
LIABILITIES					
Cash Deficit	-	-	5,237	-	5,237
Unearned Revenue	24,962	-	-	-	24,962
Interfund Payable	-	2,000	90	-	2,090
Total Liabilities	24,962	2,000	5,327	-	32,289
NET POSITION					
Net Investment in Capital Assets	85,935	-	-	-	85,935
Unrestricted	615,477	10,531	(5,161)	22,475	643,322
Total Net Position	\$ 701,412	\$ 10,531	\$ (5,161)	\$ 22,475	\$ 729,257

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Business-type Activities				TOTAL
	Food Service Fund	Drama Club	Pay-to Play	Summer Camp	
Operating Revenues:					
Local Sources:					
Daily Sales - Reimbursable Programs	\$ 255,444	\$ -	\$ -	\$ -	\$ 255,444
Daily Sales - Nonreimbursable Programs	139,399	-	-	-	139,399
Special Functions/Program Fees	977	14,456	17,640	4,185	37,258
Total Operating Revenue	395,820	14,456	17,640	4,185	432,101
Operating Expenses:					
Salaries	417,047	8,250	20,777	1,824	447,898
Purchased Professional Services	46,445	-	-	-	46,445
Supplies & Materials	14,997	4,687	1,084	-	20,768
Miscellaneous	29,898	-	-	-	29,898
Depreciation Expense	16,277	-	-	-	16,277
Cost of Sales - Reimbursable	290,806	-	-	-	290,806
Cost of Sales - Non Reimbursable	68,515	-	-	-	68,515
Total Operating Expenses	883,985	12,937	21,861	1,824	920,607
Operating Income/(Loss)	(488,165)	1,519	(4,221)	2,361	(488,506)
Nonoperating Revenues:					
State Sources:					
State School Lunch Program	11,788	-	-	-	11,788
State School Breakfast Program	5,086	-	-	-	5,086
Federal Sources:					
National School Lunch Program	234,129	-	-	-	234,129
National School Breakfast Program	58,643	-	-	-	58,643
Supply Chain Assistance Funds	73,897	-	-	-	73,897
Healthy Hunger-Free Kids Act	10,286	-	-	-	10,286
Food Distribution Program	82,816	-	-	-	82,816
Total Nonoperating Revenues	476,645	-	-	-	476,645
Net Income/(Loss)	(11,520)	1,519	(4,221)	2,361	(11,861)
Net Position/(Deficit) - July 1	712,932	9,012	(940)	20,114	741,118
Net Position/(Deficit) - June 30	\$ 701,412	\$ 10,531	\$ (5,161)	\$ 22,475	\$ 729,257

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
PROPRIETARY FUNDS
SCHEDULE OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Business-type Activities				TOTAL
	Food Service Fund	Drama Club	Pay-to Play	Summer Camp	
Cash Flows From Operating Activities:					
Receipts from Customers	\$ 400,537	\$ 14,456	\$ 17,614	\$ 4,185	\$ 436,792
Payments to Employees	(417,047)	(13,750)	(21,987)	(1,824)	(454,608)
Payments for Employee Benefits	-	-	-	-	-
Payments to Suppliers	(501,552)	(4,687)	(1,084)	-	(507,323)
Net Cash Provided/(Used) by Operating Activities	(518,062)	(3,981)	(5,457)	2,361	(525,139)
Cash Flows From Noncapital Financing Activities:					
State Sources	17,197	-	-	-	17,197
Federal Sources	441,985	-	-	-	441,985
Net Cash Provided/(Used) by Noncapital Financing Activities	459,182	-	-	-	459,182
Cash Flows From Capital & Related Financing Activities:					
Equipment Purchases	(20,816)	-	-	-	(20,816)
Net Cash Provided/(Used) by Investing Activities	(20,816)	-	-	-	(20,816)
Net Increase/(Decrease) in Cash & Cash Equivalents	(79,696)	(3,981)	(5,457)	2,361	(86,773)
Balances - Beginning of Year	253,657	16,512	220	20,114	290,503
Balances - End of Year	\$ 173,961	\$ 12,531	\$ (5,237)	\$ 22,475	\$ 203,730
Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:					
Operating Income/(Loss)	\$ (488,165)	\$ 1,519	\$ (4,221)	\$ 2,361	(488,506)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:					
Food Distribution Program	82,816	-	-	-	82,816
Depreciation & Net Amortization	16,277	-	-	-	16,277
(Increase)/Decrease in Interfund Receivable	(132,309)	-	-	-	(132,309)
(Increase)/Decrease in Accounts Receivable	(168)	-	(26)	-	(194)
(Increase)/Decrease in Inventories	(1,398)	-	-	-	(1,398)
Increase/(Decrease) in Unearned Revenue	4,885	-	-	-	4,885
Increase/(Decrease) in Interfund Payable	-	(5,500)	(1,210)	-	(6,710)
Total Adjustments	(29,897)	(5,500)	(1,236)	-	(36,633)
Net Cash Provided/(Used) by Operating Activities	\$ (518,062)	\$ (3,981)	\$ (5,457)	\$ 2,361	\$ (525,139)

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Internal Service Fund

Not Applicable

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H. Fiduciary Fund

Not applicable

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I. Long-Term Debt

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**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
GENERAL LONG-TERM DEBT ACCOUNT GROUP
SCHEDULE OF SERIAL BONDS
JUNE 30, 2023**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES		INTEREST RATE	BALANCE		ISSUED	RETIRED	BALANCE JUNE 30, 2023							
			DATE	AMOUNT		JULY 1, 2022	JUNE 30, 2023										
Refunding Bonds of 2013	5/2/13	9,105,000	1/15/24	625,000	3.000%	\$	6,925,000	\$	-	\$	6,360,000						
			1/15/25	680,000	3.000%												
			1/15/26	745,000	2.375%												
			1/15/27	805,000	2.500%												
			1/15/28	875,000	3.000%												
			1/15/29	890,000	3.000%												
Refunding Bonds of 2015	04/22/15	17,920,000	1/15/30	875,000	3.000%												
			1/15/31	865,000	3.000%												
			2/15/2024	1,210,000	2.250%		11,940,000		1,170,000		10,770,000						
			2/15/2025	1,235,000	3.000%												
			2/15/2026	1,275,000	3.000%												
			2/15/2027	1,320,000	3.000%												
Refunding Bonds of 2021	3/3/21	5,625,000	2/15/2028	1,360,000	3.000%												
			2/15/2029	1,410,000	3.000%												
			2/15/2030	1,450,000	4.000%												
			2/15/2031	1,510,000	4.000%												
			2/15/2024	815,000	4.000%		4,785,000		820,000		3,965,000						
			2/15/2025	805,000	4.000%												
		2/15/2026	795,000	4.000%													
		2/15/2027	785,000	4.000%													
		2/15/2028	765,000	4.000%													
Total										\$	23,650,000	\$	-	\$	2,555,000	\$	21,095,000

**SWEDESORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF FINANCED PURCHASES
JUNE 30, 2023**

DESCRIPTION	START DATE	TERM	AMOUNT OF ORIGINAL ISSUE		INTEREST RATE	AMOUNT OUTSTANDING JUNE 30, 2022	ISSUED CURRENT YEAR	RETIRED CURRENT YEAR	AMOUNT OUTSTANDING JUNE 30, 2023
			PRINCIPAL	INTEREST					
Energy Savings Improvement Program (ESIP)	12/20/2022	19 years	\$ 3,743,458	\$ 1,589,186	4.030%	\$ -	\$ 3,743,458	\$ -	\$ 3,743,458
250 Chromebooks	6/10/2019	3 Years	96,200	5,936	3.700%	24,607	-	24,607	-
250 Chromebooks	7/1/2021	4 Years	85,467	5,609	6.563%	62,698	-	20,004	42,694
250 Dell CTO 3100	7/1/2022	4 Years	88,220	6,204	4.628%	-	88,220	23,606	64,614
270 Dell CTO 3100	7/1/2022	4 Years	106,436	7,133	4.413%	-	106,436	28,392	78,044
Total						\$ 87,305	\$ 3,938,114	\$ 96,609	\$ 3,928,810

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2023**

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:					
Local Sources:					
Local Tax Levy	\$ 2,836,728	\$ -	\$ 2,836,728	\$ 2,836,728	\$ -
State Sources:					
Debt Service Aid Type II	478,084	-	478,084	478,084	-
Miscellaneous Revenue	4,691	-	4,691	-	-
Total Revenues	<u>3,319,503</u>	<u>-</u>	<u>3,319,503</u>	<u>3,314,812</u>	<u>-</u>
Expenditures:					
Regular Debt Service:					
Interest	769,194	-	769,194	769,194	-
Redemption of Principal	2,555,000	-	2,555,000	2,555,000	-
Total Expenditures	<u>3,324,194</u>	<u>-</u>	<u>3,324,194</u>	<u>3,324,194</u>	<u>-</u>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	<u>(4,691)</u>	<u>-</u>	<u>(4,691)</u>	<u>(9,382)</u>	<u>-</u>
Fund Balances July 1	<u>4,691</u>	<u>-</u>	<u>4,691</u>	<u>4,691</u>	<u>-</u>
Fund Balances June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,691)</u>	<u>\$ 4,691</u>

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
 LONG-TERM DEBT
 SCHEDULE OF SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS
 JUNE 30, 2023

DESCRIPTION	DATE	TERMS	AMOUNT OF ORIGINAL ISSUE		INTEREST RATE	AMOUNT OUTSTANDING JUNE 30, 2022	ISSUED CURRENT YEAR	RETIRED CURRENT YEAR	AMOUNT OUTSTANDING JUNE 30, 2023
			PRINCIPAL	INTEREST					
Online Academic Software	7/1/2022	17 months	\$ 16,467	\$ 494	3.000%	\$ -	\$ 16,467	\$ 11,563	\$ 4,904
Total			\$ -	\$ -		\$ -	\$ 16,467	\$ 11,563	\$ 4,904

STATISTICAL SECTION (Unaudited)

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SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Governmental Activities:										
Net Investment in										
Capital Assets	\$ 11,259,207	\$ 12,533,572	\$ 10,606,206	\$ 8,187,926	\$ 6,449,977	\$ 4,931,912	\$ 3,734,685	\$ 2,180,877	\$ 1,207,384	\$ (4,679,880)
Restricted	7,111,057	4,882,623	4,574,805	3,977,392	4,443,334	4,018,483	3,824,305	4,239,889	4,167,437	4,223,547
Unrestricted	(4,762,513)	(4,915,356)	(5,515,510)	(6,020,187)	(5,859,035)	(5,709,468)	(4,910,035)	(4,053,115)	(4,015,981)	(236,780)
Total Governmental Activities Net Position	\$ 13,607,751	\$ 12,500,839	\$ 9,665,501	\$ 6,145,131	\$ 5,034,276	\$ 3,240,927	\$ 2,648,955	\$ 2,367,651	\$ 1,358,840	\$ (693,113)
Business-Type Activities:										
Net Investment in										
Capital Assets	\$ 85,935	\$ 81,396	\$ 90,773	\$ 106,958	\$ 93,653	\$ 115,045	\$ 166,657	\$ 178,890	\$ 207,029	\$ 180,004
Unrestricted	643,322	659,722	293,999	271,277	331,984	295,736	262,612	232,051	295,619	241,921
Total Business-Type Activities Net Position	\$ 729,257	\$ 741,118	\$ 384,772	\$ 378,235	\$ 425,637	\$ 410,781	\$ 429,269	\$ 410,941	\$ 502,648	\$ 421,925
District-Wide:										
Net Investment in										
Capital Assets	\$ 11,345,142	\$ 12,614,968	\$ 10,696,979	\$ 8,294,884	\$ 6,543,630	\$ 5,046,957	\$ 3,901,342	\$ 2,359,767	\$ 1,414,413	\$ (4,499,876)
Restricted	7,111,057	4,882,623	4,574,805	3,977,392	4,443,334	4,018,483	3,824,305	4,239,889	4,167,437	4,223,547
Unrestricted	(4,119,191)	(4,255,634)	(5,221,511)	(5,748,910)	(5,527,051)	(5,413,732)	(4,647,423)	(3,821,064)	(3,720,362)	5,141
Total District Net Position	\$ 14,337,008	\$ 13,241,957	\$ 10,050,273	\$ 6,523,366	\$ 5,459,913	\$ 3,651,708	\$ 3,078,224	\$ 2,778,592	\$ 1,861,488	\$ (271,188)

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
FISCAL YEAR ENDING JUNE 30, 2023										
Expenses:										
Governmental Activities:										
Instruction:										
Regular	\$ 7,305,753	\$ 6,921,292	\$ 6,406,383	\$ 6,837,914	\$ 6,257,657	\$ 6,245,255	\$ 6,331,564	\$ 6,441,003	\$ 6,082,739	\$ 8,794,027
Special Education	4,530,349	4,252,279	4,200,875	3,879,271	3,582,033	3,394,357	3,102,061	3,100,061	3,114,214	3,135,830
Other Special Instruction	533,220	686,962	584,468	460,648	423,450	370,974	371,209	329,415	298,067	468,794
Other Instruction	57,205	62,351	59,813	217,030	207,054	162,307	101,815	75,616	67,245	-
Support Services & Undistributed Costs:										
Tuition, Student and instruction related	3,900,985	3,298,731	2,802,169	2,779,544	2,733,883	2,546,117	2,539,137	2,358,652	2,418,838	3,583,951
General Administration	693,156	802,878	656,350	632,939	659,595	694,163	606,641	635,017	613,366	1,162,711
School Administrative Services	1,182,915	1,124,176	1,118,966	1,115,072	988,157	997,942	812,391	785,907	714,690	676,387
Central Services	236,475	223,006	231,704	234,685	227,559	229,531	206,739	205,775	232,050	206,895
Administrative information technology	498,818	475,423	458,208	432,663	445,629	438,891	441,795	443,897	378,528	281,624
Plant Operations & Maintenance	2,464,962	2,575,659	2,092,237	2,037,758	1,989,558	1,793,405	1,866,348	1,854,248	1,963,095	2,195,486
Pupil Transportation	1,758,804	1,621,781	1,525,978	1,495,286	1,582,609	1,523,231	1,576,049	1,578,937	1,622,666	1,496,836
Unallocated Benefits	10,357,232	10,871,611	17,335,481	10,479,360	11,090,220	10,398,441	8,772,800	7,384,989	6,797,171	2,029,225
Long-Term Debt and Other Charges	657,502	797,124	1,142,879	1,053,032	1,142,425	1,219,754	1,297,274	1,374,812	1,357,193	1,592,650
Capital Outlay	-	-	-	87,129	105,074	192,337	171,931	205,587	120,297	262,580
Transfer to Charter Schools	-	-	-	-	-	-	-	8,817	-	-
Adjustment to Capital Assets	-	-	10,621	-	-	-	-	-	-	-
Unallocated Depreciation	1,146,668	881,437	839,491	847,837	840,549	839,013	855,336	815,760	827,661	142,709
Total Governmental Activities	35,324,044	34,594,710	39,465,623	32,590,168	32,275,452	31,045,718	29,053,090	27,598,493	26,616,419	26,029,705
Expenses										
Business-Type Activities:										
Food Service	883,985	929,505	306,323	491,304	578,962	593,148	583,407	603,028	566,915	560,403
Other Enterprise Funds	36,622	25,397	135	27,139	40,605	44,952	53,973	66,049	307,349	279,035
Total Business-Type Activities	920,607	954,902	306,458	518,443	619,567	638,100	637,380	669,077	874,264	839,438
Expense										
Total District Expenses	\$ 36,244,651	\$ 35,549,612	\$ 39,772,081	\$ 33,108,611	\$ 32,895,019	\$ 31,683,818	\$ 29,690,470	\$ 28,267,570	\$ 27,490,683	\$ 26,869,143
Program Revenues:										
Governmental Activities:										
Charges for Services:	\$ 87,833	\$ 126,116	\$ 34,115	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Operating Grants & Contributions	6,014,895	7,732,945	9,520,852	498,108	498,336	494,746	454,714	478,797	448,009	2,045,001
Total Governmental Activities	6,102,728	7,859,061	9,554,967	498,108	498,336	494,746	454,714	478,797	448,009	2,045,001
Program Revenues										

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
FISCAL YEAR ENDING JUNE 30,										
Business-Type Activities:										
Charges for Service:										
Food Service	432,101	32,544	4,187	267,726	393,532	403,896	410,017	408,809	399,751	368,087
Other Enterprise Funds	-	-	-	20,159	34,144	41,108	51,139	63,638	326,102	354,020
Operating Grants & Contributions	476,645	1,254,393	308,808	189,058	208,310	204,114	196,252	207,254	180,710	178,860
Total Business-Type Activities	908,746	1,286,937	312,995	476,943	635,986	649,118	657,408	679,701	906,563	900,967
Program Revenues	7,011,474	9,145,998	9,867,962	10,031,910	1,134,094	1,147,454	1,152,154	1,134,415	1,385,360	1,348,976
Total District Program Revenues	7,920,220	10,432,935	10,180,957	10,508,853	1,770,080	1,796,572	1,809,562	2,213,816	2,391,923	2,249,943
Net (Expense)/Revenue:										
Governmental Activities	29,221,316	26,735,649	29,910,656	29,910,656	32,092,060	31,777,116	30,550,972	28,598,376	27,119,696	26,168,410
Business-Type Activities	(11,861)	(332,035)	(6,537)	(170,485)	(117,543)	(29,551)	(19,308)	(42,321)	(237,486)	(26,703)
Total District-Wide Net Expense	29,233,177	26,403,614	29,904,119	29,740,171	31,974,517	31,747,565	30,531,664	28,556,055	26,882,210	26,141,707
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes, Levied for General Purposes, Net	16,462,633	16,446,491	16,349,434	16,349,434	16,028,857	15,647,409	15,340,597	15,039,801	14,646,864	13,920,834
Taxes Levied for Debt Service	2,836,728	2,857,561	2,954,618	2,034,701	2,806,649	2,821,060	3,096,102	2,761,433	2,828,133	2,889,554
Unrestricted Federal & State Aid	10,427,028	9,390,783	12,915,918	14,380,476	14,162,029	10,992,542	10,188,091	9,834,767	9,472,595	7,584,115
Restricted Federal & State Aid	478,084	-	-	-	-	-	-	-	-	-
Tuition received	30,032	135,405	126,143	221,552	245,069	153,428	178,598	210,694	66,974	-
Transportation	-	-	-	-	27,596	-	-	-	-	-
Miscellaneous Income	156,421	270,714	228,377	238,890	311,973	80,261	84,161	211,443	154,137	229,639
Fixed Asset disposal and adjustments	-	-	(4,357)	(13,558)	(11,708)	(1,891)	(3,138)	(28,780)	-	-
Compensated Absences	-	-	-	-	-	-	-	-	-	(323)
Cancellation of Accounts Receivable	-	-	41,024	-	-	-	(4,731)	-	-	-
Costs of issuance/refunding bonds	-	-	-	-	-	-	-	-	(182,025)	-
Other Restricted Miscellaneous	-	-	22,178	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	99,149	-	-
Total Governmental Activities	30,390,926	29,100,954	32,633,335	33,211,495	33,570,465	29,692,809	28,879,680	28,128,507	26,986,678	24,623,819
Business-Type Activities:										
Adjustment to Capital Assets	-	-	-	(5,902)	(1,563)	-	(1,700)	(452)	55,404	-
Transfers	-	-	-	-	-	-	-	(99,149)	(7,386)	-
Other	-	-	-	-	-	-	-	(2,850)	120	169
Investment Earnings	-	24,311	-	-	-	-	-	-	407	-
Total Business-Type Activities	-	24,311	-	(5,902)	(1,563)	-	(1,700)	(102,331)	48,425	169
Total District-Wide	30,390,926	29,125,265	32,633,335	33,205,593	33,568,902	29,692,809	28,877,980	28,026,176	27,035,103	24,623,988
Change in Net Position:										
Governmental Activities	1,169,610	2,365,305	2,722,679	3,300,839	1,478,405	(2,084,307)	(1,671,292)	(469,869)	(133,018)	(1,544,591)
Business-Type Activities	(11,861)	356,346	6,537	164,583	115,980	29,551	17,608	(60,010)	285,911	26,872
Total District	1,157,749	2,721,651	2,729,216	3,465,422	1,594,385	(2,054,756)	(1,653,684)	(529,879)	152,893	(1,517,719)

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General Fund:										
Restricted	\$ 3,667,033	\$ 4,682,815	\$ 4,090,358	\$ 3,922,012	\$ 3,631,058	\$ 3,195,889	\$ 2,974,745	\$ 2,913,475	\$ 2,790,692	\$ 3,388,825
Assigned	604,306	109,839	440,387	219,172	264,543	118,550	110,850	708,440	619,479	579,138
Unassigned	(189,864)	225,230	300,487	(188,581)	(168,093)	(163,827)	(146,167)	(178,326)	(204,031)	(139,930)
Total General Fund	\$ 4,081,475	\$ 5,017,884	\$ 4,831,232	\$ 3,952,603	\$ 3,727,508	\$ 3,150,612	\$ 2,939,428	\$ 3,443,589	\$ 3,206,140	\$ 3,828,033
All Other Governmental Funds:										
Assigned	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Projects Fund										
Restricted:										
Special Revenue Fund	43,926	85,278	39,369	-	-	-	-	-	-	-
Capital Projects Fund	2,800,483	-	-	-	-	-	764,423	764,423	764,423	771,734
Debt Service Fund	(4,691)	4,691	4,691	-	768,681	773,363	75,003	72,490	58,611	62,987
Total All Other Governmental Funds	\$ 2,839,718	\$ 89,969	\$ 44,060	\$ -	\$ 768,681	\$ 773,363	\$ 839,426	\$ 836,913	\$ 823,034	\$ 834,721

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Revenues:										
Tax Levy	\$ 19,299,361	\$ 19,304,052	\$ 19,304,052	\$ 18,384,135	\$ 18,835,506	\$ 18,468,469	\$ 18,436,699	\$ 17,801,234	\$ 17,474,997	\$ 16,810,388
Miscellaneous	351,849	577,846	430,416	508,323	631,511	273,209	267,344	432,176	236,727	229,640
State Sources	17,268,170	15,854,120	13,761,946	12,609,122	11,830,194	10,969,006	10,162,140	9,819,582	9,472,595	8,580,774
Federal Sources	903,078	1,343,330	760,211	470,875	461,949	478,685	476,080	483,943	432,393	1,048,342
Total Revenue	37,822,458	37,079,348	34,256,625	31,972,455	31,759,160	30,189,369	29,342,263	28,536,935	27,616,712	26,669,144
Expenditures:										
Current Expense:										
Instruction	12,426,527	11,922,884	11,320,212	11,472,413	10,549,804	10,210,064	9,977,482	9,924,792	9,643,841	8,732,960
Undistributed Expenditures	22,959,340	21,255,035	18,374,296	17,382,202	17,041,058	16,184,368	15,908,768	14,941,832	14,787,538	14,014,421
Capital Outlay	1,166,509	229,834	491,281	263,346	300,609	350,512	456,074	428,266	382,297	316,849
Special Schools	-	-	10,621	-	-	-	-	8,817	8,599	-
Debt Service	3,411,323	3,414,723	3,503,904	3,389,500	3,391,675	3,392,875	3,599,025	3,382,336	3,453,875	3,485,873
Total Expenditures	39,963,699	36,822,476	33,700,314	32,507,461	31,283,146	30,137,819	29,941,349	28,686,043	28,276,150	26,550,103
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(2,141,241)	256,872	556,311	(535,006)	476,014	51,550	(599,086)	(149,108)	(659,438)	119,041
Other Financing Sources/(Uses):										
Transfers in	-	-	-	-	-	768,604	4,682	103,130	2,168	1,217
Transfers out	-	(24,311)	-	-	-	(768,604)	(4,682)	(3,981)	(2,168)	(1,217)
Cancellation of Payables/Receivables	-	-	41,024	(8,580)	-	77	(4,731)	-	-	-
Financed Purchase Proceeds	3,743,458	-	-	-	96,200	93,494	102,169	301,287	25,857	-
Subscription Proceeds	16,467	-	-	-	-	-	-	-	-	-
Funds from Refunding Issue	-	-	6,352,632	-	-	-	-	-	-	-
Total Other Financing Sources/ (Uses)	3,759,925	(24,311)	6,393,656	(8,580)	96,200	93,571	97,438	400,436	25,857	-
Net Change in Fund Balances	\$ 1,618,684	\$ 232,561	\$ 6,949,967	\$ (543,586)	\$ 572,214	\$ 145,121	\$ (501,648)	\$ 251,328	\$ (633,581)	\$ 119,041
Debt Service as a Percentage of Noncapital Expenditures	8.79%	9.33%	10.55%	10.51%	10.95%	11.39%	12.21%	11.97%	12.38%	13.29%

Source: District records

Note: Noncapital expenditures are total expenditures less capital outlay.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

FISCAL YEAR ENDED JUNE 30,	TUITION	SALE OF ASSETS	INTEREST ON INVESTMENTS	INSURANCE REFUNDS	PRIOR YEAR REFUNDS	MISCELLANEOUS	RENTALS	COLUMBIA GAS EASEMENT	CONTRIBUTIONS	TOTAL
2023	\$ -	\$ -	\$ -	\$ -	\$ 71,631	\$ 69,083	\$ 3,296	\$ -	\$ -	\$ 144,010
2022	-	-	1,985	184,779	13,817	78,706	10,738	-	5,000	295,025
2021	-	-	1,241	-	24,015	191,368	7,062	-	-	223,686
2020	-	-	-	-	11,411	176,901	4,614	-	-	192,926
2019	-	-	-	-	170,757	79,946	7,721	-	-	258,424
2018	-	-	-	-	11,613	47,830	6,579	-	-	66,022
2017	-	-	-	-	193	38,436	6,900	-	20,000	65,529
2016	-	-	-	-	26,856	60,149	6,400	100,870	-	194,275
2015	-	1,950	-	-	29,713	3,074	3,200	100,870	3,200	142,007
2014	71,147	-	9,581	-	-	148,897	-	-	-	229,625

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS**

BOROUGH OF SWEDESBORO

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE
2023	1,208,000	136,973,000	-	11,900	28,897,700	3,203,800	2,881,000	173,175,400	-	173,175,400	1.197	226,018,533
2022	1,231,300	136,484,900	-	11,700	29,568,700	3,203,800	2,330,700	172,831,100	-	172,831,100	1.324	197,517,954
2021	1,195,200	135,437,800	-	11,800	29,918,300	3,273,800	2,330,700	172,167,600	-	172,167,600	1.318	182,316,358
2020	1,251,300	136,121,800	-	14,400	30,095,400	3,273,800	2,330,700	173,087,400	-	173,087,400	1.356	177,645,685
2019	1,121,900	136,004,700	-	14,400	30,111,400	3,273,800	2,330,700	172,856,900	-	172,856,900	1.417	177,824,185
2018	1,200,000	135,946,700	-	25,300	29,555,400	3,273,800	2,330,700	172,331,900	-	172,331,900	1.408	176,570,879
2017	1,225,500	136,021,000	-	25,300	29,592,200	3,273,800	2,330,700	172,468,500	-	172,468,500	1.384	178,468,138
2016	1,311,500	135,324,200	-	25,300	30,020,200	3,273,800	2,749,500	172,704,500	1,774,301	174,478,801	1.354	176,331,228
2015	1,516,500	146,211,800	-	25,300	34,204,500	1,663,900	1,122,400	184,744,400	1,703,659	186,448,059	1.324	181,333,040
2014	1,962,600	148,474,600	-	24,700	34,901,000	1,695,500	1,122,400	188,180,800	1,833,117	190,013,917	1.279	192,277,907
2013	2,146,800	148,633,300	-	24,700	35,797,600	1,695,500	1,122,400	189,420,300	2,354,496	191,774,796	1.197	197,364,832

TOWNSHIP OF WOOLWICH

2023	39,912,300	1,232,945,600	19,272,200	3,652,300	67,424,800	49,593,310	50,161,000	1,462,961,510	-	1,462,961,510	1.189	1,737,483,979
2022	24,429,200	1,200,763,900	19,460,800	7,493,900	68,354,900	49,593,310	50,161,000	1,420,257,010	-	1,420,257,010	1.243	1,481,572,906
2021	17,696,100	1,137,261,000	19,438,700	3,711,300	69,097,900	50,195,510	50,161,000	1,347,561,510	-	1,347,561,510	1.271	1,350,178,099
2020	17,438,800	996,881,400	18,108,900	3,879,800	65,095,600	41,306,910	32,501,500	1,175,212,910	-	1,175,212,910	1.364	1,342,106,327
2019	19,193,400	981,055,700	18,242,300	4,203,200	53,839,700	41,306,910	32,501,500	1,150,342,710	-	1,150,342,710	1.423	1,276,383,568
2018	15,861,400	966,313,300	18,471,800	4,235,100	52,004,500	42,292,600	32,501,500	1,131,680,200	-	1,133,399,244	1.415	1,234,884,068
2017	13,795,200	956,623,700	19,670,300	4,242,400	51,386,700	42,884,800	32,501,500	1,121,104,600	1,719,044	1,122,915,247	1.423	1,193,338,953
2016	13,276,400	943,474,000	20,072,500	4,317,800	50,503,300	43,425,600	21,054,900	1,096,124,500	1,870,892	1,097,995,392	1.408	1,163,595,438
2015	17,421,300	923,944,400	18,481,400	4,344,600	51,771,100	44,073,200	22,229,800	1,082,265,800	1,901,162	1,084,166,962	1.390	1,110,614,108
2014	19,999,300	905,097,600	20,677,300	4,291,500	55,082,700	45,953,200	22,229,800	1,073,331,400	2,303,228	1,075,634,628	1.325	1,099,949,222
2013	15,110,900	543,765,600	14,130,200	4,968,700	25,146,400	21,639,600	7,701,100	632,462,500	1,369,350	633,831,850	2.187	1,150,884,822

Source: Gloucester County Abstract of Rates

**SWEDESORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)**

FISCAL YEAR ENDED JUNE 30,	BOROUGH OF SWEDESORO				TOWNSHIP OF WOOLWICH			TOTAL DIRECT AND OVERLAPPING TAX RATE
	SCHOOL DISTRICT DIRECT RATE		TOTAL		OVERLAPPING RATES			
	LOCAL SCHOOL	REGIONAL SCHOOL	DIRECT	TOTAL	MUNICIPAL	COUNTY		
2023	1.197	1.080	2.277	1.147	0.791		4.215	
2022	1.324	0.984	2.308	1.090	0.811		4.209	
2021	1.318	0.890	2.208	1.067	0.785		4.060	
2020	1.318	0.848	2.166	1.034	0.750		3.950	
2019	1.356	0.865	2.221	0.995	0.750		3.966	
2018	1.417	0.888	2.305	0.971	0.738		4.014	
2017	1.408	0.950	2.358	0.919	0.748		4.025	
2016	1.384	0.905	2.289	0.918	0.709		3.916	
2015	1.354	0.867	2.221	0.833	0.642		3.696	
2014	1.324	0.870	2.194	0.802	0.655		3.651	
2013	1.279	0.785	2.064	0.775	0.610		3.449	
2023	1.189	0.824	2.013	0.579	0.707		3.299	
2022	1.243	0.861	2.104	0.581	0.751		3.436	
2021	1.271	0.855	2.126	0.561	0.744		3.431	
2020	1.271	0.951	2.222	0.605	0.836		3.663	
2019	1.364	0.932	2.296	0.576	0.810		3.682	
2018	1.423	0.911	2.334	0.557	0.785		3.676	
2017	1.415	0.883	2.298	0.558	0.768		3.624	
2016	1.423	0.848	2.271	0.548	0.745		3.564	
2015	1.408	0.798	2.206	0.506	0.678		3.390	
2014	1.390	0.767	2.157	0.486	0.662		3.305	
2013	1.325	1.207	2.532	0.735	1.076		4.343	

Source: Gloucester County Board of Taxation - Abstract of Ratables

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

BOROUGH OF SWEDESBORO

TAXPAYER	2023		% OF TOTAL DISTRICT NET ASSESSED VALUE
	TAXABLE ASSESSED VALUE	RANK (OPTIONAL)	
Swedesboro Development LLC	\$ 3,789,200		2.19%
D & D Properties of Swedesboro Inc	2,823,500		1.63%
Botto Sons LLC	1,716,400		0.99%
R&R Real Estate LLC	1,703,100		0.99%
Tax Payer #1	1,590,000		0.92%
Russo Rentals LLC	1,579,300		0.91%
Swedesboro Housing LTD Partnership	1,275,000		0.74%
Green Bucket LLC	1,014,100		0.59%
FRG-X-NJ1 LP	950,000		0.55%
Urbanization Properties LLC	761,100		0.44%
Total	\$ 17,201,700		9.95%

TAXPAYER	2014		% OF TOTAL DISTRICT NET ASSESSED VALUE
	TAXABLE ASSESSED VALUE	RANK (OPTIONAL)	
D & D Properties of Swedesboro	\$ 2,988,500		1.56%
NJ Bell Telephone Company	2,354,496		1.23%
Botto Sons, LLC	1,948,700		1.02%
Taxpayers #1	1,895,300		0.99%
Swedesboro Housing LTD Partnership	1,693,800		0.88%
Racoon Creek LLC	1,634,800		0.85%
Russo Rentals	1,577,700		0.82%
Bank of America	1,191,600		0.62%
R & R Real Estate LLC	1,044,100		0.54%
Taxpayers #2	974,300		0.51%
Total	\$ 17,303,296		9.02%

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

TOWNSHIP OF WOOLWICH

TAXPAYER	2023		
	TAXABLE ASSESSED VALUE	RANK (OPTIONAL)	% OF TOTAL DISTRICT NET ASSESSED VALUE
Pond View @ Westbrook LLC	\$ 28,899,000		2.03%
Westbrook at Weatherby LLC	21,262,000		1.50%
Liberty Venture I LP	18,032,710		1.27%
USF Propco II LLC	8,411,000		0.59%
Liberty Property LTD Partnership	8,123,800		0.57%
Columbia Gas	7,766,600		0.55%
CIVF VI NJ2B01 LLC C/O Cabot Proper	6,315,000		0.44%
OPIF NJ 4 2120 Urban Renewal LLC	6,246,800		0.44%
Raab Family Partnershisp LP	5,700,000		0.40%
Columbia Gas	5,585,300		0.39%
Total	\$ 116,342,210		8.19%

TAXPAYER	2014		
	TAXABLE ASSESSED VALUE	RANK (OPTIONAL)	% OF TOTAL DISTRICT NET ASSESSED VALUE
Westbrook at Weatherby LLC	\$ 7,701,100		1.22%
Columbia NJ Commodore Ind.	7,209,600		1.14%
Columbia Gas Transmissions	3,913,000		0.62%
USF PropcoLLC	3,740,300		0.59%
JMJ Warehouse Assoc.	3,549,400		0.56%
Pond View @ Westbrook, LLC	3,429,100		0.54%
Liberty Property LTD Partnership	3,174,700		0.50%
Auburn Road Associates, LLC	2,063,800		0.33%
Beazer Homes Corp	2,022,800		0.32%
Hovnanian @ Woolwich, LLC	1,805,500		0.28%
Total	\$ 38,609,300		6.09%

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

CONSOLIDATED

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY	
		AMOUNT	PERCENTAGE OF LEVY
2023	\$ 19,299,361	\$ 19,299,361	100.00%
2022	19,304,052	19,304,052	100.00%
2021	19,304,052	19,304,052	100.00%
2020	18,384,135	18,384,135	100.00%
2019	18,835,506	18,835,506	100.00%
2018	18,468,469	18,468,469	100.00%
2017	17,913,313	17,913,313	100.00%
2016	17,413,403	17,413,403	100.00%
2015	16,660,377	16,660,377	100.00%
2014	10,736,076	10,736,076	100.00%

BOROUGH OF SWEDESBORO

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY	
		AMOUNT	PERCENTAGE OF LEVY
2023	\$ 2,097,840	\$ 2,097,840	100.00%
2022	2,183,391	2,183,391	100.00%
2021	2,183,391	2,183,391	100.00%
2020	2,358,324	2,358,324	100.00%
2019	2,460,587	2,460,587	100.00%
2018	2,437,490	2,437,490	100.00%
2017	2,454,678	2,454,678	100.00%
2016	2,342,599	2,342,599	100.00%
2015	2,404,193	2,404,193	100.00%
2014	2,554,204	2,554,204	100.00%

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

TOWNSHIP OF WOOLWICH

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY	
		AMOUNT	PERCENTAGE OF LEVY
2023	\$ 17,201,521	\$ 17,201,521	100.00%
2022	17,120,661	17,120,661	100.00%
2021	17,120,661	17,120,661	100.00%
2020	16,025,811	16,025,811	100.00%
2019	16,374,919	16,374,919	100.00%
2018	16,030,979	16,030,979	100.00%
2017	15,458,635	15,458,635	100.00%
2016	15,070,804	15,070,804	100.00%
2015	14,256,184	14,256,184	100.00%
2014	8,181,872	8,181,872	100.00%

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES		TOTAL DISTRICT	PER CAPITA
	GENERAL OBLIGATION BONDS	LOANS PAYABLE		
2023	\$ 21,095,000	\$ 3,928,810	\$ 25,023,810	N/A
2022	23,650,000	24,607	23,674,607	1,480
2021	26,115,000	83,578	26,198,578	1,644
2020	29,185,000	220,592	29,405,592	1,857
2019	31,530,000	377,007	31,907,007	2,053
2018	33,790,000	368,533	34,158,533	2,221
2017	35,980,000	358,589	36,338,589	2,422
2016	38,295,000	309,897	38,604,897	2,594
2015	40,445,000	16,740	40,461,740	2,721
2014	41,465,000	14,515	41,479,515	2,818

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING		
2023	21,095,000	-	21,095,000	1.32%	N/A
2022	23,650,000	-	23,650,000	1.48%	1,479
2021	26,115,000	-	26,115,000	1.72%	1,639
2020	29,185,000	-	29,185,000	2.16%	1,843
2019	31,530,000	-	31,530,000	2.38%	2,029
2018	33,790,000	-	33,790,000	2.59%	2,197
2017	35,980,000	-	35,980,000	2.78%	2,398
2016	38,295,000	-	38,295,000	3.01%	2,573
2015	40,445,000	-	40,445,000	3.18%	2,720
2014	41,465,000	-	41,465,000	3.28%	2,817

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

**RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2023**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
Kingsway Regional High School			
Swedesboro	\$25,215,000	5.7880%	\$ 1,459,456
Woolwich	25,215,000	42.7677%	10,783,879
Municipality			
Swedesboro	2,364,000	100.0000%	2,364,000
Woolwich	44,896,657	100.0000%	44,896,657
Gloucester County			
Swedesboro	151,050,000	0.6133%	926,414
Woolwich	151,050,000	5.1812%	7,826,217
Subtotal, Overlapping Debt			56,013,288
Swedesboro-Woolwich Consolidated School District Debt			21,095,000
Total Direct & Overlapping Debt			<u>\$ 77,108,288</u>

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

SWEDESORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Dollars in Thousands)

	FISCAL YEAR									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Debt Limit	\$ 46,025,397	\$ 39,695,593	\$ 38,096,507	\$ 36,908,308	\$ 35,947,074	\$ 34,693,110	\$ 33,770,036	\$ 32,787,118	\$ 32,181,062	\$ 32,267,566
Total Net Debt Applicable to Limit	21,095,000	23,650,000	26,115,000	26,115,000	29,185,000	31,530,000	33,790,000	35,980,000	38,295,000	40,445,000
Legal Debt Margin	\$ 24,930,397	\$ 16,045,593	\$ 11,981,507	\$ 78,045,643	\$ 6,762,074	\$ 3,163,110	\$ (19,964)	\$ (3,192,882)	\$ (6,113,938)	\$ (8,177,434)
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit (3.0%)	45.833%	59.578%	68.550%	70.756%	81.189%	90.883%	100.059%	109.738%	118.999%	125.343%

Legal Debt Margin Calculation

		Equalized Valuation Basis		
	Total	SweDESORO	WOOLWICH	Woolwich
2022	\$ 1,912,335,218	\$ 225,569,173	\$ 1,686,766,045	
2021	2,039,090,860	197,517,954	1,841,572,906	
2020	1,571,621,572	188,656,147	1,382,965,425	
	\$ 5,523,047,650	611,743,274	4,911,304,376	

Average Equalized Valuation of Taxable Property

Debt Limit (2.5% of Average Equalization Value)

Net Bonded School Debt

Legal Debt Margin

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

YEAR	POPULATION (a)	PERSONAL INCOME (b)	GLOUCESTER COUNTY PER CAPITA INCOME	UNEMPLOYMENT RATE (d)
SWEDESBORO				
2023	N/A	N/A	N/A	N/A
2022	2,732	N/A	N/A	3.5%
2021	2,744	171,645,432	62,553	5.9%
2020	2,577	155,614,722	60,386	7.9%
2019	2,573	146,282,769	56,853	3.4%
2018	2,584	141,205,264	54,646	4.4%
2017	2,587	136,409,923	52,729	4.6%
2016	2,592	131,642,496	50,788	5.0%
2015	2,604	129,215,688	49,622	4.8%
2014	2,600	123,255,600	47,406	5.3%
WOOLWICH				
2023	N/A	N/A	N/A	N/A
2022	13,260	N/A	N/A	2.4%
2021	13,192	825,199,176	62,553	3.8%
2020	13,257	800,537,202	60,386	5.3%
2019	12,969	737,326,557	56,853	2.1%
2018	12,793	699,086,278	54,646	2.8%
2017	12,415	654,630,535	52,729	3.1%
2016	12,293	624,336,884	50,788	3.4%
2015	12,268	608,762,696	49,622	3.8%
2014	12,117	574,418,502	47,406	4.8%

Source:

- (a) Population information provided by US Bureau of the Census; Population Division
 - (b) Personal income calculated using population and per capita personal income
 - (c) Per Capita Personal Income provided by the NJ Dept. of Labor and Workforce Development
 - (d) Unemployment data provided by the NJ Dept. of Labor and Workforce Development
- N/A - Information not available

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

EMPLOYER	2023		
	EMPLOYEES	RANK (OPTIONAL)	PERCENTAGE OF TOTAL EMPLOYMENT
Rowan University	3,500	1	N/A
Washington Township School District	1,505	2	N/A
Inspira Health Network	1,222	3	N/A
County of Gloucester	1,200	4	N/A
Monroe Township School District	902	5	N/A
Walmart - Turnersville	800	6	N/A
Jefferson Health	670	7	N/A
Aryzta LaBrea Bakery, Inc.	500	8	N/A
Keller Williams Realty	500	9	N/A
Honda of Tunersville	499	10	N/A
	11,298		

EMPLOYER	2014		
	EMPLOYEES	RANK (OPTIONAL)	PERCENTAGE OF TOTAL EMPLOYMENT
Inspira Health Network	1,825	1	N/A
Kennedy Health Alliance	1,675	2	N/A
Washington Township School District	1,598	3	N/A
Rowan University	1,483	4	N/A
County of Gloucester	1,425	5	N/A
Missa Bay, LLC	950	6	N/A
Monroe Township School District	792	7	N/A
U.S Foodservices	725	8	N/A
Exxon Mobile Research & Development	540	9	N/A
LeBrea Bakery	525	10	N/A
	11,538		

Source: Information provided by the Gloucester County Office of Economic Development and Employer Directly

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Instruction:										
Regular	96	88	86	85	89	89	91	100	101	107
Special Education	44	47	45	44	50	45	42	35	36	42
Other Special Education	12	19	23	25	29	29	32	36	36	35
Other Instruction	2	2	2	1	3	3	2	1	1	3
Support Services:										
Student & instruction related services	24	21	18	19	19	17	15	17	16	16
General administration	7	7	7	8	8	8	8	9	8	6
School administrative services	12	12	12	12	14	14	13	12	13	14
Other administrative services	1	1	1	1	1	1	1	1	1	1
Central services	3	3	3	3	3	3	3	3	3	3
Administrative information technology	4	4	4	4	4	4	4	4	3	4
Plant Operations & Maintenance	11	14	17	16	15	14	15	16	16	9
Other Support Services	6	6	6	6	6	6	6	6	5	5
Total	222	224	224	224	241	233	232	240	239	240

Source: District Personnel Records

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/TEACHER RATIO		AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						ELEMENTARY	MIDDLE SCHOOL				
2023	1,586	\$ 35,385,867	22,311	0.0050%	140	1:11.16	1:13	1,590.3	1,505.6	7.18%	94.67%
2022	1,574	33,177,919	21,079	0.0054%	135	1:11.66	1:13	1,483.7	1,491.9	-1.21%	100.55%
2021	1,509	29,705,129	19,685	0.0057%	131	1:11.52	1:13	1,501.9	1,412.7	-5.73%	94.06%
2020	1,603	29,705,129	18,531	0.0060%	129	1:12.43	1:11	1,593.2	1,538.3	-3.24%	96.55%
2019	1,648	28,854,615	17,509	0.0065%	139	1:11.86	1:11	1,646.5	1,576.3	-1.71%	95.74%
2018	1,685	27,590,862	16,374	0.0068%	134	1:12.58	1:11	1,675.1	1,608.6	-1.18%	96.03%
2017	1,703	26,394,432	15,499	0.0069%	135	1:12.74	1:11	1,695.1	1,632.3	-1.35%	96.30%
2016	1,732	25,886,250	14,946	0.0074%	136	1:12.74	1:12	1,718.3	1,649.9	-1.88%	96.02%
2015	1,754	24,875,441	14,182	0.0074%	138	1:12.71	1:14	1,751.3	1,679.4	-0.47%	95.89%
2014	1,760	24,439,978	13,886	0.0083%	152	1:11.62	1:16	1,759.6	1,691.9	0.22%	96.15%
2013	1,756	22,747,381	12,954	0.0086%	155	1:11.41	1:17	1,755.8	1,677.7	1.59%	95.55%

Sources: District records

Note: Enrollment based on annual October district count.

- a. Operating expenditures equal total expenditures less debt service and capital outlay.
- b. Teaching staff includes only full-time equivalents of certificated staff.
- c. Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

**SWEDESORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEAR**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
DISTRICT BUILDINGS										
Elementary Schools:										
Governor Charles G Harker School (2008):										
Square Feet	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Capacity (Students)	720	720	720	720	720	720	720	720	720	720
Enrollment	651	669	660	663	682	721	773	784	785	765
Governor Charles C. Stratton School (2004):										
Square Feet	84,000	84,000	84,000	84,000	84,000	84,000	84,000	84,000	84,000	84,000
Capacity (Students)	620	620	620	620	620	620	620	620	620	620
Enrollment (a)	437	421	401	427	440	439	403	442	480	505
Walter H. Hill School (1922)										
Square Feet	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000
Capacity (Students)	407	407	407	407	407	407	407	407	407	407
Enrollment	252	250	204	267	273	269	259	263	249	259
Margaret C. Clifford School (1996)										
Square Feet	43,151	43,151	43,151	43,151	43,151	43,151	43,151	43,151	43,151	43,151
Capacity (Students)	262	262	262	262	262	262	262	262	262	262
Enrollment	246	234	244	246	253	256	268	243	240	231

Number of Schools at June 30, 2023:

Elementary = 3

Sixth Grade = 1

Source: District Facilities Office

Note: Year of original construction is shown in parentheses.

Enrollment is based on the annual October District count.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS**

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

		Walter H. Hill	Margaret C. Clifford	Governor Charles C Stratton	Charles G Harker	TOTAL
2023	\$	128,290	\$ 102,262	\$ 90,689	\$ 116,548	437,789
2022		228,234	164,115	111,890	125,672	629,911
2021		142,109	64,595	116,271	107,660	430,635
2020		135,992	60,471	99,000	108,143	403,606
2019		85,419	69,113	94,209	116,142	364,883
2018		79,864	62,753	68,849	99,485	310,951
2017		95,058	62,732	81,254	112,938	351,982
2016		73,006	81,700	78,420	72,245	305,371
2015		143,974	116,866	227,639	271,000	759,479
2014		156,143	106,461	205,825	241,312	709,741

Source: District records

SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2023

	COVERAGE	DEDUCTIBLE
School package policy - Utica National Insurance Company		
Property - blanket buildings & contents	\$ 99,708,067	\$ 1,000
Commercial general liability		
Bodily Injury & Property Damage, per Occurrence	1,000,000	
Personal & Advertising Injury, per Occurrence	1,000,000	
Damage to Premises Rented, per Occurrence	1,000,000	
Medical expense - any one person	10,000	
General Aggregate - Other Than Products & Completed Operations	3,000,000	
Aggregate Limit - Products & Completed Operations	3,000,000	
Abuse or Molestation Liability (Each Loss)	1,000,000	
Abuse or Molestation Liability (Annual Aggregate)	3,000,000	
Commercial Crime & Inland Marine Coverage		
Employee Theft, per employee	100,000	500
Forgery or Alteration, per occurrence	100,000	
Computer and Funds Transfer Fraud	100,000	
Electronic Data Processing	440,000	250
Business Auto Coverage		
Combined BI/PD Limit of Liability	1,000,000	500
Uninsured Motorist/Underinsured Motorist	1,000,000	
Commercial Umbrella Coverage		
Liability Limit	4,000,000	
School Leaders E&O Liability Coverage		
Each Loss	1,000,000	
Aggregate	3,000,000	
Workers Compensation & Employers Liability Coverage		
Workers Compensation	Statutory Limit	
Bodily Injury by Accident – Per Accident Limit	3,000,000	
Bodily Injury by Disease – Policy Limit	3,000,000	
Bodily Injury by Disease – Each Employee Limit	3,000,000	
Selective Insurance Company		
Surety - Business Administrator	250,000	

Source: District records

SINGLE AUDIT SECTION

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Certified Public Accountants & Advisors

EXHIBIT K-1

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

Honorable President and Members
of the Board of Education
Swedesboro-Woolwich Consolidated School District
County of Gloucester
Woolwich Township, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Swedesboro-Woolwich Consolidated School District (the "School District") as of and for the 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 9, 2024.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify certain deficiencies in internal control that we consider to be material weaknesses, described in the accompanying schedule of findings and questioned costs as finding 2023-001 and 2023-002.

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Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and are described in the accompanying schedules of findings and questioned costs as findings 2023-001 and 2023-002.

The Swedesboro-Woolwich Consolidated School District's Response to Findings

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

Purpose of this Report

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

Respectfully Submitted,

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

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

Medford, New Jersey
January 9, 2024



HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

EXHIBIT K-2

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

Honorable President and Members
of the Board of Education
Swedesboro-Woolwich Consolidated School District
County of Gloucester
Woolwich Township, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Swedesboro-Woolwich Consolidated School District’s (the “School District”) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the School District’s major federal and state programs for the fiscal year ended June 30, 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 School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 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; Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); New Jersey OMB’s Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*; and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

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

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Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the School District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*; and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individual or in the aggregate, it would influence the judgement made by a reasonable user of the report on compliance about the School District's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with generally accepted accounting standards, *Government Auditing Standards*, and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, we:

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

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

Other Matters

The results of our auditing procedures disclosed one instance of noncompliance which is required to be reported in accordance with the New Jersey OMB's Circular 15-08 and which is described in the accompanying schedule of findings and questioned costs as finding 2023-003. Our opinion on each major state program is not modified with respect to this matter.

School District's Response to Findings

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

Report on Internal Control Over Compliance

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

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

Purpose of this Report

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

Respectfully Submitted,

HOLT MCNALLY & ASSOCIATES, INC
Certified Public Accountants & Advisors

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

Medford, New Jersey
January 9, 2024

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**SWEDENBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR FISCAL YEAR ENDED JUNE 30, 2023**

FEDERAL GRANTOR PASS-THROUGH GRANTOR/ PROGRAM TITLE	ASSISTANCE LISTING NUMBER	FAIN NUMBER	GRANT OR STATE PROJECT NUMBER	PROGRAM AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2022	CASH RECEIVED	BUDGETARY EXPENDITURES	SUBRECIPIENT EXPENDITURES	REPAYMENT OF PRIOR YEARS' BALANCES	(ACCOUNTS RECEIVABLE)	BALANCE JUNE 30, 2023 UNEARNED REVENUE	DUE TO GRANTOR
U.S. Department of Agriculture:													
Passed Through New Jersey Department of Agriculture:													
Child Nutrition Cluster:													
Food Distribution Program (Noncash Assistance)	10.555	231NI304N1099	Unavailable	90,295	7/1/22-6/30/23	\$ -	\$ 90,295	\$(82,372)	\$ -	\$ -	\$ -	\$ 7,923	\$ -
Food Distribution Program (Noncash Assistance)	10.555	221NI304N1099	Unavailable	67,566	7/1/21-6/30/22	444	-	(444)	-	-	-	-	-
National School Lunch Program	10.555	231NI304N1099	100-010-3350-026	234,129	7/1/22-6/30/23	(61,439)	217,929	(234,129)	-	-	(16,200)	-	-
COVID-19 National School Lunch Program	10.555	221NI304N1099	100-010-3350-026	805,835	7/1/21-6/30/22	(61,439)	9,639	(10,286)	-	-	(721)	-	-
Healthy Hungers-Free Kids Act	10.555	231NI304N1099	100-010-3350-028	10,286	7/1/22-6/30/23	(23,515)	23,515	(58,643)	-	-	(3,003)	-	-
COVID-19 National School Breakfast Program	10.553	221NI304N1099	100-010-3350-028	354,345	7/1/21-6/30/22	-	55,640	(73,897)	-	-	-	12,415	-
National School Breakfast Program	10.553	231NI304N1099	100-010-3350-028	58,643	7/1/22-6/30/23	-	86,312	(459,771)	-	-	(19,924)	20,338	-
COVID-19 Supply Chain Assistance Grant	10.555	221NI304N1099	100-010-3350-112	86,312	7/1/22-6/30/23	(84,510)	544,695	(459,771)	-	-	(19,924)	20,338	-
Total Child Nutrition Cluster													
Total Enterprise Fund													
U.S. Department of Health and Human Services:													
Passed Through New Jersey Department of Human Services:													
Medical Assistance Program (SEMF)	93.778	2205NIMAP	100-054-7540-211	34,487	7/1/21-6/30/22	(8,360)	8,360	(34,988)	-	-	-	-	-
Medical Assistance Program (SEMF)	93.778	2305NIMAP	100-054-7540-211	34,988	7/1/22-6/30/23	-	34,988	(2,748)	-	-	-	-	-
FFCRA/SEMF	93.778	2305NIMAP	100-054-7540-211	2,748	7/1/22-6/30/23	-	2,748	(37,736)	-	-	-	-	-
Total General Fund													
U.S. Department of Education:													
Passed Through New Jersey Department of Education:													
Title I - Part A	84.010	S010A210030	100-034-5064-194	77,825	7/1/22-9/30/23	-	77,825	(77,825)	-	-	-	-	-
Subtotal				77,825			77,825	(77,825)	-	-	-	-	-
Title IIA - Part A	84.367	S367A210029	100-034-5063-290	27,678	7/1/22-9/30/23	-	27,678	(27,678)	-	-	-	-	-
Subtotal				27,678			27,678	(27,678)	-	-	-	-	-
Title III - English Language Acquisition	84.365	S365A170030	100-034-5064-187	6,335	7/1/17-6/30/18	(233)	223	-	-	-	-	-	-
Title III - English Language Acquisition	84.365	S365A190030	100-034-5064-187	4,946	7/1/19-6/30/20	(1,548)	1,548	-	-	-	-	-	-
Title III - English Language Acquisition	84.365	S365A200030	100-034-5064-187	67,400	7/1/22-9/30/23	-	27,809	(31,525)	-	-	(3,716)	-	-
Title III - English Language Acquisition	84.365	S365A210030	100-034-5064-187	40,990	7/1/21-9/30/22	2,654	829	(3,483)	-	-	-	-	-
Subtotal				883			30,409	(35,008)	-	-	(3,716)	-	-
Title IV - Part A	84.424	S42A200031	100-034-5063-348	10,000	7/1/22-9/30/23	-	10,000	(10,000)	-	-	-	-	-
Subtotal				10,000			10,000	(10,000)	-	-	-	-	-
Special Education Cluster:													
ID.E.A. Part B, Basic Regular	84.027A	H027A210100	100-034-5065-016	294,534	7/1/22-9/30/23	-	294,534	(294,534)	-	-	-	-	-
Subtotal				294,534			294,534	(294,534)	-	-	-	-	-
ID.E.A. Preschool	84.173A	H173A210114	100-034-5065-020	19,297	7/1/22-9/30/23	-	19,297	(19,297)	-	-	-	-	-
Subtotal				19,297			19,297	(19,297)	-	-	-	-	-
Total Special Education Cluster													
Education Stabilization Fund:													
COVID-19 ARP ESSER III	84.425U	S425U210027	100-034-5120-523	795,985	3/13/20-9/30/24	(526,537)	457,674	(310,975)	-	-	(379,838)	-	-
Subtotal				795,985		(526,537)	457,674	(310,975)	-	-	(379,838)	-	-
COVID-19 ARP ESSER Homeless Children and Youth	84.425W	S425W210027	unavailable	7,185	4/23/21-9/30/24	(7,185)	7,185	-	-	-	-	-	-
Subtotal				7,185		(7,185)	7,185	-	-	-	-	-	-
COVID-19 CRRSA - ESSER II	84.425D	S425D200027	100-034-5120-513	354,175	3/13/20-9/30/23	117,329	55,960	(65,960)	-	-	-	117,329	-
COVID-19 CRRSA - ESSER II - Accelerated Learning	84.425D	S425D200027	100-034-5120-513	25,000	3/13/20-9/30/23	15,000	-	-	-	-	-	15,000	-
COVID-19 CRRSA - ESSER II - Mental Health	84.425D	S425D200027	100-034-5120-513	45,000	3/13/20-9/30/23	11,616	-	(34,116)	-	-	(22,500)	-	-
Subtotal				143,945		143,945	55,960	(90,076)	-	-	(22,500)	132,329	-
Total Education Stabilization Fund													
Total Special Revenue Fund													
Total Expenditures of Federal Awards													
				\$ (481,764)		\$ 1,571,353	\$ (1,362,900)	\$ -	\$ -	\$ -	\$ (425,978)	\$ 152,667	\$ -

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

Note 2. Summary of Significant Accounting Policies

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

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

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the School District for the year ended June 30, 2023. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2023.

Note 3. Relationship to Basic Financial Statements

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

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Note 3. Relationship to Basic Financial Statements (continued)

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(77,861) for the general fund and \$36,131 for the special revenue fund. See Exhibit C-3 Note A of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 37,736	\$ 16,749,428	\$ 16,787,164
Special Revenue Fund	865,342	40,658	906,000
Debt Service Fund	-	478,084	478,084
Food Service Fund	459,771	16,874	476,645
	<u> </u>	<u> </u>	<u> </u>
Total Awards & Financial Assistance	<u>\$ 1,362,849</u>	<u>\$ 17,285,044</u>	<u>\$ 18,647,893</u>

Note 4. Relationship to Federal and State Financial Reports

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

Note 5. Federal and State Loans Outstanding

The Swedesboro-Woolwich Consolidated School District had no loan balances outstanding as of June 30, 2023.

Note 6. On-Behalf Programs Not Subject to State Single Audit Major Program Determination

On-behalf State Programs for the TPAF Pension and Post-retirement Medical Benefits Contributions are excluded from State single audit major program determination. The Schedule of State Financial Assistance provides a reconciliation of State financial assistance reported in the District's financial statements and the amounts subject to State single audit and major program determination.

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:

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

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

Noncompliance material to financial statements noted? X yes no

Federal Awards

Internal control over major programs:

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

2) 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 2 CFR 200 section .516(a) of 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
84.425D	S425D200027	ESSER II
84.425U	S425U210027	ESSER III

Dollar threshold used to determine Type A programs \$750,000

Auditee qualified as low-risk auditee? X yes no

**SWEDESBORO-WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

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

State Financial Assistance

Dollar threshold used to determine Type A programs _____ \$750,000 _____

Auditee qualified as low-risk auditee? X yes no

Internal control over major programs:

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

 2) Significant deficiency(ies) identified? yes X no

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

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

Identification of major programs:

State Grant/Project Number(s)

Name of State Program

	State Aid - Public:
495-034-5120-078	Equalization Aid
495-034-5120-084	Categorical Security Aid
495-034-5120-089	Categorical Special Education Aid
495-034-5094-003	Reimbursed TPAF Social Security Contributions

**SWEDESBORO WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Section II – Financial Statement Findings

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

Finding 2023-001:

Criteria of Specific Requirement:

The maintenance of a general ledger accounting record is required by the State Department of Education. This record summarizes all account balances of the District. It should be reconciled monthly to subsidiary records.

Condition:

The District did not post June receipts to the general ledger timely.

Context:

The general ledger was not reconciled to other District records and as a result material audit adjustments were required.

Cause:

The District was unable to maintain a general ledger due to personnel turnover.

Effect or Potential Effect:

By not maintaining an accurate general ledger, the District risks material misstatements within their records.

Recommendation:

That the District properly maintain a general ledger and reconcile the ledger monthly with other subsidiary records.

Management Response:

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

**SWEDESBORO WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Section II – Financial Statement Findings

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

Finding 2023-002:

Criteria of Specific Requirement:

N.J.S.A 18A:17-9 requires the preparation of accurate monthly reconciliations of all bank accounts.

Condition:

The District cash reconciliations for the general account was not prepared timely or accurately in accordance with N.J.S.A. 18A:17-9.

Context:

Year-end reconciliations were not prepared in a timely manner due to receipt posting for June not occurring until several months after year-end.

Cause:

The District was unable to maintain records due to personnel turnover.

Effect or Potential Effect:

The District did not comply with N.J.S.A 18A:17-9 requirements.

Recommendation:

That the District accurately reconcile its general cash account on a monthly basis in accordance with N.J.S.A. 18A:17-9.

Management Response:

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

**SWEDESBORO WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

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

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

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE

Finding No. 2023-003

Information on the State Program

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

Criteria or Specific Requirement:

N.J.A.C. 6A:23A-13.3(g) and N.J.S.A. 18A:22-7.1 requires school districts to obtain approval of the executive county superintendent for certain budget transfers in excess of 10%.

Condition:

The District did not obtain approval from the county superintendent for transfers in excess of 10%.

Questioned Costs:

None.

**SWEDESBORO WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

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

Context:

The District could not provide support that transfers in excess of 10% were approved by the executive county superintendent.

Effect or Potential Effect:

The District did not comply with N.J.A.C. 6A:23A-13.3(g) and N.J.S.A. 18A:22-7.1 requirements.

Cause:

Due to turnover in business office.

Recommendation:

That the District comply with requirements of N.J.A.C. 6A:23A-13.3(g) and N.J.S.A. 18A:22-7.1.

View of Responsible Officials:

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

**SWEDESBORO WOOLWICH CONSOLIDATED SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

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

Financial Statement Findings

Finding 2022-001:

Condition:

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

Current Status:

The finding has been determined to be immaterial for the current year.

Federal Awards

Finding 2022-001:

Condition:

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

Current Status:

The finding has been determined to be immaterial for the current year.

State Financial Assistance

No Prior Year Findings.