

**SCHOOL DISTRICT
OF**

**WESTAMPTON
TOWNSHIP**

**Westampton Township Board of Education
Westampton, New Jersey**

**Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2023**

**Annual Comprehensive
Financial Report**

of the

Westampton Township Board of Education

Westampton, New Jersey

For the Fiscal Year Ended June 30, 2023

**Prepared by
Westampton Township Board of Education
Finance Department**

WESTAMPTON SCHOOL DISTRICT

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Introductory Section

WESTAMPTON TOWNSHIP BOARD OF EDUCATION

700 Rancocas Road
Westampton, New Jersey 08060
Tel. (609) 261-1969 Fax: (609) 267-2760

December 7, 2023

Honorable President and
Members of the Board of Education
Westampton Township School District
County of Burlington, New Jersey

Dear Board Members:

The annual comprehensive financial report of the Westampton Township School District (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 (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 general purpose financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Title 2 U.S. Code of federal regulations, cost principals, and audit requirements for federal awards (uniform guidance): and the State of New Jersey Circular OMB15-08. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

1. **REPORTING ENTITY AND ITS SERVICES:**

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

BOARD OF EDUCATION

Overview

The School District is a Type II district located in the County of Burlington (“County”), State of New Jersey. As a Type II school district, the School District functions independently through the Board. The Board is comprised of nine (9) members elected to three (3) staggered year terms. The purpose of the School District is to educate students in grades K-8.

Administration

The administration of the School District is the responsibility of the Superintendent of Schools. The Business Administrator/Board Secretary oversees the business functions and reports through the Superintendent to the Board.

Pupil Enrollment

The District provides a full range of educational services appropriate to grade levels K through 8. These include regular and special education for identified handicapped students. The District completed the 2022-2023 fiscal year with an enrollment of 919 students, which is 10 students less than the reported previous year’s enrollment. The following details the changes in the student enrollments of the District over the last ten (10) years.

AVERAGE DAILY ENROLLMENT

<u>FISCAL YEAR</u>	<u>STUDENT ENROLLMENT</u>	<u>INCREASE/ DECREASE</u>	<u>PERCENT CHANGE</u>
2022-2023	919	(10)	(1.1)
2021-2022	929	(53)	(5.4)
2020-2021	982	(45)	(4.4)
2019-2020	1027	10	0.9
2018-2019	1017	46	4.7
2017-2018	971	(8)	(0.4)
2016-2017	979	(5)	(0.5)
2015-2016	984	7	.7
2014-2015	977	(11)	(1.1)
2013-2014	988	(15)	(1.5)

Facilities and Capacity

The following table outlines the facility of the School District and capacity thereof:

<u>Name of School</u>	<u>Date Constructed</u>	<u>Date of Last Major Renovations/ Additions</u>	<u>Grade Level</u>	<u>Capacity</u>
Holly Hills School	1967	1988	K-4	552
Westampton School	1955	1995	5-8	486

BOARD OF EDUCATION

Employment

The following table provided the number of the instruction and non-instructional personnel employed by the School District from school year 2013-2014 through school year 2022-2023:

<u>School Year</u>	<u>Certified – Full Time</u>	<u>Non-Certified – Full Time</u>
2013-2014	82	26
2014-2015	84	17
2015-2016	88	17
2016-2017	95	17
2017-2018	97	19
2018-2019	101	20
2019-2020	107	22
2020-2021	104	21
2021-2022	107	21
2022-2023	109	21

2. **ECONOMIC CONDITION AND OUTLOOK:**

Housing growth within the community continues to be moderate. The real estate turnover rate has slowed with conditions throughout the country and particularly the Northeast.

The Municipality has several parcels of land still undeveloped that could impact future enrollment. The School district is working with the township closely as to the situation as it may change.

The community of Westampton is a K to 8 District that is served by two schools that are a source of great pride to this mid-sized community located in the heart of Burlington County. The Holly Hills School serves 394 students in grades K to 3, while the Westampton Middle School has an enrollment of 526 students in grades 4 through 8. The community of Westampton is a sending district to the Rancocas Valley Regional High School District and is proud of the fact that our students are active and vital participants in all of the programs offered at the Rancocas Valley Regional High School.

Location and Character

The Township of Westampton (“Township”) is a municipal corporation which was incorporated in 1850. The Township covers a land area of approximately 11.2 square miles in the northeastern section of the County, approximately 65 miles northwest of Atlantic City, 80 miles southwest of New York and 22 miles northeast of Philadelphia. The Township is readily accessible to these metropolitan areas on Route 295, the New Jersey Turnpike and the Atlantic City Expressway.

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Utilities

Water and sewer service within the Township is provided by Mount Holly Water Company, Mount Holly Sewer Authority, and Willingboro Municipal Utilities Authority. All three entities bill its users directly for water and sewer service on a quarterly basis.

Public Services

The Township is protected by an approximately 21 member police force, with a 24-hour police dispatching network. One volunteer fire company provides fire protection. The Township provides once-a-week garbage collection to all residential and commercial properties. Communication services are provided by Verizon and AT&T. Natural gas and electric service is provided by Public Service and Gas Company.

Population

The following table outlines the population of the Township, the County and the State:

<u>Year</u>	<u>Township</u>	<u>County</u>	<u>State</u>
2020 Federal Census	9,121	461,860	9,288,994
2010 Federal Census	8,813	448,734	8,791,894
2000 Federal Census	7,217	423,394	8,414,350
1990 Federal Census	6,004	395,066	7,730,188
1980 Federal Census	3,383	362,542	7,365,001
1970 Federal Census	2,680	323,132	7,171,112

Health Care Facilities

The only hospital located in the Township is Hampton Hospital, which is a mental health care facility. The closest hospital to service the Township is located in the adjoining Township of Mount Holly. Virtual Health Memorial Hospital is a 369 bed facility. The hospital is part of the Virtua health system which includes West Jersey - Voorhees, West Jersey - Berlin, West Jersey - Marlton, and West Jersey – Camden, making up the state’s largest multi-hospital group. Memorial Hospital has intensive care and progressive care units as well as a 24-hour emergency room.

Transportation

The major highways serving the Township are US Route 295, which runs from Trenton to the Delaware Memorial Bridge and the New Jersey Turnpike which runs North to South the entire length of New Jersey. Burlington – Mount Holly Road (Route 541) which bisects the Township runs in a north-south direction from Burlington County to Mount Holly, then continues via a by-pass through Lumberton, Medford Township and Tabernacle to intersect with Route 206 which connects with the Atlantic City Expressway in Hammonton.

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A private bus service, Academy Lines, Inc., services the Township with several bus routes. The major routes provide access to Atlantic City and New York City.

Labor Force

The following table outlines employment information for the Township, the County and the State as of 2022:

	<u>Unemployment Rate</u>	<u>Total Labor Force</u>	<u>Total Employed</u>	<u>Total Unemployment</u>
Township	3.0%	5,281	5,122	159
County	3.3	247,859	239,613	8,246
State	3.7	4,739,800	4,564,100	175,700

There are several single home, multi-home, and condominiums under development, and the possibility exists for additional court-mandated Affordable Housing. Their magnitudes are not quantifiable. In general, the Township Master Plan, and significant local wetlands, discourages development beyond that which is identified above.

The Westampton Board of Education meets on the second Monday of each month at 7:00 PM. The meetings are held in the Media Center of the Westampton Middle School, 700 Rancocas Road. The members of the Board of Education ensure that each and every child is provided an education that challenges them academically and nurtures them socially. They are committed to accomplishing this in the most cost effective manner possible, a responsibility to the taxpayers that they take very seriously.

The school facilities are not only educational centers but also serve the community as the sites for a very comprehensive recreational program that is available to citizens of all ages. The continual use of our school facilities is only one example of the cooperative working arrangement that exists between the elected political leaders of the community and the Westampton Board of Education.

The educational programs in Westampton continue to be served by an administrative, teaching, and support staff that is committed to creating an educational environment which is focused on the following Mission Statement: The Westampton Township Public Schools empower every student to achieve their academic and personal goals through educational expertise, dynamic programs, and influential kindness in a safe, challenging, and inclusive learning environment. The social environment fosters risk taking; development of self-awareness; individuality; respect for diversity; positive social interaction; and encourages students to expand their roles as active participants in their community and world.

In support of the Mission Statement, the Board of Education provides a wide variety of programs and services including a Special Education Program that is committed to educating all of our children in the “least restrictive environment”. Both of our schools

BOARD OF EDUCATION

provide a wide variety of services and extra-curricular programs that are designed to give every child opportunity to grow academically, athletically and socially.

3. **MAJOR INITIATIVES:**

Major School District initiatives during the 2022-2023 school year included the following:

- Initiatives focus on improving and enhancing the instructional programs that have resulted in sustained student improvement with respect to meeting the state standards. Our budgets exceed adequacy, as defined by the state due to extending support services to children requiring added assistance in order to meet the state standards. This is reflected in class size as well as support staff budget to sustain the effort which has consistently received community support.
- Additionally, we have made a concerted effort to reduce out-of-district placements by offering in-class support and inclusion-based services to eligible students. Our community is nestled in the Rancocas Woods area, which sprawls across 12 square miles. This encompasses several hazardous routes, which necessitates transportation needs that may not be easily calculated in state formulas to ascertain adequacy spending.

New construction will impact student enrollment as well. The District implements a full-day Kindergarten and full day preschool program.

Westampton's budget has been developed to maintain existing programs and services, which have proven to yield favorable results on state assessment and generate community support. The District continues to exercise discretion with its spending. Special emphasis has been placed on supporting educational programs that provide remediation and essential professional development. The budget is built with a focus on teaching and learning. Our guiding objective has been to continue the excellence for which our District is well known. With an eye on expanding our current preschool program, resources have been devoted to enhancing early literacy, immediate identification of students with learning gaps and to close the achievement gaps wherever they may exist.

4. **INTERNAL ACCOUNTING CONTROLS:**

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurances that these objectives are met. The concept of reasonable assurances recognizes that: (1) the cost of a control should not exceed the

BOARD OF EDUCATION

benefits likely to be derived; and (2) the valuation of costs and benefits it requires estimates and judgments by management.

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

5. **BUDGETARY CONTROLS:**

In addition to internal 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 a reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2023.

6. **FINANCIAL INFORMATION AT FISCAL YEAR-END:**

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. **CASH MANGEMENT:**

The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 2. The District has adopted a cash management plan 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 a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

BOARD OF EDUCATION

8. **RISK MANGEMENT:**

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.

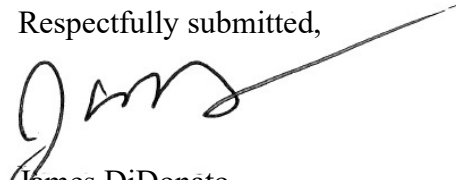
9. **OTHER INFORMATION:**

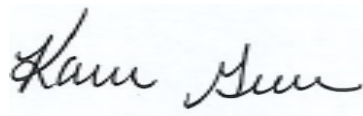
Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accounts. The accounting firm of Inverso & Stewart, LLC, performs the annual statutory audit of the Westampton Township Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Title 2 U.S. Code of Federal Regulations, cost principles, and audit requirements for federal awards (uniform guidance): and State of New Jersey Circular OMB15-08. The auditor's report on the general purpose financial statements and combining and individual fund statements and schedules is in the financial section of this report. The auditor's report related specifically to the single audit is included in the single audit section of this report.

10. **ACKNOWLEDGEMENTS:**

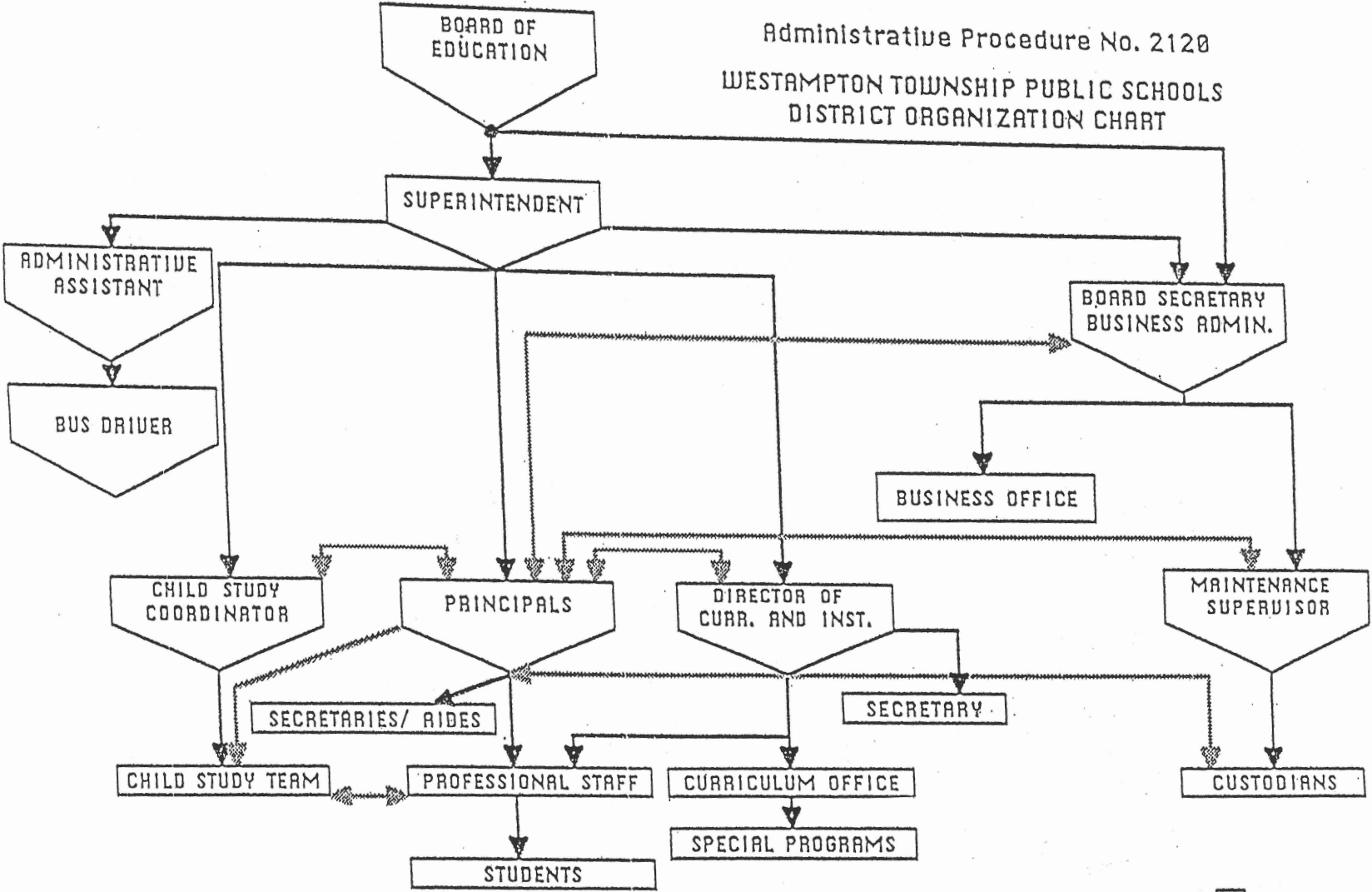
We would like to express our appreciation to the members of the Westampton Township Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation.

Respectfully submitted,


James DiDonato
Superintendent


Karen Greer
School Business Administrator

Administrative Procedure No. 2120
 WESTAMPTON TOWNSHIP PUBLIC SCHOOLS
 DISTRICT ORGANIZATION CHART



Direct Line Relationship ———→ □
 Staff Relationship ———→ □

WESTAMPTON TOWNSHIP SCHOOL DISTRICT

**ROSTER OF OFFICIALS
JUNE 30, 2023**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Christopher Hamilton, President	2025
Malcolm Whitley, Vice President	2024
Ashlee Caldwell	2023
Allan Forsyth	2024
Gil Gehin-Scott	2024
Anjanae Haqq	2025
Maureen Malecki	2023
Vanessa Nichols	2023
Andrea Sargent	2025

Other Officials

James DiDonato, Superintendent
Karen Greer, Board Secretary/School Business Administrator
Frank Cavallo, Esq., Solicitor

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Consultants and Advisors

Audit Firm

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

Attorney

Frank Cavallo, Esq.
Parker McCay, P.A.
9000 Midlantic Drive
Suite 300
Mount Laurel, NJ 08054

Architect

Garrison Architects
713 Creek Road
Bellmawr, NJ 08031

Broker of Record

EJA & Associates
217 Route 130
Bordentown, NJ 08505

Official Depository

WSFS Bank
611 Beverly-Rancocas Road
Westampton, NJ 08046

Financial Section

INVERSO & STEWART, LLC

Certified Public Accountants

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

INDEPENDENT AUDITOR'S REPORT

The Honorable President and Members
of the Board of Education
Westampton Township School District
County of Burlington
Westampton, New Jersey

Report on the Audit of the Financial Statements

Opinions

I have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Westampton Township School District (the "District"), in the County of Burlington, 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 District's basic financial statements as listed in the table of contents.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the District, as of June 30, 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

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

Emphasis of Matter

Adoption of New Accounting Principle

As discussed in Note 8 to the financial statements, during the fiscal year ended June 30, 2023, the District adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 96, Subscription-Based Information Technology Arrangements. My opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

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

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 my auditor's report thereon. My opinions on the basic financial statements do not cover the other information, and I do not express an opinion or any form of assurance thereon.

In connection with my audit of the basic financial statements, my 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, I am required to describe it in my report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated December 7, 2023, on my consideration of the District’s internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District’s internal control over financial reporting and compliance.

Respectfully submitted,

INVERSO & STEWART, LLC

Certified Public Accountants



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

Marlton, New Jersey
December 7, 2023

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

**Westampton Township School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023**

As management of the Board of Education of the Township of Westampton, 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.

Financial Highlights

- The assets of the School District exceeded its liabilities at the close of the most recent fiscal year by \$9,527,890 (*net position*).
- Governmental activities have an unrestricted net position deficit of \$3,323,212. The accounting treatments in the governmental funds for compensated absences payable, net pension liability, accrued interest payable, June state aid payments, and state statutes that prohibit school districts from maintaining more than 2% of its adopted budget as unrestricted fund balance are primarily responsible for this deficit balance.
- The total net position of the School District increased by \$1,049,145 from the prior fiscal year-end balance. The increase is primarily due to the addition of fixed assets and the results of operations.
- Fund balance of the School District's governmental funds decreased by \$8,168,965 resulting in an ending fund balance of \$18,145,100. The majority of this decrease is due to the results of operations in the capital projects fund.
- Business-type activities have unrestricted net position of \$174,066 which may be used to meet the School District's ongoing obligations of the enterprise-related activities (food services).
- The School District's long-term obligations decreased by \$155,298 which is primarily due to the decrease in serial bond debt and reduction in compensated absences.

Overview of the Basic Financial Statements

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

District-wide Financial Statements

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

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

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

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

Fund Financial Statements

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

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

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

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

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

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

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

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

Notes to the Basic Financial Statements

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

Other Information

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

District-wide Financial Analysis

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

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

Current and long-term liabilities are classified based on anticipated liquidation either in the near-term or in the future. Current liabilities include accounts payable, accrued interest expense on long-term debt, unearned revenues, and current debt obligations. The liquidation of current liabilities is anticipated to be either from currently available resources, current assets or new resources that become available during fiscal year 2024. Long-term liabilities such as long-term debt obligations and compensated absences payable will be liquidated from resources that will become available after fiscal year 2024.

The assets of the primary government activities exceeded liabilities by \$9,215,694 with an unrestricted deficit balance of \$3,323,212. As mentioned earlier, the deficit unrestricted net position is primarily due to the accounting treatment for compensated absences payable, capital lease payable, accrued interest expense the June state aid payments, and state statutes that prohibit school districts from maintaining more than 2% of its adopted budget as unrestricted fund balance.

The net position of the primary government does not include internal balances.

A net investment of (\$4,852,132) in land, improvements, buildings and equipment which provide the services to the School District's 919 public school students, represents 52.65% of the School District's net position.

Net position of \$17,391,038 has been restricted as follows:

Restricted for Future Budget Appropriations	\$	700,879
Restricted for Future Capital Projects		15,932,956
Restricted for Maintenance		505,102
Restricted for Debt		163,791
Restricted for Unemployment Compensation		29,829
Restricted for Student Activities		52,395
Restricted for Scholarships		<u>6,086</u>
Total	\$	<u>17,391,038</u>

**Comparative Summary of Net Position
As of June 30, 2023 and 2022**

	Governmental Activities		Business-Type Activities		District-Wide	
	2023	2022	2023	2022	2023	2022
ASSETS						
Current assets	\$ 18,391,571	\$ 26,440,656	\$ 180,551	\$ 263,211	\$ 18,572,122	\$ 26,703,867
Capital assets	18,049,535	9,490,070	138,130	158,220	18,187,665	9,648,290
Total assets	<u>36,441,106</u>	<u>35,930,726</u>	<u>318,681</u>	<u>421,431</u>	<u>36,759,787</u>	<u>36,352,157</u>
Deferred Outflows of Resources	<u>213,832</u>	<u>388,672</u>			<u>213,832</u>	<u>388,672</u>
LIABILITIES						
Current liabilities	2,100,331	1,053,807	6,485	34,004	2,106,816	1,087,811
Noncurrent liabilities	24,672,432	25,752,311			24,672,432	25,752,311
Total liabilities	<u>26,772,763</u>	<u>26,806,118</u>	<u>6,485</u>	<u>34,004</u>	<u>26,779,248</u>	<u>26,840,122</u>
Deferred Inflows of Resources	<u>666,481</u>	<u>1,421,962</u>			<u>666,481</u>	<u>1,421,962</u>
Net Position	<u>\$ 9,215,694</u>	<u>\$ 8,091,318</u>	<u>\$ 312,196</u>	<u>\$ 387,427</u>	<u>\$ 9,527,890</u>	<u>\$ 8,478,745</u>
Net Position Consist of:						
Net investment in capital assets	\$ (4,852,132)	\$ (13,865,657)	\$ 138,130	\$ 158,220	\$ (4,714,002)	\$ (13,707,437)
Restricted Assets	17,391,038	25,682,668			17,391,038	25,682,668
Unrestricted Assets	<u>(3,323,212)</u>	<u>(3,725,693)</u>	<u>174,066</u>	<u>229,207</u>	<u>(3,149,146)</u>	<u>(3,496,486)</u>
Net Position	<u>\$ 9,215,694</u>	<u>\$ 8,091,318</u>	<u>\$ 312,196</u>	<u>\$ 387,427</u>	<u>\$ 9,527,890</u>	<u>\$ 8,478,745</u>

Westampton Township School District
Comparative Schedule of Changes in Net Position
As of and for the Fiscal Year Ended June 30, 2023 and 2022

	Governmental Activities		Business-Type Activities		District-Wide	
	2023	2022	2023	2022	2023	2022
Revenues:						
Charges for services	\$ 62,816	\$ -	\$ 380,840	\$ 134,066	\$ 443,656	\$ 134,066
Operating grants and contributions	7,078,172	6,680,220	353,945	766,157	7,432,117	7,446,377
Property taxes	11,938,239	11,135,293			11,938,239	11,135,293
State aid - unrestricted	5,016,266	4,718,952			5,016,266	4,718,952
Other revenues	277,866	166,285	2,035	147	279,901	166,432
Total Revenues	24,373,359	22,700,750	736,820	900,370	25,110,179	23,601,120
Expenses:						
Governmental Activities:						
Instruction	8,007,448	8,038,905			8,007,448	8,038,905
Tuition	561,138	494,592			561,138	494,592
Related services	2,298,032	2,281,595			2,298,032	2,281,595
Administrative services	1,342,317	1,228,466			1,342,317	1,228,466
Operations and Maintenance	1,372,004	1,507,570			1,372,004	1,507,570
Transportation	954,289	800,070			954,289	800,070
Employee benefits	7,902,664	7,940,240			7,902,664	7,940,240
Transfer to Charter School	39,184	505,239			39,184	
Interest on debt	690,960	223,040			690,960	223,040
Other	80,947	65,365			80,947	65,365
Business-Type Activities:						
Food Service			812,051	796,199	812,051	796,199
Total Expenses	23,248,983	23,085,082	812,051	796,199	24,061,034	23,376,042
Increase (Decrease) in Net Position before transfers	1,124,376	(384,332)	(75,231)	104,171	1,049,145	225,078
Transfers						
Change in Net Position	1,124,376	(384,332)	(75,231)	104,171	1,049,145	225,078
Net Position, July 1	8,091,318	8,475,650	387,427	283,256	8,478,745	8,758,906
Net Position, June 30	\$ 9,215,694	\$ 8,091,318	\$ 312,196	\$ 387,427	\$ 9,527,890	\$ 8,983,984

Governmental Activities

Governmental activities decreased the net position of the School District by \$1,124,376 during the current fiscal year. Key elements of the increase in net position for governmental activities are as follows:

- Addition of fixed assets
- Results of operations in the General Fund

Business-type Activities

Business-type activities decreased the School District's net position by \$75,231. Key elements of the decrease in net position for business-type activities are as follows:

- The Food Service program had a net loss in operations of \$75,231.

Financial Analysis of the Governmental Funds

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

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

As of the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$18,145,100, a decrease of \$8,127,985 in comparison with the prior year. The majority of the decrease is due to the results of operations in the capital projects fund.

The unassigned fund balance for the School District at the end of the fiscal year includes unassigned fund balance in the General Fund of (\$55,391) and (\$114,192) in the Special Revenue Fund. The remainder of the fund balance is restricted to indicate that it is not available for new spending because it has already been committed, as follows: 1) restricted for future appropriation in accordance with state statutes \$700,879, 2) restricted for future capital projects \$1,991,805, 3) restricted for future maintenance \$505,102 4) restricted for unemployment compensation \$29,829, 5) restricted for student activities \$6,086, 6) restricted for scholarships \$52,395, 7) reserve for encumbrances \$14,531,826 8) restricted for debt \$163,791, 10) designated for subsequent year's expenditures \$332,970.

The general fund is the chief operating fund of the School District. As discussed earlier, the minimal unassigned fund balance is due primarily to the accounting treatments of compensated absences payable, net pension liability, the June state aid payments, and state statutes that prohibit New Jersey school districts from maintaining more than 2% of its adopted budget as unassigned fund balance.

Special revenue fund revenues are generally recognized at the time that the outlays are identified; therefore, no fund balances are normally generated.

General Fund Budgetary Highlights

At the end of the current fiscal year, unassigned fund balance (budgetary basis) of the general fund was \$403,766, while total fund balance (budgetary basis) was \$4,227,488. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance (budgetary basis) and total fund balance (budgetary basis) to total general fund expenditures. Actual (budgetary basis) expenditures of the General Fund including other financing uses amounted to \$20,012,614. Unassigned fund balance (budgetary basis) represents 2.02% of expenditures while total fund balance (budgetary basis) represents 21.12% of that same amount.

Capital Assets and Debt Administration

The School District's investment in capital assets for its governmental and business-type activities as of June 30, 2023, totaled \$18,187,665 (net of accumulated depreciation). This investment in capital assets includes land, improvements, buildings, equipment, vehicles, and right-to-use lease assets. The total increase in the District's investment in capital assets for the current fiscal year was \$8,539,375, or a 88.51% increase. The increase is due to the addition of fixed assets.

Capital Assets/Leases (net of accumulated depreciation/amortization) June 30, 2023 and 2022

	Governmental Activities		Business-Type Activities		District-Wide	
	2023	2022	2023	2022	2023	2022
Land	\$ 12,455	\$ 12,455	\$ -	\$ -	\$ 12,455	\$ 12,455
Const. in Progress	8,756,815				8,756,815	-
Site Improvements	101,924	43,626			101,924	43,626
Building and Building Improvements	8,713,992	9,198,645			8,713,992	9,198,645
Vehicles	19,623	40,215			19,623	40,215
Equipment	317,103	161,882	138,130	158,220	455,233	320,102
Leases	127,623	33,247			127,623	33,247
Total	\$ 18,049,535	\$ 9,490,070	\$ 138,130	\$ 158,220	\$ 18,187,665	\$ 9,648,290

Additional information on the School District's capital assets can be found in the notes to the basic financial statements (Note 5) of this report.

Long-term debt – During the fiscal year ended June 30, 2023, the School District had total bonded debt outstanding of \$22,783,000 backed by the full faith and credit of the School District. Additionally, the School District has long-term obligations for compensated absences in the amount of \$734,063 and leases payable for \$50,611.

State statutes limit the amount of general obligation debt that the District may issue. At the end of the current fiscal year, the legal debt limit was \$38,578,963 and the legal debt margin was \$15,795,963.

Additional information on the School District's long-term obligations can be found in the notes to the basic financial statements (Note 8) of this report.

Economic Factors and Next Year's Budgets and Rates

The following factors were considered and incorporated into the preparation of the School District's budget for the 2023-24 fiscal years.

- For the 2023-24 fiscal year, the School District will be receiving a slight increase in state aid. The local tax levy in the General Fund increased \$453,923 over the previous year, resulting in a 4.19% increase. Salaries continue to increase contractually; however, the District has managed to control costs. The 2023-24 General Fund Budget is \$1,029,227 less than the previous year or a 5.72% decrease. The tax rate for 2023 increased to \$1.076 from \$1.012 in 2022.

Requests for Information

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Westampton Township School District Business Administrator, 700 Rancocas Road, Westampton, New Jersey 08060, Telephone Number (609) 261-1969.

Basic Financial Statements

District-Wide Financial Statements

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Statement of Net Position
June 30, 2023

	Governmental Activities	Business-Type Activities	Total
ASSETS:			
Cash and cash equivalents	\$ 15,882,477	\$ 143,975	\$ 16,026,452
Accounts Receivables, net	339,725	22,144	361,869
Inventory		14,432	14,432
Restricted assets:			
Cash and cash equivalents	2,169,369		2,169,369
Capital assets, net	17,921,912	138,130	18,060,042
Right-to-use lease assets, net	49,522		
Right-to-use subscription assets, net	78,101		78,101
	36,441,106	318,681	36,710,265
Total Assets			
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred outflows of resources from pensions	213,832	-	213,832
	213,832	-	213,832
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	36,654,938	318,681	36,973,619
LIABILITIES:			
Accounts payable:			
Other	72,850		72,850
Related to pensions	222,342		222,342
Internal Balances			
Accrued Liabilities:			
Interest payable	203,680		203,680
Unearned revenue	173,621	6,485	180,106
Noncurrent liabilities:			
Due within one year	1,427,838		1,427,838
Due beyond one year	24,672,432		24,672,432
	26,772,763	6,485	26,779,248
Total Liabilities			
DEFERRED INFLOWS OF RESOURCES:			
Deferred inflows of resources from pensions	666,481	-	666,481
	666,481	-	666,481
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	27,439,244	6,485	27,445,729
NET POSITION:			
Net investment in capital assets	(4,852,132)	138,130	(4,714,002)
Restricted for:			
Capital projects	15,932,956		15,932,956
Maintenance	505,102		505,102
Excess Surplus	700,879		700,879
Unemployment Compensation	29,829		29,829
Debt Service	163,791		163,791
Student Activities	52,395		52,395
Scholarships	6,086		6,086
Unrestricted (Deficit)	(3,323,212)	174,066	(3,149,146)
	(3,323,212)	174,066	(3,149,146)
Total Net Position	\$ 9,215,694	\$ 312,196	\$ 9,527,890

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

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
Instruction:							
Regular	\$ 5,454,519	\$ 62,816	\$ 402,475	\$ -	\$ (4,989,228)	\$ -	\$ (4,989,228)
Special Education	2,007,837		252,672		(1,755,165)		(1,755,165)
Other instruction	545,092				(545,092)		(545,092)
Support Services:							
Tuition	561,138				(561,138)		(561,138)
Student & instruction related services	2,298,032		169,805		(2,128,227)		(2,128,227)
General administrative services	380,629				(380,629)		(380,629)
School administrative services	616,445				(616,445)		(616,445)
Central administrative services	345,243				(345,243)		(345,243)
Plant operations and maintenance	1,372,004		800,000		(572,004)		(572,004)
Pupil transportation	954,289				(954,289)		(954,289)
Unallocated employee benefits	7,902,664		5,453,220		(2,449,444)		(2,449,444)
Transfer of funds to Charter Schools	39,184				(39,184)		(39,184)
Interest on long-term debt	690,960				(690,960)		(690,960)
Unallocated depreciation and amortization	80,947				(80,947)		(80,947)
Total Governmental Activities	<u>23,248,983</u>	<u>62,816</u>	<u>7,078,172</u>	<u>-</u>	<u>(16,107,995)</u>	<u>-</u>	<u>(16,107,995)</u>
Business-Type Activities:							
Food service	812,051	380,840	353,945	-	-	(77,266)	(77,266)
Total Business-Type Activities	<u>812,051</u>	<u>380,840</u>	<u>353,945</u>	<u>-</u>	<u>-</u>	<u>(77,266)</u>	<u>(77,266)</u>
Total Primary Government	<u>\$ 24,061,034</u>	<u>\$ 443,656</u>	<u>\$ 7,432,117</u>	<u>\$ -</u>	<u>(16,107,995)</u>	<u>(77,266)</u>	<u>(16,185,261)</u>
General Revenues:							
Taxes:							
Property taxes, levied for general purposes					10,843,919		10,843,919
Taxes levied for debt service					1,094,320		1,094,320
Federal and State aid unrestricted					5,016,266		5,016,266
Investment and Interest earnings - restricted					177,206		177,206
Miscellaneous					100,660	2,035	102,695
Special Items:							
Transfer							-
Total general revenues, special items, extraordinary items and transfers					<u>17,232,371</u>	<u>2,035</u>	<u>17,234,406</u>
Change in Net Position					1,124,376	(75,231)	1,049,145
Net Position - July 1,					<u>8,091,318</u>	<u>387,427</u>	<u>8,478,745</u>
Net Position - June 30					<u>\$ 9,215,694</u>	<u>\$ 312,196</u>	<u>\$ 9,527,890</u>

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

Fund Financial Statements

WESTAMPTON TOWNSHIP SCHOOL DISTRICT

EXHIBIT B-1

Balance Sheet
Governmental Funds
June 30, 2023

ASSETS	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Assets:					
Cash and Cash Equivalents	\$ 3,560,885	\$ 58,481	\$ 14,432,480	\$ -	\$ 18,051,846
Interfund Accounts Receivable					
Special Revenue Fund	126,924				126,924
Capital Projects Fund				163,791	163,791
Enterprise Fund					
Intergovernmental Accounts Receivables:					
State	90,305				90,305
Federal		189,314			189,314
Other	1,827				1,827
Other Accounts Receivable	58,279				58,279
Total Assets	\$ 3,838,220	\$ 247,795	\$ 14,432,480	\$ 163,791	\$ 18,682,286
LIABILITIES AND FUND BALANCES					
Liabilities:					
Interfund Accounts Payable					
General Fund		126,924			126,924
Debt Service Fund			163,791		163,791
Accounts Payable:					
Payroll Deductions and Withholdings Payable	1,000				1,000
Unemployment Claims Payable	45,002				45,002
Other	13,064	13,784			26,848
Unearned Revenue	10,823	162,798			173,621
Total Liabilities	69,889	303,506	163,791		537,186
Fund Balances:					
Restricted:					
Capital Reserve	1,664,267				1,664,267
Maintenance Reserve	505,102				505,102
Excess Surplus	700,879				700,879
Unemployment Compensation	29,829				29,829
Capital Projects Fund			327,538		327,538
Debt Service Fund				163,791	163,791
Student Activities		52,395			52,395
Scholarships		6,086			6,086
Assigned:					
Other Purposes	590,675		13,941,151		14,531,826
Designated for Subsequent's Year's Expenditures	332,970				332,970
Unassigned	(55,391)	(114,192)			(169,583)
Total Fund Balances	3,768,331	(55,711)	14,268,689	163,791	18,145,100
Total Liabilities and Fund Balances	\$ 3,838,220	\$ 247,795	\$ 14,432,480	\$ 163,791	

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 \$32,202,273 and the accumulated depreciation is \$14,280,361.	17,921,912
Leased assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$78,291 and the accumulated amortization is \$28,769.	49,522
Subscription assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$98,968 and the accumulated amortization is \$20,867.	78,101
Accounts payable related to the April 1, 2024 required PERS contribution that is not to be liquidated with current financial resources.	(222,342)
Accrued interest is not due and payable in the current period and therefore is not reported as a liability in the funds.	(203,680)
The District's proportionate share of net pension assets and liabilities as well as pension-related deferred outflows and deferred inflows of resources are recognized in the government-wide statements and include:	
Deferred Outflows of Resources from Pensions	\$ 213,832
Net Pension Liability	(2,464,540)
Deferred Inflows of Resources from Pensions	(666,481)
	(2,917,189)
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:	
General Obligation Bonds	(22,783,000)
Unamortized Premiums	(68,056)
Leases Payable	(50,611)
Compensated Absences Payable	(734,063)
	(23,635,730)
Net position of governmental activities	\$ 9,215,694

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

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES:					
Local property tax levy	\$ 10,843,919	\$ -	\$ -	\$1,094,320	\$ 11,938,239
Tuition charges	62,816				62,816
Capital reserve interest	13,686				13,686
Maintenance reserve interest	4,154				4,154
Other restricted miscellaneous revenues	551		158,815		159,366
Unrestricted misc. revenues	59,680				59,680
Federal sources	28,113	1,407,914			1,436,027
State sources	8,729,784	180,398			8,910,182
Local sources		84,159			84,159
Total Revenues	19,742,703	1,672,471	158,815	1,094,320	22,668,309
EXPENDITURES:					
Current expense:					
Regular instruction	4,702,911	402,475			5,105,386
Special education instruction	1,755,165	252,672			2,007,837
Other instruction	545,092				545,092
Support services and undistributed costs:					
Tuition	561,138				561,138
Student & instruction related services	2,027,173	270,859			2,298,032
General administrative services	349,737				349,737
School administrative services	589,596				589,596
Central administrative services	343,222				343,222
Plant operations and maintenance	1,572,655				1,572,655
Pupil transportation	954,289				954,289
Unallocated employee benefits	6,395,437	47,519			6,442,956
Capital outlay	177,015	800,000	7,956,815		8,933,830
Transfer of funds to Charter Schools	39,184				39,184
Debt service:					
Principal				430,000	430,000
Interest and other charges				664,320	664,320
Total Expenditures	20,012,614	1,773,525	7,956,815	1,094,320	30,837,274
Excess (deficiency) of revenues over (under) expenditures	<u>(269,911)</u>	<u>(101,054)</u>	<u>(7,798,000)</u>		<u>(8,168,965)</u>
Other Financing Sources (Uses):					
FEMA Reimbursement	40,980				40,980
Transfers in			787,500	158,815	946,315
Transfers out	<u>(787,500)</u>		<u>(158,815)</u>		<u>(946,315)</u>
Total other financing sources (uses)	<u>(746,520)</u>		<u>628,685</u>	<u>158,815</u>	<u>40,980</u>
Net Change in Fund Balance	(1,016,431)	(101,054)	(7,169,315)	158,815	(8,127,985)
Fund balance - July 1	<u>4,784,762</u>	<u>45,343</u>	<u>21,438,004</u>	<u>4,976</u>	<u>26,273,085</u>
Fund Balance - June 30	<u>\$ 3,768,331</u>	<u>\$ (55,711)</u>	<u>\$ 14,268,689</u>	<u>\$ 163,791</u>	<u>\$ 18,145,100</u>

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

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

Total Net Change in Fund Balances - Governmental Funds (from B-2) \$ (8,127,985)

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

Governmental Funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Depreciation expense	\$ (536,989)	
Fixed asset net deletions	(13,364)	
Fixed asset additions	9,015,442	8,465,089

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

Amortization expense	\$ (41,436)	
Lease Asset Additions	36,844	
Subscription Asset Additions	98,968	94,376

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

Repayment of leases is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. 20,071

The proceeds of a lease is an other financing source of revenue in the governmental funds but is not reported in the statement of activities. (36,844)

Bond Premium arising from the issuance of the refunding school bonds is amortized in a systematic and rational manner over the duration of the related debt as a component of amortization. 40,833

Interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. This amount is the net effect of the difference in the treatment of interest on long-term debt. (26,640)

Net differences between pension system contributions recognized in the fund statement of revenues, expenditures and changes in fund balances and the statement of activities. 204,362

In the statement of activities, certain operating expenses, (e.g. compensated absences) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+) 61,114

Change in Net Position of Governmental Activities \$ 1,124,376

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

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Enterprise Funds
Statement of Net Position
June 30, 2023

	<u>Food Service Fund</u>
ASSETS:	
Current Assets:	
Cash and Cash Equivalents	\$ 143,975
Accounts Receivable:	
State	583
Federal	14,662
Other	6,899
Inventories	<u>14,432</u>
Total Current Assets	<u>180,551</u>
Noncurrent Assets:	
Equipment	388,467
Less - Accumulated Depreciation	<u>(250,337)</u>
Total Noncurrent Assets	<u>138,130</u>
Total Assets	<u>318,681</u>
 LIABILITIES:	
Current Liabilities:	
Interfund Payable	-
Accounts Payable	-
Unearned Revenue	<u>6,485</u>
Total Current Liabilities	<u>6,485</u>
 NET POSITION:	
Net Investment in Capital Assets	138,130
Unrestricted	<u>174,066</u>
Total Net Position	<u><u>\$ 312,196</u></u>

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

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

	<u>Food Service Fund</u>
OPERATING REVENUES:	
Charges for Services:	
Daily sales reimbursable programs:	
School lunch	\$ 164,766
Daily sales non-reimbursable programs:	
Adult and a la carte sales	88,784
Other	<u>127,290</u>
Total Operating Revenues	<u>380,840</u>
OPERATING EXPENSES:	
Salaries	347,849
Employee benefits	45,465
Management fee	32,554
Supplies and materials	31,353
Repairs and maintenance	21,179
Depreciation	20,090
Other costs	26,333
Cost of sales - reimbursable programs	195,134
Cost of sales - non-reimbursable programs	<u>92,094</u>
Total Operating Expenses	<u>812,051</u>
Operating Income (Loss)	<u>(431,211)</u>
Non-Operating Revenues:	
State sources:	
State school lunch program	8,257
State school breakfast program	850
Federal sources:	
National school lunch program	182,554
National school breakfast program	46,291
Supply Chain Assistance	55,110
Food distribution program	60,883
Local sources:	
Interest earned	<u>2,035</u>
Total Non-Operating Revenues	<u>355,980</u>
Income (Loss) before Contributions and Transfers	(75,231)
Operating Transfer out	<u>-</u>
Change in Net Position	(75,231)
Net Position - July 1, 2022	<u>387,427</u>
Net Position - June 30, 2023	<u>\$ 312,196</u>

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

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

	<u>Food Service Fund</u>
Cash Flows from Operating Activities:	
Cash receipts from customers	\$ 370,868
Cash payments to employees for services	(393,315)
Cash payments to suppliers for goods and services	<u>(363,835)</u>
Net cash provided by (used for) operating activities	<u>(386,282)</u>
Cash Flows from Noncapital Financing Activities:	
Cash received from state sources	9,344
Cash received from federal sources	<u>316,757</u>
Net cash provided by noncapital financing activities	<u>326,101</u>
Cash Flows Used by Capital and Related Financing Activities:	
Purchase of equipment	<u> </u>
Cash Flow Provided by Investing Activities:	
Interest on cash equivalents	<u>2,035</u>
Net increase (decrease) in cash and cash equivalents	(58,146)
Cash and cash equivalents - July 1, 2022	<u>202,121</u>
Cash and cash equivalents - June 30, 2023	<u>\$ 143,975</u>
Reconciliation of Operating Income (Loss) to Net Cash provided by (used for)	
Operating Activities:	
Operating income (loss)	\$ (431,211)
Adjustments to reconcile operating income (loss) to cash provided by (used for) operating activities:	
Depreciation	20,090
Commodities	60,883
Change in assets and liabilities:	
(Increase) decrease in accounts receivable	(6,899)
(Increase) decrease in inventories	(1,626)
Increase (decrease) in unearned revenue	(3,072)
Increase (decrease) in interfund payable	-
Increase (decrease) in accounts payable	<u>(24,447)</u>
Net cash provided by (used for) operating activities	<u>\$ (386,282)</u>

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

Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity - The Westampton Township School District (“School District”) is a Type II district located in the County of Burlington, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board of Education is comprised of nine members elected to three-year terms. These terms are staggered so that three member’s terms expire each year. The purpose of the School District is to provide educational services for resident students in grades K through 8. Students in grades 9 through 12 attend the Rancocas Valley Regional High School District. The Westampton School District has an approximate enrollment at June 30, 2023 of 919 students.

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

Component Units – GASB Statement No. 14, *The Financial Reporting Entity* and GASB Statement No. 39, *Determining Whether Certain Organizations are Component Unit*, provide guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity, but also for legally separate organizations that meet the criteria established by GASB Statements No. 14 and No. 39. In addition, GASB Statement No. 61, provides additional guidance for organizations that do not meet the financial accountability criteria for inclusion as component units but that nevertheless should be included because the primary government’s management determines that it would be misleading to exclude them. GASB Statement No. 80, *Blending Requirements for Certain Component Units* - an Amendment of GASB Statement No. 14 amends the blending requirements for the financial statement presentation of component units of all state and local governments. The additional criteria requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the School District is not includable in any other reporting entity on the basis of such criteria.

Basis of Presentation

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

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

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

Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

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

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

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

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

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

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

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Proprietary Funds (Continued)

Enterprise Funds – The enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the School District is that all costs (expenses, including depreciation) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges; or, where the School District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

The School District’s enterprise funds are:

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

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

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

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

Measurement Focus

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

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

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net position. The statement of changes in fund net position presents increases (i.e. revenues) and decreases (i.e. expenses) in net total position.

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus (Continued)

Fund Financial Statements (Continued) - The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities. Fiduciary funds are reported using the economic resources measurement focus.

Basis of Accounting

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

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

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

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

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

Budgets/Budgetary Control - Annual appropriated budgets are prepared in the spring of each fiscal year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for their approval. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line-item accounts within each fund. Line-item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:23A-16.2(f)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23A-13.3.

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

The budget, as detailed on Exhibit C-1, 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 accounting as presented in the general fund budgetary comparison schedule and the special revenue fund budgetary comparison schedule to the GAAP basis of accounting as presented in the statement of revenues, expenditures and changes in fund balances – governmental funds. Note that the School District does not report encumbrances outstanding at year end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the one or more June state aid payments.

Encumbrances - Under encumbrance accounting purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. Encumbrances are a component of fund balance at fiscal year-end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services. Open encumbrances in governmental funds, other than the special revenue fund, which have not been previously restricted, committed, or assigned, should be included within committed or assigned fund balance, as appropriate.

Open encumbrances in the special revenue fund, however, for which the School District has received advances of grant awards, and all eligibility and time requirements satisfied are reflected on the balance sheet as unearned grant revenue at fiscal year-end.

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

Cash, Cash Equivalents and Investments - Cash and cash equivalents, for all funds, include petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. Such is the definition of cash and cash equivalents used in the statement of cash flows for the proprietary funds. U.S. Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost. All other investments are stated at fair value.

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

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act (GUDPA), a multiple financial institution collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units.

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

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

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

Prepaid Expenses - Prepaid expenses recorded on the government-wide financial statements and in the proprietary fund types represent payments made to vendors for services that will benefit periods beyond June 30, 2023.

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

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

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

Short-Term Interfund Receivables / Payables - Short-term interfund receivables / payables represent amounts that are owed, other than charges for goods or services rendered to / from a particular fund in the School District and that are due within one year. These amounts are eliminated in the governmental and business-type columns of the statement of net position, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the fiscal year. Donated fixed assets are recorded at their fair market value as of the date received. The School District maintains a capitalization threshold of \$2,000.00. The School District does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets.

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

Subscription Assets - Intangible right-to-use subscription assets are assets which the District recognizes at the commencement of a Subscription-Based Information Technology Arrangement (SBITA) that has a term of more than one year. The value of subscription assets is determined by the net present value of the agreements at the District's incremental borrowing rate at the time of the agreement, amortized over the term of the agreement.

Bond Discount and Bond Premium – Bond discount and bond premium arising from the issuance of the general obligation bonds are recorded as liabilities. They are amortized in a systematic and rational manner over the duration of the related debt as a component of interest expense. Bond discount and bond premium are presented as an adjustment of the face amount of the bonds.

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

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

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

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

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

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

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net investment in capital assets - This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for the acquisition, construction, or improvement of those assets.

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

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

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

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

Nonspendable – The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The “not in spendable form” criteria includes items that are not expected to be converted to cash, such as inventories and prepaid amounts. The School District had no nonspendable fund balance at June 30, 2023.

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

Committed – This fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District’s highest level of decision-making authority, which for the School District is the Board of Education. Once committed, amounts cannot be used for any other purpose unless the Board of Education removes, or changes, the specified use by taking the same type of action imposing the commitment.

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

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

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

Operating and Non-Operating Revenues and Expenses - Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are sales for the food service program. Non-operating revenues principally consist of interest income earned on various interest-bearing accounts and federal and state subsidy reimbursements for the food service program. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. There are no non-operating expenses.

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

Recently Issued Accounting Pronouncements – In May 2020, the GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements*. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset-and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosure regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended. The requirements of this Statement are effective for reporting periods beginning after June 15, 2022. The District implemented GASB Statement No. 96 for the fiscal year ending June 30, 2023.

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

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

2. CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits – Custodial credit risk refers to the risk that, in the event of a bank failure, the School District’s deposits might not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Unit (GUDPA). Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the School District in excess of FDIC insured amounts are protected by GUDPA.

However, GUDPA does not protect intermingled trust funds such as salary withholdings of funds that pass to the School District relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized. Of the School District’s amount on deposit of \$22,923,396 as of June 30, 2023, \$250,000 was insured under FDIC and the remaining balance of \$22,673,396 was collateralized under GUDPA.

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

3. CAPITAL RESERVE ACCOUNT

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

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

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

Balance – July 1, 2022		\$ 3,150,582
Increased by:		
Board Resolution	-	
Interest earned	13,685	13,685
		3,164,267
Decreased by:		
Budgeted Withdrawal		1,500,000
Balance – June 30, 2023		\$ 1,664,267

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

4. ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2023, consisted of accounts (fees) and intergovernmental grants. All intergovernmental receivables are considered collectible in full due to the stable condition of State programs and the current fiscal year guarantee of federal funds.

Accounts receivable at June 30, 2023 for the School District’s individual major and fiduciary funds, in the aggregate, are as follows:

	General Fund	Special Revenue Fund	Capital Projects Fund	Proprietary Fund	Total
Intergovernmental					
State	\$ 90,305	\$ -	\$ -	\$ 583	\$ 90,888
Federal	-	189,314	-	14,662	203,976
Other	60,106	-	-	6,899	67,005
Total	\$ 150,411	\$ 189,314	\$ -	\$ 22,144	\$ 361,869

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

5. CAPITAL ASSETS

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

	<u>Balance June 30, 2022</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2023</u>
Governmental Activities:				
Land	\$ 12,455	\$ -	\$ -	\$ 12,455
Construction in Progress		8,756,815	-	8,756,815
Total Capital Assets not being Depreciated	12,455	8,756,815	-	8,769,270
Land Improvements	569,397	69,736		639,133
Building and Improvements	20,967,585	12,916		20,980,501
Vehicles	200,936		(161,192)	39,744
Equipment	1,597,650	175,975		1,773,625
Total Historical Cost	<u>23,348,023</u>	<u>9,015,442</u>	<u>(161,192)</u>	<u>32,202,273</u>
Less Accumulated Depreciation:				
Land Improvements	(525,771)	(11,438)		(537,209)
Building and Improvements	(11,768,940)	(497,569)		(12,266,509)
Vehicles	(160,721)	(4,472)	145,072	(20,121)
Equipment	(1,435,768)	(23,510)	2,756	(1,456,522)
Total Accumulated Depreciation	<u>(13,891,200)</u>	<u>(536,989)</u>	<u>147,828</u>	<u>(14,280,361)</u>
Governmental Activities Capital Assets, Net	<u>\$ 9,456,823</u>	<u>\$ 8,478,453</u>	<u>\$ (13,364)</u>	<u>\$ 17,921,912</u>
Business-Type Activities:				
Equipment	\$ 388,467	\$ -	\$ -	\$ 388,467
Less - Accumulated Depreciation	<u>(230,247)</u>	<u>(24,205)</u>	<u>4,115</u>	<u>(250,337)</u>
Business-Type Activities Capital Assets, Net	<u>\$ 158,220</u>	<u>\$ (24,205)</u>	<u>\$ 4,115</u>	<u>\$ 138,130</u>

Depreciation expense in the amount of \$536,989 was charged to governmental functions as follows:

<u>Function</u>	<u>Amount</u>
Regular Instruction	\$ 375,892
General Administration	26,850
School Administration	26,849
Unallocated	<u>107,398</u>
Total depreciation expense	<u>\$ 536,989</u>

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

6. LEASE AND SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ASSETS

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

	<u>Balance June 30, 2022</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2023</u>
Governmental Activities:				
Lease Assets, being Amortized:				
Machinery and Equipment	\$ 46,388	\$ 36,844	\$ 4,941	\$ 78,291
Subscription Assets, being Amortized:				
Subscription-Based IT Arrangements	-	98,968	-	98,968
Total Lease & Subscription Assets Being Amortized	<u>46,388</u>	<u>135,812</u>	<u>4,941</u>	<u>177,259</u>
Governmental Activities Lease & Subscription Assets	<u>46,388</u>	<u>135,812</u>	<u>4,941</u>	<u>177,259</u>
Less Accumulated Amortization for:				
Machinery and Equipment	(13,141)	(19,551)	3,923	(28,769)
Subscription-Based IT Arrangements	-	(20,867)	-	(20,867)
Total Accumulated Amortization	<u>(13,141)</u>	<u>(40,418)</u>	<u>3,923</u>	<u>(49,636)</u>
Governmental Activities Lease & Subscription Assets, Net	<u>\$ 33,247</u>	<u>\$ 95,394</u>	<u>\$ 1,018</u>	<u>\$ 127,623</u>

Amortization expense in the amount of \$40,418 was charged to governmental functions as follows:

<u>Function</u>	<u>Amount</u>
Regular Instruction	\$ 34,355
Administration	4,042
Central Services	<u>2,021</u>
	<u>\$ 40,418</u>

7. INVENTORY

Inventory in the food service fund at June 30, 2023 consisted of the following:

Food	\$ 9,701
Supplies	<u>4,731</u>
	<u>\$ 14,432</u>

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

8. LONG-TERM OBLIGATIONS

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

	<u>Principal Outstanding June 30, 2022</u>	<u>Additions</u>	<u>Reductions</u>	<u>Principal Outstanding June 30, 2023</u>	<u>Due Within One Year</u>
Governmental Activities:					
Compensated Absences	\$ 795,177	\$ 51,497	\$ 112,611	\$ 734,063	\$ 18,741
General Obligation Bonds	23,213,000	-	430,000	22,783,000	1,348,000
Leases Payable	33,838	36,844	20,071	50,611	20,263
Subscription-Based IT Arrangements (SBITAs)	-	98,968	98,968	-	-
Unamortized Premiums	108,889	-	40,833	68,056	40,834
Net Pension Liability	2,104,664	359,876	-	2,464,540	-
	<u>\$ 26,255,568</u>	<u>\$ 547,185</u>	<u>\$ 702,483</u>	<u>\$ 26,100,270</u>	<u>\$ 1,427,838</u>

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

2015 Refunding Bonds dated January 28, 2015, in the amount of \$1,290,000, with \$860,000 outstanding, due in annual installments through March 1, 2025, bearing interest rates of 2.00 to 4.00%.

2022 School Bonds dated March 31, 2022 in the amount of \$21,923,000, with \$21,923,000 outstanding, due in annual installments through March 1, 2042, bearing interest rates of 2.00% to 3.00%.

As of June 30, 2023, principal and interest due on bonds outstanding is as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 1,348,000	\$ 673,760	\$ 2,021,760
2025	1,345,000	638,200	1,983,200
2026	945,000	602,700	1,547,700
2027	970,000	574,350	1,544,350
2028-2032	5,260,000	2,419,200	7,679,200
2033-2037	6,020,000	1,585,800	7,605,800
2038-2042	6,895,000	631,800	7,526,800
	<u>\$ 22,783,000</u>	<u>\$ 7,125,810</u>	<u>\$ 29,908,810</u>

As of June 30, 2023, the School District had no authorizations to issue additional bonded debt.

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

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

8. LONG-TERM OBLIGATIONS (Continued)

Leases Payable:

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

On June 1, 2020, the School District entered a 48-month lease as lessee for the use of copiers. As of July 1, 2021, an initial lease liability was recorded in the amount of \$17,424. The lease liability was \$5,696 as of June 30, 2023. The School District is required to make monthly payments of \$527. The lease has an interest rate of 4.00%. The value of the right to use asset as of June 30, 2023, was \$5,476 with accumulated amortization of \$11,948.

On September 1, 2021, the School District entered a 48-month lease as lessee for the use of copiers. An initial lease liability was recorded in the amount of \$7,908. The lease liability was \$4,440 as of June 30, 2023. The School District is required to make monthly payments of \$178. The lease has an interest rate of 4.00%. The value of the right to use asset as of June 30, 2023, was \$4,284 with accumulated amortization of \$3,624.

On October 1, 2021, the School District entered a 48-month lease as lessee for the use of copiers. An initial lease liability was recorded in the amount of \$16,115. The lease liability was \$9,380 as of June 30, 2023. The School District is required to make monthly payments of \$363. The lease has an interest rate of 4.00%. The value of the right to use asset as of June 30, 2023, was \$9,065 with accumulated amortization of \$7,050.

On September 1, 2022, the School District entered a 48-month lease as lessee for the use of copiers. An initial lease liability was recorded in the amount of \$5,367. The lease liability was \$4,318 as of June 30, 2023. The School District is required to make monthly payments of \$121. The lease has an interest rate of 4.00%. The value of the right to use asset as of June 30, 2023, was \$4,249 with accumulated amortization of \$1,118.

On October 1, 2022, the School District entered a 48-month lease as lessee for the use of copiers. An initial lease liability was recorded in the amount of \$20,414. The lease liability was \$16,831 as of June 30, 2023. The School District is required to make monthly payments of \$459. The lease has an interest rate of 4.00%. The value of the right to use asset as of June 30, 2023, was \$16,586 with accumulated amortization of \$3,828.

On December 1, 2022, the School District entered a 63-month lease as lessee for the use of a postage meter. An initial lease liability was recorded in the amount of \$6,946. The lease liability was \$6,227 as of June 30, 2023. The School District is required to make monthly payments of \$119. The lease has an interest rate of 3.00%. The value of the right to use asset as of June 30, 2023, was \$6,174 with accumulated amortization of \$772.

On February 1, 2023, the School District entered a 48-month lease as lessee for the use of copiers. An initial lease liability was recorded in the amount of \$4,118. The lease liability was \$3,719 as of June 30, 2023. The School District is required to make monthly payments of \$93. The lease has an interest rate of 4.00%. The value of the right to use asset as of June 30, 2023, was \$3,689 with accumulated amortization of \$429.

As of June 30, 2023, the District had leases outstanding as follows:

<u>Purpose</u>	<u>Commencement Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Total Value</u>
Copiers	June 1, 2020	May 1, 2024	4.00%	\$ 5,696
Copiers	September 1, 2021	August 1, 2025	4.00%	4,440
Copiers	October 1, 2021	September 1, 2025	4.00%	9,380
Copiers	September 1, 2022	August 31, 2026	4.00%	4,318
Copiers	October 1, 2022	September 30, 2026	4.00%	16,831
Postage Meter	December 1, 2022	February 28, 2028	3.00%	6,227
Copiers	February 1, 2023	January 31, 2027	4.00%	3,719
Total				<u>\$ 50,611</u>

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

8. LONG-TERM OBLIGATIONS (Continued)

The future annual lease obligations as of June 30, 2023, are as follows:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	20,263	1,518	21,781
2025	15,147	842	15,989
2026	10,619	326	10,945
2027	3,638	59	3,697
2028	944	8	952
Total	<u>\$ 50,611</u>	<u>\$ 2,753</u>	<u>\$ 53,364</u>

Subscription-Based IT Arrangements (SBITAs) Payable – For the fiscal year ended June 30, 2023, the School District implemented GASB Statement No. 96, Subscription-Based Information Technology Arrangements. These arrangements qualify as other than short-term SBITAs under GASB 96 and, therefore, have been recorded at the present value of the future minimum SBITA payments as of the date of their inception.

On July 1, 2021, the School District entered a 72-month Subscription-Based IT Arrangement for the use of Houghton Mifflin digital learning math software. As of July 1, 2022, an initial liability was recorded in the amount of \$80,463. The District made a final payment of \$80,731 on August 8, 2022. The liability was \$-0- as of June 30, 2023. The arrangement has an interest rate of 4.00%. The value of the right to use asset as of June 30, 2023, was \$64,370 with accumulated amortization of \$16,093.

On August 2, 2022, the School District entered a 36-month Subscription-Based IT Arrangement for the use of Second Step SEL software. An initial liability was recorded in the amount of \$11,030. The District paid the arrangement in full on October 12, 2022, and the liability was \$-0- as of June 30, 2023. The arrangement has an interest rate of 4.00%. The value of the right to use asset as of June 30, 2023, was \$7,751 with accumulated amortization of \$3,279.

On February 27, 2023, the School District entered a 25-month Subscription-Based IT Arrangement for the use of a TeacherFit subscription. An initial liability was recorded in the amount of \$7,475. The District paid the arrangement in full on March 13, 2023, and the liability was \$-0- as of June 30, 2023. The arrangement has an interest rate of 4.00%. The value of the right to use asset as of June 30, 2023, was \$5,980 with accumulated amortization of \$1,495.

9. PENSION PLANS

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

Teachers' Pension and Annuity Fund (TPAF)

Plan Description - The Teachers' Pension and Annuity Fund is a cost-sharing multiple-employer defined benefit pension plan, with a special funding situation, which was established on January 1, 1955, under the provisions of N.J.S.A. 18A:66. The State of New Jersey (the "State") is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. The TPAF's designated purpose is to provide retirement, death and disability, and medical benefits to qualified members. Membership in the TPAF is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, who have titles that are unclassified, professional, and certified. The TPAF's Board of Trustees is primarily responsible for the administration of the TPAF.

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

9. PENSION PLANS (Continued)

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

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

The following represents the membership tiers for TPAF:

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

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

Contributions - The contribution requirements of plan members are determined by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the member contribution rate was 7.50% in State fiscal year 2022. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid.

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

The School District was not required to make any contributions to the pension plan during the fiscal year ended June 30, 2023 because of the 100.00% special funding situation with the State of New Jersey.

Based on the most recent TPAF measurement date of June 30, 2022, the State's contractually required contribution, on-behalf of the School District, to the pension plan for the fiscal year ended June 30, 2023 was \$2,570,368 and was paid by April 1, 2023. School District employee contributions to the pension plan during the fiscal year ended June 30, 2023 were \$592,356.

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

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

9. PENSION PLANS (Continued)

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

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

For the year ended June 30, 2023, the School District recognized pension expense of \$852,776 and revenue of \$852,776 for support provided by the State. Although the School District does not report net pension liability or deferred outflows or inflows related to the TPAF, the following schedule illustrates the collective net pension liability and deferred items and the State's portion of the net pension liability associated with the School District.

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

	<u>06/30/22</u>	<u>06/30/21</u>
Collective deferred outflows of resources	\$ 4,885,289,911	\$ 6,230,825,389
Collective deferred inflows of resources	19,563,805,393	27,221,092,460
Collective net pension liability (Non-Employer – State of New Jersey)	51,676,587,303	48,165,991,182
State's portion of the net pension liability that was associated with the School District	31,686,655	27,270,787
State's portion of the net pension liability that was associated with the School District as a percentage of the collective net pension liability	.0614148927%	.0567252830%

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

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

9. PENSION PLANS (Continued)

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, 2022 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	27.00%	8.12%
Non-U.S. Developed Markets Equity	13.50%	8.38%
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 State's 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 (State of New Jersey) will be based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied rate was applied to projected benefit payments after that date in determining the total pension liability.

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

9. PENSION PLANS (Continued)

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

Sensitivity of the School District's proportionate share of the net pension liability to changes in the discount rate. As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. As such, the proportionate share of the net pension liability as of June 30, 2022, the pension plan's measurement date, attributable to the School District is \$0.00, and the State of New Jersey's proportionate share of the net pension liability, attributable to the School District, using a discount rate of 7.00%, as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.00%) or 1 percentage point higher (8.00%) that the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	37,153,276	31,686,655	27,081,713
	\$ 37,153,276	\$ 31,686,655	\$ 27,081,713

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

Public Employees' Retirement System (PERS)

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

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

The following represents the membership tiers for PERS:

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

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

9. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

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

Contributions - The contribution requirements of plan members are determined by N.J.S.A 43:15A and requires contributions by active members and contributing employers. The School District's contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19. P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets.

Based on the most recent PERS measurement date of June 30, 2022, the School District's contractually required contribution to the pension plan for the fiscal year ended June 30, 2023 was \$205,939 and was paid by April 1, 2023. School District employee contributions to the pension plan during the fiscal year ended June 30, 2023 were \$82,720.

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

<u>Fiscal Year</u>	<u>Normal Contributions</u>	<u>Accrued Liability</u>	<u>Non Contributory Life</u>	<u>Long Term Disability</u>	<u>Total Liability Paid by District</u>
2023	\$ 31,367	\$ 165,655	\$ 8,917	\$ -	\$ 205,939
2022	25,193	173,279	9,590	-	208,062
2021	22,667	166,286	9,597	-	198,550

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

At June 30, 2023, the School District reported a liability of \$2,464,540 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The School District's proportion of the of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

9. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

For the year ended June 30, 2023, the School District recognized pension expense of (\$220,765). At June 30, 2023, the School District reported a liability of \$2,464,540 for its proportionate share of the PERS net pension liability and deferred outflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 17,788	\$ 15,686
Changes of assumptions	7,636	369,039
Net Difference between projected and actual earnings on pension plan investments	102,005	-
Changes in proportion	86,403	281,756
District contributions subsequent to the measurement date	222,342	
Total	\$ 436,174	\$ 666,481

\$222,342 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date will be recognized as a reduction of the net liability in the year ended June 30, 2024.

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

For the year ended:	Net Deferred Outflows (Inflows) of Resources
2024	\$ (275,951)
2025	(160,572)
2026	(102,303)
2027	85,234
2028	943
Total	\$ (452,649)

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

9. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience		
Year of Pension Plan Deferral:		
June 30, 2018	-	5.63
June 30, 2019	5.21	-
June 30, 2020	5.16	-
June 30, 2021	-	5.13
June 30, 2022	-	5.04
Changes of assumptions		
Year of Pension Plan Deferral:		
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, 2018	5.00	-
June 30, 2019	5.00	-
June 30, 2020	5.00	-
June 30, 2021	5.00	-
June 30, 2022	5.00	-

Additional Information

Collective balances at June 30, 2022 and 2021 are as follows:

	<u>6/30/2022</u>	<u>6/30/2021</u>
Collective deferred outflows of resources	\$ 1,715,543,211	\$ 818,359,815
Collective deferred inflows of resources	\$ 4,112,583,758	\$ 11,243,411,487
Collective net pension liability	\$ 15,219,184,920	\$ 11,972,782,878
School District's Proportion	.0163307817%	.0177661274%

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.

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

9. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

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 – 6.55%
	based on years of service
Investment Rate of Return	7.00%

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

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

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:

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

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

9. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

Discount rate. The discount rate used to measure the State's total pension liability was 7.00% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and nonemployer contributing entity 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 all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied all projected benefit payments to determining the total pension liability.

Sensitivity of the School District's proportionate share of the net pension liability to changes in the discount rate. The following presents the School District's proportionate share of the net pension liability measured as of June 30, 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 (6.00%) or 1 percentage point higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's proportionate share of the net pension liability	\$ 3,166,212	\$ 2,464,540	\$ 1,867,389

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

Defined Contribution Retirement Program (DCRP)

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

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

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

Year	Total Liability	Paid by School District
2023	\$ 45,176	\$ 45,176
2022	38,378	38,378
2021	30,094	30,094

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

10. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Plan Description and Benefits Provided

The State Health Benefit Local Education Retired Employees Plan (the “OPEB Plan”) is a multiple-employer defined benefit OPEB plan, with a special funding situation, that is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions*. The OPEB Plan is administered by the State of New Jersey Division of Pensions and Benefits (the “Division”) and is part of the New Jersey State Health Benefits Program (SHBP). The Division issues a publicly available financial report that includes financial statements and required supplementary information which can be obtained by writing to or at the following website:

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

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

Contributions

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

Plan Membership

As of June 30, 2022, the program membership consisted of the following:

Active Plan Members	213,148
Retirees	151,669
	364,817

Total Non-Employer OPEB Liability

The State of New Jersey, a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The School District’s proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASB No. 75 is zero percent. Accordingly, the School District did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State’s level and is not specific to the board of education/board of trustees. Note that actual numbers will be published in the NJ State ACFR on the Office of Management and Budget webpage: nj.gov/treasury/omb/fr.shtml. The State, as a nonemployer contributing entity, reported a Fiscal Year 2022 total OPEB liability of \$50,646,462,966 for this special funding situation.

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

10. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Actuarial assumptions and other imputes - The total OPEB liability in the June 30, 2022 actuarial valuation reported by the State in the State’s most recently issued ACFR was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified.

This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation rate	2.50%		
	TPAF/ABP	PERS	PFRS
Salary Increases	2.75 – 4.25%	2.75 – 6.55%	3.25 – 16.25%
	based on service years	based on service years	based on service years

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

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of the TPAF, PERS, and PFRS actuarial experience studies prepared for July 1, 2018 to June 30, 2021.

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

Discount Rate - The discount rate used to measure the total OPEB liability 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.

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

10. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Changes in the Total Nonemployer OPEB Liability

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

	Total OPEB Liability
Balance as of June 30, 2021	\$ 35,550,169
Changes for the Year	
Service Cost	1,878,601
Interest	776,407
Changes of benefit terms	-
Differences between expected and actual experience	(304,413)
Changes in assumptions	(7,859,225)
Gross Benefit Payments	(769,054)
Contributions from the Non-employer	N/A
Contributions from the Member	24,672
Net Investment Income	N/A
Administrative Expense	N/A
Net Changes	\$ (6,253,012)
Balance at 06/30/2022	\$ 29,297,157

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

	1% Decrease (2.54%)	Current Discount Rate (3.54%)	1% Increase (4.54%)
State of New Jersey's Proportionate Share of the Total Nonemployer OPEB Liability Associated with the School District	\$ 34,435,726	\$ 29,297,157	\$ 25,178,851

Sensitivity of the total nonemployer OPEB liability to changes in the healthcare cost trend rate - The following presents the total nonemployer OPEB liability as of June 30, 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:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
State of New Jersey's Proportionate Share of the Total Nonemployer OPEB Liability Associated with the School District	\$ 24,215,891	\$ 29,297,157	\$ 35,971,708

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

10. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

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

For the year ended June 30, 2023, the School District recognized \$1,032,059 in OPEB expense and revenue, in the government-wide financial statements, for the State’s proportionate share of the OPEB Plan’s OPEB Expense, associated with the School District. This expense and revenue were based on the OPEB Plan’s June 30, 2022 measurement date.

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

At June 30, 2022, the State’s proportionate share of the total nonemployer OPEB liability’s deferred outflows of resources and deferred inflows of resources, associated with the School District, from the following sources are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change in Proportion	\$ 566,976	\$ (1,806,668)
Differences between expected and actual experience	5,230,705	(8,944,761)
Changes of assumptions	5,070,596	(9,971,152)
Total	\$ 10,868,277	\$ (20,722,581)

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

For the year ended:	
2024	\$ (1,665,620)
2025	(1,665,620)
2026	(1,665,620)
2027	(1,439,513)
2028	(823,133)
Thereafter	(2,594,798)
Total	\$ (9,854,304)

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

11. ON-BEHALF PAYMENTS

For the fiscal year ended June 30, 2023, the School District has recognized as revenues and expenditures on-behalf payments made by the state for normal retirement costs, post-retirement medical costs and long-term disability insurance related to TPAF, in the fund statements. The amounts recognized as revenues and expenditures in the fund financial statements for normal costs, post-retirement medical costs and long-term disability insurance were \$2,517,072, \$661,228, and \$1,188, respectively. In addition, \$562,143 of on-behalf payments were made by the state for the employer’s share of social security contributions for TPAF members, as calculated on their base salaries.

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

12. RISK MANAGEMENT

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

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

Joint Insurance Pool - The School District is a member of the Burlington County Insurance Pool Joint Insurance Fund. Insurance coverage as provided by the Fund can be found in the Statistical Section of this Annual Comprehensive Financial Report.

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

The Fund publishes its own financial report which can be obtained by writing to: Burlington County Insurance Pool JIF. P.O. Box 449, Marlton, NJ 08053.

New Jersey Unemployment Compensation Insurance - The School District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method.” Under this plan, the School District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The School District is billed quarterly for amounts due to the State.

The following is a summary of the School District’s unemployment compensation contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the current and previous two fiscal years:

<u>Fiscal Year</u>	<u>Interest Earned</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2023	\$ 551	\$ 21,238	\$ 18,151	\$ 74,831
2022	51	19,262	306	71,193
2021	65	16,546	5,781	52,186

13. DEFERRED COMPENSATION

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

14. COMPENSATED ABSENCES

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

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

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

14. COMPENSATED ABSENCES (Continued)

The liability for vested compensated absences is recorded within those funds as the benefits accrued to the employees. As of June 30, 2023, the liability for compensated absences in the governmental activities was \$734,063.

15. CONTINGENCIES

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

At June 30, 2023, significant amounts of grant expenditures have not been audited by the granting agency, but the School District believes that disallowed expenditures discovered in subsequent audits, if any, will not have a material effect on any of the individual funds or the overall financial position of the School District. Additionally, unearned revenues are recognized in those funds that have received grant monies in advance of future, reimbursable expenditures.

16. INTERFUND BALANCES AND TRANSFERS

Interfund receivables/payables are recorded to cover temporary cash shortages and/or timing differences in the respective funds. There are no interfund balances that are not expected to be repaid by June 30, 2024. The following interfund balances were recorded on the various balance sheets as of June 30, 2023:

Fund	Interfunds Receivable	Interfunds Payable
General	\$ 126,924	\$ -
Special Revenue	-	126,924
Capital Projects	-	163,791
Debt Service Fund	163,791	-
Proprietary Fund	-	-
Total	\$ 290,715	\$ 290,715

17. TAX ABATEMENTS

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements.

If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

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

The municipality recognized revenue of \$732,484 from the annual service charge in lieu of payment of taxes in 2022. The assessed value on these tax exemption properties amounted to \$55,335,000 which would have resulted in 2022 taxes billed in full of \$1,421,003. Of this amount \$559,990 would have been allocated to the district.

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

18. DEFICIT UNASSIGNED FUND BALANCE

The School District has a deficit unassigned fund balance of \$55,391 in the General Fund and \$114,192 in the Special Revenue Fund as of June 30, 2023, as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, school districts must record the delayed one or more June state aid payments as revenues, for budget purposes only, in the current school budget year. The statute provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the School District cannot recognize the June state aid payment on the GAAP financial statements until the year the State records the payable.

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

Pursuant to N.J.S.A. 18A:22-44.2, any negative unassigned general fund balance that is reported as a direct result from a delay in the June payments of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The School District deficit in the GAAP funds statements of \$55,391 in the General Fund and \$114,192 in the Special Revenue Fund is equal to or less than the June state aid payments.

19. DEFICIT UNRESTRICTED NET POSITION

As of June 30, 2023, a deficit of \$3,323,212 existed in the Unrestricted Net position of the Governmental Activities. A reconciliation of Unreserved Fund Balance reported on Exhibit B-1 to Unrestricted Net position reported on Exhibited A-1 is as follows:

Balances, June 30, 2023:	
Fund Balance - Unassigned	
Increased by:	
Assigned to Other Purposes	\$ 923,645
Unassigned	(169,583)
Decreased by:	
Accrued Interest Payable	(203,680)
Net Pension Differences	(3,139,531)
Compensated Absences	<u>(734,063)</u>
Unrestricted Net Position (Deficit)	<u>\$ (3,323,212)</u>

20. FUND BALANCES

RESTRICTED

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

General Fund:

Excess Surplus – In accordance with N.J.S.A. 18A:7F-7, as amended, the designation of restricted fund balance - excess surplus is the result of a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict general fund, fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2023 is \$483,575 presented on the budgetary basis of accounting (Exhibit C-1). Additionally, \$217,304 of excess fund balance generated during the 2021-2022 fiscal year has been restricted and designated for utilization in the 2023-2024 budget.

**Westampton Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2023**

20. FUND BALANCES (Continued)

RESTRICTED

Capital Reserve – As of June 30, 2023, the balance in the capital reserve account is \$1,664,267. This amount is restricted for future capital outlay expenditures for capital projects in the School District’s approved Long-Range Facilities Plan.

Maintenance Reserve Account – As of June 30, 2023, the balance in the maintenance reserve account is \$505,102. These funds are restricted for the required maintenance of school facilities in accordance with the Educational Facilities Construction and Financing Act (EFCFA) (N.J.S.A. 18A:7G-9) as amended by P.L. 2004, c. 73 (S1701).

Unemployment Compensation Reserve – As of June 30, 2023, the balance in the unemployment compensation reserve is \$29,829. These funds are restricted for the purpose of financing unemployment claims.

Special Revenue Fund:

Student Activities – As of June 30, 2023, the balance in student activities is \$52,395.

Scholarships – As of June 30, 2023, the balance in scholarships is \$6,086.

Capital Projects Fund – As of June 30, 2023, the balance is \$327,538.

Debt Service Fund – As of June 30, 2023, the balance is \$163,791.

ASSIGNED

As stated in Note 1, the assigned fund balance classification includes amounts that are constrained by the School District’s *intent* to be used for specific purposes but are neither restricted nor committed.

Specific assignments of the School District’s fund balance are summarized as follows:

General Fund:

Other Purposes – At June 30, 2023, the School District has \$590,675 of encumbrances outstanding for purchase orders and contracts signed by the School District, but not completed, as of the close of the fiscal year.

Designated for Subsequent Year’s Expenditures – The School District has appropriated and included as an anticipated revenue for the fiscal year ending June 30, 2023, \$332,970 of general fund balance.

Capital Projects Fund:

Other Purposes – At June 30, 2023, the School District has \$13,941,151 of encumbrances outstanding for purchase orders and contracts signed by the School District, but not completed, as of the close of the fiscal year.

UNASSIGNED

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

General Fund – As of June 30, 2023, the fund balance of the general fund was a deficit of \$55,391. The deficit is a result of the delay in the recording of the payment of state aid until the following fiscal year (See Note 18).

Special Revenue Fund – As of June 30, 2023, the fund balance of the special revenue fund was a deficit of \$114,192. The deficit is a result of the delay in the recording of the payment of state aid until the following fiscal year (See Note 18).

Required Supplementary Information - Part II

Budgetary Comparison Schedules

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local Tax Levy	\$ 10,843,919	\$ -	\$ 10,843,919	\$ 10,843,919	\$ -
Tuition - Other LEA's	-	-	-	62,816	62,816
Tuition - Individual	50,000	-	50,000	-	(50,000)
Capital Reserve interest	15	-	15	13,686	13,671
Maintenance Reserve interest	10	-	10	4,154	4,144
Other restricted miscellaneous revenue	-	-	-	551	551
Unrestricted miscellaneous revenue	-	-	-	59,680	59,680
Total local sources	10,893,944	-	10,893,944	10,984,806	90,862
State sources:					
Categorical special education aid	790,262	-	790,262	790,262	-
Equalization aid	3,684,146	-	3,684,146	3,684,146	-
Security aid	93,300	-	93,300	93,300	-
Transportation aid	408,807	-	408,807	408,807	-
Extraordinary aid	-	-	-	47,932	47,932
Nonpublic transportation aid	-	-	-	14,664	14,664
On-behalf TPAF pension contrib.. (non-budgeted)	-	-	-	2,517,072	2,517,072
On-behalf TPAF post retirement med.. (non-budgeted)	-	-	-	661,228	661,228
On-behalf TPAF LTDI (non-budgeted)	-	-	-	1,188	1,188
Reimbursed TPAF social security contribution (non-budgeted)	-	-	-	562,143	562,143
Total state sources	4,976,515	-	4,976,515	8,780,742	3,804,227
Federal sources:					
FFCRA (SEMI)	-	-	-	2,683	2,683
Special Education Medicaid Assistance (SEMI)	35,270	-	35,270	25,430	(9,840)
	35,270	-	35,270	28,113	(7,157)
TOTAL REVENUES	15,905,729	-	15,905,729	19,793,661	3,887,932
EXPENDITURES:					
CURRENT EXPENSE:					
Regular Programs - Instruction:					
Salaries of teachers					
Kindergarten	409,039	4,630	413,669	413,668	1
Grades 1-5	2,406,416	(25,977)	2,380,439	2,378,443	1,996
Grades 6-8	1,585,938	(43,041)	1,542,897	1,542,545	352
Regular Programs - Home Instruction:					
Salaries of teachers	6,750	(4,225)	2,525	2,525	-
Purchased Prof - Educational Services	-	10,000	10,000	6,747	3,253
Regular Programs - Undistributed Instruction:					
Other purchased services	58,920	(25,149)	33,771	27,189	6,582
General supplies	409,565	(76,227)	333,338	331,794	1,544
Textbooks	10,000	(7,500)	2,500	-	2,500
Other objects	25,000	(20,000)	5,000	-	5,000
Total - Regular Programs - Instruction	4,911,628	(187,489)	4,724,139	4,702,911	21,228
Special Education Instruction:					
Learning and/or Language Disabilities:					
Salaries of teachers	196,953	98,240	295,193	289,969	5,224
Other salaries for instruction	92,201	102,367	194,568	184,082	10,486
General supplies	9,242	3,190	12,432	10,894	1,538
Total learning and/or language disab.	298,396	203,797	502,193	484,945	17,248
Multiple Disabilities:					
Salaries of teachers	60,029	(60,029)	-	-	-
Other salaries for instruction	27,181	(27,181)	-	-	-
General supplies	3,000	(3,000)	-	-	-
Total resource room/resource center	90,210	(90,210)	-	-	-

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

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2023

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Special Education Instruction:					
Resource room/resource center:					
Salaries of teachers	\$ 903,569	\$ (110,000)	\$ 793,569	\$ 789,953	\$ 3,616
Other salaries for instruction	120,720	(40,000)	80,720	80,096	624
Total resource room/resource center	<u>1,024,289</u>	<u>(150,000)</u>	<u>874,289</u>	<u>870,049</u>	<u>4,240</u>
Autism:					
Salaries of teachers	196,882	(56,000)	140,882	139,971	911
Other salaries for instruction	110,495	(12,000)	98,495	98,068	427
Total Autism	<u>307,377</u>	<u>(68,000)</u>	<u>239,377</u>	<u>238,039</u>	<u>1,338</u>
Preschool Disabilities - Part Time:					
Salaries of teachers	127,915	(127,915)	-	-	-
Other salaries for instruction	63,261	(63,261)	-	-	-
General supplies	2,000	(2,000)	-	-	-
Total Preschool Disabilities - Part Time	<u>193,176</u>	<u>(193,176)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Preschool Disabilities - Full Time					
Salaries of teachers	64,249	(1,847)	62,402	62,196	206
Other salaries for instruction	53,454	46,170	99,624	99,560	64
General supplies	-	2,000	2,000	376	1,624
Total Preschool Disabilities - Full Time	<u>117,703</u>	<u>46,323</u>	<u>164,026</u>	<u>162,132</u>	<u>1,894</u>
Total Special Education - Instruction	<u>2,031,151</u>	<u>(251,266)</u>	<u>1,779,885</u>	<u>1,755,165</u>	<u>24,720</u>
Basic Skills/Remedial - Instruction					
Salaries of teachers	371,170	(6,474)	364,696	364,695	1
Other salaries for instruction	108,935	(55,000)	53,935	43,297	10,638
General supplies	1,993	-	1,993	1,728	265
Total basic skills/remedial - instruction	<u>482,098</u>	<u>(61,474)</u>	<u>420,624</u>	<u>409,720</u>	<u>10,904</u>
Bilingual Education - Instruction					
Salaries of teachers	29,665	13,500	43,165	43,105	60
General supplies	800	-	800	399	401
Total bilingual education - instruction	<u>30,465</u>	<u>13,500</u>	<u>43,965</u>	<u>43,504</u>	<u>461</u>
School-Sponsored Cocurricular Act - Instruction:					
Salaries	60,570	6,440	67,010	67,004	6
Total school-sponsored cocurr. act. - instruct.	<u>60,570</u>	<u>6,440</u>	<u>67,010</u>	<u>67,004</u>	<u>6</u>
School-Sponsored Athletics - Instruction:					
Salaries	20,720	(921)	19,799	19,259	540
Purchased services	5,695	(590)	5,105	5,105	-
General supplies	936	-	936	500	436
Total school-sponsored athletics - instruct.	<u>27,351</u>	<u>(1,511)</u>	<u>25,840</u>	<u>24,864</u>	<u>976</u>
Total Instruction	<u>7,543,263</u>	<u>(481,800)</u>	<u>7,061,463</u>	<u>7,003,168</u>	<u>58,295</u>
Undistributed Expenditures - Instruction					
Tuition to Other LEAs in State - Reg.		12,577	12,577	12,577	-
Tuition to Other LEAs in State - Sp.		57,967	57,967	57,967	-
Tuition to CSSD & Reg. Day Schools	314,641	99,965	414,606	414,111	495
Tuition to priv. sch. for the disabled in state	133,297	(56,814)	76,483	76,483	-
Total undistributed expenditures - instruction	<u>447,938</u>	<u>113,695</u>	<u>561,633</u>	<u>561,138</u>	<u>495</u>
Health Services:					
Salaries	133,486	9,788	143,274	143,018	256
Purchased professional and technical services	6,750	(4,395)	2,355	2,355	-
Other purchased services	9,553	59,403	68,956	68,887	69
Supplies and materials	4,149	425	4,574	3,444	1,130
Total health services	<u>153,938</u>	<u>65,221</u>	<u>219,159</u>	<u>217,704</u>	<u>1,455</u>
Speech, OT, PT & Related Services:					
Salaries	211,086	104,464	315,550	315,538	12
Purchased professional & educational services	201,181	(1,560)	199,621	199,620	1
Total speech, ot, pt & related services	<u>412,267</u>	<u>102,904</u>	<u>515,171</u>	<u>515,158</u>	<u>13</u>

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

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2023

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Support Services Student - Extra. Serv.					
Salaries	\$ 250,278	\$ (89,188)	\$ 161,090	\$ 161,081	\$ 9
Purchased professional - educational services	85,000	(43,260)	41,740	36,637	5,103
Supplies and materials	1,340	(351)	989	698	291
Total other support services student - extra. serv.	336,618	(132,799)	203,819	198,416	5,403
Guidance:					
Salaries of other professional staff	196,963	5,000	201,963	187,032	14,931
Supplies and materials	1,775	-	1,775	571	1,204
Total guidance	198,738	5,000	203,738	187,603	16,135
Child Study Teams:					
Salaries of other professional staff	343,683	35,307	378,990	378,930	60
Salaries of secretarial and clerical assistants	41,427	(10,645)	30,782	30,659	123
Purchased professional - educational services	3,295	-	3,295	1,222	2,073
Other purchased prof. and technical services	8,000	(5,750)	2,250	-	2,250
Residential Costs	4,020	3,000	7,020	2,769	4,251
Supplies and materials	7,500	2,750	10,250	9,868	382
Total child study teams	407,925	24,662	432,587	423,448	9,139
Improvement of Instruction Services:					
Salaries of supervisors of instruction	48,062	(35,861)	12,201	6,273	5,928
Salaries of secretarial and clerical assistants	35,027	3,148	38,175	38,077	98
Salaries of facilitator math & lit coach	171,811	514	172,325	172,325	-
Other purchased services	4,500	(1,100)	3,400	-	3,400
Supplies and materials	1,500	-	1,500	1,480	20
Other objects	82,000	-	82,000	81,863	137
Total improvement of instructional services	342,900	(33,299)	309,601	300,018	9,583
Educational Media Services/School Library:					
Salaries	121,966	900	122,866	121,636	1,230
Other purchased services (400-500 series)	67,000	(12,239)	54,761	49,133	5,628
Supplies and materials	15,600	-	15,600	14,057	1,543
Total educational media services/school library	204,566	(11,339)	193,227	184,826	8,401
Support Services - General Administration:					
Salaries	226,381	(16,351)	210,030	210,029	1
Unused Vac Pay-Term/Ret Staff		18,322	18,322	18,322	-
Legal services	44,000	(9,500)	34,500	33,788	712
Audit fee	50,900	(24,697)	26,203	26,200	3
Communications / telephone	66,775	(21,700)	45,075	13,368	31,707
Misc. purchased services	8,200	17,000	25,200	18,334	6,866
General Supplies	9,800	-	9,800	3,645	6,155
Miscellaneous expenditures	25,475	1,000	26,475	26,051	424
Total support services - general administration	431,531	(35,926)	395,605	349,737	45,868
Support Services - School Administration:					
Salaries of principals/assist. principals	414,274	43,416	457,690	457,520	170
Salaries of secretarial and clerical assistants	111,675	3,655	115,330	114,972	358
Other purchased services	9,825	-	9,825	4,312	5,513
Supplies and materials	18,600	(100)	18,500	12,157	6,343
Other objects	2,438	-	2,438	635	1,803
Total support services - school administration	556,812	46,971	603,783	589,596	14,187

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

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2023

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Support Services - Central Services:					
Salaries	\$ 206,796	\$ (10,000)	\$ 196,796	\$ 196,396	\$ 400
Purchased professional services	1,600	-	1,600	1,500	100
Purchased technical services	18,900	10,000	28,900	26,574	2,326
Misc. purchased services	6,950	-	6,950	6,743	207
Supplies and materials	6,000	250	6,250	5,994	256
Misc. expenditures	22,000	-	22,000	19,327	2,673
Total support services - central services	<u>262,246</u>	<u>250</u>	<u>262,496</u>	<u>256,534</u>	<u>5,962</u>
Support Services - Admin Inform Technology					
Salaries	87,000	-	87,000	86,688	312
Total support services - Admin Inform Tech	<u>87,000</u>	<u>-</u>	<u>87,000</u>	<u>86,688</u>	<u>312</u>
Required Maintenance School Facilities:					
Salaries	86,400	225	86,625	86,620	5
Cleaning, repair and maintenance services	178,899	18,681	197,580	147,280	50,300
Lead testing of drinking water	-	-	-	-	-
General supplies	65,271	-	65,271	44,287	20,984
Total required maintenance school facilities	<u>330,570</u>	<u>18,906</u>	<u>349,476</u>	<u>278,187</u>	<u>71,289</u>
Custodial Services:					
Salaries	859,535	81,010	940,545	884,942	55,603
Purchased professional and technical services	12,000	-	12,000	-	12,000
Other purchased property services	22,000	2,000	24,000	23,857	143
Insurance	67,750	(2,509)	65,241	63,696	1,545
Misc. purchased services	3,500	(1,963)	1,537	400	1,137
General supplies	5,000	60	5,060	5,057	3
Energy (natural gas)	71,197	-	71,197	57,715	13,482
Energy (electricity)	190,980	25,270	216,250	215,812	438
Other objects	3,000	-	3,000	1,869	1,131
Total custodial services	<u>1,234,962</u>	<u>103,868</u>	<u>1,338,830</u>	<u>1,253,348</u>	<u>85,482</u>
Care & Upkeep of Grounds:					
Other objects	36,275	6,210	42,485	41,120	1,365
Total care & upkeep of grounds	<u>36,275</u>	<u>6,210</u>	<u>42,485</u>	<u>41,120</u>	<u>1,365</u>
Total operation & maint. of plant services	<u>1,601,807</u>	<u>128,984</u>	<u>1,730,791</u>	<u>1,572,655</u>	<u>158,136</u>
Student Transportation Services:					
Contr. serv. - Aid in Lieu Pymts-NonPub	58,000	(3,750)	54,250	54,246	4
Contr. serv. (between home & school) - vendor	461,657	500	462,157	462,082	75
Contr. serv. (oth. between home & sch) - vendor	53,000	(10,500)	42,500	25,029	17,471
Contr. Serv. (Spl. Ed. Students) - vendor	290,000	43,463	333,463	333,463	-
Contr. Serv. (Spl. Ed. Students) - joint agree.	8,950	67,866	76,816	75,292	1,524
Transportation Supplies	14,123	(8,050)	6,073	4,177	1,896
Total student transportation services	<u>885,730</u>	<u>89,529</u>	<u>975,259</u>	<u>954,289</u>	<u>20,970</u>
Unallocated Benefits - Employee Benefits:					
Social security contributions	235,000	-	235,000	221,322	13,678
Other Retirement contributions - PERS	212,000	(6,061)	205,939	205,939	-
Other Retirement contributions -DCRP	20,500	24,728	45,228	45,228	-
Workmen's Compensation	67,000	2,509	69,509	69,509	-
Health benefits	1,945,886	46,525	1,992,411	1,992,406	5
Tuition Reimbursement	25,000	(1,000)	24,000	22,904	1,096
Other Employee Benefits	4,500	-	4,500	3,671	829
Unused sick pymts to Terminated/Retired Staff	40,000	53,000	93,000	92,827	173
Total unallocated benefits - employee benefits	<u>2,549,886</u>	<u>119,701</u>	<u>2,669,587</u>	<u>2,653,806</u>	<u>15,781</u>
On-behalf TPAF pension contr. (non-budgeted)		-		2,517,072	(2,517,072)
On-behalf TPAF post retirement med., (non-budgeted)		-		661,228	(661,228)
On-behalf TPAF LTDI (non-budgeted)		-		1,188	(1,188)
Reimbursed TPAF social security contr. (non-budgeted)		-		562,143	(562,143)
Total Undistributed Expenditures	<u>8,879,902</u>	<u>483,554</u>	<u>9,363,456</u>	<u>12,793,247</u>	<u>(3,429,791)</u>

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

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2023

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Total General Current Expense	\$ 16,423,165	\$ 1,754	\$ 16,424,919	\$ 19,796,415	\$ (3,371,496)
CAPITAL OUTLAY:					
Facilities Acquisition and Construction Services:					
Construction Services	712,500		712,500	132,500	580,000
Assessment for Debt Service on SDA funding	44,515	-	44,515	44,515	-
Total Capital Outlay	757,015	-	757,015	177,015	580,000
Transfer Funds to Charter School	22,257	16,927	39,184	39,184	-
TOTAL EXPENDITURES	17,202,437	18,681	17,221,118	20,012,614	(2,791,496)
Excess (Deficiency) of Revenues Over (Under) Expenditures:	(1,296,708)	(18,681)	(1,315,389)	(218,953)	1,096,436
Other Financing Sources (Uses):					
FEMA Reimbursement				40,980	40,980
Operating Transfer out	(787,500)		(787,500)	(787,500)	
Total Other Financing Sources (Uses)	(787,500)		(787,500)	(746,520)	40,980
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses):	(2,084,208)	(18,681)	(2,102,889)	(965,473)	1,137,416
Fund Balance, July 1	5,192,961		5,192,961	5,192,961	
Fund Balance, June 30	\$ 3,108,753	\$ (18,681)	\$ 3,090,072	\$ 4,227,488	\$ 1,137,416
Recapitulation:					
Restricted:					
Capital Reserve:					
Capital Reserve				\$ 1,664,267	
Maintenance Reserve				505,102	
Excess Surplus:					
Designated for Subsequent Year's Expenditures				217,304	
Current Year				483,575	
Unemployment Compensation				29,829	
Assigned:					
Year-end encumbrances				590,675	
Designated for Subsequent Year's Expenditures				332,970	
Unassigned				403,766	
				4,227,488	
Reconciliation on Governmental Fund Statements (GAAP):					
Less: State Aid Payment not Recognized on GAAP Basis				(459,157)	
Fund Balance per Government Fund (GAAP)				\$ 3,768,331	

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

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources	\$ 1,085	\$ 3,042	\$ 4,127	\$ 84,159	\$ 80,032
State sources	-	456,765	456,765	294,590	(162,175)
Federal sources	349,145	1,414,947	1,764,092	1,407,914	(356,178)
Total Revenues	<u>350,230</u>	<u>1,874,754</u>	<u>2,224,984</u>	<u>1,786,663</u>	<u>(438,321)</u>
EXPENDITURES:					
Instruction:					
Salaries of teachers	70,517	259,702	330,219	197,899	132,320
Other Salaries for Instruction		56,511	56,511	56,511	-
Purchased professional - educ. services		28,359	28,359		28,359
Tuition	231,424	406	231,830	231,830	-
General supplies	31,619	156,248	187,867	165,923	21,944
Other Objects		5,000	5,000	2,984	2,016
Total Instruction	<u>333,560</u>	<u>506,226</u>	<u>839,786</u>	<u>655,147</u>	<u>184,639</u>
Support Services:					
Salaries		217,386	217,386	93,556	123,830
Personal services - employee benefits		85,963	85,963	47,519	38,444
Purchased professional - educ. services		62,616	62,616	14,871	47,745
Purchased professional - tech. services		-	-	-	-
Head Start		120,000	120,000		120,000
Other purchased services	16,670	80,063	96,733	93,090	3,643
Supplies and materials	-	2,500	2,500	1,824	676
Student activities	-	-	-	66,718	(66,718)
Scholarship awards	-	-	-	800	(800)
Total Support Services	<u>16,670</u>	<u>568,528</u>	<u>585,198</u>	<u>318,378</u>	<u>266,820</u>
Facilities Acquisition and Construction Services:					
Building		800,000	800,000	800,000	-
Total Facilities Acq. and Const. Services	<u>-</u>	<u>800,000</u>	<u>800,000</u>	<u>800,000</u>	<u>-</u>
Total Expenditures	<u>350,230</u>	<u>1,874,754</u>	<u>2,224,984</u>	<u>1,773,525</u>	<u>451,459</u>
Total Outflows	<u>350,230</u>	<u>1,874,754</u>	<u>2,224,984</u>	<u>1,773,525</u>	<u>451,459</u>
Excess (Deficiency) of Revenues over (under) Expenditures and other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,138</u>	<u>13,138</u>
Fund Balance, July 1				<u>45,343</u>	
Fund Balance, June 30				<u>\$ 58,481</u>	
Recapitulation:					
Restricted:					
Student Activities				\$ 52,395	
Scholarships				<u>6,086</u>	
Total Fund Balance				<u>\$ 58,481</u>	

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

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Notes to Required Supplementary Information
Budgetary Comparison
For the Fiscal Year Ended June 30, 2023

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedules	\$ 19,793,661	\$ 1,786,663
Difference - budget to GAAP:		
State aid payment recognized for GAAP statements in current year, previously recognized for budgetary purposes.	408,199	-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	<u>(459,157)</u>	<u>(114,192)</u>
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 19,742,703</u>	<u>\$ 1,672,471</u>
Uses/outflows of resources		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 20,012,614	\$ 1,773,525
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.	<u>-</u>	<u>-</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 20,012,614</u>	<u>\$ 1,773,525</u>

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

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
Schedule of the District's Proportionate Share of the Net Pension Liability
Public Employees Retirement System
Last Ten Fiscal Years

	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
District's proportion of the net pension liability (asset)	0.0163307817%	0.0177661274%	0.0181498313%	0.0175884596%	0.0169517355%	0.0174212203%	0.0176917522%	0.0201218565%	0.0207715910%	0.0210936043%
District's proportionate share of the net pension liability (asset)	\$ 2,464,540	\$ 2,104,664	\$ 2,959,763	\$ 3,169,175	\$ 3,337,712	\$ 4,055,382	\$ 5,239,790	\$ 4,516,954	\$ 3,889,010	\$ 4,031,407
District's covered-employee payroll	1,084,332	1,221,461	1,206,461	1,285,436	1,294,468	1,259,329	1,200,459	1,204,545	1,251,745	1,271,898
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	227.29%	172.31%	245.33%	246.54%	257.84%	322.03%	436.48%	374.99%	310.69%	316.96%
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%

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
Schedule of the District's Contributions
Public Employees Retirement System
Last Ten Fiscal Years

	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Contractually required contribution	\$ 222,342	\$ 205,939	\$ 208,062	\$ 198,550	\$ 171,719	\$ 169,188	\$ 163,000	\$ 157,171	\$ 172,994	\$ 171,238
Contributions in relation to the contractually required contributions	<u>(222,342)</u>	<u>(205,939)</u>	<u>(208,062)</u>	<u>(198,550)</u>	<u>(171,719)</u>	<u>(169,188)</u>	<u>(163,000)</u>	<u>(157,171)</u>	<u>(17,294)</u>	<u>(171,238)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 155,700</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 1,084,332	\$ 1,221,461	\$ 1,206,461	\$ 1,285,436	\$ 1,294,468	\$ 1,259,329	\$ 1,200,459	\$ 1,204,545	\$ 1,251,745	\$ 1,271,898
Contributions as a percentage of covered-employee payroll	20.50%	16.86%	17.25%	15.45%	13.27%	13.43%	13.58%	13.05%	13.82%	13.46%

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
Schedule of the District's Proportionate Share of the Net Pension Liability
Teachers' Pension and Annuity Fund
Last Ten Fiscal Years

	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
District's proportion of the net pension liability (asset)	0.0614148927%	0.0567252830%	0.0567285046%	0.0575989324%	0.0549795199%	0.0539069457%	0.0577195869%	0.0563892640%	0.0594168405%	0.0594168405%
District's proportionate share of the net pension liability (asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability (asset) associated with the District	<u>\$ 31,686,655</u>	<u>\$ 27,270,787</u>	<u>\$ 37,355,038</u>	<u>\$ 35,349,008</u>	<u>\$ 34,976,790</u>	<u>\$ 36,346,007</u>	<u>\$ 45,405,902</u>	<u>\$ 35,640,423</u>	<u>\$ 31,756,367</u>	<u>\$ 27,662,779</u>
Total	<u><u>\$ 31,686,655</u></u>	<u><u>\$ 27,270,787</u></u>	<u><u>\$ 37,355,038</u></u>	<u><u>\$ 35,349,008</u></u>	<u><u>\$ 34,976,790</u></u>	<u><u>\$ 36,346,007</u></u>	<u><u>\$ 45,405,902</u></u>	<u><u>\$ 35,640,423</u></u>	<u><u>\$ 31,756,367</u></u>	<u><u>\$ 27,662,779</u></u>
District's covered-employee payroll	\$ 7,824,482	\$ 7,182,841	\$ 6,932,987	\$ 6,827,909	\$ 6,133,756	\$ 6,027,247	\$ 5,925,827	\$ 5,658,782	\$ 5,596,106	\$ 5,686,203
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%

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

	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
State's proportion of the net OPEB liability (asset) associated with the District	0.06%	0.06%	0.06%	0.06%	0.06%	0.06%
District's proportionate share of the net OPEB liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net OPEB liability associated with the District	29,297,157	35,550,169	40,057,615	24,789,139	28,509,685	32,253,037
Total proportionate share of the net OPEB liability (asset) associated with the District	<u>\$ 29,297,157</u>	<u>\$ 35,550,169</u>	<u>\$ 40,057,615</u>	<u>\$ 24,789,139</u>	<u>\$ 28,509,685</u>	<u>\$ 32,253,037</u>
Plan fiduciary net position as a percentage of the total OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Total OPEB Liability						
Service Cost	\$ 1,878,601	\$ 2,077,440	\$ 1,102,464	\$ 1,082,782	\$ 1,209,063	\$ 1,463,000
Interest	776,407	922,209	894,474	1,131,076	1,184,885	1,024,175
Changes in benefit terms		(37,839)				
Differences between expected and actual experiences	(304,413)	(6,801,463)	6,630,621	(5,565,616)	(2,129,680)	
Changes of assumptions	(7,859,225)	35,073	7,317,150	369,608	(3,271,629)	(4,344,802)
Member Contributions	24,672	23,576	21,137	22,557	26,348	27,508
Benefit payments	(769,054)	(726,442)	(697,370)	(760,953)	(762,339)	(747,049)
Net Change in total OPEB Liability	(6,253,012)	(4,507,446)	15,268,476	(3,720,546)	(3,743,352)	(2,577,168)
Total OPEB Liability - beginning	<u>35,550,169</u>	<u>40,057,615</u>	<u>24,789,139</u>	<u>28,509,685</u>	<u>32,253,037</u>	<u>34,830,205</u>
Total OPEB Liability - ending	<u>\$ 29,297,157</u>	<u>\$ 35,550,169</u>	<u>\$ 40,057,615</u>	<u>\$ 24,789,139</u>	<u>\$ 28,509,685</u>	<u>\$ 32,253,037</u>
District's covered-employee payroll	\$ 8,908,814	\$ 8,404,302	\$ 8,139,448	\$ 8,113,345	\$ 7,428,224	\$ 7,286,576
Total OPEB Liability as a percentage of covered-employee payroll	328.86%	423.00%	492.14%	305.54%	383.80%	442.64%

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

**Westampton Township School District
Notes to Required Supplementary Information – Part III
For the Fiscal Year Ended June 30, 2023**

Teacher's Pension and Annuity Fund (TPAF)

Changes of benefit term: There were none.

Changes of assumptions: There were none.

Public Employees' Retirement System (PERS)

Changes of benefit term: There were none.

Changes of assumptions: There were none.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes of benefit term: There were none.

Changes of assumptions: The discount rate changed from 2.16% as of June 30, 2021 to 3.54% as of June 30, 2022.

Other Supplementary Information

Special Revenue Fund

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Revenues and Expenditures
Budgetary Basis
For the Fiscal Year Ended June 30, 2023

	No Child Left Behind			Individuals with Disabilities Education Act Part B			Carryforward From	Carryforward From	Total
	Title I	Title II A	Title IV	Basic	Preschool	ARP Preschool	Exh. E-1A	Exh. E-1B	
REVENUES:									
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 84,159		\$ 84,159
State sources	-	-	-	-	-	-	-	294,590	294,590
Federal sources	98,198	19,957	10,000	240,445	21,505	3,912	335,662	678,235	1,407,914
Total Revenues	98,198	19,957	10,000	240,445	21,505	3,912	419,821	972,825	1,786,663
EXPENDITURES:									
Instruction:									
Salaries of Teachers	56,709		8,160				3,739	129,291	197,899
Other Salaries for Instruction								56,511	56,511
Tuition				231,830			-		231,830
General supplies	41,489		1,340	2,696	11,250	3,912	73,406	31,830	165,923
Other objects				2,984					2,984
Total Instruction	98,198	-	9,500	237,510	11,250	3,912	77,145	217,632	655,147
Support Services:									
Salaries	-	-	-	-	-	-	-	93,556	93,556
Personal services-employee benefits	-	-	-	-	-	-	-	47,519	47,519
Purchased prof. educational services	-	-	-	-	10,255	-	-	4,616	14,871
Other purchased services	-	19,957	500	2,935	-	-	32,561	37,137	93,090
General supplies	-	-	-	-	-	-	-	1,824	1,824
Student activities	-	-	-	-	-	-	66,718		66,718
Scholarship awards	-	-	-	-	-	-	800		800
Total support Services	-	19,957	500	2,935	10,255	-	100,079	184,652	318,378
Facilities Acquisition and Const. Serv.:									
Building improvements	-	-	-	-	-	-	229,459	570,541	800,000
Instructional equipment	-	-	-	-	-	-			-
Total Facilities Acq. and Const. Serv.	-	-	-	-	-	-	229,459	570,541	800,000
Total Expenditures	98,198	19,957	10,000	240,445	21,505	3,912	406,683	972,825	1,773,525
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	-	-	-	-	-	-	13,138	-	13,138
Fund Balance, July 1	-	-	-	-	-	-	45,343	-	45,343
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 58,481	\$ -	\$ 58,481

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Revenues and Expenditures
Budgetary Basis
For the Fiscal Year Ended June 30, 2023

	CRRSA ESSER II	CRRSA Learning Acceleration	CRRSA Mental Health	Dick's Sporting Goods Grant	Student Activity Fund	Scholarship Fund	Total
REVENUES:							
Local sources	\$ -	\$ -	\$ -	\$ 3,503	\$ 80,094	\$ 562	\$ 84,159
State sources	-	-	-	-	-	-	-
Federal sources	291,998	2,311	41,353	-	-	-	335,662
Total Revenues	291,998	2,311	41,353	3,503	80,094	562	419,821
EXPENDITURES:							
Instruction:							
Salaries of teachers	3,739						3,739
Tuition							-
General supplies	58,800		11,103	3,503			73,406
Textbooks							-
Total Instruction	62,539	-	11,103	3,503	-	-	77,145
Support Services:							
Salaries							-
Personal services-employee benefits							-
Purchased prof. educ. services							-
Other purchased services		2,311	30,250				32,561
Student activities					66,718		66,718
Scholarship awards						800	800
Total Support Services	-	2,311	30,250	-	66,718	800	100,079
Facilities Acquisition and Const. Serv.:							
Facilities	229,459						229,459
Total Facilities Acq. and Const. Serv.	229,459	-	-	-	-	-	229,459
Total Expenditures	291,998	2,311	41,353	3,503	66,718	800	406,683
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	-	-	-	-	13,376	(238)	13,138
Fund Balance, July 1	-	-	-	-	39,019	6,324	45,343
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 52,395</u>	<u>\$ 6,086</u>	<u>\$ 58,481</u>

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Revenues and Expenditures
Budgetary Basis
For the Fiscal Year Ended June 30, 2023

	ARP ESSER	ARP ESSER Accelerated Learning	ARP ESSER Summer Learning	ARP ESSER Beyond the School Day	ARP ESSER Mental Health	Preschool Program	Total
REVENUES:							
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	294,590	294,590
Federal sources	603,031	2,700	27,179	325	45,000	-	678,235
Total Revenues	603,031	2,700	27,179	325	45,000	294,590	972,825
EXPENDITURES:							
Instruction:							
Salaries of teachers			8,546			120,745	129,291
Other salaries for instruction						56,511	56,511
Tuition							-
General supplies			18,633			13,197	31,830
Textbooks							-
Total Instruction	-	-	27,179	-	-	190,453	217,632
Support Services:							
Salaries	14,176				15,516	63,864	93,556
Personal services-employee benefits	6,379				6,982	34,158	47,519
Purchased prof. educ. services						4,616	4,616
Other purchased services	11,935	2,700			22,502		37,137
General supplies				325		1,499	1,824
Student activities							-
Scholarship awards							-
Total Support Services	32,490	2,700	-	325	45,000	104,137	184,652
Facilities Acquisition and Const. Serv.:							
Facilities	570,541						570,541
Instructional equipment							-
Total Facilities Acq. and Const. Serv.	570,541	-	-	-	-	-	570,541
Total Expenditures	603,031	2,700	27,179	325	45,000	294,590	972,825
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	-	-	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Westampton Township School District
Special Revenue Fund
Schedule of Preschool Education Aid Expenditures
Preschool - All Programs
Budgetary Basis
For the Fiscal Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
EXPENDITURES:					
Instruction:					
Salaries of Teachers	\$ 119,415	\$ 1,330	\$ 120,745	\$ 120,745	\$ -
Other Salaries for Instruction	55,761	750	56,511	56,511	-
Purchased Professional Education Services	20,000	(1,900)	18,100	-	18,100
General Supplies	13,197	-	13,197	13,197	-
Total instruction	208,373	180	208,553	190,453	18,100
Support services:					
Salaries of Community Parent Involvement Specialist	25,181	(180)	25,001	928	24,073
Salaries of Master Teachers	62,937	-	62,937	62,937	-
Personal Services - Employee Benefits	34,158	-	34,158	34,158	-
Head Start	120,000	-	120,000	-	120,000
Purchased Professional Education Services	4,616	-	4,616	4,615	1
Supplies & Materials	1,500	-	1,500	1,499	1
Total support services	248,392	(180)	248,212	104,137	144,075
Facilities acquisition and cont. serv:					
Instructional equipment	-	-	-	-	-
Total Facilities acquisition and cont. serv.	-	-	-	-	-
Total Expenditures	\$ 456,765	\$ -	\$ 456,765	\$ 294,590	\$ 162,175

CALCULATION OF BUDGET & CARRYOVER

Total 2022-23 PreK Aid Allocation	\$ 456,765
Add: Actual PreK/ECPA Aid Carryover June 30, 2022	-
Add: Budgeted Transfer From General Fund	-
Total Funds Available for 2022-23 Budget	456,765
Less: 2022-23 Budgeted PreK/ECPA (Including prior year budgeted carryover)	(456,765)
Available & Unbudgeted Funds as of June 30, 2023	-
Add: June 30, 2023 Unexpended PreK Aid	162,175
2023- Actual Carryover - PreK Aid	<u>\$ 162,175</u>
2022-23 PreK Aid Carryover Budgeted in 2023-24	<u>\$ -</u>

**Westampton Township School District
Special Revenue Fund
Schedule of Preschool Education Aid Expenditures
Preschool - Full Day 3yr & 4 yr - Regular
Budgetary Basis
For the Fiscal Year Ended June 30, 2023**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
EXPENDITURES:					
Instruction:					
Salaries of Teachers	\$ 119,415	\$ 1,330	\$ 120,745	\$ 120,745	\$ -
Other Salaries for Instruction	55,761	750	56,511	56,511	-
Purchased Professional Education Services	20,000	(1,900)	18,100		18,100
General Supplies	13,197	-	13,197	13,197	-
Total instruction	208,373	180	208,553	190,453	18,100
Support services:					
Salaries of Community Parent Involvement Specialist	25,181	(180)	25,001	928	24,073
Salaries of Master Teachers	62,937	-	62,937	62,937	-
Personal Services - Employee Benefits	34,158	-	34,158	34,158	-
Head Start	120,000	-	120,000		120,000
Purchased Professional Education Services	4,616	-	4,616	4,615	1
Supplies & Materials	1,500	-	1,500	1,499	1
Total support services	248,392	(180)	248,212	104,137	144,075
Facilities acquisition and cont. serv:					
Instructional equipment	-	-	-	-	-
Total Facilities acquisition and cont. serv.	-	-	-	-	-
Total Program Expenditures	\$ 456,765	\$ -	\$ 456,765	\$ 294,590	\$ 162,175

Capital Projects Fund
Detail Statements

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Summary Statement of Revenues, Expenditures,
and Changes in Fund Balance - Budgetary Basis
For the Fiscal Year ended June 30, 2023

Revenues and Other Financing Sources:

Proceeds of Serial Bonds	\$ -
Transfer from Capital Reserve	787,500
Interest earned on investments	158,815
Total revenues and other financing sources	<u>946,315</u>

Expenditures and Other Financing (Uses):

Purchased professional services	\$ 1,642,554
Construction services	6,314,261
Transfer to Debt Service Fund	158,815
Total expenditures and other financing (uses)	<u>8,115,630</u>

Excess (deficiency) or revenues over (under) expenditures (7,169,315)

Fund Balance - July 1, 2022 21,438,004

Fund Balance - June 30, 2023 \$ 14,268,689

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
Construction and Various Improvements to the District's Facilities
From Inception and for the Fiscal Year ended June 30, 2023

	Prior Periods	Current Year	Total	Revised Authorized Costs
Revenues and Other Financing Sources:				
Bond proceeds	\$ 21,923,000	\$ -	\$ 21,923,000	\$ 21,923,000
Transfer from Capital Reserve		787,500	787,500	787,500
	21,923,000	787,500	22,710,500	22,710,500
 Expenditures and Other Financing Uses:				
Purchased professional services	\$ 484,996	\$ 1,642,554	\$ 2,127,550	\$ 2,127,550
Construction services	-	6,314,261	6,314,261	6,314,261
	484,996	7,956,815	8,441,811	8,441,811
Excess (deficiency) or revenues over (under) expenditures	\$ 21,438,004	\$ (7,169,315)	\$ 14,268,689	\$ 14,268,689
 Additional project information:				
Bond Authorization Date	01/25/22			
Bonds Authorized	\$ 21,923,000			
Bonds Issued	\$ 21,923,000			
Transfer from Capital Reserve	\$ 787,500			
Original Authorized Cost	\$ 22,710,500			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 22,710,500			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	0.00%			
Original target completion date	12/31/23			
Revised target completion date	03/31/24			

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
 Summary Statement of Project Expenditures
 Year Ended June 30, 2023

Issue/Project Title	Appropriations	<u>Expenditures to Date</u>		Transfers	Balance
		Prior Years	Current Year		
Construction and Various Improvements to the District's Facilities	\$ 22,710,500	\$ 484,996	\$ 7,956,815	\$ -	\$ 14,268,689
	<u>\$ 22,710,500</u>	<u>\$ 484,996</u>	<u>\$ 7,956,815</u>	<u>\$ -</u>	<u>\$ 14,268,689</u>

Proprietary Funds

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Enterprise Funds
Statement of Net Position
June 30, 2023

	Food Service Fund
ASSETS:	
Current Assets:	
Cash and Cash Equivalents	\$ 143,975
Accounts Receivable:	
State	583
Federal	14,662
Other	6,899
Inventories	14,432
Total Current Assets	180,551
Noncurrent Assets:	
Equipment	388,467
Less - Accumulated Depreciation	(250,337)
Total Noncurrent Assets	138,130
Total Assets	318,681
LIABILITIES:	
Current Liabilities:	
Interfund Payable	-
Accounts Payable	-
Unearned Revenue	6,485
Total Current Liabilities	6,485
NET POSITION:	
Net Investment in Capital Assets	138,130
Unrestricted	174,066
Total Net Position	\$ 312,196

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

	<u>Food Service Fund</u>
OPERATING REVENUES:	
Charges for Services:	
Daily sales reimbursable programs:	
School lunch	\$ 164,766
Daily sales non-reimbursable programs:	
Adult and a la carte sales	88,784
Other	<u>127,290</u>
Total Operating Revenues	<u>380,840</u>
OPERATING EXPENSES:	
Salaries	347,849
Employee benefits	45,465
Management fee	32,554
Supplies and materials	31,353
Repairs and maintenance	21,179
Depreciation	20,090
Other costs	26,333
Cost of sales - reimbursable programs	195,134
Cost of sales - non-reimbursable programs	<u>92,094</u>
Total Operating Expenses	<u>812,051</u>
Operating Income (Loss)	<u>(431,211)</u>
Non-Operating Revenues:	
State sources:	
State school lunch program	8,257
State school breakfast program	850
Federal sources:	
National school lunch program	182,554
National school breakfast program	46,291
Supply Chain Assistance	55,110
Food distribution program	60,883
Local sources:	
Interest earned	<u>2,035</u>
Total Non-Operating Revenues	<u>355,980</u>
Income (Loss) before Contributions and Transfers	(75,231)
Operating Transfer out	<u>-</u>
Change in Net Position	(75,231)
Net Position - July 1, 2022	<u>387,427</u>
Net Position - June 30, 2023	<u><u>\$ 312,196</u></u>

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

	<u>Food Service Fund</u>
Cash Flows from Operating Activities:	
Cash receipts from customers	\$ 370,868
Cash payments to employees for services	(393,315)
Cash payments to suppliers for goods and services	<u>(363,835)</u>
Net cash provided by (used for) operating activities	<u>(386,282)</u>
Cash Flows from Noncapital Financing Activities:	
Cash received from state sources	9,344
Cash received from federal sources	<u>316,757</u>
Net cash provided by noncapital financing activities	<u>326,101</u>
Cash Flows Used by Capital and Related Financing Activities:	
Purchase of equipment	<u>-</u>
Cash Flow Provided by Investing Activities:	
Interest on cash equivalents	<u>2,035</u>
Net increase (decrease) in cash and cash equivalents	(58,146)
Cash and cash equivalents - July 1, 2022	<u>202,121</u>
Cash and cash equivalents - June 30, 2023	<u><u>\$ 143,975</u></u>
Reconciliation of Operating Income (Loss) to Net Cash provided by (used for)	
Operating Activities:	
Operating income (loss)	\$ (431,211)
Adjustments to reconcile operating income (loss) to cash provided by (used for) operating activities:	
Depreciation	20,090
Commodities	60,883
Change in assets and liabilities:	
(Increase) decrease in accounts receivable	(6,899)
(Increase) decrease in inventories	(1,626)
Increase (decrease) in unearned revenue	(3,072)
Increase (decrease) in interfund payable	-
Increase (decrease) in accounts payable	<u>(24,447)</u>
Net cash provided by (used for) operating activities	<u><u>\$ (386,282)</u></u>

Long-Term Debt Schedules

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

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance July 1, 2022	Issued	Retired	Balance June 30, 2023
			Date	Amount					
Refunding Bonds of 2015	01/28/15	\$ 3,980,000	03/01/24	\$ 430,000	4.00%	\$ 1,290,000	-	\$ 430,000	\$ 860,000
			03/01/25	430,000	4.00%				
2022 School Bonds	03/31/22	21,923,000	03/15/24	918,000	2.00%	21,923,000			21,923,000
			03/15/25	915,000	2.00%				
			03/15/26	945,000	3.00%				
			03/15/27	970,000	3.00%				
			03/15/28	995,000	3.00%				
			03/15/29	1,025,000	3.00%				
			03/15/30	1,050,000	3.00%				
			03/15/31	1,080,000	3.00%				
			03/15/32	1,110,000	3.00%				
			03/15/33	1,140,000	3.00%				
			03/15/34	1,170,000	3.00%				
			03/15/35	1,205,000	3.00%				
			03/15/36	1,235,000	3.00%				
			03/15/37	1,270,000	3.00%				
			03/15/38	1,305,000	3.00%				
			03/15/39	1,340,000	3.00%				
			03/15/40	1,380,000	3.00%				
			03/15/41	1,415,000	3.00%				
			03/15/42	1,455,000	3.00%				
						<u>\$ 23,213,000</u>	<u>\$ -</u>	<u>\$ 430,000</u>	<u>\$ 22,783,000</u>

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Schedule of Obligations Under Leases
For the Fiscal Year Ended June 30, 2023

<u>Purpose</u>	<u>Interest Rate</u>	<u>Original Issue</u>	<u>Balance June 30, 2022</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance June 30, 2023</u>
Copiers	4.00%	\$ 3,165	\$ 209	\$ -	\$ 209	\$ -
Copiers	4.00%	23,396	11,677	-	5,981	5,696
Postage Meter	3.00%	6,114	1,649	-	1,649	-
Postage Meter	3.00%	2,160	654	-	654	-
Copiers	4.00%	7,908	6,363	-	1,923	4,440
Copiers	4.00%	16,115	13,286	-	3,906	9,380
Copiers	4.00%	5,366	-	5,366	1,048	4,318
Copiers	4.00%	20,414	-	20,414	3,583	16,831
Postage Meter	3.00%	6,946	-	6,946	719	6,227
Copiers	4.00%	4,118	-	4,118	399	3,719
			<u>\$ 33,838</u>	<u>\$ 36,844</u>	<u>\$ 20,071</u>	<u>\$ 50,611</u>

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Budgetary Comparison Schedule
Debt Service Fund
For the Fiscal Year Ended June 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local tax levy	\$ 1,094,320	\$ -	\$ 1,094,320	\$ 1,094,320	\$ -
Miscellaneous					
Total Revenues	1,094,320		1,094,320	1,094,320	-
EXPENDITURES:					
Regular debt service:					
Interest	664,320	-	664,320	664,320	
Redemption of principal	430,000		430,000	430,000	-
Total Expenditures	1,094,320		1,094,320	1,094,320	
Excess (Deficiency) of revenues over (under) expenditures					
Other Financing Sources:					
Operating transfer in				158,815	158,815
Total Other Financing Sources				158,815	158,815
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses):				158,815	158,815
Fund Balance - July 1	4,976		4,976	4,976	
Fund Balance - June 30	\$ 4,976	\$ -	\$ 4,976	\$ 163,791	\$ 158,815
 Recapitulation of Excess (Deficiency) or revenues over (under) expenditures					
Undesignated	\$ -	\$ -	\$ -	\$ 158,815	\$ 158,815

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
Schedule of Obligations Under Subscription-Based Information Technology Arrangements (SBITAs)
For the Fiscal Year Ended June 30, 2023

Purpose	Interest Rate	Original Issue	Balance June 30, 2022	Issued	Retired	Balance June 30, 2023
Houghton Mifflin Digital Learning	4.00%	\$ 80,463	\$ -	\$ 80,463	\$ 80,463	\$ -
Second Step SEL Software	4.00%	11,030	-	11,030	11,030	-
TeacherFit	4.00%	7,475	-	7,475	7,475	-
			<u>\$ -</u>	<u>\$ 98,968</u>	<u>\$ 98,968</u>	<u>\$ -</u>

Statistical Section

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

EXHIBIT J-1

	Fiscal Year Ending June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental activities:										
Net investment in capital assets	\$ 7,186,388	\$ 7,351,882	\$ 7,343,681	\$ 8,342,364	\$ 8,257,772	\$ 8,229,845	\$ 8,171,712	\$ 8,110,292	\$ (13,865,657)	\$ (4,852,132)
Restricted for:										
Special Revenue	-	-	-	-	-	-	-	49,874	45,343	58,481
Capital projects	400,000	900,000	1,061,805	1,562,903	1,889,557	2,391,539	2,394,038	3,147,749	24,588,586	15,932,956
Debt service	26	22,516	29,470	67,829	60,875	-	-	-	4,976	163,791
Other purposes	1,100,441	1,117,473	1,745,374	2,029,872	1,934,144	1,794,579	1,941,120	1,439,665	1,043,763	1,235,810
Unrestricted	(655,716)	(4,497,503)	(4,639,856)	(5,003,041)	(5,059,732)	(4,996,890)	(4,898,460)	(4,271,930)	(3,725,693)	(3,323,212)
Total governmental activities net assets	\$ 8,031,139	\$ 4,894,368	\$ 5,540,474	\$ 6,999,927	\$ 7,082,616	\$ 7,419,073	\$ 7,608,410	\$ 8,475,650	\$ 8,091,318	\$ 9,215,694
Business-type activities:										
Net investment in capital assets	\$ 9,519	\$ 9,269	\$ -	\$ 218,934	\$ 197,660	\$ 183,728	\$ 195,397	\$ 171,773	\$ 158,220	\$ 138,130
Unrestricted	124,340	156,475	174,714	110,840	143,452	166,689	137,338	111,483	229,207	174,066
Total business-type activities net assets	\$ 133,859	\$ 165,744	\$ 174,714	\$ 329,774	\$ 341,112	\$ 350,417	\$ 332,735	\$ 283,256	\$ 387,427	\$ 312,196
District-wide:										
Net investment in capital assets	\$ 7,195,907	\$ 7,361,151	\$ 7,343,681	\$ 8,561,298	\$ 8,455,432	\$ 8,413,573	\$ 8,367,109	\$ 8,282,065	\$ (13,707,437)	\$ (4,714,002)
Restricted:										
Special Revenue	-	-	-	-	-	-	-	49,874	45,343	58,481
Capital projects	400,000	900,000	1,061,805	1,562,903	1,889,557	2,391,539	2,394,038	3,147,749	24,588,586	15,932,956
Debt service	26	22,516	29,470	67,829	60,875	-	-	-	4,976	163,791
Other purposes	1,100,441	1,117,473	1,745,374	2,029,872	1,934,144	1,794,579	1,941,120	1,439,665	1,043,763	1,235,810
Unrestricted	(531,376)	(4,341,028)	(4,465,142)	(4,892,201)	(4,916,280)	(4,830,201)	(4,761,122)	(4,160,447)	(3,496,486)	(3,149,146)
Total district net position	\$ 8,164,998	\$ 5,060,112	\$ 5,715,188	\$ 7,329,701	\$ 7,423,728	\$ 7,769,490	\$ 7,941,145	\$ 8,758,906	\$ 8,478,745	\$ 9,527,890

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

EXHIBIT J-2

	Fiscal Year Ending June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses:										
Governmental activities:										
Instruction:										
Regular	\$ 4,182,406	\$ 4,169,166	\$ 4,499,756	\$ 4,548,378	\$ 4,770,504	\$ 5,064,673	\$ 5,060,383	\$ 5,268,941	\$ 5,310,577	\$ 5,454,519
Special education	1,766,138	1,936,270	1,876,272	1,805,723	2,210,088	2,156,532	2,138,956	2,192,030	2,144,146	2,007,837
Other instruction	316,229	310,172	149,782	150,341	157,798	145,741	396,043	420,724	584,182	545,092
Support Services:										
Tuition	453,282	679,478	283,228	567,819	431,072	440,411	699,171	452,189	494,592	561,138
Student & instruction related services	1,287,785	1,281,367	1,224,593	1,248,956	1,269,281	1,310,140	1,481,937	1,702,795	2,281,595	2,298,032
School administrative services	539,169	584,508	392,824	393,478	389,241	468,069	578,861	581,840	569,759	616,445
General and business administrative services	384,089	317,170	473,154	527,047	570,873	514,073	623,910	634,837	658,707	725,872
Plant operations and maintenance	1,721,964	1,374,002	1,709,655	1,425,406	1,749,290	1,349,948	1,294,707	1,207,365	1,507,570	1,372,004
Pupil transportation	669,754	691,369	652,063	617,215	618,029	916,542	772,938	664,536	800,070	954,289
Unallocated employee benefits	2,931,291	3,000,563	3,281,006	3,892,066	8,384,489	7,318,452	7,030,130	9,002,898	8,425,236	7,902,664
Transfer of Funds to Charter Schools							8,995	9,087	20,243	39,184
Interest on long-term debt	229,935	437,701	106,041	130,750	117,300	105,467	95,200	80,600	223,040	690,960
Unallocated depreciation	105,526	79,134	99,807	82,704	73,252	68,867	66,960	66,616	65,365	80,947
Total governmental activities expenses	<u>14,587,568</u>	<u>14,860,900</u>	<u>14,748,181</u>	<u>15,389,883</u>	<u>20,741,217</u>	<u>19,858,915</u>	<u>20,248,191</u>	<u>22,284,458</u>	<u>23,085,082</u>	<u>23,248,983</u>
Business-type activities:										
Food service	413,804	428,883	488,903	544,480	513,676	523,395	426,111	392,743	796,199	812,051
Total business-type activities expense	<u>413,804</u>	<u>428,883</u>	<u>488,903</u>	<u>544,480</u>	<u>513,676</u>	<u>523,395</u>	<u>426,111</u>	<u>392,743</u>	<u>796,199</u>	<u>812,051</u>
Total district expenses	<u>\$ 15,001,372</u>	<u>\$ 15,289,783</u>	<u>\$ 15,237,084</u>	<u>\$ 15,934,363</u>	<u>\$ 21,254,893</u>	<u>\$ 20,382,310</u>	<u>\$ 20,674,302</u>	<u>\$ 22,677,201</u>	<u>\$ 23,881,281</u>	<u>\$ 24,061,034</u>
Program Revenues:										
Governmental activities:										
Operating grants and contributions	1,712,850	1,808,974	1,867,507	1,912,863	6,916,224	5,996,693	5,314,559	7,593,075	6,680,220	7,078,172
Charges for services	-	-	-	-	-	-	199,378	101,421	-	62,816
Total governmental activities program revenues	<u>1,712,850</u>	<u>1,808,974</u>	<u>1,867,507</u>	<u>1,912,863</u>	<u>6,916,224</u>	<u>5,996,693</u>	<u>5,513,937</u>	<u>7,694,496</u>	<u>6,680,220</u>	<u>7,140,988</u>

(Continued)

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

EXHIBIT J-2

	Fiscal Year Ending June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Business-type activities:										
Charges for services:										
Food service	\$ 289,599	\$ 297,166	\$ 319,913	\$ 315,616	\$ 330,767	\$ 330,974	\$ 218,152	\$ 47,306	\$ 134,066	\$ 380,840
Operating grants and contributions	152,717	163,516	177,847	186,950	194,206	201,685	188,442	295,779	766,157	353,945
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total business type activities program revenues	<u>442,316</u>	<u>460,682</u>	<u>497,760</u>	<u>502,566</u>	<u>524,973</u>	<u>532,659</u>	<u>406,594</u>	<u>343,085</u>	<u>900,223</u>	<u>734,785</u>
Total district program revenues	<u>\$ 2,155,166</u>	<u>\$ 2,269,656</u>	<u>\$ 2,365,267</u>	<u>\$ 2,415,429</u>	<u>\$ 7,441,197</u>	<u>\$ 6,529,352</u>	<u>\$ 5,920,531</u>	<u>\$ 8,037,581</u>	<u>\$ 7,580,443</u>	<u>\$ 7,875,773</u>
Net (Expense)/Revenue:										
Governmental activities	\$ (12,874,718)	\$ (13,051,926)	\$ (12,880,674)	\$ (13,477,020)	\$ (13,824,993)	\$ (13,862,222)	\$ (14,734,254)	\$ (14,589,962)	\$ (16,404,862)	\$ (16,107,995)
Business-type activities	28,512	31,799	8,857	(41,914)	11,297	9,264	(19,517)	(49,658)	104,024	(77,266)
Total district-wide net expense	<u>\$ (12,846,206)</u>	<u>\$ (13,020,127)</u>	<u>\$ (12,871,817)</u>	<u>\$ (13,518,934)</u>	<u>\$ (13,813,696)</u>	<u>\$ (13,852,958)</u>	<u>\$ (14,753,771)</u>	<u>\$ (14,639,620)</u>	<u>\$ (16,300,838)</u>	<u>\$ (16,185,261)</u>
General Revenues and Other Changes in Net Assets:										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 8,826,754	\$ 9,003,289	\$ 9,183,354	\$ 9,364,561	\$ 9,551,852	\$ 9,742,889	\$ 10,218,467	\$ 10,422,836	\$ 10,631,293	\$ 10,843,919
Taxes levied for debt service	932,857	964,178	602,800	623,609	559,796	487,525	539,600	521,400	504,000	1,094,320
Unrestricted grants and contributions	3,783,612	3,804,966	3,711,728	3,818,979	3,778,864	3,953,151	4,074,023	4,324,612	4,718,952	5,016,266
Investment earnings	2,087	2,652	571	1,099	1,654	1,982	37,168	3,897	3,350	177,206
Miscellaneous income	6,096	12,541	28,327	2,690	15,516	13,132	54,333	103,276	162,935	100,660
Transfers	-	-	-	-	-	-	-	-	-	-
Total governmental activities	<u>13,551,406</u>	<u>13,787,626</u>	<u>13,526,780</u>	<u>13,810,938</u>	<u>13,907,682</u>	<u>14,198,679</u>	<u>14,923,591</u>	<u>15,376,021</u>	<u>16,020,530</u>	<u>17,232,371</u>
Business-type activities:										
Investment earnings	63	86	113	84	41	41	1,835	179	147	2,035
Transfers	-	-	-	-	-	-	-	-	-	-
Total business-type activities	<u>63</u>	<u>86</u>	<u>113</u>	<u>84</u>	<u>41</u>	<u>41</u>	<u>1,835</u>	<u>179</u>	<u>147</u>	<u>2,035</u>
Total district-wide	<u>\$ 13,551,469</u>	<u>\$ 13,787,712</u>	<u>\$ 13,526,893</u>	<u>\$ 13,811,022</u>	<u>\$ 13,907,723</u>	<u>\$ 14,198,720</u>	<u>\$ 14,925,426</u>	<u>\$ 15,376,200</u>	<u>\$ 16,020,677</u>	<u>\$ 17,234,406</u>
Change in Net Position:										
Governmental activities	\$ 676,688	\$ 735,700	\$ 646,106	\$ 333,918	\$ 82,689	\$ 336,457	\$ 189,337	\$ 786,059	\$ (384,332)	\$ 1,124,376
Business-type activities	28,575	31,885	8,970	(41,830)	11,338	9,305	(17,682)	(49,479)	104,171	(75,231)
Total district-wide	<u>\$ 705,263</u>	<u>\$ 767,585</u>	<u>\$ 655,076</u>	<u>\$ 292,088</u>	<u>\$ 94,027</u>	<u>\$ 345,762</u>	<u>\$ 171,655</u>	<u>\$ 736,580</u>	<u>\$ (280,161)</u>	<u>\$ 1,049,145</u>

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

EXHIBIT J-3

	Fiscal Year Ending June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund:										
Restricted for:										
Excess surplus	\$ 543,877	\$ 553,371	\$ 1,133,862	\$ 884,563	\$ 607,985	\$ 606,041	\$ 585,099	\$ 277,552	\$ 217,304	\$ 483,575
Excess surplus designated for subsequent year's budget	535,762	543,877	553,371	1,133,862	884,563	607,985	606,041	585,099	277,552	217,304
Capital Reserve	400,000	900,000	1,061,805	1,562,903	1,889,557	2,391,539	2,394,038	3,147,749	3,150,582	1,664,267
Maintenance Reserve	-	-	-	-	325,000	540,000	546,912	547,787	519,629	505,102
Unemployment Compensation	-	-	-	-	-	-	-	29,227	29,278	29,829
Assigned for:										
Year-end Encumbrances	-	-	-	-	110,836	28,736	38,357	103,420	20,856	590,675
Designated for subsequent year's budget	20,802	20,225	58,141	11,447	5,760	11,817	164,711	285,825	332,970	332,970
Unassigned	(54,183)	5,363	(59,884)	(24,961)	(32,156)	(55,762)	(50,828)	287,456	283,736	(55,391)
Total general fund	<u>\$ 1,446,258</u>	<u>\$ 2,022,836</u>	<u>\$ 2,747,295</u>	<u>\$ 3,567,814</u>	<u>\$ 3,791,545</u>	<u>\$ 4,130,356</u>	<u>\$ 4,284,330</u>	<u>\$ 4,978,290</u>	<u>\$ 4,784,762</u>	<u>\$ 3,768,331</u>
All Other Governmental Funds										
Assigned for:										
Special revenue fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 49,874	\$ 45,343	\$ (55,711)
Capital projects fund	-	-	-	-	-	-	-	-	21,438,004	14,268,689
Debt service fund	26	22,516	29,470	67,829	60,875	-	-	-	4,976	163,791
Total all other governmental funds	<u>\$ 26</u>	<u>\$ 22,516</u>	<u>\$ 29,470</u>	<u>\$ 67,829</u>	<u>\$ 60,875</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 49,874</u>	<u>\$ 21,488,323</u>	<u>\$ 14,376,769</u>

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

EXHIBIT J-4

	Fiscal Year Ending June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues										
Tax levy	\$ 9,759,611	\$ 9,967,467	\$ 9,786,154	\$ 9,988,170	\$ 10,111,648	\$ 10,230,414	\$ 10,758,067	\$ 10,944,236	\$ 11,135,293	\$ 11,938,239
Tuition charges							199,378	101,421	53,813	62,816
Interest earnings	-	-	571	1,098	1,654	1,982	37,168	3,897	3,300	17,840
Miscellaneous	8,183	15,193	28,327	2,691	15,516	13,132	54,333	103,276	109,172	219,046
Local Sources							8,357	52,709	84,159	
State sources	5,116,902	5,222,100	5,164,400	5,359,459	5,581,789	6,075,553	6,287,820	7,007,770	8,381,726	8,910,182
Federal sources	379,560	391,840	414,835	372,383	398,805	397,193	389,977	654,379	541,485	1,436,027
Total revenue	15,264,256	15,596,600	15,394,287	15,723,801	16,109,412	16,718,274	17,726,743	18,823,336	20,277,498	22,668,309
Expenditures										
Instruction										
Regular Instruction	3,941,440	3,763,797	4,173,368	4,095,574	4,319,537	4,632,994	4,628,079	4,860,061	4,902,421	5,105,386
Special education instruction	1,766,138	1,936,270	1,876,272	1,805,723	2,210,088	2,156,532	2,138,956	2,192,030	2,144,146	2,007,837
Other instruction	316,229	310,172	149,782	150,341	157,798	145,741	396,043	420,724	584,182	545,092
Support Services:										
Tuition	453,282	679,478	283,228	567,819	431,072	440,411	699,171	452,189	494,592	561,138
Student & instruction related services	1,287,785	1,281,367	1,224,593	1,248,956	1,269,281	1,310,140	1,481,937	1,702,795	2,281,595	2,298,032
General and business admin. services	512,788	291,481	448,202	465,279	513,831	486,648	596,962	607,974	630,186	692,959
School administrative services	357,708	558,819	367,872	393,478	389,241	440,644	551,913	554,977	543,210	589,596
Plant operations and maintenance	1,213,254	1,329,487	1,326,374	1,256,291	1,363,450	1,282,533	1,250,192	1,162,850	1,465,857	1,572,655
Pupil transportation	669,754	691,369	652,063	617,215	618,029	916,542	772,938	664,536	800,070	954,289
Unallocated employee benefits	2,931,291	2,993,802	3,175,039	3,509,882	3,667,718	3,972,594	4,463,468	4,967,545	6,055,564	6,442,956
Capital outlay	508,710	44,515	383,281	169,115	385,840	107,159	44,515	44,515	529,511	8,933,830
Transfer to Charter School							8,995	9,087	20,243	39,184
Debt service:										
Principal	905,223	975,000	450,000	450,000	445,000	440,000	440,000	435,000	435,000	430,000
Interest and other charges	234,008	219,944	152,800	135,250	121,750	108,400	99,600	86,400	69,000	664,320
Total expenditures	15,097,610	15,075,501	14,662,874	14,864,923	15,892,635	16,440,338	17,572,769	18,160,683	20,955,577	30,837,274
Excess (Deficiency) of revenues over (under) expenditures	166,646	521,099	731,413	858,878	216,777	277,936	153,974	662,653	(678,079)	(8,168,965)
Other Financing sources (uses)										
Proceeds from borrowing	-	77,969	-	-	-	-	-	-	21,923,000	
FEMA reimbursements										40,980
Transfers in	101,044	-	-	-	-	-	27,758		4,976	946,315
Transfers out	(101,044)	-	-	-	-	-	(27,758)		(4,976)	(946,315)
Total other financing sources (uses)	-	77,969	-	-	-	-	-	-	21,923,000	40,980
Net change in fund balances	\$ 166,646	\$ 599,068	\$ 731,413	\$ 858,878	\$ 216,777	\$ 277,936	\$ 153,974	\$ 662,653	\$ 21,244,921	\$ (8,127,985)
Debt service as a percentage of noncapital expenditures	7.81%	7.95%	4.22%	3.98%	3.65%	3.36%	3.08%	2.88%	2.47%	5.00%

Source: District records

Note: Noncapital expenditures are total expenditures less capital outlay.

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

EXHIBIT J-5

<u>Fiscal Year Ending June 30,</u>	<u>Interest on Investments</u>	<u>Tuition</u>	<u>Prior Year Refunds</u>	<u>Refunds</u>	<u>Miscellaneous</u>	<u>Total</u>
2014	\$ 2,087	\$ -	\$ 6,096	\$ -	\$ -	\$ 8,183
2015	2,652	-	12,541	-	-	15,193
2016	2,938	-	10,092	-	8,913	21,943
2017	3,789	-	-	-	-	3,789
2018	4,589	-	12,580	-	-	17,169
2019	4,721	-	-	-	10,393	15,114
2020	62,448	199,378	23,993	-	5,060	290,879
2021	3,832	101,421	70,854	-	27,837	203,944
2022	4,672	53,813	73,887	-	28,937	161,309
2023	26,610	62,816	12,550	3,085	17,435	122,496
	<u>\$ 118,338</u>	<u>\$ 417,428</u>	<u>\$ 222,593</u>	<u>\$ 3,085</u>	<u>\$ 98,575</u>	<u>\$ 860,019</u>

Source: District records

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

EXHIBIT J-6

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Total Assessed Value	Public Utilities a	Net Valuation Taxable	Tax-Exempt Property	Total Direct School Tax Rate b	Estimated Actual (County Equalized) Value
2014	\$ 24,369,500	\$ 761,663,000	\$ 4,878,800	\$ 1,085,600	\$ 195,725,700	\$ 187,030,200	\$ 1,174,752,800	\$ 2,202,407	\$ 1,176,955,207	\$ 205,246,000	\$ 0.847	\$ 1,165,838,789
2015	8,731,300	760,078,900	4,878,800	1,223,400	186,932,700	182,544,400	1,144,389,500	1,889,479	1,146,278,979	207,595,300	0.854	1,091,864,932
2016	10,188,700	770,180,400	4,565,700	1,135,100	184,881,500	182,544,400	1,153,495,800	1,845,030	1,155,340,830	210,118,200	0.864	1,170,562,416
2017	12,868,300	765,342,300	4,456,700	1,092,600	188,617,300	184,676,100	1,157,053,300	1,783,180	1,158,836,480	204,369,200	0.873	1,223,792,312
2018	12,820,000	763,253,000	4,456,700	1,093,000	185,055,200	184,676,100	1,151,354,000	1,810,763	1,153,164,763	221,900,000	0.887	1,196,479,111
2019	14,744,600	761,100,400	4,456,700	1,093,000	184,738,400	194,253,300	1,160,386,400	1,835,828	1,162,222,228	225,017,400	0.925	1,208,891,661
2020	12,531,400	760,335,830	4,456,700	3,445,700	181,459,900	201,703,900	1,163,933,430	1,827,038	1,165,760,468	257,271,370	0.939	1,229,992,964
2021	23,978,400	760,079,200	4,456,700	4,161,500	183,086,900	201,703,900	1,177,466,600	1,833,000	1,179,299,600	258,289,072	0.944	1,245,814,655
2022	25,633,400	766,454,200	4,455,700	944,600	178,463,700	202,494,800	1,178,446,400	1,811,384	1,180,257,784	257,988,172	1.012	1,257,400,678
2023	38,175,500	758,972,002	4,455,700	901,300	177,565,300	202,494,800	1,182,564,602	1,695,143	1,184,259,745	259,956,170	1.076	1,385,870,805

Source:
 Municipal Tax Assessor

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

- a Taxable Value of Machinery, Improvements and Equipment of Telephone, Telegraph and Messenger System Companies
- b Tax rates are per \$100 of assessed valuation.
- c Not available.
- R Revaluation

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

EXHIBIT J-7

Fiscal Year Ended June 30,	Westampton Township School District Direct Rate			Overlapping Rates				Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct	Township of Westampton	Municipal Open Space	Regional School	Burlington County	
2014	0.766	\$ 0.081	\$ 0.847	\$ 0.524	\$ 0.040	\$ 0.386	\$ 0.378	\$ 2.175
2015	0.801	0.053	0.854	0.563	0.040	0.386	0.389	2.232
2016	0.810	0.054	0.864	0.563	0.040	0.402	0.407	2.276
2017	0.825	0.048	0.873	0.562	0.040	0.417	0.427	2.319
2018	0.845	0.042	0.887	0.612	0.040	0.427	0.416	2.382
2019	0.879	0.046	0.925	0.622	0.040	0.410	0.416	2.413
2020	0.894	0.045	0.939	0.647	0.040	0.422	0.415	2.463
2021	0.902	0.042	0.944	0.663	0.040	0.411	0.415	2.473
2022	0.919	0.093	1.012	0.690	0.040	0.429	0.397	2.568
2023	0.955	0.121	1.076	0.725	0.040	0.449	0.413	2.703

Source: Municipal Tax Collector

R Revaluation

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

EXHIBIT J-8

<u>Taxpayer</u>	<u>2023</u>		<u>Taxpayer</u>	<u>2014</u>	
	<u>Taxable Assessed Value</u>	<u>% of Total District Net Assessed Value</u>		<u>Taxable Assessed Value</u>	<u>% of Total District Net Assessed Value</u>
IKEA Property, Inc.	\$ 36,250,000	3.06%	The Dolan Group IV, LLC	\$ 38,278,400	3.25%
Rowan Technologies, Inc.	17,702,800	1.49%	IKEA Property, Inc.	36,250,000	3.08%
BRE Jupiter Owner	17,293,300	1.46%	Brandywine Industrial, LLC	27,148,200	2.31%
The Dolan Group IV, LLC	15,933,000	1.35%	Rowan Technologies, Inc.	18,462,500	1.57%
CIFI I-NJ2BO1 LLC	13,606,700	1.15%	BRE/EX Properties, LLC	18,138,400	1.54%
Westampton Residential Dev LLC	13,420,000	1.13%	Prologis-MacQuari	13,606,700	1.16%
Dawson Logistics	11,886,400	1.00%	Shri Sai Dev., LLC	17,569,300	1.49%
Home Depot	10,841,700	0.92%	Home Depot	12,981,800	1.10%
Virtua Memorial Hospital	10,828,100	0.91%	Jenicky, LLC	9,719,900	0.83%
UHS of Hampton, INC.	10,779,500	0.91%	UHS of Hampton, Inc	9,389,100	0.80%
Total	\$ 158,541,500	13.39%	Total	\$ 201,544,300	17.12%

Source: Municipal Tax Assessor

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

EXHIBIT J-9

<u>Fiscal Year Ended June 30,</u>	<u>Taxes Levied for the Calendar Year</u>	<u>Collected within the Fiscal Year of the Levy^a</u>		<u>Collections in Subsequent Years</u>
		<u>Amount</u>	<u>Percentage of Levy</u>	
2014	\$ 9,759,611	\$ 9,759,611	100.00%	-
2015	9,967,467	9,967,467	100.00%	-
2016	9,786,154	9,786,154	100.00%	-
2017	9,988,170	9,988,170	100.00%	-
2018	10,111,648	10,111,648	100.00%	-
2019	10,230,414	10,230,414	100.00%	-
2020	10,758,067	10,758,067	100.00%	-
2021	10,944,236	10,944,236	100.00%	-
2022	11,135,293	11,135,293	100.00%	-
2023	11,938,239	11,938,239	100.00%	-

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

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

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

EXHIBIT J-10

Fiscal Year Ended June 30,	Governmental Activities			Percentage of Personal Income ^b	Per Capita ^c
	General Obligation Bonds ^a	Financed Purchases/ Leases	Total District		
2014	\$ 5,459,000	\$ -	\$ 5,459,000	1.17%	627
2015	4,385,000	-	4,385,000	0.91%	506
2016	3,935,000	-	3,935,000	0.78%	451
2017	3,485,000	-	3,485,000	0.68%	401
2018	3,040,000	-	3,040,000	0.06%	351
2019	2,600,000	-	2,600,000	0.47%	300
2020	2,160,000	-	2,160,000	0.37%	249
2021	1,725,000	46,388	1,771,388	0.28%	195
2022	23,213,000	33,838	23,246,838	d	2,535
2023	22,783,000	50,611	22,833,611	d	d

Sources:

- a District Records
- b Personal Income has been estimated based upon the municipal population and per capita personal income.
- c Per Capita Personal Income Data provided by the NJ Dept. of Labor and Workforce.
- d Unavailable.

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

EXHIBIT J-11

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Net Assessed Valuation Taxable ^b	Per Capita ^c
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding ^a		
2014	5,459,000	-	5,459,000	0.46%	627
2015	4,385,000	-	4,385,000	0.38%	506
2016	3,935,000	-	3,935,000	0.34%	451
2017	3,485,000	-	3,485,000	0.30%	401
2018	3,040,000	-	3,040,000	0.26%	351
2019	2,600,000	-	2,600,000	0.22%	300
2020	2,160,000	-	2,160,000	0.19%	249
2021	1,725,000	-	1,725,000	0.15%	189
2022	23,213,000	-	23,213,000	1.97%	2,531
2023	22,783,000	-	22,783,000	1.92%	d

Sources:

- a District Records
- b Net Assessed Valuation provided by Abstract of Ratables, County Board of Taxation
- c Per Capita Personal Income Data provided by the NJ Dept. of Labor and Workforce.
- d Unavailable.

Westampton Township School District
 Ratios of Overlapping Governmental Activities Debt
 As of December 31, 2022

EXHIBIT J-12

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes:			
Township of Westampton	\$ 7,760,566 (1)	100.000%	\$ 7,760,566
Burlington County General Obligation Debt	161,356,421 (1)	2.384% (2)	3,846,737
Rancocas Valley Regional School District	26,370,000 (1)	25.313% (3)	7,314,619
Subtotal, overlapping debt			<u>18,921,922</u>
Westampton Township School District Direct Debt			<u>23,213,000</u>
Total direct and overlapping debt			<u>\$ 42,134,922</u>

Sources:

- (1) Annual Debt Statement.
- (2) The County percentage is based upon a calculation reflecting the Township's share of the 2022 Equalized Valuation. The source for this computation was the 2022 County Abstract of Ratables, provided by the County Board of Taxation.
- (3) The debt for this entity was apportioned by dividing the Township's 2022 average equalized value by the total 2022 average equalized value for the entire Regional School District.

Legal Debt Margin Calculation for Fiscal Year 2023

Equalized valuation basis (1)	
2020	\$ 1,227,777,880
2021	1,252,624,043
2022	1,377,494,331
	<u>\$ 3,857,896,254</u>
Average equalized valuation of taxable property	<u>\$ 1,285,965,418</u>
Debt limit (3% of average equalized valuation) (2)	38,578,963
Net bonded school debt (3)	<u>22,783,000</u>
Legal debt margin	<u>\$ 15,795,963</u>

	Fiscal Year									
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Debt limit	\$ 34,755,008	\$ 34,464,168	\$ 34,333,443	\$ 34,906,318	\$ 35,723,627	\$ 36,104,917	\$ 36,167,260	\$ 36,459,817	\$ 37,029,908	\$ 38,578,963
Total net debt applicable to limit (3)	<u>5,459,000</u>	<u>4,385,000</u>	<u>3,935,000</u>	<u>3,485,000</u>	<u>3,040,000</u>	<u>2,600,000</u>	<u>2,160,000</u>	<u>1,725,000</u>	<u>23,213,000</u>	<u>22,783,000</u>
Legal debt margin	<u>\$ 29,296,008</u>	<u>\$ 30,079,168</u>	<u>\$ 30,398,443</u>	<u>\$ 31,421,318</u>	<u>\$ 32,683,627</u>	<u>\$ 33,504,917</u>	<u>\$ 34,007,260</u>	<u>\$ 34,734,817</u>	<u>\$ 13,816,908</u>	<u>\$ 15,795,963</u>
Total net debt applicable to the limit as a percentage of debt limit	15.71%	12.72%	11.46%	9.98%	8.51%	7.20%	5.97%	4.73%	62.69%	59.06%

Sources:

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

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

EXHIBIT J-14

Year	Population ^a	Personal Income ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2014	8,713	\$ 466,772,836	\$ 53,572	5.7%
2015	8,661	484,366,425	55,925	4.3%
2016	8,726	502,469,258	57,583	4.2%
2017	8,700	515,657,700	59,271	3.8%
2018	8,671	530,144,940	61,140	3.3%
2019	8,658	550,025,424	63,528	3.0%
2020	8,671	582,292,334	67,154	7.3%
2021	9,104	632,691,584	69,496	4.4%
2022	9,170	e	e	3.0%
2023	e	e	e	e

Source:

- ^a Population information provided by the NJ Dept of Labor and Workforce Development
- ^b Personal income has been established based upon the municipal population and per capita personal income presented.
- ^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
- ^e Information not available

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

EXHIBIT J-16

Function/Program	Fiscal Year Ending June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Instruction										
Regular	60	60	58	58	59	57	57	57	56	66
Special education	42	42	40	40	43	50	51	52	52	45
Other special education	1	1	1	1	1	1	1	1	1	1
Support Services:										
Student & instruction related services	12	12	12	27	27	22	30	36	38	39
School administrative services	9	9	9	9	9	9	9	9	11	10
General and business administrative services	2	2	2	2	2	2	2	2	2	1
Plant operations and maintenance	9	9	9	9	9	9	10	10	10	10
Pupil transportation										
Business and other support services	3	3	3	3	3	3	3	3	3	3
Total	<u>138</u>	<u>138</u>	<u>134</u>	<u>149</u>	<u>153</u>	<u>153</u>	<u>163</u>	<u>170</u>	<u>173</u>	<u>175</u>

Source:
 District Personnel Records

Westampton Township School District
 Operating Statistics,
 Last Ten Fiscal Years

EXHIBIT J-17

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
						Westampton Middle School	Holly Hills Elementary				
2014	988	\$ 13,449,669	\$ 13,613	1.45%	89	1:10	1:13	988.4	943.6	-1.48%	95.47%
2015	977	13,836,042	14,162	4.03%	89	1:10	1:13	977.0	935.3	-1.15%	95.73%
2016	975	13,676,793	14,027	-0.95%	89	1:10	1:13	984.4	943.7	0.76%	95.87%
2017	976	14,110,558	14,458	3.07%	89	1:10	1:13	978.9	937.3	-0.56%	95.75%
2018	999	14,940,045	14,955	3.44%	92	1:10	1:13	970.5	928.2	-0.86%	95.64%
2019	1,007	15,786,779	15,677	4.83%	96	1:10	1:13	1,016.9	970.7	4.78%	95.46%
2020	1,025	16,988,654	16,574	5.72%	101	1:10	1:13	1,027.5	996.0	1.04%	96.94%
2021	978	17,594,768	17,991	8.54%	98	1:10	1:13	981.6	930.2	-4.46%	94.77%
2022	926	19,922,066	21,514	19.58%	103	1:10	1:13	929.3	867.9	-5.33%	93.39%
2023	923	21,196,124	22,964	6.74%	101	1:10	1:13	919.3	853.6	-1.07%	92.85%

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).

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

	Fiscal Year Ending June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<u>District Building</u>										
<u>Elementary</u>										
Holly Hills Elementary (1956)										
Square Feet	64,000	64,000	64,000	64,000	64,000	64,000	64,000	64,000	64,000	64,000
Capacity (students)	552	552	552	552	552	552	552	552	552	552
Enrollment	477	476	487	494	523	475	578	417	408	394
<u>Middle School</u>										
Westampton Middle (1956)										
Square Feet	83,000	83,000	83,000	83,000	83,000	83,000	83,000	83,000	83,000	83,000
Capacity (students)	601	601	601	601	601	601	601	601	601	601
Enrollment	511	501	503	485	448	541	448	565	521	526

Number of Schools at June 30, 2023

Elementary = 1

Middle School = 1

Source: District Facilities Office

Westampton Township School District
 Schedule of Required Maintenance
 Last Ten Fiscal Years

EXHIBIT J-19

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

Fiscal Year Ending June 30,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	Total
* School Facilities											
Holly Hills School	\$ 68,106	\$ 141,186	\$ 122,098	\$ 113,046	\$ 111,619	\$ 116,882	\$ 123,788	\$ 110,088	\$ 109,556	\$ 119,565	\$ 906,813
Westampton School	88,326	183,102	158,347	146,607	144,757	151,582	160,539	142,772	142,081	155,061	1,176,032
Other Facilities	2,028	4,205	3,636	3,366	3,324	3,480	3,687	3,279	3,262	3,561	27,005
Total School Facilities	<u>\$ 158,460</u>	<u>\$ 328,493</u>	<u>\$ 284,081</u>	<u>\$ 263,019</u>	<u>\$ 259,700</u>	<u>\$ 271,944</u>	<u>\$ 288,014</u>	<u>\$ 256,139</u>	<u>\$ 254,899</u>	<u>\$ 278,187</u>	<u>\$ 2,109,850</u>

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

Source: District records

**Westampton Township School District
Insurance Schedule
June 30, 2023**

EXHIBIT J-20

	<u>Coverage</u>	<u>Self-Insured Retention (1)</u>	<u>Deductible</u>
School Package Policy (2)			
Property / Inland Marine / Automobile	\$ 175,000,000	\$ 250,000	\$ 500
General and Automobile Liability	20,000,000	250,000	
Workers' Compensation	Statutory	250,000	
Crime Coverage	500,000	250,000	500
Educator's Legal Liability	20,000,000	250,000	
Boiler and Machinery (3)	125,000,000		1,000
Pollution Legal Liability (4)	3,000,000		25,000
Mold			100,000/250,000
Crisis Protection & Disaster Management Services (4)	1,000,000		10,000
Cyber Liability (5)	2,000,000		50,000 - 100,000
Student Accident Insurance (6)	1,000,000		
Surety Bonds (7)			
Board Secretary	400,000		

- (1) Burlington County Insurance Pool Joint Insurance Fund (BCIP JIF)
- (2) School Pool for Excess Liability Limits Joint Insurance Fund (SPELL JIF)
- (3) Travelers Insurance Company
- (4) Beazley / Lloyd's of London Insurance
- (5) Starr Indemnity & Liability Company
- (6) Zurich Insurance Company
- (7) Selective Insurance Company

Source: District records

Single Audit Section

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

INDEPENDENT AUDITOR'S REPORT

The Honorable President and Members
of the Board of Education
Westampton Township School District
County of Burlington
Westampton, New Jersey

I have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial statement audits contained in the *Government Auditing Standards*, issued by the Comptroller General of the United States, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Westampton Township School District (the "District"), in the County of Burlington, 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 District's basic financial statements, and have issued my report thereon dated December 7, 2023.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no 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.

Purpose of this Report

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

INVERSO & STEWART, LLC
Certified Public Accountants



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

Marlton, New Jersey
December 7, 2023

INVERSO & STEWART, LLC
Certified Public Accountants

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

INDEPENDENT AUDITOR'S REPORT

The Honorable President and Members
 of the Board of Education
 Westampton Township School District
 County of Burlington
 Westampton, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

I have audited Westampton Township School District's (the "District"), in the County of Burlington, State of New Jersey, compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement and the New Jersey State Grant Compliance Supplement that could have a direct and material effect on the District's major federal and state programs for the year ended June 30, 2023. The District's major federal and state programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned costs.

In my opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal and State Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

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

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

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

Purpose of this Report

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

INVERSO & STEWART, LLC
Certified Public Accountants



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

Marlton, New Jersey
December 7, 2023

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

Federal Grantor/Pass-Through Grantor/ Program Title	Assistance Listing Number	Federal FAIN Number	Grant or State Project Number	Program or Award Amount	Grant Period	Balance June 30, 2022				Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance June 30, 2023																
						(Accounts Receivable)	Deferred Revenue	Due to Grantor	Adjustment				(Accounts Receivable)	Deferred Revenue	Due to Grantor														
U.S. Department of Education																													
Passed-through State Department of Education:																													
General Fund:																													
Medical Assistance Program (SEMI)	93.778	2005NJ5MAP	N/A	\$ 25,340	7/1/22 - 6/30/23	\$ -	\$ -	\$ -	\$ -	\$ 25,430	\$ (25,430)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -												
FFCRA/SEMI	93.778	2005NJ5MAP	N/A	2,683	1/1/21 - 12/31/21					2,683	(2,683)																		
Total General Fund						-	-	-	-	28,113	(28,113)	-	-	-	-	-													
Passed-through State Department of Education:																													
Special Revenue Fund:																													
Title I:																													
Fiscal Year 2023	84.010	S010A220030	ESSA-5720-23	98,994	7/1/22 - 9/30/23					81,075	(95,664)			(14,589)															
Fiscal Year 2022	84.010	S010A210030	ESSA-5720-22	99,024	7/1/21 - 9/30/22	(24,265)				26,799	(2,534)			-															
Title II A:																													
Fiscal Year 2023	84.367A	S367A220029	ESSA-5720-23	19,957	7/1/22 - 9/30/23					19,457	(19,957)			(500)															
Fiscal Year 2022	84.367A	S367A210029	ESSA-5720-22	18,522	7/1/21 - 9/30/22	(1,145)			(2)	1,147				-															
Title IV:																													
Fiscal Year 2023	84.424	S424A220031	ESSA-5720-23	10,000	7/1/22 - 9/30/23					4,159	(10,000)			(5,841)															
Fiscal Year 2022	84.424	S424A210031	ESSA-5720-22	10,456	7/1/21 - 9/30/22	(8,350)			(15)	8,365				-															
IDEA - Part B - Basic:																													
Fiscal Year 2023	84.027A	H027A220100	IDEA-5720-23	243,265	7/1/22 - 9/30/23					204,063	(240,445)			(36,382)															
Fiscal Year 2022	84.027A	H027A210100	IDEA-5720-22	247,645	7/1/21 - 9/30/22	(78,762)				78,762				-															
IDEA - Preschool:																													
Fiscal Year 2023	84.173A	H173A220114	IDEA-5720-23	10,259	7/1/22 - 9/30/23					10,255	(10,255)			-															
Fiscal Year 2022	84.173A	H173A210114	IDEA-5720-22	18,895	7/1/21 - 9/30/22	(6,726)				17,976	(11,250)			-															
ARP IDEA Preschool	84.173X	H173X210114	IDEA-5720-22	3,912	7/1/21 - 9/30/22					3,912	(3,912)			-															
Coronavirus Response and Relief Supplemental Act:																													
CRRSA - ESSER II	84.425D	S425D210027	N/A	359,459	3/13/20 - 9/30/23					233,198	(291,998)			(58,800)															
CRRSA - Mental Health	84.425D	S425D210027	N/A	45,000	3/13/20 - 9/30/23					26,603	(41,353)			(14,750)															
CRRSA - Learning Acceleration	84.425D	S425D210027	N/A	25,000	3/13/20 - 9/30/23					2,311	(2,311)			-															
American Rescue Plan:																													
ARP - ESSER	84.425U	S425U210027	N/A	807,861	3/13/20 - 9/30/24					112,037	(603,031)			(490,994)															
ARP - Accelerated Learning	84.425U	S425U210027	N/A	95,251	3/13/20 - 9/30/24						(2,700)			(2,700)															
ARP - Summer Learning	84.425U	S425U210027	N/A	40,000	3/13/20 - 9/30/24					19,226	(27,179)			(7,953)															
ARP - Beyond the School Day	84.425U	S425U210027	N/A	40,000	3/13/20 - 9/30/24					325	(325)			-															
ARP - Mental Health	84.425U	S425U210027	N/A	45,000	3/13/20 - 9/30/24					15,516	(45,000)			(29,484)															
Total Department of Education						(119,248)	-	-	(17)	865,186	(1,407,914)	-	-	(661,993)	-	-													
U.S. Department of Agriculture																													
Passed-through State Department of Agriculture:																													
Enterprise Fund:																													
Food Distribution Program																													
National School Breakfast Program	10.555	231NJ304N1199	N/A	60,884	10/1/22 - 9/30/23					60,883	(60,883)																		
Fiscal Year 2023																													
Fiscal Year 2022	10.553	231NJ304N1199	N/A	46,291	10/1/22 - 9/30/23					43,229	(46,291)			(3,062)															
Fiscal Year 2022																													
National School Lunch Program	10.553	221NJ304N1099	N/A	188,568	10/1/21 - 9/30/22	(11,863)				11,863				-															
Fiscal Year 2023																													
Fiscal Year 2022	10.555	231NJ304N1199	N/A	182,554	10/1/22 - 9/30/23					170,954	(182,554)			(11,600)															
Fiscal Year 2022	10.555	221NJ304N1099	N/A	498,160	10/1/21 - 9/30/22	(35,601)				35,601				-															
Supply Chain Assistance	10.555	221NJ344N8903	N/A	22,327	1/1/22 - 9/30/23					22,327	(22,327)			-															
Supply Chain Assistance	10.555	221NJ344N8903	N/A	20,701	1/1/22 - 9/30/23					20,701	(20,701)			-															
Supply Chain Assistance	10.555	231NJ344N8903	N/A	12,082	10/1/22 - 9/30/24					12,082	(12,082)			-															
Total Enterprise Fund						(47,464)	-	-	-	377,640	(344,838)	-	-	(14,662)	-	-													
Total Federal Awards						\$ (166,712)	\$ -	\$ -	\$ (17)	\$ 1,270,939	\$ (1,780,865)	\$ -	\$ -	\$ (676,655)	\$ -	\$ -													

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

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

State Grantor / Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From - To	Balance, June 30, 2022			Adjustment	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance, June 30, 2023		
				(Accounts Receivable)	Deferred Revenue	Due to Grantor					(Accounts Receivable)	Deferred Revenue	Due to Grantor
State Department of Education													
General Fund:													
Equalization Aid	23-495-034-5120-078	\$ 3,684,146	7/1/22- 6/30/23	\$ -	\$ -	\$ -	\$ -	\$ 3,344,229	\$ (3,684,146)	\$ -	\$ (339,917)	\$ -	\$ -
Equalization Aid	22-495-034-5120-078	3,595,780	7/1/21- 6/30/22	(314,351)				314,351			-		
Special Education Categorical Aid	23-495-034-5120-089	790,262	7/1/22- 6/30/23					717,349	(790,262)		(72,913)		
Special Education Categorical Aid	22-495-034-5120-089	571,393	7/1/21- 6/30/22	(49,952)				49,952			-		
Security Aid	23-495-034-5120-084	93,300	7/1/22- 6/30/23					84,692	(93,300)		(8,608)		
Security Aid	22-495-034-5120-084	93,300	7/1/21- 6/30/22	(8,157)				8,157			-		
Transportation Aid	23-495-034-5120-014	408,807	7/1/22- 6/30/23					371,088	(408,807)		(37,719)		
Transportation Aid	22-495-034-5120-014	408,807	7/1/21- 6/30/22	(35,739)				35,739			-		
Extraordinary Special Education Costs Aid	23-495-034-5120-044	47,932	7/1/22- 6/30/23						(47,932)		(47,932)		
Extraordinary Special Education Costs Aid	22-495-034-5120-044	53,132	7/1/21- 6/30/22	(52,132)				52,132			-		
Nonpublic Transportation Aid	23-495-034-5120-014	14,664	7/1/22- 6/30/23						(14,664)		(14,664)		
Nonpublic Transportation Aid	22-495-034-5120-014	11,600	7/1/21- 6/30/22	(11,600)				11,600			-		
Homeless Tuition Aid	22-495-034-5120-005	32,466	7/1/21- 6/30/22	(32,466)				32,466			-		
On-behalf TPAF Pension Contribution	23-100-034-5094-002	2,517,072	7/1/22- 6/30/23					2,517,072	(2,517,072)		-		
On-behalf TPAF Post Retirement Medical	23-100-034-5094-001	661,228	7/1/22- 6/30/23					661,228	(661,228)		-		
On-behalf TPAF LTDI	23-100-034-5094-004	1,188	7/1/22- 6/30/23					1,188	(1,188)		-		
Reimbursed TPAF Social Security Contr.	23-100-034-5094-003	562,143	7/1/22- 6/30/23					534,434	(562,143)		(27,709)		
Reimbursed TPAF Social Security Contr.	22-100-034-5094-003	519,865	7/1/21- 6/30/22	(26,101)				26,101			-		
Total General Fund				<u>(530,498)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,761,778</u>	<u>(8,780,742)</u>	<u>-</u>	<u>(549,462)</u>	<u>-</u>	<u>-</u>
State Department of Education													
Special Revenue Fund:													
Preschool Education Aid	23-495-034-5120-086	456,765	7/1/22 - 6/30/23					342,573	(294,590)		(114,192)	162,175	
Total Special Revenue Fund								<u>342,573</u>	<u>(294,590)</u>		<u>(114,192)</u>	<u>162,175</u>	
State Department of Agriculture													
Enterprise Fund:													
State School Breakfast Program													
Fiscal Year 2023	23-100-010-3350-023	851	7/1/22 - 6/30/23					792	(850)		(58)		
State School Lunch Program													
Fiscal Year 2023	23-100-010-3350-023	8,257	7/1/22 - 6/30/23					7,732	(8,257)		(525)		
Fiscal Year 2022	22-100-010-3350-023	11,713	7/1/21 - 6/30/22	(819)				819			-		
Total Enterprise Fund				<u>(819)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,343</u>	<u>(9,107)</u>	<u>-</u>	<u>(583)</u>	<u>-</u>	<u>-</u>
Total State Financial Assistance				<u>\$ (531,317)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,113,694</u>	<u>\$ (9,084,439)</u>	<u>\$ -</u>	<u>\$ (664,237)</u>	<u>\$ 162,175</u>	<u>\$ -</u>
Less: State Financial Assistance Not Subject to Major Program Determination													
On-Behalf TPAF Contribution - Pension	23-100-034-5094-002	2,517,072	7/1/22- 6/30/23						(2,517,072)				
On-Behalf TPAF Contribution - Post Retirement Medical	23-100-034-5094-001	661,228	7/1/22- 6/30/23						(661,228)				
On-Behalf TPAF Contribution - LTDI	23-100-034-5094-004	1,188	7/1/22- 6/30/23						(1,188)				
Total State Financial Assistance Subject to Major Program Determination									<u>(5,904,951)</u>				

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

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

I. GENERAL

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

2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the School District's basic financial statements. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The school district has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile expenditures from the budgetary basis to the GAAP basis is (\$50,958) in the general fund and (\$114,192) in the special revenue fund. See Exhibit C-3, Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General	\$ 28,113	\$ 8,729,784	\$ 8,757,897
Special Revenue	1,407,914	180,398	1,588,312
Food Service	<u>344,838</u>	<u>9,107</u>	<u>353,945</u>
Total	<u>\$ 1,780,865</u>	<u>\$ 8,919,289</u>	<u>\$ 10,700,154</u>

**Westampton Township School District
Notes to Schedules of Expenditures
of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2023
(Continued)**

4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

5. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distribution, respectively. 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.

6. MAJOR PROGRAMS

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

**WESTAMPTON TOWNSHIP 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 weaknesses identified? yes X no

2) Significant deficiencies identified? yes X none reported

Noncompliance material to basic financial statements noted? yes X no

Federal Awards

Internal Control over major programs:

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

2) Significant deficiencies identified? yes X none reported

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

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

Identification of major programs:

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

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

Auditee qualified as low-risk auditee? X yes no

WESTAMPTON TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

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

State Awards Section

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

Auditee qualified as low-risk auditee? X yes no

Internal Control over major programs:

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

2) Significant deficiencies identified that are not considered to be material weakness? yes X none reported

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

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular Letter 15-08 as applicable? yes X no

Identification of major programs:

State Grant/Project Number(s)

Name of State Program

23-495-034-5120-078

State Aid Public Cluster:

Equalization Aid

23-495-034-5120-089

Special Education Categorical Aid

23-495-034-5120-084

Security Aid

**WESTAMPTON TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Section 2 -- Schedule of Financial Statement Findings

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

No findings and/or questioned costs identified.

**WESTAMPTON TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**Section 3 -- Schedule of Federal Awards and State Financial Assistance
Findings and Questioned Costs**

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

FEDERAL AWARDS:

No findings and/or questioned costs identified.

STATE AWARDS:

No findings and/or questioned costs identified.

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

This section identifies the status of prior year findings related to the financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey Circular 15-08-OMB.

FINANCIAL STATEMENT FINDINGS

There were no prior year audit findings.

FEDERAL AWARDS

A federal single audit was not required.

STATE AWARDS

There were no prior year audit findings.