

**SCHOOL DISTRICT**

**OF**

**ROSELLE PARK**

**ROSELLE PARK BOARD OF EDUCATION  
ROSELLE PARK, NEW JERSEY**

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

**ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**OF THE**

**ROSELLE PARK BOARD OF EDUCATION**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**PREPARED BY**

**ROSELLE PARK BOARD OF EDUCATION  
FINANCE DEPARTMENT**

# **ROSELLE PARK SCHOOL DISTRICT**

## **TABLE OF CONTENTS**

### **Page**

#### **INTRODUCTORY SECTION**

Letter of Transmittal	1 to 5.
Roster of Officials	6.
Consultants and Advisors	7.
Organizational Chart	8.

#### **FINANCIAL SECTION**

Independent Auditor's Report	9 to 11a.
------------------------------	-----------

#### **Required Supplementary Information – Part I**

Management's Discussion and Analysis	12 to 18.
--------------------------------------	-----------

#### **Basic Financial Statements**

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

A-1 Statement of Net Position	19.
A-2 Statement of Activities	20 & 21.

##### **B. Fund Financial Statements:**

###### **Governmental Funds:**

B-1 Balance Sheet	22.
B-2 Statement of Revenues, Expenditures, and Changes in Fund Balances	23 & 24.
B-3 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	25.

###### **Proprietary Funds:**

B-4 Statement of Net Position	26.
B-5 Statement of Revenues, Expenses, and Changes in Fund Net Position	27.
B-6 Statement of Cash Flows	28.

###### **Fiduciary Funds:**

B-7 Statement of Fiduciary Net Position	N/A
B-8 Statement of Changes in Fiduciary Net Position	N/A

Notes to Financial Statements	29 to 61.
-------------------------------	-----------

**ROSELLE PARK SCHOOL DISTRICT**

**TABLE OF CONTENTS**

	<b><u>Page</u></b>
 <b>Required Supplementary Information – Part II</b>	
C. Budgetary Comparison Schedules:	
C-1 Budgetary Comparison Schedule – General Fund	62 to 73.
C-1b Budgetary Comparison Schedule – General Fund – Federal Jobs Education Fund	N/A
C-2 Budgetary Comparison Schedule – Special Revenue Fund	74 to 76.
Notes to the Required Supplementary Information	
C-3 Budget to GAAP Reconciliation – Note to RSI	77.
 <b>Required Supplementary Information – Part III</b>	
L. Schedules Related to Accounting and Reporting for Pensions (GASB 68)	
L-1 Schedule of the District’s Proportionate Share of the Net Pension Liability – PERS	78.
L-2 Schedule of District Contributions – PERS	79.
L-3 Schedule of the District’s Proportionate Share of the Net Pension Liability – TPAF	80.
L-4 Schedule of The School District’s Contributions – Teacher’s Pension And Annuity Fund (TPAF)	81.
L-5 Notes to Required Supplementary Information – Part III	82.
M. Schedules Related to Accounting and Reporting for Postemployment Benefits Other Than Pensions	
M-1 Schedule of Changes in the Total OPEB Liability and Related Ratios	83.
M-2 Notes to Required Supplementary Information	84.
 <b>Other Supplementary Information</b>	
D. School Level Schedules:	
D-1 Combining Balance Sheet	N/A
D-2 Blended Resource Fund – Schedule of Expenditures Allocated by Resource Type – Actual	N/A
D-3 Blended Resource Fund – Schedule of Blended Expenditures – Budget and Actual	N/A

**ROSELLE PARK SCHOOL DISTRICT**

**TABLE OF CONTENTS**

	<b><u>Page</u></b>
E. Special Revenue Fund:	
E-1 Combining Schedule of Revenues and Expenditures Special Revenue Fund – Budgetary Basis	85 & 86.
E-2 Preschool Education Aid Schedule of Expenditures -- Budgetary Basis	87.
E-3 Early Childhood Program Aid Schedule of Expenditures -- Budgetary Basis	N/A
E-4 Distance Learning Network Aid Schedule of Expenditures -- Budgetary Basis	N/A
E-5 Instructional Supplement Aid Schedule of Expenditures -- Budgetary Basis	N/A
E-6 Targeted-At-Risk Aid (TARA) – Budgetary Basis	N/A
F. Capital Projects Fund:	
F-1 Summary Schedule of Revenues, Expenditures and Changes in Fund Balance	88.
F-1a Schedule of Revenues, Expenditures, Project Balance, and Project Status – Budgetary Basis – Door Replacement Projects	89.
F-1b Schedule of Project Revenues and Expenditures, Project Balance, and Project Status – Budgetary Basis – Track Renovations	90.
F-1c Schedule of Project Revenues, Expenditures, Project Balance – and Project Status – Budgetary Basis – Field Lights	91.
G. Proprietary Fund:	
Enterprise Fund:	
G-1 Combining Schedule of Net Position	92.
G-2 Combining Schedule of Revenues, Expenses and Changes in Fund Net Position	93.
G-3 Combining Schedule of Cash Flows	94.
Internal Service Fund:	
G-4 Combining Schedule of Net Assets	N/A
G-5 Combining Schedule of Revenues, Expenses, and Changes in Fund Net Assets	N/A
G-6 Combining Schedule of Cash Flows	N/A

**ROSELLE PARK SCHOOL DISTRICT**

**TABLE OF CONTENTS**

	<b><u>Page</u></b>
H. Fiduciary Funds:	
H-1 Combining Statement of Fiduciary Net Position	N/A
H-2 Combining Statement of Changes in Fiduciary Net Position	N/A
H-3 Student Activity Agency Fund Schedule of Receipts and Disbursements	N/A
H-4 Special Agency Fund Schedule of Receipts and Disbursements	N/A
H-4a Schedule of Receipts and Disbursements – Retirement Account	N/A
I. Long-Term Debt:	
I-1 Schedule of Serial Bonds	95.
I-1a Schedule of Loans Payable	N/A
I-2 Schedule of Obligations under Capital Leases	96.
I-3 Debt Service Fund Budgetary Comparison Schedule	97.

**STATISTICAL SECTION (Unaudited)**

**Introduction to the Statistical Section**

**Financial Trends**

J-1 Net Position by Component	98.
J-2 Changes in Net Position	99 & 100.
J-3 Fund Balances – Governmental Funds	101.
J-4 Changes in Fund Balances – Governmental Funds	102.
J-5 General Fund Other Local Revenue by Source	103.

**Revenue Capacity**

J-6 Assessed Value and Estimated Actual Value of Taxable Property	104.
J-7 Direct and Overlapping Property Tax Rates	105.
J-8 Principal Property Taxpayers	106.
J-9 Property Tax Levies and Collections	107.

**Debt Capacity**

J-10 Ratios of Outstanding Debt by Type	108.
J-11 Ratios of General Bonded Debt Outstanding	109.
J-12 Direct and Overlapping Governmental Activities Debt	110.
J-13 Legal Debt Margin Information	111.

**Demographic and Economic Information**

J-14 Demographic and Economic Statistics	112.
J-15 Principal Employers	113.

**Operating Information**

J-16 Full-time Equivalent District Employees by Function/Program	114.
J-17 Operating Statistics	115.
J-18 School Building Information	116.
J-19 Schedule of Required Maintenance Expenditures by School Facility	117.
J-20 Insurance Schedule	118.

**ROSELLE PARK SCHOOL DISTRICT**

**TABLE OF CONTENTS**

**Page**

**SINGLE AUDIT SECTION**

K-1	Independent Auditor's Report on Internal Control Over Financial Reporting And on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	119 & 120.
K-2	Independent Auditor's Report on Compliance for Each Major Program and On Internal Control Over Compliance Required by the Uniform Guidance and Schedule of Expenditures of State Financial Assistance as Required by New Jersey OMB Circular 15-08	121 to 123.
K-3	Schedule of Expenditures of Federal Awards, Schedule A	124.
K-4	Schedule of Expenditures of State Financial Assistance, Schedule B	125.
K-5	Notes to Schedules of Awards and Financial Assistance	126 to 128.
K-6	Schedule of Findings and Questioned Costs	129 to 133.
K-7	Summary Schedule of Prior Audit Findings	134.

## **INTRODUCTORY SECTION**



*Roselle Park Public Schools  
510 Chestnut Street  
Roselle Park, New Jersey 07204*

*"A High Performing District"*

**Pedro Garrido**  
Superintendent of Schools  
(908) 245-1197  
FAX (908) 245-1226

**Atilla Sabahoglu**  
School Business Administrator/  
Board Secretary  
(908) 245-2103

February 15, 2023

Honorable President and  
Members of the Board of Education  
Roselle Park School District  
County of Union, New Jersey

Dear Board Members:

The Annual Comprehensive Financial Report of the Roselle Park School District for the fiscal year ended June 30, 2022, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rest with the management of the board of education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner 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 principle 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, Part 200, "Audits of State and Local Governments" and the State Treasury Circular Letter 15-08 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payment". 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: The Roselle Park 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 Roselle Park Board of Education and all its schools constitute the district's reporting entity.

The district provides a full range of educational services appropriate to grade levels; preschool through 12 (PreK-12). These include regular and special education for handicapped youngsters. The district also provides after-school care (extended day) for elementary and middle school children, and a summer camp for parents who need or desire care for their children beyond the traditional school year.

The district completed the 2021-2022 school year with an enrollment of 2108 students, which represents an increase of 49 students over the previous June 30 enrollment.

2. ECONOMIC CONDITION AND OUTLOOK: Roselle Park is a community that lacks commercial and industrial ratables. Since seven of the top ten taxpayers are apartment complex owners, only three out of the ten largest taxpayers require no services from the school district. The apartment dwellers are responsible for generating approximately one-fifth of the total student population.

Property owners directly, and apartment dwellers indirectly, will continue to shoulder the major proportion of property taxes, based upon the current school funding formula.

3. CURRICULUM/ STAFF DEVELOPMENT: The Roselle Park School District continues to prioritize teacher and staff professional development. Three full and four half days of professional development/in-service training were again included in the 2022-2023 school year calendar, in addition to job-embedded professional learning experiences our staff participate in regularly. The impact of Covid-19 school closures and disruption cannot be understated and continues to be a consideration when preparing training and support for all staff.

Diverse opportunities for job embedded support have been established throughout the district. Monthly Professional Learning Community (PLC) meetings, Articulation Meetings, optional after-hours learning opportunities, release time for collaborative data analysis and discussion, and small group coaching support are some examples of the support that is now commonplace in RPSD. In all contexts, the use of technology to maintain safety protocols and/or make the best use of time is a consideration to facilitate staff collaboration most effectively.

Curriculum continues to be updated and refined to support best practices in all classrooms. Throughout the 21-22 school year, long-term curricula needs were balanced with necessary short-term Covid-19 adjustments. Using the backwards design process based on the Understanding by Design framework, courses and/or individual units were identified to update ahead of the 21-22 school year, including Music Appreciation, Financial Literacy electives at

the middle school level, and refining targeted English Language Arts and Math<sup>3</sup> units based on our first year of learning through implementation of new curricula.

In addition, work began to update Social Studies and Comprehensive Health and Physical Education curricula to align to the updated NJSL Standards for implementation in September 2022.

The district continues to utilize a data warehouse and assessment system to support our teachers' ability to provide data driven instruction to meet individual student needs. LinkIt online benchmark assessments provide the district with research based formative assessments in Math and English Language Arts administered three times per year to students in grades 3-10. The ongoing curriculum work noted above considers key points and trends identified in this and other data, as well as being considered ahead of program updates and resource investments for the future.

Once again, an academic summer program was offered to all district ESL students funded by the ESEA grant. Utilizing Covid-related grant funds, targeted academic programs were offered in English Language Arts and Math to elementary, middle, and high school students in-person, virtually, and through hybrid models. Student acceleration programs were offered to high achieving math students, along with credit recovery options for students experiencing learning loss due the school closures. Additionally, 1:1 and/or small group tutoring was offered to students taking AP courses to ensure their success in many courses offered for the first time in Roselle Park High School.

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

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

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

5. BUDGETARY CONTROLS: In addition to internal accounting controls, the district maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund and the special revenue 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 reappropriation of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2022.

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

7. CASH MANAGEMENT: The investment policy of the district is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 2. The District has adopted a cash management plan 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.

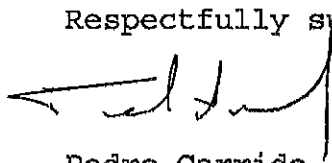
8. RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.

9. OTHER INFORMATION: Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Robert A. Hulsart and Company, CPA's, conducted the audit for the 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, Part 200, "Audits of State and Local Governments" and the State Treasury Circular Letter 15-08 OMB. The auditor's report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the financial section of this report.

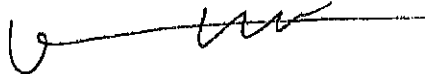
10. ACKNOWLEDGEMENTS: We would like to express our appreciation to the members of the Roselle Park Board of Education for their desire to provide fiscal accountability to the citizens and taxpayers of the school district, and thereby contributing their full support to the development and maintenance of our financial operations. The preparation of this report could

not have been accomplished without the efficient and dedicated services of<sub>5</sub> our financial and accounting staff.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'Pedro Garrido', with a long horizontal stroke extending to the left.

Pedro Garrido  
Superintendent of Schools

A handwritten signature in black ink, appearing to read 'Atilla Sabahoglu', with a long horizontal stroke extending to the right.

Atilla Sabahoglu  
School Business Administrator/Board Secretary

*Where Children Come First"*

**ROSELLE PARK BOARD OF EDUCATION****ROSELLE PARK, NEW JERSEY****ROSTER OF OFFICIALS****JUNE 30, 2022**

<b><u>Members of the Board of Education</u></b>	<b><u>Term</u></b>
Loren Harms, President	2022
Susan Carlstrom, Vice-President	2025
Michael Anne Regan	2022
Marc Fernandez	2022
Jennifer Makar	2022
Zachary Infante	2024
Dr. Brittany Kirkland	2024
Paul Baiamonte	2025
Constance Quintela	2024

**Other Officials**

Pedro Garrido, Superintendent

James Olobardi, Interim Board Secretary/School Business Administrator

Gregory Meyer, Treasurer

Anthony Sciarrillo, Esq., Board Attorney

**ROSELLE PARK BOARD OF EDUCATION  
CONSULTANTS AND ADVISORS**

**Audit Firm**

Robert A. Hulsart & Company  
P.O. Box 1409  
2807 Hurley Pond Road  
Wall, New Jersey 07719

**Attorney**

Anthony Sciarrillo  
53 Cardinal Drive  
P.O. Box 2369  
Westfield, New Jersey 07090

**Official Depository**

TD Bank, N.A.  
37<sup>th</sup> St. George Avenue  
Roselle, New Jersey 07203

**Architect**

Di Cara Rubino Architects  
30 Galesi Drive  
Wayne, New Jersey 07470

**Health and Dental**

Brown & Brown Benefit Advisors  
430 Mountain Avenue  
Murray Hill, New Jersey 07974

**Property and Casualty**

Davies & Associates, Inc.  
80 Floral Avenue  
Murray Hill Square  
Murray Hill, New Jersey 07974

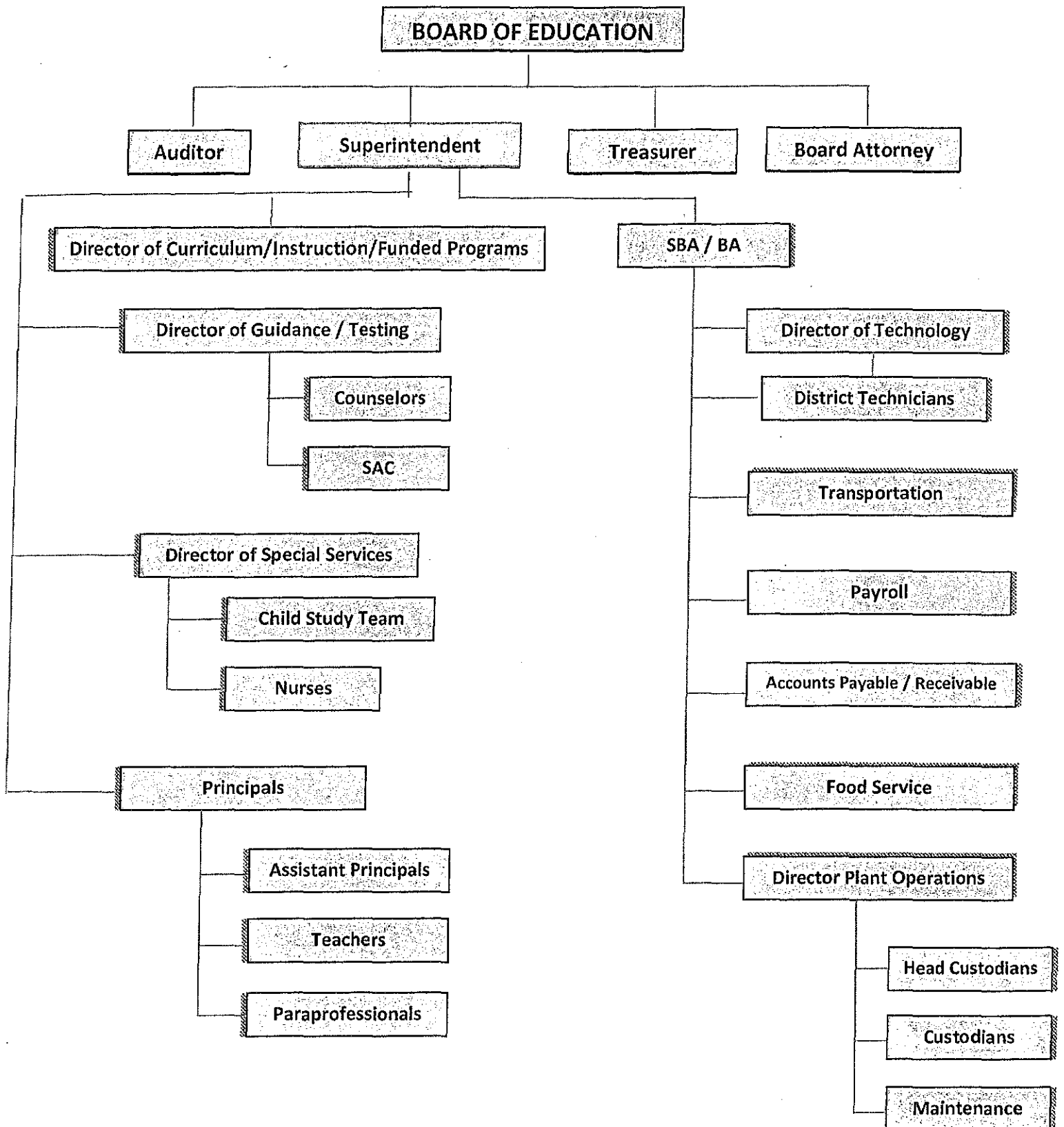
**Bond Counsel**

Matthew E. Sweeny  
Phoenix Advisors, LLC  
625 Farnsworth Avenue  
Bordentown, New Jersey 08505

# ROSELLE PARK SCHOOL DISTRICT ORGANIZATIONAL CHART

8.

June 30, 2022





## **FINANCIAL SECTION**

ARMOUR S. HULSART, C.P.A., R.M.A., P.S.A. (1959-1992)  
ROBERT A. HULSART, C.P.A., R.M.A., P.S.A.  
ROBERT A. HULSART, JR., C.P.A., P.S.A.

E-mail:  
rah@monmouth.com

2807 Hurley Pond Road • Suite 100  
P.O. Box 1409  
Wall, New Jersey 07719-1409  
(732) 681-4990

RICHARD J. HELLENBRECHT, JR., C.P.A., P.S.A.

## **INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Education  
Roselle Park School District  
County of Union  
Roselle Park, New Jersey

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

#### ***Opinions***

We have audited the financial statements of the government activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Roselle Park Board of Education, as of and for the year ended June 30, 2022, and the related Notes to the Financial Statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Roselle Park Board of Education, as of June 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

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

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

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the 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 Responsibility for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and ***Government Auditing Standards*** will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error; a 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 and ***Government Auditing Standards***, we:

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

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

### ***Required Supplementary Information***

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

### ***Supplementary Information***

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

### ***Other Information***

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

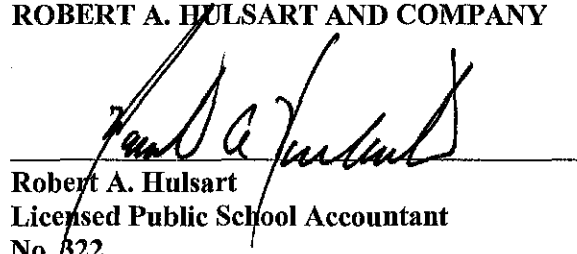
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated.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

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

In accordance with ***Government Auditing Standards***, we have also issued our report dated February 15, 2023, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with ***Government Auditing Standards*** the District's internal control over financial reporting and compliance.

Respectfully submitted,

**ROBERT A. HULSART AND COMPANY**



Robert A. Hulsart  
Licensed Public School Accountant  
No. 822  
Robert A. Hulsart and Company  
Wall Township, New Jersey

February 15, 2023

**REQUIRED SUPPLEMENTARY INFORMATION**  
**PART I**

**ROSELLE PARK PUBLIC SCHOOL DISTRICT**

**BOROUGH OF ROSELLE PARK**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

The discussion and analysis of Roselle Park School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2022. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; it should be read in conjunction with the Annual Comprehensive Financial Report's (ACFR) Letter of Transmittal which is found in the Introductory Section, and the School Board's financial statements found in the Financial Section and the notes thereto.

**Financial Highlights**

Key Financial highlights for the 2021-2022 fiscal year are as follows:

- Total assets as of June 30, 2022 were \$58,305,349 which included \$1,490,983 for Proprietary funds.
- The total Governmental net position included \$41,996,654 of capital assets and \$11,605,703 of restricted assets designated capital reserve, maintenance reserve and designations for subsequent years.
- Total revenues for the year were \$53,842,700 which included \$51,851,368 in Governmental Funds, and \$1,991,332 for Proprietary Funds.
- There was state aid payments of \$1,629,980 that was not made in 2021-22 as a result of the New Jersey Legislature's Appropriations Act. This amount will be received in 2022-23.
- Proprietary Fund revenues included \$1,492,225 for food service and \$482,333 for Summer Camp programs.
- Total District expenditures were \$48,366,514 of which \$46,763,922 were for Governmental Funds and \$1,602,592 for Proprietary Funds.

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

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

The *Statement of Net Position and Statement of Activities* provide information about the activities of the whole school district, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. In the case of Roselle Park School District, the General Fund is the most significant fund, with the Special Revenue Fund and certain Proprietary Funds also having significance.

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

The School Board's auditor has provided assurance in his Independent Auditor's Report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. A user of this report should read the Independent Auditor's Report carefully to ascertain the level of assurance being provided for each of the other parts of the Financial Section.

### **Reporting the School District as a Whole**

#### **Statement of Net Position and the Statement of Activities**

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions. The Statement of Net Position and the Statement of Activities helps provide this information. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account, all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

- **Governmental activities** – All of the School District's programs and services are reported here including, but not limited to, instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- **Business-Type Activities** – This service is provided on a charge for goods or services basis to recover all the expense of the goods or services provided. The Food Service Enterprise Fund, the Extended Day Care and Summer Camp Programs are reported as a business activities.

### **Reporting the School District's Most Significant Funds**

#### **Fund Financial Statements**

Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund, Special Revenue Fund and Debt Service Fund.



## Governmental Funds

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

## Proprietary Funds

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

## The School District as a Whole

Table 1 provides a summary of the School District's net position for the fiscal year 2021-2022 and 2020-2021.

**Table 1**  
**Net Position**

	<u>2021-2022</u>	<u>2020-2021</u>
<b><u>Assets</u></b>		
Current and Other Assets	\$ 14,418,244	11,396,874
Capital Assets, Net	<u>43,887,105</u>	<u>43,844,730</u>
Total Assets	<u>\$ 58,305,349</u>	<u>55,241,604</u>
<b><u>Deferred Outflows of Resources</u></b>		
Contribution to Pension Plans	<u>\$ 821,856</u>	<u>1,425,057</u>
<b><u>Deferred Inflows of Resources</u></b>		
Pension Deferrals	<u>\$ 3,190,779</u>	<u>2,969,809</u>
<b><u>Liabilities</u></b>		
Long-Term Liabilities	\$ 6,774,834	10,077,069
Other Liabilities	<u>1,594,744</u>	<u>1,529,121</u>
Total Liabilities	<u>\$ 8,369,578</u>	<u>11,606,190</u>
<b><u>Net Position</u></b>		
Invested in Capital Assets, Net of Debt	\$ 41,996,654	41,394,279
Restricted	11,605,703	8,494,408
Unrestricted	<u>(6,035,509)</u>	<u>(7,798,025)</u>
Total Net Position	<u>\$ 47,566,848</u>	<u>42,090,662</u>

Table 2 shows the changes in net position for fiscal year 2021-2022 and 2020-2021.

**Table 2**  
**Changes in Net Position**

	<u>2021-2022</u>	<u>2020-2021</u>
<b><u>Revenues</u></b>		
Program Revenues		
Charges for Services	\$ 553,211	217,919
Operating Grants and Contributions	4,884,377	4,370,157
General Revenues		
Property Taxes	23,002,804	22,853,578
Grants and Entitlements	24,649,534	20,358,310
Other	<u>752,774</u>	<u>540,766</u>
Total Revenues	<u>53,842,700</u>	<u>48,340,730</u>
<b><u>Program Expenses</u></b>		
Instruction	16,387,855	16,475,800
Tuition	1,502,747	1,466,501
Depreciation	457,583	409,923
Support Services		
Pupils/Instructional Services	5,329,960	4,858,696
Administrative-General, School, Business	2,662,571	2,569,314
Operations and Maintenance of Facilities	3,159,338	1,825,727
Pupil Transportation	663,659	334,144
Employee Benefits	14,446,320	12,999,969
Debt Service	79,212	70,071
Capital Outlay	2,062,386	
Charter Schools	12,291	10,032
Enterprise	<u>1,602,592</u>	<u>1,195,762</u>
Total	<u>48,366,514</u>	<u>42,215,939</u>
Adjustment for Capital Outlay	<u>                    </u>	<u>1,428,312</u>
Increase (Decrease) in Net Position	<u>\$ 5,476,186</u>	<u>7,553,103</u>

### **Governmental Activities**

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services.

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

Extra Curricular activities include school sponsored co-curricular activities such as publications, clubs, drama and music as well as interscholastic athletics.

Pupils/Instructional services include the activities involved with providing support services to pupils, both regular and special education, educational media services and assisting the staff with the content and process of teaching to students, including curriculum and staff development.

## **Governmental Activities (Continued)**

General administration, school administration and business include expenses associated with administrative and financial supervision of the District.

Operation and maintenance of facilities activities involve keeping the school grounds, buildings and equipment in an effective working condition.

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

Employee Benefits represent the cost of employer's share of pension and social security, health and dental insurance premiums, compensation for retiring employees' accumulated sick leave pursuant to collective bargaining agreements, and custodial uniforms.

Capital Outlay includes equipment items with a unit cost of \$2,000 or more, and facilities acquisition and construction services.

Debt Service involves the transactions associated with the payment of principal and interest on previously authorized debt incurred by the School District.

## **Business-Type Activities**

Revenues for the District's business-type activities (food service program and summer camp) were comprised of charges for services and federal and state reimbursements.

- Food service revenues exceeded expenses by \$371,966.
- Charges for services represent \$54,104 of revenue. This represents amount paid by patrons for daily food services.
- Federal and state reimbursements for meals, including payments for free and reduced lunches and donated commodities was \$1,438,121.
- The Summer Camp program, which has a fee for service program, had total revenues of \$482,333.

## **The School Board's Funds**

The School Board uses funds to control and manage money for particular purposes. The Fund's basic financial statements allows the School Board to demonstrate its stewardship over and accountability for resources received from the Borough of Roselle Park's taxpayer's and other entities, including the State of New Jersey and the Federal Government. These statements also allow the reader to obtain more insight into the financial workings of the School Board, and assess further the School Board's overall financial health.

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

Over the course of the year, the School Board revises its budget as it attempts to take into consideration unexpected changes in revenue and expenditures. A schedule showing the School Board's original and final budget compared with actual operating results is provided in the section of the ACFR, entitled Budgetary Comparison Schedules.

### The School Board's Funds (Continued)

On June 30, 2022 the district's General Fund balance was \$11,571,473. This amount will be reduced by encumbrances of \$460,537, \$3,514,874 for Capital Reserve, and \$1,911,257 of excess surplus which is mandated for tax relief in 2022-2023; and \$1,970,103 for tax relief in 2023-2024, \$1,800,204 in maintenance reserve; \$99,897 is designated by the Board of Education for the 2022-2023 budget; leaving an unrestricted balance of \$1,705,095. The unrestricted balance represents 4% of the current year's budget; and \$109,506 is unemployment.

### Capital Assets

At June 30, 2022, the School Board had approximately \$43,887,105 million invested in a broad range of capital assets, including land, buildings, furniture, vehicles, computers, instructional equipment and other equipment. This amount is net of accumulated depreciation to date. Table 3 below shows the net book value of capital assets at the end of the 2022 fiscal year.

**Table 3**

	<b><u>Governmental Activities</u></b>	<b><u>Business Type Activities</u></b>
Capital Assets at June 30, 2022		
Land and Improvements	\$ 27,821,301	
Buildings and Sites	15,183,162	
Machinery, Equipment and Vehicles	<u>880,743</u>	<u>1,899</u>
Total	<u>\$ 43,885,206</u>	<u>1,899</u>

### Debt Administration

At June 30, 2022, the School District had \$7,540,285 as outstanding debt. Of this amount \$1,090,386 is for compensated absences, and \$1,685,000 for bonds for school improvement, \$205,451 in capital leases; and \$4,559,448 for pension liability.

### Economic Factors and Next Year's Budget

At this time, the most important factor affecting the budget is the unsettled situation with State Aid, and recent legislation affecting future school budgets. The District can only assume that current funding levels from the state will be maintained, however, the legislation further restricts budget growth. The District expects to experience additional growth in student population. Additionally costs for personnel, special education and energy are expected to continue to increase. The tax levy will likely be the area that will need to absorb most of the increase in budget obligations.

In conclusion, the Roselle Park School District has committed itself to a thorough and efficient operation for delivering educational services to its school children. The School District is carefully managing its resources, and is planning to meet its future educational needs in as fiscally prudent a manner as possible.

**Contacting the School District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information contact Atilla Sabahoglu, School Business Administrator/Board Secretary at Roselle Park Board of Education, 510 Chestnut Street, Roselle Park, NJ 07204.

## **BASIC FINANCIAL STATEMENTS**

**DISTRICT-WIDE FINANCIAL STATEMENTS – A**

**ROSELLE PARK SCHOOL DISTRICT****STATEMENT OF NET POSITION****Exhibit A-1****JUNE 30, 2022**

	<b><u>Governmental Activities</u></b>	<b><u>Business-Type Activities</u></b>	<b><u>Total</u></b>
<b><u>Assets</u></b>			
Cash and Cash Equivalents	\$ 371,543	1,394,260	1,765,803
Receivables, Net	951,914	75,682	1,027,596
Inventory		19,142	19,142
Restricted Assets:			
Cash and Cash Equivalents	11,605,703		11,605,703
Capital Assets - (Non-Depreciable)	27,821,301		27,821,301
Capital Assets, Net (Note 1)	16,063,905	1,899	16,065,804
Total Assets	<u>56,814,366</u>	<u>1,490,983</u>	<u>58,305,349</u>
<b><u>Deferred Outflow of Resources</u></b>			
Contribution to Pension Plan	<u>821,856</u>		<u>821,856</u>
<b><u>Deferred Inflow of Resources</u></b>			
Pension Deferrals	<u>3,190,779</u>		<u>3,190,779</u>
<b><u>Liabilities</u></b>			
Accounts Payable and Accrued Interest	424,327	16,213	440,540
Deferred Revenue	388,753		388,753
Noncurrent Liabilities: (Note 3)			
Due Within One Year	765,451		765,451
Due Beyond One Year	<u>6,774,834</u>		<u>6,774,834</u>
Total Liabilities	<u>8,353,365</u>	<u>16,213</u>	<u>8,369,578</u>
<b><u>Net Position</u></b>			
Invested in Capital Assets, Net of Related Debt	41,994,755	1,899	41,996,654
Restricted For:			
Other Purposes	11,605,703		11,605,703
Unrestricted	<u>(7,508,380)</u>	<u>1,472,871</u>	<u>(6,035,509)</u>
Total Net Position	<u>\$ 46,092,078</u>	<u>1,474,770</u>	<u>47,566,848</u>

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



**ROSELLE PARK SCHOOL DISTRICT**

Exhibit A-2

Sheet 1 of 2

**STATEMENT OF ACTIVITIES****FOR THE YEAR ENDED JUNE 30, 2022**

	Program Revenues		Net (Expense) Revenue and Changes in Net Position			
	Charges for	Operating	Governmental	Business-Type		
Expenses	Services	Grants and Contributions	Activities	Activities	Total	
<b><u>Functions/Programs</u></b>						
Governmental Activities:						
Instruction:						
Regular	\$ 9,970,897		(9,970,897)		(9,970,897)	
Special Education	4,574,457	1,652,510	(2,921,947)		(2,921,947)	
Other Special Instruction	1,842,501		(1,842,501)		(1,842,501)	
Support Services:						
Tuition	1,502,747	16,774	(1,485,973)		(1,485,973)	
Student & Instruction Related Services	5,329,960	1,457,609	(3,872,351)		(3,872,351)	
School Administrative Services	1,252,558		(1,252,558)		(1,252,558)	
General and Business Administrative Services	1,410,013		(1,410,013)		(1,410,013)	
Plant Operations and Maintenance	3,159,338		(3,159,338)		(3,159,338)	
Pupil Transportation	663,659		(663,659)		(663,659)	
Employee Benefits	14,446,320		(14,446,320)		(14,446,320)	
Charter Schools	12,291	336,137	323,846		323,846	
Capital Outlay	2,062,386		(2,062,386)		(2,062,386)	
Interest on Long-Term Debt	79,212		(79,212)		(79,212)	
Depreciation	457,583		(457,583)		(457,583)	
Total Government Activities	46,763,922	16,774	3,446,256	(43,300,892)	-	(43,300,892)
Business-Type Activities:						
Food Service and Miscellaneous	1,602,592	536,437	1,438,121	371,966	371,966	
Total Business-Type Activities	1,602,592	536,437	1,438,121	-	371,966	371,966
Total Primary Government	48,366,514	553,211	4,884,377	(43,300,892)	371,966	(42,928,926)

**ROSELLE PARK SCHOOL DISTRICT**

Exhibit A-2

Sheet 2 of 2

**STATEMENT OF ACTIVITIES****FOR THE YEAR ENDED JUNE 30, 2022**

	<b>Program Revenues</b>		<b>Net (Expense) Revenue and Changes in Net Position</b>		
	<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Expenses</b>					
General Revenues:					
Taxes					
Property Taxes, Levied for General Purpose, Net			22,356,504		22,356,504
Taxes Levied for Debt Service			646,300		646,300
Federal and State Aid Not Restricted			24,649,534		24,649,534
Miscellaneous Income			752,774		752,774
Total General Revenues and Transfers			48,405,112	-	48,405,112
Change in Net Position			5,104,220	371,966	5,476,186
Net Position - Beginning			40,987,858	1,102,804	42,090,662
Net Position - Ending			\$ 46,092,078	1,474,770	47,566,848

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

## **FUND FINANCIAL STATEMENTS – B**

BALANCE SHEETGOVERNMENTAL FUNDSJUNE 30, 2022

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Total Governmental Funds</u>
<b><u>Assets</u></b>				
Cash and Cash Equivalents	\$ 9,777,384	192,813	2,007,049	11,977,246
Receivables, Net	527,992	423,922		951,914
Interfund Receivable	166,546			166,546
Total Assets	<u>\$10,471,922</u>	<u>616,735</u>	<u>2,007,049</u>	<u>13,095,706</u>
<b><u>Liabilities and Fund Balance</u></b>				
<b>Liabilities:</b>				
Interfund Payable	\$ -	166,546		166,546
Payroll Deductions and Withholdings	15,879			15,879
Accounts Payable	383,173			383,173
Deferred Revenue		388,753		388,753
Total Liabilities	<u>399,052</u>	<u>555,299</u>	<u>-</u>	<u>954,351</u>
<b>Fund Balance:</b>				
Restricted for:				
Capital Projects Fund			2,007,049	2,007,049
Excess Surplus	1,970,103			1,970,103
Unemployment	109,506			109,506
Student Activities		185,299		185,299
Scholarships		7,514		7,514
Committed To:				
Capital Reserve	3,514,874			3,514,874
Maintenance Reserve	1,800,204			1,800,204
Assigned To:				
Designated for Subsequent Year's Expenditures				
Excess Surplus	1,911,257			1,911,257
Designated for Subsequent Year's Expenditures				
By the Board of Education	99,897			99,897
Other Purposes	460,537			460,537
Unassigned:				
Special Revenue		(131,377)		(131,377)
General Fund	206,492			206,492
Total Fund Balances	<u>10,072,870</u>	<u>61,436</u>	<u>2,007,049</u>	<u>12,141,355</u>
Total Liabilities and Fund Balance	<u>\$10,471,922</u>	<u>616,735</u>	<u>2,007,049</u>	

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 \$56,010,188 and the accumulated depreciation is \$12,124,982.

43,885,206

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.

(7,540,285)

Deferred outflow of resources - contributions to the pension plan

821,856

Deferred inflow of resources - acquisition of assets applicable to future reporting periods

(3,190,779)

Accrued Interest

(25,275)

Net Position of Governmental Activities

\$ 46,092,078

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

**ROSELLE PARK SCHOOL DISTRICT**

Exhibit B-2

Sheet 1 of 2

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES****GOVERNMENTAL FUNDS****FOR THE YEAR ENDED JUNE 30, 2022**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
<b><u>Revenues</u></b>					
Local Sources:					
Local Tax Levy	\$ 22,356,504			646,300	23,002,804
Tuition Charges	16,774				16,774
Restricted Miscellaneous Funds	38,054				38,054
Miscellaneous	714,720	175,867			890,587
Total Local Sources	23,126,052	175,867	-	646,300	23,948,219
State Sources	24,593,353	1,360,143			25,953,496
Federal Sources	56,181	1,910,246			1,966,427
Total Revenues	47,775,586	3,446,256	-	646,300	51,868,142
<b><u>Expenditures</u></b>					
Current:					
Regular Instruction	9,970,897				9,970,897
Special Education Instruction	2,775,344	1,799,113			4,574,457
Other Special Instruction	1,842,501				1,842,501
Support Services and Undistributed Costs:					
Tuition	1,502,747				1,502,747
Student and Instruction Related Services	3,872,351	1,457,609			5,329,960
School Administrative Services	1,252,558				1,252,558
Other Administrative Services	1,410,013				1,410,013
Plant Operations and Maintenance	3,159,338				3,159,338
Pupil Transportation	663,659				663,659
Unallocated Benefits	15,598,933				15,598,933
Debt Service:					
Principal				560,000	560,000
Interest and Other Charges				86,300	86,300
Capital Outlay	1,391,595	336,137	834,759		2,562,491
Charter Schools	12,291				12,291
Total Expenditures	43,452,227	3,592,859	834,759	646,300	48,526,145

**ROSELLE PARK SCHOOL DISTRICT**

Exhibit B-2

Sheet 2 of 2

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES****GOVERNMENTAL FUNDS****FOR THE YEAR ENDED JUNE 30, 2022**

	<b><u>General Fund</u></b>	<b><u>Special Revenue Fund</u></b>	<b><u>Capital Projects Fund</u></b>	<b><u>Debt Service Fund</u></b>	<b><u>Total Governmental Funds</u></b>
Excess (Deficiency) of Revenues Over Expenditures	<u>4,323,359</u>	<u>(146,603)</u>	<u>(834,759)</u>	<u>-</u>	<u>3,341,997</u>
Other Financing Sources (Uses):					
Transfer to Special Revenue - Preschool	(111,280)	111,280			-
Transfer from Capital Reserve	(1,300,000)		1,300,000		-
Transfer from Capital Outlay	<u>(550,000)</u>		<u>550,000</u>		<u>-</u>
Total Other Financing Sources (Uses)	<u>(1,961,280)</u>	<u>111,280</u>	<u>1,850,000</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures and Other Financing Sources (Uses)	<u>2,362,079</u>	<u>(35,323)</u>	<u>1,015,241</u>	<u>-</u>	<u>3,341,997</u>
Net Change in Fund Balances	<u>2,362,079</u>	<u>(35,323)</u>	<u>1,015,241</u>	<u>-</u>	<u>3,341,997</u>
Fund Balance - July 1	<u>7,710,791</u>	<u>96,759</u>	<u>991,808</u>		<u>8,799,358</u>
Fund Balance - June 30	<u>\$ 10,072,870</u>	<u>61,436</u>	<u>2,007,049</u>	<u>-</u>	<u>12,141,355</u>

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

**ROSELLE PARK SCHOOL DISTRICT****Exhibit B-3****RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES****AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS****TO THE STATEMENT OF ACTIVITIES****JUNE 30, 2022**

Total Net Change in Fund Balances - Governmental Funds (From B-2)		\$ 3,341,997
Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:		
Capital Outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.		
Depreciation Expense	(457,583)	
Capital Outlays	<u>500,105</u>	
		42,522
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.		560,000
Accrued Interest		7,088
Contributions to the pension plan in the current fiscal year are deferred outflows of resources on the Statement of Net Position		(603,201)
Net Pension Liability		1,935,782
Pension Related Deferrals		(220,970)
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid).		<u>41,002</u>
Change in Net Position of Governmental Activities		<u><u>\$ 5,104,220</u></u>

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

**ROSELLE PARK SCHOOL DISTRICT****STATEMENT OF NET POSITION****Exhibit B-4****PROPRIETARY FUNDS****JUNE 30, 2022**

	<b><u>Business-Type Activities Enterprise Funds</u></b>
<b><u>Assets</u></b>	
Current Assets:	
Cash and Cash Equivalents	\$ 1,394,260
Accounts Receivable:	
State	1,494
Federal	71,514
Other	2,674
Inventory	19,142
Total Current Assets	<u>1,489,084</u>
Noncurrent Assets:	
Equipment	273,637
Accumulated Depreciation	(271,738)
Total Fixed Assets	<u>1,899</u>
Total Assets	<u><u>\$ 1,490,983</u></u>
<b><u>Liabilities</u></b>	
Current Liabilities:	
Accounts Payable	<u>\$ 16,213</u>
Total Current Liabilities	<u><u>\$ 16,213</u></u>
<b><u>Net Position</u></b>	
Investments in Capital Assets	\$ 1,899
Unrestricted	<u>1,472,871</u>
Total Net Position	<u><u>\$ 1,474,770</u></u>

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



**ROSELLE PARK SCHOOL DISTRICT****STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION****Exhibit B-5****PROPRIETARY FUNDS****JUNE 30, 2022**

	<b>Business-Type Activities</b>
	<b>Enterprise Funds</b>
Operating Revenues:	
Daily Sales - Reimbursable	\$ 54,104
Fees Charged	482,333
Total Operating Revenues	<u>536,437</u>
Operating Expenses:	
Salaries	692,328
Other Employee Benefits	107,032
Cost of Goods Sold - Reimbursable	575,489
Contracted Services	17,932
Supplies and Materials	91,517
Depreciation	147
Management Fee	55,891
Miscellaneous	62,256
Operating Expenses	<u>1,602,592</u>
Operating Gain/(Loss)	(1,066,155)
Non-Operating Revenues:	
State Sources:	
State School Lunch Program - Extra Aid	4,231
State School Lunch Program	27,494
Federal Sources:	
National School Lunch Program	1,166,854
PEBT Program	1,242
Emergency Operational Costs	26,122
Breakfast Program	129,612
Food Distribution Program	82,566
Total Non-Operating Revenues	<u>1,438,121</u>
Change in Net Position	371,966
Total Net Position - Beginning	<u>1,102,804</u>
Total Net Position - Ending	<u><u>\$ 1,474,770</u></u>

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

**ROSELLE PARK SCHOOL DISTRICT****STATEMENT OF CASH FLOWS****PROPRIETARY FUNDS****JUNE 30, 2022****Exhibit B-6**

	<b><u>Business-Type Activities Enterprise Funds</u></b>
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 536,437
Payments for Salaries	(692,328)
Payments to Suppliers	(907,531)
Net Provided (Used) by Operating Activities	<u>(1,063,422)</u>
Cash Flows from Noncapital Financing Activities	
Federal & State Sources	<u>1,355,555</u>
Net Cash Provided by Noncapital Financing Activities	<u>1,355,555</u>
Net Increase (Decrease) in Cash and Cash Equivalents	292,133
Balances - Beginning of Year	<u>1,102,127</u>
Balances - End of Year	<u><u>\$ 1,394,260</u></u>
Reconciliation of Operating Income (Loss) to Net Cash	
Provided (Used) by Operating Activities:	
Operating Income (Loss)	\$ (1,066,155)
Adjustments to Reconcile Operating Income (Loss)	
to Cash Provided (Used) by Operating Activities	
Depreciation	147
Federal Commodities Consumed	82,566
Decrease/(Increase) in Inventory	(4,876)
(Decrease)/Increase in Accounts Payable	(133,526)
Decrease/(Increase) in Accounts Receivable	<u>58,422</u>
Net Provided (Used) by Operating Activities	<u><u>\$ (1,063,422)</u></u>

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

## **NOTES TO FINANCIAL STATEMENTS**

**BOARD OF EDUCATION**  
**ROSELLE PARK SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1: Summary of Significant Accounting Policies**

The financial statements of the Board of Education (Board) of the Roselle Park School District (District) have been prepared in conformity with generally accepted accounting principles (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 Board's accounting policies are described below.

**A. Reporting Entity:**

The Board is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of appointed officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Government Accounting and Financial Reporting Standards, is the degree of oversight responsibility maintained by the District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The government-wide and fund financial statements include all funds of the District over which the Board exercises operating control. The operations of the District include three elementary schools, a middle school and a high school located in Roselle Park, County of Union, New Jersey. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. GASB Statement 14 established criteria to be used to determine which component units should be included in the financial statements of the oversight entity. Furthermore the District is not includable in any other reporting entity on the basis of such criteria.

**B. Government-wide and Fund Financial Statements**

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

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

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**B. Government-Wide and Fund Financial Statements (Continued)**

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

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

**C. Measurement Focus, Basis of Accounting and Financial Statement Presentation**

The government-wide statements report using the economic resources measurement focus and the accrual basis of accounting generally including the reclassification or elimination of internal activity (between or within funds). Proprietary and fiduciary fund financial statements also report using this same focus and basis of accounting although internal activity is not eliminated in these statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred regardless of the timing of related cash flows. Property tax revenues are recognized in the year for which they are levied while grants are recognized when grantor eligibility requirements are met. The Unemployment Trust Fund recognizes employer and employee contributions in the period in which contributions are due.

Governmental fund financial statements report using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to apply current liabilities. The District considers revenues to be available if they are collected within 60 days of the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for long-term pension and compensated absences, which are reported as expenditures in the year due.

Major revenue sources susceptible to accrual includes Intergovernmental revenues, and the property tax levy. In general, other revenues are recognized when cash is received.

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)**

Operating income reported in proprietary fund financial statements includes revenues and expenses related to the primary continuing operations of the fund. Principal operating revenues for proprietary funds are charges to customers for food sales and for services provided to other governmental entities. Principles operating expenses are the costs of providing goods or services and include administrative expenses and depreciation of capital assets. Other revenues and expenses are classified as non-operating in the financial statements.

**D. Fund Accounting:**

The accounts of the District are maintained in accordance with the principles of fund accounting to ensure observance of limitations and restrictions on the resources available. The principles of fund accounting require that resources be classified for accounting and reporting purposes into funds or account groups in accordance with activities or objectives specified for the resources. Each fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types".

**Governmental Fund Types**

General Fund: The general fund is the general operating fund of the District and is used to account for all expendable financial resources except those required to be accounted for in another fund.

Special Revenue Fund: The District accounts for the proceeds of specific revenue sources (other than expendable trust or major capital projects) that are legally restricted to expenditures for specified purposes in the special revenue funds.

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

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

**Proprietary Fund Type**

Enterprise Fund: To account for operations that are financed and operated in a manner similar to private business enterprises, in which the intent of the District is that the costs of providing goods or services to the District on a continuing basis be financed or recovered primarily through user charges.

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**D. Fund Accounting (Continued):**

**Fiduciary Fund Types**

Trust and Agency Funds: The trust and agency funds are used to account for assets held by the District on behalf of outside parties, including other governments, or on behalf of other funds within the District.

Unemployment Compensation Trust Fund: The trust fund is used to account for assets held under the terms of a formal trust agreement. The District reimburses the costs of unemployment benefits paid by the New Jersey Department of Labor.

Private-Purpose Trust Fund: The trust fund encompasses other trust fund arrangements for which principal and income benefit individuals outside of the school district. The District issued scholarships to students.

Agency Funds (Payroll and Student Activities Fund): Agency funds are used to account for the assets that the District holds on behalf of others as their agent. Agency funds are custodial in nature and do not involve measurement of results of operations.

**E. Budgets/Budgetary Control:**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the County office and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting; the legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2.2(g). All budget amendments must be approved by School Board resolution. Budget amendments during the year ended June 30, 2022 were insignificant.

The Public School Education Act of 1975, limits the annual increase of any district's net current expense budget. The Commissioner of Education certifies the allowable amount for each district but may grant a higher level of increase if he determines that the sums so provided would be insufficient to meet the identified goals and needs of the district or that an anticipated enrollment increase requires additional funds.

The Commissioner must also review every proposed local school district budget for the next school year. He examines every item of appropriations for current expenses and budgeted capital outlay to determine their adequacy in relation to the identified needs and goals of the district. If, in his view, they are insufficient, the Commissioner must order remedial action. If necessary, he is authorized to order changes in the local district budget.

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**E. Budgets/Budgetary Control (Continued):**

Once a budget is approved, it can be amended by transfers or additional appropriation of fund balances by approval of a majority of the members of the Board. Amendments are presented to the Board at their regular meetings. Each amendment must have Board approval. Such amendments are made before the fact, are reflected in the official minutes of the Board, and are not made after fiscal year-end as dictated by law. All uncommitted budget appropriations lapse at year-end.

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

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

A reconciliation of the special revenue funds from the budgetary basis of accounting as presented in the Budgetary Comparison Schedule (C-2) to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds (B-2) is presented in the Budget-to-GAAP Reconciliation (C-3).

The following represents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General, Special Revenues and Debt Service Funds to the GAAP basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances – All Governmental Fund Types. Note that the 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 last state aid payment.

**F. Encumbrances:**

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

Open encumbrances in the special revenue fund for which the District has received advances are reflected in the balance sheet as deferred revenues and/or reductions of receivables of other governments at fiscal year end.



**NOTE 1: Summary of Significant Accounting Policies (Continued)****F. Encumbrances (Continued):**

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.

**G. Short-Term Interfund Receivables/Payables:**

Short-Term interfund receivables/payables represents amounts that are owed, other than charges for good or services rendered to/from a particular fund in the District and that are due within one year.

**H. Inventories and Prepaid Expenses**

Inventories and prepaid expenses, which benefit future periods, are recorded as an expenditure during the year of purchase. The value of inventories remaining at the end of the fiscal year is not included on the balance sheet.

Enterprise fund inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2022.

**I. Capital Assets and Depreciation**

The District's property, buildings and improvements, equipment, vehicles, furniture and fixtures with useful lives of five years or more are stated at historical or estimated historical cost and are reported in the government-wide financial statements. Proprietary Fund capital assets are reported in its respective fund.

The District contracted with an outside service company during the 2003 fiscal year to provide a report with a comprehensive detail of capital assets and depreciation. The report dated October 10, 2002, included capital assets purchased during the 2002 fiscal year and prior with a historical cost of \$500 or more and capital assets purchased during the 2002-03 fiscal year with a historical cost of \$2,000 or more. Accumulated depreciation prior to fiscal year 2003, fiscal year 2003 depreciation expense, total accumulated depreciation and book values were also provided. The District has provided updates subsequent to 2003. The records are updated annually. The costs of normal maintenance and repairs that do not add to the asset value or materially extend the useful lives are not capitalized. Capital assets are depreciated using the straight-line method. When capital assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts. Estimated useful lives, in years, for depreciable assets are as follows:

Buildings and Improvements	20 – 50
Equipment and Vehicles	5 – 20
Furniture and Fixtures	5 – 20

The District currently has software that maintains proper capital asset and depreciation records.

**NOTE 1: Summary of Significant Accounting Policies (Continued)****I. Capital Assets and Depreciation (Continued)**

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

	<u>Balance July 1, 2021</u>	<u>Additions</u>	<u>Deletions</u>	<u>Adj.</u>	<u>Balance June 30, 2022</u>
Governmental Activities:					
Capital Assets That are Not Being Depreciated:					
Land	\$ 27,615,850				27,615,850
Capital Leases	<u>205,451</u>				<u>205,451</u>
Total Capital Assets Not Being Depreciated	<u>27,821,301</u>				<u>27,821,301</u>
Depreciable Assets:					
Site Improvements	1,085,040	156,145			1,241,185
Buildings & Sites	21,665,917				21,665,917
Equipment	<u>4,937,825</u>	<u>343,960</u>			<u>5,281,785</u>
Total	<u>27,688,782</u>	<u>500,105</u>			<u>28,188,887</u>
Less: Accumulated Depreciation:					
Site Improvements	(969,562)	(11,031)			(980,593)
Buildings	(6,471,225)	(272,122)			(6,743,347)
Equipment	<u>(4,226,612)</u>	<u>(174,430)</u>			<u>(4,401,042)</u>
Total Accumulated Depreciation	<u>(11,667,399)</u>	<u>(457,583)</u>			<u>(12,124,982)</u>
Net Depreciable Assets	<u>16,021,383</u>	<u>42,522</u>			<u>16,063,905</u>
Governmental Activities Capital Assets (Net)	<u>\$ 43,842,684</u>	<u>42,522</u>			<u>43,885,206</u>
Business-Type Activities:					
Equipment	\$ 273,637				273,637
Less Accumulated Depreciation for:					
Equipment	<u>(271,591)</u>	<u>(147)</u>			<u>(271,738)</u>
Business-Type Activities Capital Assets, Net	<u>\$ 2,046</u>	<u>(147)</u>			<u>1,899</u>

Depreciation expense was charged to governmental functions as follows:

Unallocated	<u>\$ 457,583</u>
-------------	-------------------

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**J. Compensated Absences**

District employees are permitted, within certain limitations, to accrue vacation and sick leave in varying amounts under the Districts personnel policies and may be paid at a later date according to contractual agreements.

The liability for vested compensated absences of the governmental fund types is recorded in the government-wide financial statements as a non-current liability. Governmental funds report only matured compensated absences payable to currently terminating employees and are included in wages and benefits payable

**K. Deferred Revenue**

Deferred revenue in the general and special revenue funds represent cash which has been received but not yet earned. See Note 1(F) regarding the special revenue fund.

**L. Fund Equity**

The governmental fund financial statements report reserved fund balance for amounts not available for appropriation or legally restricted for specified purposes. The general fund reserve for restricted purposes includes net assets relating to capital reserve.

**M. Net Position**

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

***Net Investment in Capital Assets*** – This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for the acquisition, construction, or improvement of those assets.

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

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

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

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**Fund Balance**

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

***Nonspendable*** – The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, such as inventories and prepaid amounts.

***Restricted*** – The restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation.

***Committed*** – The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision-making authority, which, for the School District, is the Board of Education. Such formal action consists of an affirmative vote by the Board of Education, memorialized by the adoption of a resolution. Once committed, amounts cannot be used for any other purpose unless the Board of Education removes, or changes, the specified use by taking the same type of action (resolution) if employed to previously commit those amounts.

***Assigned*** – The assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. *Intent* is expressed by either the Board of Education or by the business administrator, to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes. Such authority of the business administrator is established by way of a formal job description for the position and standard operating procedures, approved by the Board of Education.

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

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

**NOTE 2: Cash and 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.

Investments are stated at cost, which approximates market. The District classifies certificates of deposit, which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

**Deposits**

New Jersey statutes require that school districts deposit public funds in public depositories located in New Jersey which are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. School districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed depository insurance limits as follows:

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000.000.

**Investments**

New Jersey statutes permit the District to purchase the following types of securities:

- a. Bonds or other obligations of the United States or obligations guaranteed by the United States.
- b. Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Agency or any United States Bank for cooperatives which have a maturity date not greater than twelve months from the date of purchase.
- c. Bonds or other obligations of the school district.

**NOTE 2: Cash and Cash Equivalents and Investments (Continued)**

As of June 30, 2022, cash and cash equivalents and investments of the District consisted of the following:

	<b>Cash and Cash Equivalents</b>
Checking and Money Market Accounts	<u>\$ 13,371,506</u>

The carrying amount of the District's cash and cash equivalents at June 30, 2022 was \$13,371,506 and the bank balance was \$14,335,383. Of the bank balance, \$250,000 was covered by federal depository insurance and \$13,991,772 was covered by a collateral pool maintained by the banks as required by New Jersey statutes; and \$93,611 was uninsured.

**Credit Risk Categories**

All bank deposits and investments as of the balance sheet date are classified as to credit risk by the following two categories described below:

GUDPA	\$ 13,991,772
FDIC	250,000
Uninsured	<u>93,611</u>
	<u>\$ 14,335,383</u>

As of June 30, 2022, the District did not hold any long-term investments.

**Custodial Credit Risk – Deposits**

Custodial credit risk is the risk that, in the event of a bank failure, the government's deposits may not be returned to it. The District does not have a formal policy for custodial credit risk.

**NOTE 3: General Long-Term Debt**

During the fiscal year ended June 30, 2022, the following changes occurred in liabilities reported in the general long-term debt account group:

	<b>Balance July 1, 2021</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance June 30, 2022</b>	<b>Long-Term Portion</b>	<b>Amount Due in One Year</b>
Pension Liability	\$ 6,495,230		(1,935,782)	4,559,448	4,559,448	
Compensated Absences Payable	1,131,388		(41,002)	1,090,386	1,090,386	
Capital Leases Payable	205,451			205,451		205,451
Bonds Payable	<u>2,245,000</u>		<u>(560,000)</u>	<u>1,685,000</u>	<u>1,125,000</u>	<u>560,000</u>
	<u>\$ 10,077,069</u>		<u>(2,536,784)</u>	<u>7,540,285</u>	<u>6,774,834</u>	<u>765,451</u>

**NOTE 3:      General Long-Term Debt (Continued)****Capital Leases**

Capital lease for equipment for \$800,000 dated June 14, 2019 for four years at 2.4569% interest maturing July 15, 2022 with a balance of \$205,451 at June 30, 2022.

**Schedule of Capital Leases**

<b><u>2019 Lease</u></b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>
2022-2023	<u>\$ 205,451</u>	<u>5,048</u>	<u>210,499</u>

**Bonds Payable**

Bonds sold 8/15/2004 for \$9,219,000 at interest from 3.50% to 4.50% maturing 2/15/2025 with a balance of \$1,685,000 at June 30, 2022.

**Schedule of Payments**

	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>
2023	\$ 560,000	67,400	627,400
2024	560,000	45,000	605,000
2025	<u>565,000</u>	<u>22,600</u>	<u>587,600</u>
	<u>\$ 1,685,000</u>	<u>135,000</u>	<u>1,820,000</u>

**NOTE 4:      Pension Plans**

**Description of Plans** – All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teacher's Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625.

**NOTE 4: Pension Plans (Continued)**

**Teachers' Pension and Annuity Fund (TPAF)** – The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

**Public Employees' Retirement System (PERS)** – The Public Employees' Retirement System (PERS) was established as of January 1, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction.

**Vesting and Benefit Provisions** – The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provide for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provision of the System.

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 contribution. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

**Significant Legislation** - During the year ended June 30, 1997, legislation was enacted (Chapter 114, P.L. 1997) authorizing the New Jersey Economic Development Authority to issue bonds, notes or other obligations for the purpose of financing, in full or in part, the State of New Jersey's portion of the unfunded accrued liability under the State of New Jersey retirement systems. Additional legislation enacted during the year ended June 30, 1997 (Chapter 115, P.L. 1997), changed the asset valuation method from market related value to full-market value. This legislation also contains a provision to reduce the employee contribution rate by ½ of 1% to 4.5% for calendar years 1998 and 1999, and to allow for a reduction in the employee's rate after calendar year 1999, providing excess valuation assets are available. The legislation also provided that the Districts' normal contributions to the Fund may be reduced based on the revaluation of assets. Due to recognition of the bond proceeds and the change in asset valuation method as a result of enactment of Chapters 114 and 115, all unfunded accrued liabilities were eliminated, except for the unfunded liability for local early retirement incentive benefits, accordingly, the pension costs for TPAF and PERS were reduced.



**NOTE 4:      Pension Plans (Continued)**

**Funding Policy** – The contribution policy is set by New Jersey State Statutes and contributions are required by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 7.06% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

Legislation enacted during 1993 provides early retirement incentives for certain members of TPAF and PERS who met certain age and service requirements and who applied for retirement between certain dates in the 1994 fiscal year. The early retirement incentives included: (a) an additional five years of service credit for employees at least age 50 with a minimum of 25 years of service; (b) free health benefits for employees at least 60 years old with at least 20 years of service; and (c) an additional \$500 per month for two years for employees at least age 60 with 10 years but less than 20 years of service. The Board will assume the increased cost for the early retirement as it affects their districts.

The District's contributions to PERS for the year ended June 30, 2022 was \$450,736 for 2022 and \$509,164 for 2021, respectively, equal to the required contributions for each year.

During the year ended June 30, 2022, the State of New Jersey contributed \$7,827,665 to the TPAF pension benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$1,246,972 during the year ended June 30, 2022 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. These amounts have been included in the general-purpose financial statements, and the combining and individual fund and account group statements and schedules as revenues and expenditure in accordance with GASB 24.

**Three-Year Trend Information for TPAF**

<b>Year Funding</b>	<b>Annual Pension Cost (APC)</b>	<b>Percentage of APC Contributed</b>	<b>Net Pension Obligation</b>
6/30/22	\$ 7,827,665	100%	0
6/30/21	5,973,177	100%	0
6/30/20	4,718,298	100%	0

**Three-Year Trend Information for PERS**

<b>Year Funding</b>	<b>Annual Pension Cost (APC)</b>	<b>Percentage of APC Contributed</b>	<b>Net Pension Obligation</b>
6/30/22	\$ 450,736	100%	0
6/30/21	509,164	100%	0
6/30/20	400,107	100%	0

**NOTE 4:      Pension Plans (Continued)****Public Employees' Retirement System (PERS)****Plan Description**

The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division).

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 for medical benefits, which vest after 25 years of service or under the disability provisions of PERS.

The following represents the membership tiers for PERS:

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

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

**Basis of Presentation**

The schedule of employer allocations and the schedule of pension amounts by employer (collectively, the Schedules) present amounts that are considered elements of the financial statements of PERS or its participating employers. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of PERS or the participating employers. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of PERS to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

**NOTE 4: Pension Plans (Continued)**

**Allocation Methodology and Reconciliation to Financial Statements**

GASB Statement No. 68, *Accounting and Financial Reporting for Pension*, requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense. The employer allocation percentages presented in the schedule of employer allocations and applied to amounts presented in the schedule of pension amounts by employer based on the ratio of the contributions of an individual employer to the total contributions to PERS during the measurement period July 1, 2020 through June 30, 2021. Employer allocation percentages have been rounded for presentation purposes; therefore, amounts presented in the schedule of pension amounts by employer may result in immaterial differences. Contributions from employers are recognized when due, based on statutory requirements.

Although the Division administers one cost-sharing multiple-employer defined benefit pension plan, separate (sub) actuarial valuations are prepared to determine the actuarially determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense are determined separately for each individual employer of the State and local groups of the plan.

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer allocations are applied to amounts presented in the schedule of pension amount by employer. The allocation percentages for each group of June 30, 2021 are based on the ratio of each employer's contributions to total employer contributions of the group for the fiscal year ended June 30, 2021.

A special funding situation exists for certain Local employers of the Public Employees' Retirement System. The State of New Jersey, as a nonemployer, is required to pay the additional costs incurred by Local employers under Chapter 366, P.L. 2001. This legislation established the Prosecutors Part of the PERS which provides enhanced retirement benefits for Prosecutors enrolled in the PERS. The State is liable for the increased pension costs to a County that resulted from the enrollment of Prosecutors in the Prosecutors Part. The June 30, 2021 State special funding situation net pension liability amount of \$126.3 million is the accumulated difference between the annual actuarially determined State obligation under the special funding situation and the actual State contribution through the valuation date. The State special funding situation pension expense of \$11.1 million, for the fiscal year ending June 30, 2021, is the actuarially determined contribution amount that the State owes for the fiscal year ending June 30, 2021. The pension expense is deemed to be a State administrative expense due to the special funding situation.

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2021, the State's pension contribution was less than the actuarial determined amount.

**NOTE 4:      Pension Plans (Continued)**

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

For the year ended June 30, 2022, the District recognized pension expense of \$450,736. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Difference Between Expected and Actual Experience	\$ 71,908	32,640
Changes of Assumptions	23,746	1,623,193
Net Difference Between Projected and Actual Earnings on Pension Plan Investments		1,201,078
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	275,466	333,868
District Contributions Subsequent to the Measurement Date	<u>450,736</u>	<u>          </u>
Total	<u>\$ 821,856</u>	<u>3,190,779</u>

\$450,736 reported as deferred outflows of resources related to pensions resulting from school district, project contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2022, the plan measurement date is June 30, 2021) will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

**Year Ending  
June 30,**

2022	\$ (1,064,053)
2023	(760,003)
2024	(518,193)
2025	(389,527)
2026	<u>151</u>
	<u>\$ (2,731,625)</u>

**NOTE 4: Pension Plans (Continued)****Additional Information**

Collective balances at December 31, 2021 and 2020 are as follows:

	<b><u>Dec. 31, 2022</u></b>	<b><u>Dec. 31, 2021</u></b>
Collective Deferred Outflows of Resources	\$ 821,856	1,425,057
Collective Deferred Inflows of Resources	3,190,779	2,969,809
Collective Net Pension Liability	4,559,448	6,495,230
District's Proportion	.03808%	.03952%

**Components of Net Pension Liability**

The components of the collective net pension liability of the participating employers as of June 30, 2021 were as follows:

	<b><u>2021</u></b>		
	<b><u>State</u></b>	<b><u>Local</u></b>	<b><u>Total</u></b>
Total Pension Liability	\$ 28,950,516,944	40,359,568,055	69,310,084,999
Plan Fiduciary Net Position	<u>7,321,019,459</u>	<u>28,386,785,177</u>	<u>35,707,804,636</u>
Net Pension Liability	<u>\$ 21,629,497,485</u>	<u>11,972,782,878</u>	<u>33,602,280,363</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	25.29%	70.33%	42.90%

The collective total pension liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021. This actuarial valuation used the following actuarial assumptions:

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	2.00% - 6.00%
	Based on years of service
Thereafter	3.00% - 7.00%
	Based on years of service
Investment Rate of Return	7.00%

**NOTE 4: Pension Plans (Continued)**

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

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

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.09%
Non-U.S. Developed Market Equity	13.50%	8.71%
Emerging Market Equity	5.50%	10.96%
Private Equity	13.00%	11.30%
Real Assets	3.00%	7.40%
Real Estate	8.00%	9.15%
High Yield	2.00%	3.75%
Private Credit	8.00%	7.60%
Investment Grade Credit	8.00%	1.68%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	0.95%
Risk Mitigation Strategies	3.00%	3.35%

**NOTE 4: Pension Plans (Continued)****Discount Rate**

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

**Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate**

The following presents the collective net pension liability of the participating employers as of June 30, 2020, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	<b>2021</b>		
	<b>At 1% Decrease (6.00%)</b>	<b>At Current Discount Rate (7.00%)</b>	<b>At 1% Increase (8.00%)</b>
School District's Proportionate Share Of the Net Pension Liability	<u>\$ 6,209,044</u>	<u>4,559,448</u>	<u>3,159,532</u>

**Teachers Pensions and Annuity Fund (TPAF)****Plan Description**

The State of New Jersey, Teacher's Pension and Annuity Fund (TPAF) is a cost sharing multiple-employer defined benefit pension plan with a special-funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contribution, excluding any local employer early retirement incentive (ERI) contributions. TPAF is administered by the State of New Jersey, Division of Pensions and Benefits (the Division).

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

**NOTE 4: Pension Plans (Continued)**

The following represents the membership tiers for TPAF:

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

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

**Basis of Presentation**

The Schedule of employers and nonemployer allocations and the schedule of pension amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of TPAF and the State as an employer/nonemployer entity. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of TPAF or the State. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of TPAF to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

**Allocation Methodology**

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, requires participating employers in TPAF to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources, and collective pension expense. The employer and nonemployer allocation percentages presented in the schedule of employer and nonemployer allocation and applied to, presented in the schedule of pension amount by employer and nonemployer are based on the ration of the State's actual contributions made as an employer and nonemployer adjusted for unpaid early retirement incentives to total contributions to TPAF during the year ended June 30, 2021. Employer and nonemployer allocation percentages have been rounded for presentation purposes, therefore amounts presented in the schedule of pension amounts by employer and nonemployer may result in immaterial differences.



**NOTE 4: Pension Plans (Continued)**

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

**Special Funding Situation**

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer.

**Components of Net Pension Liability**

The components of the net pension liability of the State as of June 30, 2021 and 2020 are as follows:

	<u>2021</u>	<u>2020</u>
Total Pension Liability	\$ 74,699,133,697	87,522,678,686
Plan Fiduciary Net Position	<u>26,533,142,515</u>	<u>21,529,179,998</u>
Net Pension Liability	<u>\$ 48,165,991,182</u>	<u>65,993,498,688</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	35.52%	24.60%

**State Proportionate Share of Net Pension Liability Attributable to District**

	<u>2021</u>	<u>2020</u>
District's Liability	<u>\$ 73,780,395</u>	<u>101,444,112</u>
District's Proportion	.15318%	.15372%

**NOTE 4: Pension Plans (Continued)**

The total pension liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	1.55 - 4.45%
	Based on years of service
Thereafter	2.75 - 5.65%
	Based on years of service
Investment Rate of Return	7.00%

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

The actuarial assumptions used in the July 1, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2015 to June 30, 2018.

**Long-Term Expected Rate of Return**

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2021 are summarized in the following table:

**NOTE 4: Pension Plans (Continued)**

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.09%
Non-U.S. Developed Market Equity	13.50%	8.71%
Emerging Market Equity	5.50%	10.96%
Private Equity	13.00%	11.30%
Real Assets	3.00%	7.40%
Real Estate	8.00%	9.15%
High Yield	2.00%	3.75%
Private Credit	8.00%	7.60%
Investment Grade Credit	8.00%	1.68%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	0.95%
Risk Mitigation Strategies	3.00%	3.35%

**Discount Rate**

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2021. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

The following presents the net pension liability of the State as of June 30, 2021 calculated using the discount rate as disclosed above as well as what the State's net pension liability would be if it was calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	<b>2021</b>		
	<b>At 1% Decrease (6.00%)</b>	<b>At Current Discount Rate (7.00%)</b>	<b>At 1% Increase (8.00%)</b>
School District's Proportionate Share Of the Net Pension Liability	\$ 0	0	0
State of New Jersey's Proportionate Share Of the District's Net Pension Liability	<u>87,294,531</u>	<u>73,780,395</u>	<u>62,429,370</u>
	<u>\$ 87,294,531</u>	<u>73,780,395</u>	<u>62,429,370</u>

**NOTE 5:      Post-Retirement Benefits****General Information about the OPEB Plan****Plan description and benefits provided**

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

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

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

The School Employees Health Benefits Program (SEHBP) Act is found in New Jersey Statutes Annotated, Title 52, Article 17.25 et. seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code.

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASBS No. 75.

**NOTE 5: Post-Retirement Benefits (Continued)****Total Nonemployer OPEB Liability**

The total nonemployer OPEB liability as of June 30, 2021 was determined by an actuarial valuation as of June 20, 2020, with was rolled forward to June 30, 2021. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Total Nonemployer OPEB Liability     \$60,007,650,970

Inflation rate     2.50%

	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Salary Increases:			
Through 2026	1.55 – 4.45% based on service years	2.00% - 6.00% based on service years	3.25% - 15.25% based on service years
Thereafter	2.75 – 5.65% based on service years	3.00% - 7.00% based on service years	Not applicable

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

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of actuarial experience studies for the periods July 1, 2015 – June 30, 2018, July 1, 2014 – June 30, 2018, and July 1, 2013 – June 30, 2018 for TPAF, PERS and PFRS, respectively.

***(a) Health Care Trend Assumptions***

For pre-Medicare medical benefits, the trend rate is initially 5.65% and decreases to a 4.50% long-term trend rate after seven years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rates for fiscal year 2022 through 2023 are reflected. For PPO the trend is initially 5.74% in fiscal year 2024, increasing to 12.93% in fiscal year 2025 and decreases to 4.50% after 11 years. For HMO the trend is initially 6.01% in fiscal year 2024, increasing to 15.23% in fiscal year 2025 and decreases to 4.5% after 11 years. For prescription drug benefits, the initial trend rate is 6.75% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

**NOTE 5: Post-Retirement Benefits (Continued)*****(b) Discount Rate***

The discount rate for June 30, 2021 was 2.16%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Changes in the State of New Jersey's proportionate share of the total Non-Employer OPEB Liability associated with the School District:

	<b><u>Total OPEB Liability</u></b>
Balances at June 30, 2020	\$ 97,986,953
Changes for the Year:	
Service Cost	4,808,384
Interest	2,332,278
Change of Benefit	(95,695)
Difference Between Expected and Actual Experience	(13,436,225)
Changes in Assumptions or Other Inputs	88,700
Benefit Payments	(1,837,182)
Member Contributions	<u>59,625</u>
Balance at June 30, 2021	<u>\$ 89,906,838</u>

There were no changes in benefit terms between the June 30, 2020 measurement date and the June 30, 2021 measurement date.

Changes of assumptions and other inputs reflect a change in the discount rate from 2.21% percent in 2020 to 2.16% percent in 2021.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the State for school board retirees, as well as what the State's total OPEB liability for school board would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	<b><u>1% Decrease (1.16%)</u></b>	<b><u>Discount Rate (2.16%)</u></b>	<b><u>1% Increase (3.16%)</u></b>
State of New Jersey's Proportionate Share Of the Total Non-Employer OPEB Liability Associated with the School District	<u>\$ 107,694,278</u>	<u>89,906,838</u>	<u>75,900,297</u>

**NOTE 5:      Post-Retirement Benefits (Continued)**

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the State, as well as what the State's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
State of New Jersey's Proportionate Share Of the Total Non-Employer OPEB Liability Associated with the School District	<u>\$ 72,779,877</u>	<u>89,906,838</u>	<u>112,907,080</u>

OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.

For the year ended June 30, 2021, the Board of Education recognized OPEB expense of \$5,273,958 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASBS No. 75 and in which there is a special funding situation.

In accordance with GASBS No. 75, the Roselle Park Board of Education proportionate share of school retirees OPEB is zero; there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows or resources. At June 30, 2020, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 13,553,057	26,982,641
Changes in Proportion	3,208,080	1,125,306
Changes of Assumptions or Other Inputs	<u>15,251,555</u>	<u>9,646,166</u>
Total	<u>\$ 32,012,692</u>	<u>37,754,113</u>

**NOTE 5: Post-Retirement Benefits (Continued)**

Amounts reported as deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB will be recognized in OPEB expense as follows:

Year Ended June 30:	
2023	\$ (675,461)
2024	(675,461)
2025	(675,461)
2026	(675,461)
2027	(675,461)
Thereafter	<u>(2,364,116)</u>
	<u>\$ (5,741,421)</u>

**NOTE 6: Interfund Receivables and Payables**

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

There were interfunds as of June 30, 2022 as follows:

	<u>From</u>	<u>To</u>
Special Revenue Fund	\$ 166,546	
General Fund	<u>          </u>	<u>166,546</u>
	<u>\$ 166,546</u>	<u>166,546</u>

The interfund loan is due to the Special Revenue Fund awaiting Federal reimbursements. Once received, the interfund will be eliminated, which is expected to be within one year.

**NOTE 7: Compensated Absences**

The 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 right to the benefits.

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



**NOTE 7:      Compensated Absences (Continued)**

The liability for vested compensated absences of the governmental fund types is recorded in the general long-term debt account group (or current and long-term liabilities). The current portion of the compensated absences balance of the governmental funds is not considered material to the applicable funds total liabilities, and therefore is not shown separately from the long-term liability balance of compensated absences.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2022, no liability existed for compensated absences in the Food Service Fund.

**NOTE 8:      Economic Dependency**

The District receives a substantial amount of its support from federal and state governments. A significant reduction in the level of support, if this were to occur, may have an effect of the District's programs and activities.

**NOTE 9:      Capital Reserve Account**

A capital reserve account was established by the Borough of Roselle Park Board of Education by inclusion of \$100 in 1999, 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 district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes. A 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-5.1(d) 7, the balances in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning Balance, July 1, 2021	\$ 2,814,874
Deposit by Board Resolution	2,000,000
2021-2022 Transfer	<u>(1,300,000)</u>
Ending Balance, June 30, 2022	<u>\$ 3,514,874</u>

**NOTE 10: Risk Management**

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

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

**New Jersey Unemployment Compensation Insurance** – The District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method”. Under this plan, the 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 District is billed quarterly for amounts due the State. The following is a summary of District contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the District’s expendable trust fund for the current year and previous year:

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Reimbursed</u>	<u>Balance</u>
2021-2022	\$ 0	38,054	0	109,506
2020-2021	0	32,466	24,962	71,452
2019-2020	0	35,971	12,891	63,948

**NOTE 11: Contingent Liabilities**

The Board is involved in several claims and lawsuits incidental to its operations. In the opinion of the administration and legal counsel, the ultimate resolution of these matters will not have a material adverse effect of the financial position of the District.

**NOTE 12: Equity Balance**

At June 30, 2022, the General Fund equity balance was as follows:

Unemployment	\$ 109,506
Maintenance Reserve	1,800,204
Capital Reserve	3,514,874
Excess Surplus	1,970,103
Designated for Subsequent Years Expenditures – Excess Surplus	1,911,257
Designated for Subsequent Years Expenditures – By the BOE	99,897
Committed Fund Balance:	
Year-End Encumbrances	460,537
Unassigned Fund Balance	<u>1,705,095</u>
	<u>\$ 11,571,473</u>

**NOTE 12:     Equity Balance (Continued)****4% Calculation of Excess Surplus**

2021-22 Total General Fund Expenditures Per the ACFR	\$ 43,502,192
Decreased by:	
On-Behalf TPAF Pension & Social Security	<u>(9,074,609)</u>
Adjusted 2021-22 General Fund Expenditures	<u>\$ 34,427,583</u>
4% of Adjusted 2021-22 General Fund Expenditures	\$ 1,377,103
Increased by Allowable Adjustments	<u>327,992</u>
Maximum Unassigned Fund Balance	<u>\$ 1,705,095</u>

**Section 2**

Total General Fund – Fund Balance @ 6-30-22	\$ 11,571,473
Decreased by:	
Reserved for Encumbrances	(460,537)
Designated for Subsequent Years Expenditures – Excess Surplus	(1,911,257)
Designated for Subsequent Years Expenditures – BOE	(99,897)
Reserve for Unemployment	(109,506)
Other Reserves	<u>(5,315,078)</u>
Total Unassigned Fund Balance	<u>\$ 3,675,198</u>
Excess Surplus	<u>\$ 1,970,103</u>

**Section 3**

Reserved Fund Balance – Excess Surplus	\$ 1,970,103
Designated for Subsequent Years Expenditures - Excess Surplus	<u>1,911,257</u>
	<u>\$ 3,881,360</u>

**Detail of Allowable Adjustments**

Extraordinary Aid	<u>\$ 327,992</u>
-------------------	-------------------

**Detail of Other Reserved Fund Balance**

Capital Reserve	\$ 3,514,874
Maintenance Reserve	<u>1,800,204</u>
	<u>\$ 5,315,078</u>

Reserved excess surplus represents a calculation under N.J.S.A. 18A:7F-7 which identifies an amount of surplus under the statute which must be restricted for use in the next succeeding budget. Designated for subsequent year's represents the amount appropriated in the 2022-2023 budget.

Unrestricted is surplus not previously committed or reserved for any other purpose.

**NOTE 13:     Subsequent Events**

Subsequent events have been evaluated through February 15, 2023, which is the date the financial statements were available to be issued. No additional subsequent event disclosures are required.

**REQUIRED SUPPLEMENTARY INFORMATION**  
**PART II**

**BUDGETARY COMPARISON SCHEDULES – C**

**ROSELLE PARK SCHOOL DISTRICT**Exhibit C-1  
Sheet 1 of 12**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND****JUNE 30, 2022**

	<b><u>Original Budget</u></b>	<b><u>Transfers</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Final to Actual</u></b>
Revenues:					
Local Sources:					
Local Tax Levy	\$ 22,356,504		22,356,504	22,356,504	-
Tuition From Other LEA's Within The State			-	16,774	16,774
Transportation From Other LEA's Within The State	40,000		40,000	25,200	(14,800)
Unrestricted Miscellaneous Revenues	20,000		20,000	689,520	669,520
Other Restricted Miscellaneous Revenues			-	38,054	38,054
Total Local Sources	<u>22,416,504</u>	<u>-</u>	<u>22,416,504</u>	<u>23,126,052</u>	<u>709,548</u>
State Sources:					
Equalization Aid	13,328,329		13,328,329	13,328,329	-
Special Education Aid	1,320,686		1,320,686	1,320,686	-
Extraordinary Aid	200,000		200,000	527,992	327,992
Security Aid	443,400		443,400	443,400	-
Transportation Aid	128,375		128,375	128,375	-
On-Behalf T.P.A.F Pension Contributions - Post Retirement Medical (Non-Budgeted)			-	1,482,046	1,482,046
On-Behalf T.P.A.F Pension Contributions - Normal Cost (Non-Budgeted)			-	6,255,027	6,255,027
On-Behalf T.P.A.F Non-Contributory Insurance			-	88,250	88,250
On-Behalf T.P.A.F Pension Contributions - Long-Term Disability			-	2,342	2,342
Reimbursed TPAF Social Security Contribution (Non-Budgeted)			-	1,246,972	1,246,972
Total State Sources	<u>15,420,790</u>	<u>-</u>	<u>15,420,790</u>	<u>24,823,419</u>	<u>9,402,629</u>
Federal Sources:					
Medicaid Reimbursement	<u>48,605</u>	<u>-</u>	<u>48,605</u>	<u>56,181</u>	<u>7,576</u>
Total Federal Sources	<u>48,605</u>	<u>-</u>	<u>48,605</u>	<u>56,181</u>	<u>7,576</u>
Total Revenues	<u>37,885,899</u>	<u>-</u>	<u>37,885,899</u>	<u>48,005,652</u>	<u>10,119,753</u>

**ROSELLE PARK SCHOOL DISTRICT**

**Exhibit C-1  
Sheet 2 of 12**

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

**JUNE 30, 2022**

	<b><u>Original Budget</u></b>	<b><u>Transfers</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Final to Actual</u></b>
Expenditures:					
Current Expense:					
Instruction - Regular Programs:					
Salaries of Teachers:					
Kindergarten	525,980		525,980	456,729	69,251
Grades 1-5	3,301,171		3,301,171	3,046,134	255,037
Grades 6-8	2,436,434		2,436,434	2,350,164	86,270
Grades 9-12	3,719,964		3,719,964	3,325,565	394,399
Home Instruction:					
Salaries of Teachers	12,000		12,000	9,050	2,950
Purchased Professional Educational Services	20,000	1,207	21,207	13,157	8,050
Undistributed:					
Other Salaries For Instruction	105,483	900	106,383	86,293	20,090
Purchased Professional/Educational Services	3,000	100	3,100	3,050	50
Other Purchased Services	752,447	(24,515)	727,932	344,570	383,362
General Supplies	623,017	159,395	782,412	309,825	472,587
Textbooks	5,000	2,749	7,749	7,674	75
Other Objects	13,650	8,129	21,779	18,686	3,093
Total Regular Programs	<u>11,518,146</u>	<u>147,965</u>	<u>11,666,111</u>	<u>9,970,897</u>	<u>1,695,214</u>
Learning and/or Language Disabilities:					
Specific Learning Disabled:					
Salaries of Teachers	148,735	6,000	154,735	153,862	873
Other Salaries for Instruction	60,000	(29,440)	30,560	7,414	23,146
General Supplies	3,000	880	3,880	770	3,110
Total Learning and/or Language Disabilities	<u>211,735</u>	<u>(22,560)</u>	<u>189,175</u>	<u>162,046</u>	<u>27,129</u>



**ROSELLE PARK SCHOOL DISTRICT**Exhibit C-1  
Sheet 3 of 12**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND****JUNE 30, 2022**

	<b><u>Original Budget</u></b>	<b><u>Transfers</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Final to Actual</u></b>
Multiple Disabilities					
Salaries of Teachers	169,523		169,523	139,885	29,638
Other Salaries for Instruction	44,714	20,482	65,196	40,187	25,009
Other Objects	1,000		1,000		1,000
Total Multiple Disabilities	<u>215,237</u>	<u>20,482</u>	<u>235,719</u>	<u>180,072</u>	<u>55,647</u>
Resource Room:					
Salaries of Teachers	2,134,547	(21,000)	2,113,547	1,990,229	123,318
General Supplies	3,300	4,069	7,369	7,218	151
Total Resource Room	<u>2,137,847</u>	<u>(16,931)</u>	<u>2,120,916</u>	<u>1,997,447</u>	<u>123,469</u>
Autism					
Salaries-Teachers	255,604	20,601	276,205	267,059	9,146
Other Salaries for Instruction	64,272	88,032	152,304	78,807	73,497
General Supplies	13,000	507	13,507	1,358	12,149
Total-Autism	<u>332,876</u>	<u>109,140</u>	<u>442,016</u>	<u>347,224</u>	<u>94,792</u>
Preschool Disabilities Full-Time:					
Salaries of Teachers	78,999		78,999	78,692	307
Other Salaries for Instruction	43,768		43,768	8,214	35,554
General Supplies	1,500	1,211	2,711	1,649	1,062
Total Preschool Disabilities Full-Time	<u>124,267</u>	<u>1,211</u>	<u>125,478</u>	<u>88,555</u>	<u>36,923</u>

**ROSELLE PARK SCHOOL DISTRICT****Exhibit C-1****Sheet 4 of 12****BUDGETARY COMPARISON SCHEDULE - GENERAL FUND****JUNE 30, 2022**

	<b>Original Budget</b>	<b>Transfers</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Final to Actual</b>
Total Special Programs	3,021,962	91,342	3,113,304	2,775,344	337,960
Basic Skills/Remedial:					
Salaries of Teachers	515,127		515,127	494,571	20,556
General Supplies	5,000	2,229	7,229	2,229	5,000
Total Basic Skills/Remedial	520,127	2,229	522,356	496,800	25,556
Bilingual Education:					
Salaries of Teachers	572,689	3,000	575,689	547,498	28,191
General Supplies	1,500	408	1,908	948	960
Total Bilingual Education	574,189	3,408	577,597	548,446	29,151
School Sponsored Co-Curricular & Extra-Curricular Activities:					
Salaries	181,000	4,000	185,000	173,171	11,829
Supplies	1,800	325	2,125	325	1,800
Total Co-Curricular & Extra-Curricular Activities	182,800	4,325	187,125	173,496	13,629
School Sponsored Athletics:					
Salaries	462,054	(4,000)	458,054	420,547	37,507
Repairs - Other Purchased Services	25,000	(3,685)	21,315	13,219	8,096
Rentals & Leases - Other Purchased Services		20,318	20,318	13,747	6,571
Other Purchased Services	18,100	2,798	20,898	17,254	3,644
Supplies and Materials	74,100	26,609	100,709	78,343	22,366
Other Objects	25,000	9,435	34,435	31,542	2,893
Transfers to Cover Deficit	69,000	(17,800)	51,200	34,790	16,410
Total School Sponsored Athletics	673,254	33,675	706,929	609,442	97,487
Before and After School Programs:					
Salaries of Teachers	26,000	(774)	25,226	3,321	21,905
Other Salaries for Instruction	9,250		9,250	5,222	4,028
Total Before and After School Programs	35,250	(774)	34,476	8,543	25,933

**ROSELLE PARK SCHOOL DISTRICT**

**Exhibit C-1  
Sheet 5 of 12**

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

**JUNE 30, 2022**

	<b><u>Original Budget</u></b>	<b><u>Transfers</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Final to Actual</u></b>
Student Workers					
Salaries	5,000	774	5,774	5,774	-
Total Academy Program	5,000	774	5,774	5,774	-
 Total Instruction	 16,530,728	 282,944	 16,813,672	 14,588,742	 2,224,930
Undistributed Expenditures:					
Instruction:					
Tuition to County Vocational School	696,000	6,000	702,000	678,050	23,950
Tuition to County Vocational School - Special	36,000	(6,000)	30,000	4,000	26,000
Tuition To CSSD & Regular Day Schools	475,000	1,073	476,073	350,642	125,431
Tuition to Private Schools - Handicapped Within State	800,000	(47,627)	752,373	470,055	282,318
Total Undistributed Expenditures - Instruction	2,007,000	(46,554)	1,960,446	1,502,747	457,699
 Attendance and Social Work Services:					
Other Purchased Services	15,000		15,000	13,930	1,070
Total Attendance and Social Work Services	15,000	-	15,000	13,930	1,070
 Health Services:					
Salaries	318,108	23,600	341,708	334,001	7,707
Purchased Professional and Technical Services	12,000		12,000	10,427	1,573
Supplies and Materials	32,300	(21,437)	10,863	3,919	6,944
Total Health Services	362,408	2,163	364,571	348,347	16,224
 Other Support Services - Students - Related Services:					
Salaries of Teachers	428,976	(29,950)	399,026	398,887	139
Purchased Professional-Educational Services	75,000	8,925	83,925	70,936	12,989
Supplies and Materials	1,500	100	1,600	1,518	82
Total Other Support Services - Students - Related Services	505,476	(20,925)	484,551	471,341	13,210
 Other Support Services - Students - Extraordinary Services:					
Salaries	642,867	(51,875)	590,992	585,902	5,090
Other Salaries for Instruction		250	250	61	189
Total Other Support Services - Students - Extraordinary Services	642,867	(51,625)	591,242	585,963	5,279

**ROSELLE PARK SCHOOL DISTRICT**

**Exhibit C-1  
Sheet 6 of 12**

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

**JUNE 30, 2022**

	<b><u>Original Budget</u></b>	<b><u>Transfers</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Final to Actual</u></b>
Guidance Services:					
Salaries of Other Professional Staff	930,522	(8,620)	921,902	852,845	69,057
Salaries of Secretarial Assistants	141,946	(1,880)	140,066	133,627	6,439
Other Purchased Professional Services	20,000	(5,850)	14,150		14,150
Miscellaneous Purchased Services	300		300		300
Supplies and Materials	2,700	728	3,428	2,935	493
Total Guidance Services	<u>1,095,468</u>	<u>(15,622)</u>	<u>1,079,846</u>	<u>989,407</u>	<u>90,439</u>
Child Study Team Services:					
Salaries of Other Professional Staff	681,070	(7,000)	674,070	648,114	25,956
Salaries of Secretarial/Clerical Assistants	57,558	500	58,058	57,801	257
Other Purchased Professional Services	44,000	13,634	57,634	46,710	10,924
Miscellaneous Purchased Services	1,500		1,500		1,500
Supplies and Materials	3,700	8,216	11,916	11,149	767
Other Objects	250		250	193	57
Total Child Study Team Services	<u>788,078</u>	<u>15,350</u>	<u>803,428</u>	<u>763,967</u>	<u>39,461</u>
Improvement of Instruction:					
Salaries of Supervisors of Instruction	140,009	100	140,109	140,009	100
Salaries of Other Professional Staff	7,000		7,000	246	6,754
Salaries of Secretarial Assistants	61,703	200	61,903	61,826	77
Other Purchased Services	14,000	71	14,071	14,071	-
Supplies and Materials	2,500	168	2,668	169	2,499
Total Improvement of Instruction	<u>225,212</u>	<u>539</u>	<u>225,751</u>	<u>216,321</u>	<u>9,430</u>
Library/Media Services:					
Salaries	66,845	50	66,895	66,877	18
Salaries of Technology Coordinators	326,231	11,500	337,731	336,647	1,084
Other Purchased Services	69,776	8,803	78,579	63,837	14,742
Supplies and Materials	10,000	(3,386)	6,614	6,249	365
Total Educational Media Services	<u>472,852</u>	<u>16,967</u>	<u>489,819</u>	<u>473,610</u>	<u>16,209</u>

**ROSELLE PARK SCHOOL DISTRICT**

Exhibit C-1

Sheet 7 of 12

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND****JUNE 30, 2022**

	<b><u>Original Budget</u></b>	<b><u>Transfers</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Final to Actual</u></b>
Staff Development:					
Salaries of Other Professional Staff		2,710	2,710	108	2,602
Purchased Professional-Educational Services	7,900	(2,735)	5,165	4,585	580
Other Purchased Services	31,200	835	32,035	4,772	27,263
Supplies and Materials	500		500		500
Total Staff Development	<u>39,600</u>	<u>810</u>	<u>40,410</u>	<u>9,465</u>	<u>30,945</u>
General Administration:					
Salaries	268,021		268,021	267,887	134
Legal Services	118,000	36,162	154,162	151,742	2,420
Audit Fees	18,500		18,500	18,500	-
Other Purchased Professional Services	34,500	(24,215)	10,285	10,025	260
Communications/Telephone	66,675	(15,538)	51,137	47,434	3,703
BOE Other Purchased Services	2,000	(500)	1,500	1,242	258
Miscellaneous Purchased Services	125,000	10,500	135,500	135,435	65
General Supplies	3,000	4,107	7,107	6,607	500
Miscellaneous Expenditures	20,000	485	20,485	15,911	4,574
BOE Membership Dues and Fees	25,000	(8,069)	16,931	16,931	-
Total General Administration	<u>680,696</u>	<u>2,932</u>	<u>683,628</u>	<u>671,714</u>	<u>11,914</u>
School Administration:					
Salaries of Principals/Assistants	898,877	2,000	900,877	900,644	233
Salaries of Secretarial and Clerical Assistants	355,593	(2,000)	353,593	341,379	12,214
Other Purchased Services			-		-
Supplies and Materials	6,050	30	6,080	1,165	4,915
Other Objects	11,500		11,500	9,370	2,130
Total School Administration	<u>1,272,020</u>	<u>30</u>	<u>1,272,050</u>	<u>1,252,558</u>	<u>19,492</u>

**ROSELLE PARK SCHOOL DISTRICT**

Exhibit C-1

Sheet 8 of 12

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND****JUNE 30, 2022**

	<b><u>Original Budget</u></b>	<b><u>Transfers</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Final to Actual</u></b>
Business/Central Services:					
Salaries	346,137	700	346,837	326,011	20,826
Purchased Technical Services	13,000	(10,200)	2,800	1,000	1,800
Miscellaneous Purchased Services	4,450	1,500	5,950	2,050	3,900
Supplies and Materials	7,000		7,000	5,644	1,356
Other Objects	3,100		3,100	1,165	1,935
Total Business/Central Services	<u>373,687</u>	<u>(8,000)</u>	<u>365,687</u>	<u>335,870</u>	<u>29,817</u>
Technology Services:					
Salaries	298,899	(47,000)	251,899	244,803	7,096
Purchased Technical Services	119,724	28,239	147,963	142,911	5,052
Other Purchased Services	5,000	2,240	7,240	6,068	1,172
Supplies and Materials	4,500	1,318	5,818	5,462	356
Other Objects	4,000	(200)	3,800	3,185	615
Total Technology Services	<u>432,123</u>	<u>(15,403)</u>	<u>416,720</u>	<u>402,429</u>	<u>14,291</u>
Required Maintenance of School Facilities:					
Salaries	310,276	4,800	315,076	289,439	25,637
Cleaning, Repair & Maintenance Services	527,000	425,126	952,126	815,028	137,098
General Supplies	122,000	26,129	148,129	134,758	13,371
Other Objects	1,100		1,100	400	700
Total Required Maintenance of School Facilities	<u>960,376</u>	<u>456,055</u>	<u>1,416,431</u>	<u>1,239,625</u>	<u>176,806</u>

**ROSELLE PARK SCHOOL DISTRICT**

**Exhibit C-1  
Sheet 9 of 12**

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

**JUNE 30, 2022**

	<b><u>Original Budget</u></b>	<b><u>Transfers</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Final to Actual</u></b>
Operation of Plant:					
Salaries	975,925	4,000	979,925	944,664	35,261
Other Salaries	70,769		70,769	65,188	5,581
Purchased Professional Services	56,000	184,187	240,187	224,039	16,148
Cleaning, Repair, Maintenance Services	26,600	(20,000)	6,600	3,789	2,811
Other Purchased Property	56,100	(932)	55,168	51,911	3,257
Insurance	146,000	(15,000)	131,000	127,013	3,987
Miscellaneous Purchased Services	1,000	1,700	2,700	1,605	1,095
General Supplies	76,974	(47,980)	28,994	26,418	2,576
Energy (Electricity ,Natural Gas)	498,000	(30,176)	467,824	460,614	7,210
Other Objects	1,000	200	1,200	1,200	-
Total Operations and Maintenance of Plant	<u>1,908,368</u>	<u>75,999</u>	<u>1,984,367</u>	<u>1,906,441</u>	<u>77,926</u>
Security:					
Purchased Professional Services	20,000	(6,000)	14,000	13,272	728
Total Security	<u>20,000</u>	<u>(6,000)</u>	<u>14,000</u>	<u>13,272</u>	<u>728</u>
Total Operations and Maintenance of Plant Services	<u>2,888,744</u>	<u>526,054</u>	<u>3,414,798</u>	<u>3,159,338</u>	<u>255,460</u>
Student Transportation Services:					
Salaries of Non-Instructional Aides	84,676		84,676	35,975	48,701
Salaries Pupil Transportation-Bet. Home & School	27,000	55,000	82,000	71,973	10,027
Salaries Pupil Transportation-Other Bet. Home & School	150,000		150,000	119,803	30,197
Cleaning, Repair & Maint.	25,000	59,474	84,474	52,323	32,151
Contracted Services - Between Home & School - Vendor		9,244	9,244	5,173	4,071
Contracted Services - Other than Bet. Home & School - Vendor	43,000	(9,244)	33,756	25,632	8,124
Contracted Services - Regular-ESCs & CTSAs	10,000		10,000		10,000
Contracted Services - Aid-in Lieu		2,000	2,000	2,000	-
Transportation - Special Ed- ESC & CTSAs	275,000	70,773	345,773	335,774	9,999
Miscellaneous Purchased Services	31,000	(19,763)	11,237	11,237	-
Supplies	1,000		1,000		1,000
Other Objects	6,000		6,000	3,769	2,231
Total Student Transportation Services	<u>652,676</u>	<u>167,484</u>	<u>820,160</u>	<u>663,659</u>	<u>156,501</u>

**ROSELLE PARK SCHOOL DISTRICT**

**Exhibit C-1  
Sheet 10 of 12**

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

**JUNE 30, 2022**

	<b><u>Original Budget</u></b>	<b><u>Transfers</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Final to Actual</u></b>
Employee Benefits:					
Social Security Contributions	451,000		451,000	275,943	175,057
Other Retirement Contributions-PERS	465,000		465,000	450,736	14,264
Other Retirement Contributions-Regular	30,000		30,000	29,755	245
Workmen's Compensation	225,000		225,000	180,753	44,247
Health Benefits	6,857,746	(246,676)	6,611,070	5,265,041	1,346,029
Tuition Reimbursement	57,500	1,380	58,880	39,128	19,752
Unused Sick Payment to Terminated/Retired Staff	36,000	5,000	41,000	11,000	30,000
Other Employee Benefits	265,000	12,000	277,000	271,940	5,060
Total Personal Services Employee Benefits	<u>8,387,246</u>	<u>(228,296)</u>	<u>8,158,950</u>	<u>6,524,296</u>	<u>1,634,654</u>
On-Behalf T.P.A.F Pension Contributions - Post Retirement Medical (Non-Budgeted)			-	1,482,046	(1,482,046)
On-Behalf T.P.A.F Pension Contributions - Normal Cost (Non-Budgeted)			-	6,255,027	(6,255,027)
On-Behalf T.P.A.F Non-Contributory Insurance			-	88,250	(88,250)
On-Behalf T.P.A.F Pension Contributions - Long-Term Disability			-	2,342	(2,342)
Reimbursed TPAF Social Security Contribution (Non-Budgeted)			-	1,246,972	(1,246,972)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,074,637</u>	<u>(9,074,637)</u>
Total Undistributed Expenditures	<u>20,841,153</u>	<u>345,904</u>	<u>21,187,057</u>	<u>27,459,599</u>	<u>(6,272,542)</u>
Total Expenditures - Current Expense	<u>37,371,881</u>	<u>628,848</u>	<u>38,000,729</u>	<u>42,048,341</u>	<u>(4,047,612)</u>
Capital Outlay:					
Equipment - Grades 1-5		2,688	2,688	1,773	915
Equipment - Grades 6-8		21,527	21,527	21,527	-
Equipment - Grades 9-12	10,000	15,120	25,120	15,120	10,000
School Sponsored and Other Instructional Activities		3,521	3,521	3,521	-
Undistributed Expenditures - Required Maintenance School Facilities	44,000	94,926	138,926	75,196	63,730
Total Capital Outlay	<u>54,000</u>	<u>137,782</u>	<u>191,782</u>	<u>117,137</u>	<u>74,645</u>



**ROSELLE PARK SCHOOL DISTRICT**

**Exhibit C-1  
Sheet 11 of 12**

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

**JUNE 30, 2022**

	<b><u>Original Budget</u></b>	<b><u>Transfers</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Final to Actual</u></b>
Facilities Improvements:					
Construction Services	2,100,000	(662,015)	1,437,985	1,241,922	196,063
Debt Service Assessment	32,536		32,536	32,536	-
Total Facilities Improvements	<u>2,132,536</u>	<u>(662,015)</u>	<u>1,470,521</u>	<u>1,274,458</u>	<u>196,063</u>
Total Capital Outlay	<u>2,186,536</u>	<u>(524,233)</u>	<u>1,662,303</u>	<u>1,391,595</u>	<u>270,708</u>
Transfer of Funds to Charter Schools	<u>18,394</u>		<u>18,394</u>	<u>12,291</u>	<u>6,103</u>
Total Expenditures	<u>39,576,811</u>	<u>104,615</u>	<u>39,681,426</u>	<u>43,452,227</u>	<u>(3,770,801)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,690,912)</u>	<u>(104,615)</u>	<u>(1,795,527)</u>	<u>4,553,425</u>	<u>6,348,952</u>
Other Financing Sources (Uses):					
Transfer to Preschool Program	(111,280)		(111,280)	(111,280)	
Transfer to Capital Projects from Capital Outlay			-	(550,000)	(550,000)
Transfer to Capital Projects from Capital Reserve			-	(1,300,000)	(1,300,000)
Total Other Financing Sources (Uses)	<u>(111,280)</u>	<u>-</u>	<u>(111,280)</u>	<u>(1,961,280)</u>	<u>(1,850,000)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	<u>(1,802,192)</u>	<u>(104,615)</u>	<u>(1,906,807)</u>	<u>2,592,145</u>	<u>4,498,952</u>
Fund Balance, July 1	<u>8,979,328</u>		<u>8,979,328</u>	<u>8,979,328</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 7,177,136</u>	<u>(104,615)</u>	<u>7,072,521</u>	<u>11,571,473</u>	<u>4,498,952</u>

**ROSELLE PARK SCHOOL DISTRICT**

**Exhibit C-1**  
**Sheet 12 of 12**

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

**JUNE 30, 2022**

	<b><u>Original Budget</u></b>	<b><u>Transfers</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Final to Actual</u></b>
Recapitulation:					
Restricted Fund Balance:					
Excess Surplus				\$ 1,970,103	
Maintenance Reserve				1,800,204	
Excess Surplus - Designated for Subsequent Year's Expenditures				1,911,257	
Designated for Subsequent Year's Expenditures - by the BOE				99,897	
Capital Reserve				3,514,874	
Unemployment Compensation				109,506	
Assigned Fund Balance:					
Year-End Encumbrances				460,537	
Unassigned Fund Balance				<u>1,705,095</u>	
				11,571,473	
Reconciliation to Governmental Fund Statement (GAAP):					
Final State Aid Payments Not Recognized on GAAP Basis				<u>(1,498,603)</u>	
Fund Balance Per Governmental Funds (GAAP)				<u>\$ 10,072,870</u>	

**ROSELLE PARK SCHOOL DISTRICT**  
**BUDGETARY COMPARISON SCHEDULE**

**Exhibit C-2**  
**Sheet 1 of 3**

**SPECIAL REVENUE FUND**

**JUNE 30, 2022**

	<b><u>Original Budget</u></b>	<b><u>Budget Transfers</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Final to Actual</u></b>
Revenues:					
Local Sources	\$ 63,560	229,093	292,653	182,841	109,812
State Sources	1,335,360	-	1,335,360	1,335,360	
Federal Sources:					
Title I, Part A	296,085	31,142	327,227	311,362	15,865
Title IIA, Part A	45,432	21,391	66,823	66,278	545
Title III	31,274	14,318	45,592	22,837	22,755
IDEA Part B, Basic	398,873	126,137	525,010	508,190	16,820
IDEA Part B, Preschool	12,890	3,737	16,627	16,627	
ARP IDEA Part B, Basic	102,191		102,191	69,769	32,422
ARP IDEA Part B, Preschool	8,688		8,688	8,127	561
CRRSA ESSER II	760,942	(32,615)	728,327	341,752	386,575
CRRSA Learning Acceleration	73,019		73,019	53,749	19,270
CRRSA Mental Health	45,000		45,000	40,663	4,337
ARP ESSER	2,557,173		2,557,173	256,605	2,300,568
ARP Learning Coach\Instruction	195,367		195,367	97,300	98,067
ARP Summer	40,000		40,000		40,000
ARP Afterschool	40,000		40,000		40,000
ARP Emergency	45,000		45,000		45,000
Educational Stabilization Fund (CARES Act)		28,240	28,240	28,227	13
Total Federal Sources	4,651,934	192,350	4,844,284	1,821,486	3,022,798
Total Revenues	6,050,854	421,443	6,472,297	3,339,687	3,132,610

**ROSELLE PARK SCHOOL DISTRICT**

**Exhibit C-2**

**Sheet 2 of 3**

**BUDGETARY COMPARISON SCHEDULE**

**SPECIAL REVENUE FUND**

**JUNE 30, 2022**

	<b><u>Original Budget</u></b>	<b><u>Budget Transfers</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Final to Actual</u></b>
Expenditures:					
Instruction:					
Salaries of Teachers	866,447	378,909	1,245,356	847,320	398,036
Other Salaries for Instruction	554,304	(202,953)	351,351	301,486	49,865
Purchased Professional and Educational Services		45,082	45,082	45,082	
Other Purchased Services	3,000	45,000	48,000	16,573	31,427
Tuition		279,397	279,397	279,397	
Instructional Supplies	119,155	466,330	585,485	185,244	400,241
Total Instruction	<u>1,542,906</u>	<u>1,011,765</u>	<u>2,554,671</u>	<u>1,675,102</u>	<u>879,569</u>
Support Services:					
Salaries of Teachers	79,900	137,814	217,714	59,566	158,148
Salaries of Other Professional Staff	221,491	81,133	302,624	296,225	6,399
Employee Benefits	378,447	431,653	810,100	553,394	256,706
Purchased Technical Services	9,000	345,106	354,106	239,465	114,641
Other Purchased Services	21,200	6,500	27,700	5,912	21,788
Supplies and Materials	1,000	148,631	149,631	40,624	109,007
Miscellaneous Expenses		17,948	17,948	2,948	15,000
Scholarships Awarded		850	850	850	
Student Activities		258,625	258,625	258,625	
Total Support Services	<u>711,038</u>	<u>1,428,260</u>	<u>2,139,298</u>	<u>1,457,609</u>	<u>681,689</u>
Facilities Acquisition and Construction Services:					
Instructional Equipment	10,000	1,899,518	1,909,518	336,137	1,573,381
Total Facilities Acquisition and Construction Services	<u>10,000</u>	<u>1,899,518</u>	<u>1,909,518</u>	<u>336,137</u>	<u>1,573,381</u>
Total Expenditures	<u>2,263,944</u>	<u>4,339,543</u>	<u>6,603,487</u>	<u>3,468,848</u>	<u>3,134,639</u>
Other Financing Sources (Uses):					
Transfer from General Fund	<u>111,280</u>		<u>111,280</u>	<u>111,280</u>	
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,898,190</u>	<u>(3,918,100)</u>	<u>(19,910)</u>	<u>(17,881)</u>	<u>(2,029)</u>

ROSELLE PARK SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
SPECIAL REVENUE FUND  
JUNE 30, 2022

Exhibit C-2  
Sheet 3 of 3

Fund Balance, July 1	<u>210,694</u>
Fund Balance, June 30	<u><u>192,813</u></u>
Recapitulation:	
Restricted:	
Scholarships	\$ 7,514
Student Activities	<u>185,299</u>
Total Fund Balance	<u><u>\$ 192,813</u></u>

## **NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

**ROSELLE PARK SCHOOL DISTRICT****REQUIRED SUPPLEMENTARY INFORMATION****Exhibit C-3****BUDGET TO GAAP RECONCILIATION****NOTE TO RSI****FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<b><u>General Fund</u></b>	<b><u>Special Revenue Fund</u></b>
<b><u>Sources/Inflows of Resources</u></b>		
Actual Amounts (budgetary basis) "revenue" from the budgetary comparison schedule	\$ 48,005,652	3,450,967
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized (net)		124,011
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	1,268,537	113,934
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	<u>(1,498,603)</u>	<u>(131,377)</u>
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$ 47,775,586</u>	<u>3,557,535</u>
<b><u>Uses/Outflows of Resources</u></b>		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$ 43,452,227	3,468,848
Differences - budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes (net)		<u>124,011</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 43,452,227</u>	<u>3,592,859</u>

**REQUIRED SUPPLEMENTARY INFORMATION – PART III**



**SCHEDULES RELATED TO ACCOUNTING AND REPORTING  
FOR PENSIONS (GASB 68) – L**

**ROSELLE PARK SCHOOL DISTRICT**

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE**

**NET PENSION LIABILITY - PERS**

**LAST NINE FISCAL YEARS**

Exhibit L-1

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's Proportion of the Net Pension Liability	0.03808%	0.03952%	0.03769%	0.03778%	0.03909%	0.03974%	0.04223%	0.04012%	0.04097%
District's Proportionate Share of the Net Pension Liability	<u>\$ 4,559,448</u>	<u>6,495,230</u>	<u>6,838,501</u>	<u>7,438,616</u>	<u>9,100,404</u>	<u>11,770,332</u>	<u>9,480,161</u>	<u>7,511,141</u>	<u>7,830,293</u>
District's Covered-Employee Payroll	\$ 2,634,794	2,905,230	2,756,052	2,623,136	2,605,613	2,680,103	2,785,044	2,794,257	2,792,623
District's Proportionate Share of the Net Pension Liability as a percentage of its Covered-Employee Payroll	57.79%	44.73%	40.30%	35.26%	28.63%	22.77%	29.38%	37.20%	35.66%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	42.90%	42.90%	42.04%	40.45%	36.78%	31.20%	38.21%	42.74%	40.71%

Note: This schedule is required by GASB 68 to show information for a 10 year period. However, information is only currently available for nine years. Additional years will be presented as they become available.

**ROSELLE PARK SCHOOL DISTRICT**

Exhibit L-2

**SCHEDULE OF DISTRICT CONTRIBUTIONS - PERS****LAST NINE FISCAL YEARS**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually Required Contribution	\$ 509,164	400,107	402,485	396,982	362,869	363,606	331,725	317,033	305,256
Contributions in Relation to the Contractually Required Contribution	<u>509,164</u>	<u>400,107</u>	<u>402,485</u>	<u>396,982</u>	<u>362,869</u>	<u>363,606</u>	<u>331,725</u>	<u>317,033</u>	<u>305,256</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
District's Covered-Employee Payroll	\$ 2,634,794	2,905,230	2,756,052	2,623,136	2,605,613	2,680,103	2,785,044	2,794,257	2,792,623
Contributions as a Percentage of Covered-Employee Payroll	19.32%	13.77%	14.60%	15.13%	13.93%	13.57%	11.91%	11.35%	10.93%

Note: This schedule is required by GASB 68 to show information for a 10 year period. However, information is only currently available for nine years. Additional years will be presented as they become available.

**ROSELLE PARK SCHOOL DISTRICT**

Exhibit L-3

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE**

**NET PENSION LIABILITY - TPAF**

**LAST NINE FISCAL YEARS**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's Proportion of the Net Pension Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
District's Proportionate Share of the Net Pension Liability	\$ -	-	-	-	-	-	-	-	-
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>73,780,395</u>	<u>101,444,112</u>	<u>93,522,577</u>	<u>95,337,173</u>	<u>102,167,459</u>	<u>112,184,007</u>	<u>87,401,052</u>	<u>76,806,770</u>	<u>70,057,721</u>
Total	<u>\$ 73,780,395</u>	<u>101,444,112</u>	<u>93,522,577</u>	<u>95,337,173</u>	<u>102,167,459</u>	<u>112,184,007</u>	<u>87,401,052</u>	<u>76,806,770</u>	<u>70,057,721</u>
District's Covered-Employee Payroll	\$ 17,007,601	17,014,059	16,308,979	16,337,703	15,810,551	15,530,736	15,153,132	14,266,577	13,741,586
District's Proportionate Share of the Net Pension Liability as a percentage of its Covered-Employee Payroll	23.05%	16.77%	17.44%	17.14%	15.48%	13.84%	17.34%	18.57%	19.61%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	32.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

Note: This schedule is required by GASB 68 to show information for a 10 year period. However, information is only currently available for nine years. Additional years will be presented as they become available.

**ROSELLE PARK SCHOOL DISTRICT**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF THE SCHOOL DISTRICT'S CONTRIBUTIONS**  
**TEACHER'S PENSION AND ANNUITY FUND (TPAF)**  
**LAST TEN FISCAL YEARS**

L-4

This schedule is not applicable.

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

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

**ROSELLE PARK SCHOOL DISTRICT****NOTES TO REQUIRED SUPPLEMENTARY INFORMATION – PART III**

L-5

**FOR THE FISCAL YEAR ENDED JUNE 30, 2022****Public Employee's Retirement System (PERS)**

*Changes in Benefit Terms* – None

*Changes in Assumptions* – The discount rate remained at 7.00% as of June 30, 2020, and as of June 30, 2021, in accordance with Paragraph 44 of GASB Statement No. 67.

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

*Changes in Benefit Terms* – None

*Changes in Assumption* – The discount rate changed from 5.40% as of June 30, 2020, to 7.00% as of June 30, 2021, in accordance with Paragraph 44 of GASB Statement No. 67.

**SCHEDULES RELATED TO ACCOUNTING AND REPORTING  
FOR OPEB (GASB 75) - M**

**ROSELLE PARK SCHOOL DISTRICT**

**SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS**

Exhibit M-1

**LAST SIX FISCAL YEARS**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
District's Proportionate Share of OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
District's Proportionate of the Net OPEB Liability	\$ -	-	-	-	-	-
<b><u>State's OPEB Liability Attributable to the District</u></b>						
Service Cost	\$ 4,808,384	2,547,512	2,431,307	2,842,686	3,438,149	*
Interest	2,332,278	2,164,119	2,640,713	2,892,165	2,500,483	*
Change in Benefit Terms	(95,695)					*
Benefit Payments	(1,837,182)	(1,705,872)	(1,845,027)	(1,783,290)	(1,825,113)	*
Member Contributions	59,625	51,705	54,692	61,633	67,205	*
Difference between Expected and Actual Experience	(13,436,225)	16,926,209	(10,764,267)	(8,466,542)		*
Change of Assumptions	88,700	17,898,849	896,162	(7,653,109)	(10,554,292)	*
Net Change in Total OPEB Liability	(8,080,115)	37,882,522	(6,586,420)	(12,106,457)	(6,373,568)	*
Total Attributable OPEB Liability - Beginning	97,986,953	60,104,431	66,690,851	78,797,308	85,170,876	*
Total Attributable OPEB Liability - Ending	\$ 89,906,838	97,986,953	60,104,431	66,690,851	78,797,308	85,170,876
District's Covered Payroll	\$ 19,642,395	19,919,289	19,065,031	18,960,839	18,416,164	18,210,839
District's Contribution	None	None	None	None	None	None
District's Proportionate Share of OPEB Liability as a Percentage of its Covered-Employee Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the total OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
State's Proportionate Share of OPEB Liability as a Percentage of the District's Covered-Employee Payroll	457.72%	491.92%	315.26%	351.73%	427.87%	467.69%

\* - Information not available

Source: GASB 75 report on State of New Jersey Health Benefits Program; District Records.

Note: This schedule is required by GASB 75 to show information for a 10 year period. However, information is only currently available for six years. Additional years will be presented as they become available.



**ROSELLE PARK SCHOOL DISTRICT****NOTES TO REQUIRED SUPPLEMENTARY INFORMATION****FOR THE FISCAL YEAR ENDED JUNE 30, 2022****Exhibit M-2****Change of Benefit Terms**

Refer to Note 5 - Notes to Financial Statements.

**Difference Between Expected and Actual Experience**

The change in the liability from June 30, 2020 to June 30, 2021 is due to changes in the census, claims and premiums experience.

**Changes of Assumptions**

The Discount Rate changed from 2.21% as of June 30, 2020 to 2.16% as of June 30, 2021.

## **OTHER SUPPLEMENTARY INFORMATION**

**SCHOOL LEVEL SCHEDULES – D**

**N/A**

**SPECIAL REVENUE FUND – E**

**ROSELLE PARK SCHOOL DISTRICT**

Exhibit E-1  
Sheet 1 of 2

**SPECIAL REVENUE FUND**

**COMBINING SCHEDULE OF REVENUES EXPENDITURES - BUDGETARY BASIS**

**JUNE 30, 2022**

	<u>Title I</u>	<u>Title IIA</u>	<u>Title III</u>	<u>Title III Immigrant</u>	<u>IDEA Basic</u>	<u>IDEA Preschool</u>	<u>ARP IDEA Basic</u>	<u>ARP IDEA Preschool</u>	<u>CARES</u>	<u>CRRSA ESSER II</u>
Revenues:										
Federal Sources	\$ 311,362	66,278	18,017	4,820	508,190	16,627	69,769	8,127	28,227	341,752
State Sources										
Local Sources										
Total Revenue	<u>311,362</u>	<u>66,278</u>	<u>18,017</u>	<u>4,820</u>	<u>508,190</u>	<u>16,627</u>	<u>69,769</u>	<u>8,127</u>	<u>28,227</u>	<u>341,752</u>
Expenditures:										
Instruction:										
Salaries of Teachers	170,020	24,500	2,586	2,598			14,064		140	4,248
Other Salaries for Instruction					161,231	15,395				
Purchased Professional Educational Services	45,082									8,983
Other Purchased Services										
Tuition					279,397					
Instructional Supplies			12,729	1,992	11,000		73	821		34,304
Total Instruction	<u>215,102</u>	<u>24,500</u>	<u>15,315</u>	<u>4,590</u>	<u>451,628</u>	<u>15,395</u>	<u>14,137</u>	<u>821</u>	<u>140</u>	<u>47,535</u>
Support Services:										
Salaries of Teachers		22,013								32,230
Salaries of Other Professional Staff										
Personal Services - Employee Benefits	96,260	16,689	1,702	230	13,388	1,232	1,928	306		
Purchased Professional and Technical Services		778			43,174		53,704	7,000		
Other Purchased Services										
Supplies and Materials		350							28,087	12,187
Other Objects		1,948	1,000							
Scholarships Awarded										
Student Activities										
Total Support Services	<u>96,260</u>	<u>41,778</u>	<u>2,702</u>	<u>230</u>	<u>56,562</u>	<u>1,232</u>	<u>55,632</u>	<u>7,306</u>	<u>28,087</u>	<u>44,417</u>
Facilities Acquisition and Construction Services:										
Instructional Equipment										249,800
Total Expenditures	<u>311,362</u>	<u>66,278</u>	<u>18,017</u>	<u>4,820</u>	<u>508,190</u>	<u>16,627</u>	<u>69,769</u>	<u>8,127</u>	<u>28,227</u>	<u>341,752</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses):										
Transfer from General Fund										
Total Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, July 1										
Fund Balance, June 30	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**ROSELLE PARK SCHOOL DISTRICT**

Exhibit E-1  
Sheet 2 of 2

**SPECIAL REVENUE FUND**

**COMBINING SCHEDULE OF REVENUES EXPENDITURES - BUDGETARY BASIS**

**JUNE 30, 2022**

	<u>CRRSA Accelerated Learning</u>	<u>CRRSA Mental Health</u>	<u>ARP ESSER</u>	<u>ARP Instruction</u>	<u>Preschool Expansion Aid</u>	<u>Safety Grant</u>	<u>Scholarship Fund</u>	<u>Student Activity</u>	<u>Totals 2022</u>
Revenues:									
Federal Sources	53,749	40,663	256,605	97,300					1,821,486
State Sources					1,335,360				1,335,360
Local Sources					39,027	13,500	1,903	239,691	294,121
Total Revenue	<u>53,749</u>	<u>40,663</u>	<u>256,605</u>	<u>97,300</u>	<u>1,374,387</u>	<u>13,500</u>	<u>1,903</u>	<u>239,691</u>	<u>3,450,967</u>
Expenditures:									
Instruction:									
Salaries of Teachers	19,255		129,946		479,963				847,320
Other Salaries for Instruction					124,860				301,486
Purchased Professional Educational Services									45,082
Other Purchased Services	7,590								16,573
Tuition									279,397
Instructional Supplies	<u>25,404</u>	<u>2,605</u>	<u>7,345</u>		<u>88,971</u>				<u>185,244</u>
Total Instruction	<u>52,249</u>	<u>2,605</u>	<u>137,291</u>	<u>-</u>	<u>693,794</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,675,102</u>
Support Services:									
Salaries of Teachers	1,500	558	3,265						59,566
Salaries of Other Professional Staff					296,225				296,225
Personal Services - Employee Benefits			43,212		378,447				553,394
Purchased Professional and Technical Services		37,500		97,300	9				239,465
Other Purchased Services					5,912				5,912
Supplies and Materials									40,624
Miscellaneous Expenses									2,948
Scholarships Awarded							850		850
Student Activities								258,625	258,625
Total Support Services	<u>1,500</u>	<u>38,058</u>	<u>46,477</u>	<u>97,300</u>	<u>680,593</u>	<u>-</u>	<u>850</u>	<u>258,625</u>	<u>1,457,609</u>
Facilities Acquisition and Construction Services:									
Instructional Equipment			72,837			13,500			336,137
Total Expenditures	<u>53,749</u>	<u>40,663</u>	<u>256,605</u>	<u>97,300</u>	<u>1,374,387</u>	<u>13,500</u>	<u>850</u>	<u>258,625</u>	<u>3,468,848</u>
Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,053</u>	<u>(18,934)</u>	<u>(17,881)</u>
Other Financing Sources (Uses):									
Transfer from General Fund									-
Total Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,053</u>	<u>(18,934)</u>	<u>(17,881)</u>
Fund Balance, July 1							6,461	204,233	210,694
Fund Balance, June 30	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,514</u>	<u>185,299</u>	<u>192,813</u>

**ROSELLE PARK SCHOOL DISTRICT**

Exhibit E-2

**SPECIAL REVENUE FUND****PRESCHOOL EDUCATION AID****SCHEDULE OF EXPENDITURES****BUDGETARY BASIS****FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<b><u>Budgeted</u></b>	<b><u>Actual</u></b>	<b><u>Variance Favorable (Unfavorable)</u></b>
Expenditures:			
Instruction:			
Salaries of Teachers	\$ 493,656	479,963	13,693
Other Salaries for Instruction	142,541	124,860	17,681
Purchased Services	3,000		3,000
Instructional Supplies	119,155	88,971	30,184
Other Objects	1,000		1,000
Total Instruction	<u>759,352</u>	<u>693,794</u>	<u>65,558</u>
Support Services:			
Salaries of Principals	79,900	79,883	17
Salaries of Other Professional Staff	94,149	94,149	-
Salaries of Secretaries	13,645	13,432	213
Other Salaries	11,618	10,713	905
Salaries CPIS	30,691	30,691	-
Salaries of Facilitator Coach	71,388	67,357	4,031
Personal Services - Employee Benefits	378,447	378,447	-
Other Purchased Professional Services	9,000	9	8,991
Repair and Maintenance Services	15,000	4,637	10,363
Transportation	4,000		4,000
Contracted Services	2,200	1,275	925
Supplies and Materials	1,000		1,000
Total Support Services	<u>711,038</u>	<u>680,593</u>	<u>30,445</u>
Facilities Acquisition and Construction Services:			
Instructional Equipment	<u>10,000</u>		<u>10,000</u>
Total Expenditures	<u>\$ 1,480,390</u>	<u>1,374,387</u>	<u>106,003</u>

**Calculation of Budget and Carryover**

Total 2021-2022 Preschool Education Aid Allocation	\$ 1,335,360
Actual ECPA Carryover (June 30, 2021)	33,750
Add: Transfer from General Fund	<u>111,280</u>
Total Funds available for 2021-2022 Budget	1,480,390
Less: Budgeted 2021-2022 Preschool Education Aid	<u>1,480,390</u>
Available and Unbudgeted at June 30, 2022 Preschool Education Aid	-
Add: 2021-2022 Unexpended Preschool Education Aid	<u>106,003</u>
2021-2022 Actual Carryover Preschool Education Aid	<u>\$ 106,003</u>
2021-2022 Carryover Budgeted in 2022-2023 Preschool Education Aid	<u>\$ 106,003</u>

**CAPITAL PROJECTS FUND – F**



**ROSELLE PARK SCHOOL DISTRICT****CAPITAL PROJECTS FUND****Exhibit F-1****SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES****IN FUND BALANCE - BUDGETARY BASIS****FOR THE YEAR ENDED JUNE 30, 2022****Revenues and Other Financing Sources**

Transfer from Capital Reserve	\$ 1,300,000
Transfer from Capital Outlay	550,000
Total Revenues	<u>1,850,000</u>

**Expenditures and Other Financing Uses**

Construction Services	834,759
Total Expenditures	<u>834,759</u>

Excess (Deficiency) of Revenues Over (Under) Expenditures	1,015,241
---	-----------

Fund Balance - Beginning	<u>991,808</u>
--------------------------	----------------

Fund Balance - Ending	<u><u>\$ 2,007,049</u></u>
-----------------------	----------------------------

**ROSELLE PARK SCHOOL DISTRICT**

Exhibit F-1a

**CAPITAL PROJECTS FUND****SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,****AND PROJECT STATUS - BUDGETARY BASIS****DOOR REPLACEMENT PROJECTS****FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2022**

	<b><u>Prior Periods</u></b>	<b><u>Current Year</u></b>	<b><u>Totals</u></b>	<b><u>Revised Authorized Cost</u></b>
<b><u>Revenues and Other Financing Sources</u></b>				
Transfer from Capital Reserves	\$ 69,570		69,570	69,570
Transfer from Capital Outlay	160,430		160,430	160,430
Total Revenues	230,000	-	230,000	230,000
<b><u>Expenditures and Other Financing Uses</u></b>				
Transfer to Field Lights Project		801	801	
Construction Services		229,199	229,199	230,000
Total Expenditures	-	230,000	230,000	230,000
Excess (Deficiency) of Revenues Over (Under)				
Expenditures	\$ 230,000	(230,000)	-	-
<b><u>Additional Project Information</u></b>				
Project Number		2021-1		
Grant Date		N/A		
Original Authorized Cost		230,000		
Additional Authorized Cost				
Revised Authorized Cost		230,000		
Percentage Completion		100%		
Original Target Completion Date		09/01/21		
Revised Target Completion Date		09/01/21		

**ROSELLE PARK SCHOOL DISTRICT****Exhibit F-1b****CAPITAL PROJECTS FUND****SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,****AND PROJECT STATUS - BUDGETARY BASIS****TRACK RENOVATIONS****FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2022**

	<b><u>Prior Periods</u></b>	<b><u>Current Year</u></b>	<b><u>Totals</u></b>	<b><u>Revised Authorized Cost</u></b>
<b><u>Revenues and Other Financing Sources</u></b>				
Transfer from Capital Reserve	\$ 230,430		230,430	230,430
Transfer from Capital Outlay	531,378		531,378	531,378
Total Revenues	<u>761,808</u>	<u>-</u>	<u>761,808</u>	<u>761,808</u>
<b><u>Expenditures and Other Financing Uses</u></b>				
Transfer to Field Lights Project		156,248	156,248	
Construction Services		605,560	605,560	761,808
Total Expenditures	<u>-</u>	<u>761,808</u>	<u>761,808</u>	<u>761,808</u>
Excess (Deficiency) of Revenues Over (Under)				
Expenditures	<u>\$ 761,808</u>	<u>(761,808)</u>	<u>-</u>	<u>-</u>
<b><u>Additional Project Information</u></b>				
Project Number				
Grant Date		N/A		
Original Authorized Cost		644,960		
Additional Authorized Cost				
Revised Authorized Cost		644,960		
Percentage Completion		100%		
Original Target Completion Date		09/01/21		
Revised Target Completion Date		09/01/22		

**ROSELLE PARK SCHOOL DISTRICT****Exhibit F-1c****CAPITAL PROJECTS FUND****SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,****AND PROJECT STATUS - BUDGETARY BASIS****FIELD LIGHTS****FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2022**

	<b><u>Prior Periods</u></b>	<b><u>Current Year</u></b>	<b><u>Totals</u></b>	<b><u>Revised Authorized Cost</u></b>
<b><u>Revenues and Other Financing Sources</u></b>				
Transfer from Capital Reserve	\$ -	1,300,000	1,300,000	1,300,000
Transfer from Capital Outlay		550,000	550,000	550,000
Transfer from Door Replacement		801	801	801
Transfer from Track Renovations		156,248	156,248	156,248
Total Revenues	-	2,007,049	2,007,049	2,007,049
<b><u>Expenditures and Other Financing Uses</u></b>				
Construction Services			-	2,007,049
Total Expenditures	-	-	-	2,007,049
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	2,007,049	2,007,049	-
<b><u>Additional Project Information</u></b>				
Project Number		N/A		
Grant Date		N/A		
Original Authorized Cost		2,007,049		
Additional Authorized Cost		-		
Revised Authorized Cost		2,007,049		
Percentage Completion		0%		
Original Target Completion Date		06/30/23		
Revised Target Completion Date		06/30/23		

**PROPRIETARY FUNDS – G**

**ROSELLE PARK SCHOOL DISTRICT**  
**COMBINING SCHEDULE OF NET POSITION**

Exhibit G-1

**ENTERPRISE FUNDS**

**JUNE 30, 2022**

	<b><u>Business-Type Activities - Enterprise Funds</u></b>								
	<b><u>Food Service</u></b>	<b><u>Cable 34</u></b>	<b><u>Adult School</u></b>	<b><u>Staff Computers</u></b>	<b><u>Coke Fund</u></b>	<b><u>Extended Day Care</u></b>	<b><u>Preschool</u></b>	<b><u>Summer Camp</u></b>	<b><u>Totals</u></b>
<b><u>Assets</u></b>									
Current Assets:									
Cash and Cash Equivalents	\$ 512,890	2,469	(8,325)	1,500	8,581	26,235	1,950	848,960	1,394,260
Accounts Receivable:									
State	1,494								1,494
Federal	71,514								71,514
Other	2,674								2,674
Inventory	19,142								19,142
Total Current Assets	<u>607,714</u>	<u>2,469</u>	<u>(8,325)</u>	<u>1,500</u>	<u>8,581</u>	<u>26,235</u>	<u>1,950</u>	<u>848,960</u>	<u>1,489,084</u>
Noncurrent Assets									
Equipment	273,637								273,637
Accumulated Depreciation	<u>(271,738)</u>								<u>(271,738)</u>
Total Fixed Assets	<u>1,899</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,899</u>
Total Assets	<u>\$ 609,613</u>	<u>2,469</u>	<u>(8,325)</u>	<u>1,500</u>	<u>8,581</u>	<u>26,235</u>	<u>1,950</u>	<u>848,960</u>	<u>1,490,983</u>
<b><u>Liabilities</u></b>									
Current Liabilities:									
Accounts Payable	\$ 14,749	-						1,464	16,213
Total Current Liabilities	<u>\$ 14,749</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,464</u>	<u>16,213</u>
<b><u>Net Position</u></b>									
Investment in Capital Assets	\$ 1,899								1,899
Unrestricted	592,965	2,469	(8,325)	1,500	8,581	26,235	1,950	847,496	1,472,871
Total Net Position	<u>\$ 594,864</u>	<u>2,469</u>	<u>(8,325)</u>	<u>1,500</u>	<u>8,581</u>	<u>26,235</u>	<u>1,950</u>	<u>847,496</u>	<u>1,474,770</u>

**ROSELLE PARK SCHOOL DISTRICT**

**COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION**

Exhibit G-2

**ENTERPRISE FUNDS**

**FOR THE YEAR ENDED JUNE 30, 2022**

	Business-Type Activities - Enterprise Funds								
	Food Service	Cable 34	Adult School	Staff Computers	Coke Fund	Extended Day Care	Preschool	Summer Camp	Totals
Operating Revenues:									
Daily Sales - Reimbursable	\$ 54,104								54,104
Fees Charged								482,333	482,333
Total Operating Revenues	54,104	-	-	-	-	-	-	482,333	536,437
Operating Expenses:									
Salaries	394,696							297,632	692,328
Other Employee Benefits	85,381							21,651	107,032
Cost of Goods Sold - Reimbursable	575,489								575,489
Contracted Services	13,924							4,008	17,932
Supplies and Materials	74,092							17,425	91,517
Depreciation	147								147
Management Fee	55,891								55,891
Miscellaneous	37,350							24,906	62,256
Operating Expenses	1,236,970	-	-	-	-	-	-	365,622	1,602,592
Operating Gain/(Loss)	(1,182,866)	-	-	-	-	-	-	116,711	(1,066,155)
Non-Operating Revenues:									
State Sources:									
State School Lunch Program - Extra Aid	4,231								4,231
State School Lunch Program	27,494								27,494
Federal Sources:									
National School Lunch Program	1,166,854								1,166,854
PEBT Program	1,242								1,242
Emergency Operational Costs	26,122								26,122
Breakfast Program	129,612								129,612
Food Distribution Program	82,566								82,566
Total Non-Operating Revenues	1,438,121	-	-	-	-	-		-	1,438,121
Change in Net Position	255,255	-	-	-	-	-	-	116,711	371,966
Total Net Position - Beginning	339,609	2,469	(8,325)	1,500	8,581	26,235	1,950	730,785	1,102,804
Total Net Position - Ending	\$ 594,864	2,469	(8,325)	1,500	8,581	26,235	1,950	847,496	1,474,770

**ROSELLE PARK SCHOOL DISTRICT**  
**COMBINING SCHEDULE OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

Exhibit G-3

	<b>Business-Type Activities - Enterprise Funds</b>							
	<b>Food Service</b>	<b>Cable 34</b>	<b>Adult School</b>	<b>Staff Computers</b>	<b>Coke Fund</b>	<b>Extended Day Care</b>	<b>Preschool</b>	<b>Totals</b>
Cash Flows from Operating Activities:								
Receipts from Customers	\$ 54,104						482,333	536,437
Payments for Salaries	(394,696)						(297,632)	(692,328)
Payments to Suppliers	(840,970)						(66,561)	(907,531)
Net Provided (Used) by Operating Activities	<u>(1,181,562)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>118,140</u>	<u>(1,063,422)</u>
Cash Flows from Noncapital Financing Activities								
Federal & State Sources	<u>1,355,555</u>							<u>1,355,555</u>
Net Cash Provided by Noncapital Financing Activities	<u>1,355,555</u>						<u>-</u>	<u>1,355,555</u>
Net Increase (Decrease) in Cash and Cash Equivalents	173,993	-	-	-	-	-	118,140	292,133
Balances - Beginning of Year	<u>338,897</u>	<u>2,469</u>	<u>(8,325)</u>	<u>1,500</u>	<u>8,581</u>	<u>26,235</u>	<u>1,950</u>	<u>1,102,127</u>
Balances - End of Year	<u>\$ 512,890</u>	<u>2,469</u>	<u>(8,325)</u>	<u>1,500</u>	<u>8,581</u>	<u>26,235</u>	<u>1,950</u>	<u>1,394,260</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:								
Operating Income (Loss)	\$ (1,182,866)						116,711	(1,066,155)
Adjustments to Reconcile Operating Income (Loss) to Cash Provided (Used) by Operating Activities								
Depreciation	147							147
Federal Commodities Consumed	82,566							82,566
Decrease/(Increase) in Inventory	(4,876)						-	(4,876)
(Decrease)/Increase in Accounts Payable	(134,955)						1,429	(133,526)
Decrease/(Increase) in Accounts Receivable	<u>58,422</u>							<u>58,422</u>
Net Provided (Used) by Operating Activities	<u>\$ (1,181,562)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>118,140</u>	<u>(1,063,422)</u>



**FIDUCIARY FUND – H**

**N/A**

## **LONG-TERM DEBT – I**

**ROSELLE PARK SCHOOL DISTRICT**

**LONG-TERM DEBT**

**SCHEDULE OF SERIAL BONDS**

**JUNE 30, 2022**

**Exhibit I-1**

	<b><u>Date of Issue</u></b>	<b><u>Original Issue</u></b>	<b><u>Annual Maturities</u></b>		<b><u>Interest Rate</u></b>	<b><u>Beginning Balance July 1, 2021</u></b>	<b><u>Retired</u></b>	<b><u>Ending Balance June 30, 2022</u></b>
			<b><u>Date</u></b>	<b><u>Amount</u></b>				
Refunding Issue	3/20/2012	\$ 5,955,000	2/15/2023	560,000	4.000%	\$ 2,245,000	560,000	1,685,000
			2/15/2024	560,000				
			2/15/2025	565,000				
						<u>\$ 2,245,000</u>	<u>560,000</u>	<u>1,685,000</u>

**ROSELLE PARK SCHOOL DISTRICT**

**LONG-TERM LIABILITIES**

**Exhibit I-2**

**SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES**

**JUNE 30, 2022**

<b><u>Purpose</u></b>	<b><u>Date of Issue</u></b>	<b><u>Amount Of Original Issue</u></b>	<b><u>Interest Rate</u></b>	<b><u>Balance July 1, 2021</u></b>	<b><u>Issued Current Year</u></b>	<b><u>Paid Current Year</u></b>	<b><u>Amount Outstanding June 30, 2022</u></b>
Equipment Lease	6/14/2019	800,000	2.46%	<u>\$ 205,451</u>	<u></u>	<u></u>	<u>205,451</u>
				<u>\$ 205,451</u>	<u>-</u>	<u>-</u>	<u>205,451</u>

**ROSELLE PARK SCHOOL DISTRICT**

**DEBT SERVICE FUND**

**Exhibit I-3**

**BUDGETARY COMPARISON SCHEDULE**

**JUNE 30, 2022**

	<b><u>Original Budget</u></b>	<b><u>Budget Transfers</u></b>	<b><u>Final Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance Favorable (Unfavorable)</u></b>
Revenues:					
Local Sources:					
Local Tax Levy	\$ 646,300		646,300	646,300	-
Total Revenues	<u>646,300</u>	<u>-</u>	<u>646,300</u>	<u>646,300</u>	<u>-</u>
Expenditures:					
Regular Debt Service:					
Redemption of Principal	560,000		560,000	560,000	-
Interest	<u>86,300</u>		<u>86,300</u>	<u>86,300</u>	<u>-</u>
Total Expenditures	<u>646,300</u>	<u>-</u>	<u>646,300</u>	<u>646,300</u>	<u>-</u>
Excess of Revenues over Expenditures	-	-	-	-	-
Fund Balance July 1					
Fund Balance June 30	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

## **STATISTICAL SECTION**

**(Unaudited)**

**Borough of Roselle Park School District  
Net Position by Component  
Last Ten Fiscal Years**

Exhibit J-1

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<b>Governmental Activities</b>										
Invested in capital assets, net of related debt	\$ 35,477,757	\$ 36,242,402	\$ 36,744,847	\$ 38,156,767	\$ 37,302,177	\$ 37,599,274	\$ 37,927,609	\$ 38,442,027	\$ 41,392,233	\$ 41,994,755
Restricted	\$ 2,013,661	\$ 2,218,329	\$ 1,710,733	\$ 2,182,920	\$ 1,933,932	\$ 2,623,463	\$ 3,918,988	\$ 5,301,901	\$ 8,494,408	\$ 11,605,703
Unrestricted	\$ (1,397,130)	\$ (1,520,374)	\$ (9,060,032)	\$ (10,827,838)	\$ (8,960,260)	\$ (10,402,180)	\$ (9,965,450)	\$ (10,108,084)	\$ (8,898,783)	\$ (7,508,380)
<b>Total governmental activities net position</b>	<b>\$ 36,094,288</b>	<b>\$ 36,940,357</b>	<b>\$ 29,395,548</b>	<b>\$ 29,511,849</b>	<b>\$ 30,275,849</b>	<b>\$ 29,820,557</b>	<b>\$ 31,881,147</b>	<b>\$ 33,635,844</b>	<b>\$ 40,987,858</b>	<b>\$ 46,092,078</b>
<b>Business-type activities</b>										
Invested in capital assets, net of related debt	\$ 2,875	\$ 1,783	\$ 1,427	\$ 1,070	\$ 714	\$ 357	\$ -	\$ -	\$ 2,046	\$ 1,899
Restricted										
Unrestricted	\$ 49,629	\$ 141,962	\$ 210,913	\$ 355,357	\$ 541,488	\$ 754,872	\$ 847,242	\$ 640,585	\$ 1,100,758	\$ 1,472,871
<b>Total business-type activities net position</b>	<b>\$ 52,504</b>	<b>\$ 143,745</b>	<b>\$ 212,340</b>	<b>\$ 356,427</b>	<b>\$ 542,202</b>	<b>\$ 755,229</b>	<b>\$ 847,242</b>	<b>\$ 640,585</b>	<b>\$ 1,102,804</b>	<b>\$ 1,474,770</b>
<b>District -wide</b>										
Invested in capital assets, net of related debt	\$ 35,480,632	\$ 36,244,185	\$ 36,746,274	\$ 38,157,837	\$ 37,302,891	\$ 37,599,631	\$ 37,927,609	\$ 38,442,027	\$ 41,394,279	\$ 41,996,654
Restricted	\$ 2,013,661	\$ 2,218,329	\$ 1,710,733	\$ 2,182,920	\$ 1,933,932	\$ 2,623,463	\$ 3,918,988	\$ 5,301,901	\$ 8,494,408	\$ 11,605,703
Unrestricted	\$ (1,347,501)	\$ (1,378,412)	\$ (8,849,119)	\$ (10,472,481)	\$ (8,418,772)	\$ (9,647,308)	\$ (9,118,208)	\$ (9,467,499)	\$ (7,798,025)	\$ (6,035,509)
<b>Total district net position</b>	<b>\$ 36,146,792</b>	<b>\$ 37,084,102</b>	<b>\$ 29,607,888</b>	<b>\$ 29,868,276</b>	<b>\$ 30,818,051</b>	<b>\$ 30,575,786</b>	<b>\$ 32,728,389</b>	<b>\$ 34,276,429</b>	<b>\$ 42,090,662</b>	<b>\$ 47,566,848</b>

**Borough of Roselle Park School District**  
**Changes in Activities, Last Ten Fiscal Years**

Exhibit J-2  
Sheet 1 of 2

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Expenses</b>										
Governmental Activities										
Instruction										
Regular	\$ 9,144,089	\$ 9,010,447	\$ 9,615,148	\$ 10,203,568	\$ 10,265,057	\$ 10,857,554	\$ 10,300,928	\$ 11,629,050	\$ 10,277,539	\$ 9,970,897
Special Education	\$ 3,466,920	\$ 3,068,534	\$ 2,212,047	\$ 3,148,352	\$ 2,407,822	\$ 3,103,179	\$ 3,438,364	\$ 3,463,107	\$ 4,566,266	\$ 4,574,457
Other special education	\$ 832,895	\$ 896,697	\$ 1,726,901	\$ 892,872	\$ 1,604,743	\$ 844,534	\$ 849,147	\$ 932,581	\$ 1,631,995	\$ 1,842,501
Other instruction	\$ 566,618	\$ 899,310	\$ 900,810	\$ 930,205	\$ 1,010,212	\$ 1,006,267	\$ 1,081,092	\$ 1,092,955	\$ -	
Support Services:										
Tuition	\$ 1,139,384	\$ 1,466,080	\$ 1,494,344	\$ 1,496,054	\$ 1,688,356	\$ 1,688,553	\$ 1,865,979	\$ 1,781,888	\$ 1,466,501	\$ 1,502,747
Student & instruction related services	\$ 3,466,558	\$ 3,464,665	\$ 3,555,438	\$ 3,613,193	\$ 3,725,000	\$ 3,889,398	\$ 3,994,649	\$ 4,472,279	\$ 4,858,696	\$ 5,329,960
School administrative services	\$ 660,436	\$ 578,053	\$ 602,195	\$ 657,075	\$ 1,324,308	\$ 1,363,766	\$ 1,312,664	\$ 1,933,542	\$ 1,229,350	\$ 1,252,558
General & business administrative services	\$ 1,816,992	\$ 1,738,066	\$ 1,758,214	\$ 1,792,736	\$ 1,181,224	\$ 1,164,704	\$ 1,138,850	\$ 563,333	\$ 1,339,964	\$ 1,410,013
Plant operations and maintenance	\$ 2,485,960	\$ 2,535,398	\$ 2,650,796	\$ 2,846,302	\$ 2,866,329	\$ 2,952,007	\$ 2,784,577	\$ 3,057,253	\$ 1,825,727	\$ 3,159,338
Pupil transportation	\$ 333,364	\$ 378,044	\$ 480,418	\$ 465,699	\$ 467,281	\$ 502,134	\$ 439,710	\$ 433,867	\$ 334,144	\$ 663,659
Employee Benefits	\$ 8,902,413	\$ 8,411,378	\$ 9,812,810	\$ 10,095,232	\$ 10,421,694	\$ 11,531,414	\$ 11,220,581	\$ 11,735,358	\$ 12,999,969	\$ 14,446,320
Interest on long-term debt	\$ 237,366	\$ 222,769	\$ 215,354	\$ 200,807	\$ 200,988	\$ 156,379	\$ 151,011	\$ 122,283	\$ 70,070	\$ 79,212
Education Jobs \ capital outlay \ charter schools	\$ 11,989			\$ 304,285	\$ 9,273	\$ 683,091	\$ 854,372	\$ 75,085	\$ 10,032	\$ 2,074,677
Unallocated depreciation	\$ 231,012	\$ 222,822	\$ 213,294	\$ 211,732	\$ 189,047	\$ 225,588	\$ 227,910	\$ 264,334	\$ 409,923	\$ 457,583
Total governmental activities expenses	\$ 33,285,996	\$ 32,892,263	\$ 35,237,769	\$ 36,856,112	\$ 37,361,134	\$ 39,968,568	\$ 39,659,834	\$ 41,556,915	\$ 41,020,176	\$ 46,763,922
Business-type activities										
Food Service	\$ 663,885	\$ -	\$ -	\$ 805,393	\$ 895,587	\$ 890,229	\$ 882,028	\$ 727,290	\$ 2,403	\$ 1,236,970
Summer Camp	\$ 352,467	\$ 999,738	\$ 1,172,687	\$ 463,753	\$ 428,085	\$ 407,279	\$ 593,152	\$ 524,480	\$ 215,516	\$ 365,622
Total business-type activities expense	\$ 1,016,352	\$ 999,738	\$ 1,172,687	\$ 1,269,146	\$ 1,323,672	\$ 1,297,508	\$ 1,475,180	\$ 1,251,770	\$ 217,919	\$ 1,602,592
Total district expenses	\$ 34,302,348	\$ 33,892,001	\$ 36,410,456	\$ 38,125,258	\$ 38,684,806	\$ 41,266,076	\$ 41,135,014	\$ 42,808,685	\$ 41,238,095	\$ 48,366,514
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:	\$ 440,060	\$ 346,727	\$ 283,561	\$ 336,953	\$ 297,700	\$ 232,403	\$ 215,993	\$ 234,742	\$ -	\$ 16,774
Operating grants and contributions	\$ 962,388	\$ 926,877	\$ 941,842	\$ 966,595	\$ 935,166	\$ 845,044	\$ 1,320,983	\$ 1,852,764	\$ 2,932,287	\$ 3,446,256
Capital grants and contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total governmental activities program revenues	\$ 1,402,448	\$ 1,273,604	\$ 1,225,403	\$ 1,303,548	\$ 1,232,866	\$ 1,077,447	\$ 1,536,976	\$ 2,087,506	\$ 2,932,287	\$ 3,463,030



**Borough of Roselle Park School District**  
**Changes in Activities, Last Ten Fiscal Years**

Exhibit J-2  
Sheet 2 of 2

	Fiscal Year Ending June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Program Revenues - Continued</b>										
Business-type activities										
Charges for services										
Food Service	\$ 322,801	\$ 769,817	\$ 851,034	\$ 408,989	\$ 446,757	\$ 490,966	\$ 493,581	\$ 321,434	\$ 2,403	\$ 54,104
Summer Camp	\$ 409,649	\$ -	\$ -	\$ -	\$ 601,638	\$ 577,350	\$ 628,819	\$ 312,288	\$ 215,516	\$ 482,333
Operating grants and contributions	\$ 324,512	\$ 321,162	\$ 390,248	\$ 568,356	\$ 461,052	\$ 442,219	\$ 444,793	\$ 411,391	\$ -	\$ -
Total business type activities program revenues	\$ 1,056,962	\$ 1,090,979	\$ 1,241,282	\$ 977,345	\$ 1,509,447	\$ 1,510,535	\$ 1,567,193	\$ 1,045,113	\$ 217,919	\$ 536,437
Total district program revenues	\$ 2,459,410	\$ 2,364,583	\$ 2,466,685	\$ 2,280,893	\$ 2,742,313	\$ 2,587,982	\$ 3,104,169	\$ 3,132,619	\$ 3,150,206	\$ 3,999,467
<b>Net(Expense)/Revenue</b>										
Governmental activities	\$ (31,883,548)	\$ (31,618,659)	\$ (34,012,366)	\$ (35,552,564)	\$ (36,128,268)	\$ (38,891,121)	\$ (38,122,858)	\$ (39,469,409)	\$ (38,087,889)	\$ (43,300,892)
Business-type activities	\$ 40,430	\$ 91,241	\$ 68,595	\$ 144,087	\$ 185,775	\$ 213,027	\$ 92,013	\$ (206,657)	\$ 460,027	\$ 371,966
Total district-wide net expense	\$ (31,843,118)	\$ (31,527,418)	\$ (33,943,771)	\$ (35,408,477)	\$ (35,942,493)	\$ (38,678,094)	\$ (38,030,845)	\$ (39,676,066)	\$ (37,627,862)	\$ (42,928,926)
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 17,505,170	\$ 17,885,273	\$ 19,183,851	\$ 20,454,668	\$ 21,055,914	\$ 21,537,847	\$ 21,754,978	\$ 21,754,978	\$ 22,190,078	\$ 22,356,504
Taxes levied for debt service	\$ 699,973	\$ 684,513	\$ 652,036	\$ 688,100	\$ 703,550	\$ 703,100	\$ 691,900	\$ 675,300	\$ 663,500	\$ 646,300
Unrestricted grants and contributions	\$ 13,799,615	\$ 13,385,247	\$ 13,882,321	\$ 14,425,901	\$ 15,199,326	\$ 16,230,573	\$ 17,534,978	\$ 18,646,934	\$ 20,358,310	\$ 24,649,534
Tuition	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous income	\$ 152,804	\$ 92,931	\$ 104,039	\$ 100,196	\$ 100,426	\$ 82,056	\$ 93,068	\$ 146,894	\$ 540,766	\$ 752,774
Transfers	\$ -	\$ 2,147	\$ -	\$ -	\$ 68,150	\$ (117,747)	\$ 108,524	\$ -	\$ -	\$ -
Total governmental activities	\$ 32,157,562	\$ 32,050,111	\$ 33,822,247	\$ 35,668,865	\$ 37,127,366	\$ 38,435,829	\$ 40,183,448	\$ 41,224,106	\$ 43,752,654	\$ 48,405,112
Business-type activities:										
Investment earnings	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers	\$ (50,000)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total business-type activities	\$ (50,000)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total district-wide	\$ 32,107,562	\$ 32,050,111	\$ 33,822,247	\$ 35,668,865	\$ 37,127,366	\$ 38,435,829	\$ 40,183,448	\$ 41,224,106	\$ 43,752,654	\$ 48,405,112
<b>Change in Net Position</b>										
Governmental activities	\$ 274,014	\$ 401,452	\$ (190,119)	\$ 116,301	\$ 862,798	\$ (455,292)	\$ 2,060,590	\$ 1,754,697	\$ 5,664,765	\$ 5,104,220
Business-type activities	\$ (9,570)	\$ 91,241	\$ 68,595	\$ 144,087	\$ 185,775	\$ 213,027	\$ 92,013	\$ (206,657)	\$ 460,027	\$ 371,966
Total district	\$ 264,444	\$ 492,693	\$ (121,524)	\$ 260,388	\$ 1,048,573	\$ (242,265)	\$ 2,152,603	\$ 1,548,040	\$ 6,124,792	\$ 5,476,186

Borough of Roselle Park School District  
Fund Balances, Governmental Funds,  
Last Ten Fiscal Years

Exhibit J-3

	For the Fiscal Year Ending June 30,									
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
General Fund										
Reserved	\$ 1,978,496	\$ 2,183,165	\$ 1,710,733	\$ 2,182,920	\$ 3,047,952	\$ 2,623,463	\$ 3,966,620	\$ 5,301,901	\$ 7,291,907	\$ 9,405,841
Unreserved	\$ (293,263)	\$ (408,196)	\$ (322,640)	\$ (359,147)	\$ (289,370)	\$ (399,824)	\$ (302,889)	\$ (358,965)	\$ 418,884	\$ 667,029
Total General Fund	\$ 1,685,233	\$ 1,774,969	\$ 1,388,093	\$ 1,823,773	\$ 2,758,582	\$ 2,223,639	\$ 3,663,731	\$ 4,942,936	\$ 7,710,791	\$ 10,072,870
All Other Governmental Funds										
Reserved										
Unreserved, reported in:										
Special Revenue Fund							\$ (47,632)	\$ (94,206)	\$ 96,759	\$ 61,436
Capital Projects Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 991,808	\$ 2,007,049
Debt Service Fund	\$ 35,165	\$ 35,164	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Permanent Fund										
Designated for Subsequent										
Year Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total all other Governmental Funds	\$ 35,165	\$ 35,164	\$ -	\$ -	\$ -	\$ -	\$ (47,632)	\$ (94,206)	\$ 1,088,567	\$ 2,068,485

Borough of Roselle Park School District  
Changes in Fund Balances, Governmental Funds,  
Last Ten Fiscal Years

Exhibit J-4

	For the Fiscal Year Ending June 30,									
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<b>Revenues</b>										
Local Sources	\$ 18,775,621	\$ 18,988,759	\$ 20,227,591	\$ 21,588,010	\$ 22,157,590	\$ 22,564,366	\$ 22,770,945	\$ 22,831,459	\$ 23,406,271	\$ 23,948,219
State Sources	\$ 13,732,602	\$ 13,328,689	\$ 13,798,706	\$ 14,352,725	\$ 15,148,303	\$ 16,153,428	\$ 17,851,876	\$ 19,532,131	\$ 21,602,047	\$ 25,953,496
Federal Sources	\$ 1,013,185	\$ 974,120	\$ 1,021,353	\$ 1,031,678	\$ 986,189	\$ 913,229	\$ 989,079	\$ 948,022	\$ 1,676,623	\$ 1,966,427
<b>Total Revenue</b>	<b>\$ 33,521,408</b>	<b>\$ 33,291,568</b>	<b>\$ 35,047,650</b>	<b>\$ 36,972,413</b>	<b>\$ 38,292,082</b>	<b>\$ 39,631,023</b>	<b>\$ 41,611,900</b>	<b>\$ 43,311,612</b>	<b>\$ 46,684,941</b>	<b>\$ 51,868,142</b>
<b>Expenditures</b>										
Instruction	\$ 13,899,075	\$ 13,856,645	\$ 14,454,906	\$ 15,068,839	\$ 15,287,634	\$ 15,768,751	\$ 15,918,126	\$ 16,953,539	\$ 16,461,460	\$ 16,387,855
Support Services	\$ 18,805,107	\$ 18,571,784	\$ 20,238,296	\$ 20,693,512	\$ 21,124,460	\$ 22,900,592	\$ 22,857,119	\$ 24,141,125	\$ 25,228,385	\$ 28,917,208
Capital Outlay	\$ 48,792	\$ 90,488	\$ 89,288	\$ 77,009	\$ 74,681	\$ 666,503	\$ 860,819	\$ 298,444	\$ 632,246	\$ 2,562,491
Education Jobs \ charter schools	\$ 11,989			\$ 9,273	\$ -	\$ 9,273		\$ 10,393	\$ 10,032	\$ 12,291
Debt service:										
Principal	\$ 482,345	\$ 452,245	\$ 470,000	\$ 485,000	\$ 515,000	\$ 530,000	\$ 540,000	\$ 545,000	\$ 555,000	\$ 560,000
Interest and other charges	\$ 197,139	\$ 232,818	\$ 217,200	\$ 203,100	\$ 188,550	\$ 173,100	\$ 151,900	\$ 130,300	\$ 108,500	\$ 86,300
<b>Total expenditures</b>	<b>\$ 33,444,447</b>	<b>\$ 33,203,980</b>	<b>\$ 35,469,690</b>	<b>\$ 36,536,733</b>	<b>\$ 37,190,325</b>	<b>\$ 40,048,219</b>	<b>\$ 40,327,964</b>	<b>\$ 42,078,801</b>	<b>\$ 42,995,623</b>	<b>\$ 48,526,145</b>
Excess (Deficiency) of revenues over (under) expenditures	\$ 76,961	\$ 87,588	\$ (422,040)	\$ 435,680	\$ 1,101,757	\$ (417,196)	\$ 1,283,936	\$ 1,232,811	\$ 3,689,318	\$ 3,341,997
<b>Other Financing sources (uses)</b>										
Transfers in	\$ 50,000	\$ 2,147	\$ -	\$ -	\$ -	\$ -	\$ 163,281	\$ -	\$ -	\$ -
Transfers out	\$ (11,398)	\$ -	\$ -	\$ -	\$ (68,150)	\$ (117,747)	\$ (54,757)	\$ -	\$ -	\$ -
<b>Total other financing sources (uses)</b>	<b>\$ 38,602</b>	<b>\$ 2,147</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (68,150)</b>	<b>\$ (117,747)</b>	<b>\$ 108,524</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Net changes in fund balances</b>	<b>\$ 115,563</b>	<b>\$ 89,735</b>	<b>\$ (422,040)</b>	<b>\$ 435,680</b>	<b>\$ 1,033,607</b>	<b>\$ (534,943)</b>	<b>\$ 1,392,460</b>	<b>\$ 1,232,811</b>	<b>\$ 3,689,318</b>	<b>\$ 3,341,997</b>

**Borough of Roselle Park School District  
General Fund-Other Local Revenue by Source**

Exhibit J-5

<u>Fiscal Year</u> <u>Ending June 30</u>	<u>Interest on</u> <u>Investments</u>	<u>Tuition</u>	<u>Rentals-Use</u> <u>Of Facilities</u>	<u>Prior Year</u> <u>Refunds</u>	<u>Transportation</u> <u>Fees</u>	<u>Other</u>	<u>Total</u>
2013	\$ 6,331	\$ 440,060	\$ 21,859			\$ 72,000	\$ 540,250
2014	\$ 4,480	\$ 346,727				\$ 88,451	\$ 439,658
2015	\$ -	\$ 283,561				\$ 108,143	\$ 391,704
2016	\$ -	\$ 336,953				\$ 100,196	\$ 437,149
2017	\$ -	\$ 297,700				\$ 100,426	\$ 398,126
2018	\$ -	\$ 232,403				\$ 82,056	\$ 314,459
2019	\$ -	\$ 215,993	\$ 72,000			\$ 36,074	\$ 324,067
2020	\$ -	\$ 234,742	\$ 72,000			\$ 74,894	\$ 381,636
2021	\$ 3,894	\$ 11,927	\$ -		\$ 35,000	\$ 159,599	\$ 210,420
2022	\$ 721	\$ 16,774	\$ -		\$ 25,200	\$ 726,853	\$ 769,548

Borough of Roselle Park School District  
Assessed Value and Actual Value of Taxable Property

Exhibit J-6

<u>Year Ended December 31,</u>	<u>Vacant Land</u>	<u>Residential</u>	<u>Commercial</u>	<u>Industrial</u>	<u>Apartment</u>	<u>Public Utilities</u>	<u>Net Valuation Taxable</u>	<u>Estimated Actual</u>
2012	\$ 343,800	\$ 233,733,160	\$ 25,607,200	\$ 4,870,500	\$ 21,759,000	\$ 210,488	\$ 286,524,148	\$ 1,063,564,024
2013	\$ 336,100	\$ 233,116,860	\$ 25,292,300	\$ 4,870,500	\$ 21,607,400	\$ 227,314	\$ 285,450,474	\$ 1,020,559,435
2014	\$ 291,700	\$ 232,264,660	\$ 25,143,400	\$ 4,870,500	\$ 21,077,700	\$ 181,168	\$ 283,829,128	\$ 1,032,105,920
2015	\$ 291,700	\$ 231,921,710	\$ 25,075,300	\$ 4,872,000	\$ 21,077,700	\$ 188,400	\$ 283,426,810	\$ 1,030,642,945
2016*	\$ 1,242,200	\$ 837,525,900	\$ 90,718,800	\$ 19,767,500	\$ 104,252,300	\$ 670,901	\$ 1,054,177,601	\$ 1,101,418,400
2017	\$ 1,242,200	\$ 836,003,400	\$ 88,880,700	\$ 19,772,500	\$ 104,252,300	\$ 652,679	\$ 1,050,803,779	\$ 1,097,910,193
2018	\$ 1,240,200	\$ 835,145,700	\$ 91,475,600	\$ 18,964,300	\$ 104,298,700	\$ 651,557	\$ 1,051,778,057	\$ 1,106,798,463
2019	\$ 1,242,200	\$ 835,075,700	\$ 92,213,500	\$ 17,951,300	\$ 104,075,300	\$ 622,050	\$ 1,051,180,050	\$ 1,184,127,592
2020	\$ 1,242,200	\$ 836,473,100	\$ 91,107,800	\$ 17,777,400	\$ 103,488,100	\$ 603,480	\$ 1,050,692,080	\$ 1,239,042,596
2021	\$ 9,411,200	\$ 838,471,000	\$ 89,359,400	\$ 17,622,400	\$ 103,720,900	\$ 605,607	\$ 1,059,190,507	\$ 1,249,067,729

\* Note: In 2016 the borough of Roselle Park did a reassessment of all properties

Borough of Roselle Park School District  
Direct and Overlapping Property Tax Rates

Exhibit J-7

<u>Roselle Park School District Direct Rate</u>			<u>Overlapping Rates</u>		Total Direct and Overlapping Tax Rate	
<u>Year Ended December 31,</u>	<u>Basic Rate</u>	<u>General Obligation Debt Service</u>	<u>Total Direct</u>	<u>Borough of Roselle Park</u>		<u>Union County</u>
2012			6.353	3.986	1.845	12.184
2013			6.436	4.119	1.851	12.406
2014			6.755	4.273	1.879	12.907
2015			7.210	4.427	1.950	13.587
2016			2.034	1.227	0.550	3.811
2017			2.093	1.276	0.565	3.934
2018			2.124	1.296	0.559	3.979
2019			2.135	1.312	0.587	4.034
2020			2.155	1.337	0.594	4.086
2021			2.165	1.366	0.583	4.114

Borough of Roselle Park School District  
Principal Property Tax Payers

Exhibit J-8

2022

<u>Taxpayer</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>% of Total District Net Assessed Value</u>
-----------------	---------------------------------------	-------------	---

Information not available

Borough of Roselle Park School District  
Property Tax Levies and Collections

Exhibit J-9

Year Ended December 31,	Collected within the Fiscal Year of the Levy		Percentage of Levy
	Taxes Levied for the Fiscal Year	Amount	
2012	\$ 34,921,899	\$ 34,202,404	98.33%
2013	\$ 35,291,892	\$ 34,622,625	98.12%
2014	\$ 36,662,116	\$ 36,008,661	98.21%
2015	\$ 38,536,330	\$ 37,839,386	98.19%
2016	\$ 40,187,999	\$ 39,447,876	98.16%
2017	\$ 41,486,671	\$ 40,791,826	98.33%
2018	\$ 41,869,930	\$ 41,248,227	98.52%
2019	\$ 42,446,272	\$ 41,850,188	98.60%
2020	\$ 43,000,107	\$ 42,552,493	98.96%
2021	\$ 43,593,823	\$ 42,931,628	98.48%



Borough of Roselle Park School District  
Ratios of Outstanding Debt by Type

Exhibit J-10

<u>Fiscal Year</u> <u>Ending June 30</u>	<u>General</u> <u>Obligation</u> <u>Bonds</u>	<u>Certificates</u> <u>of</u> <u>Participation</u>	<u>Capital</u> <u>Leases</u>	<u>Bond</u> <u>Anticipation</u> <u>Notes</u>	<u>Total</u> <u>Direct</u>	<u>Percentage of</u> <u>Personal</u> <u>Income</u>	<u>Per</u> <u>Capita</u>
2013	\$6,335,000		\$300,000				
2014	\$5,885,000		\$850,000				
2015	\$5,415,000		\$888,099				
2016	\$4,930,000		\$755,230				
2017	\$4,415,000		\$677,780				
2018	\$3,885,000		\$888,532				
2019	\$3,345,000		\$695,123				
2020	\$2,800,000		\$787,592				
2021	\$2,245,000		\$210,499				
2022	\$1,685,000						

Borough of Roselle Park School District  
Ratios of Net General Bonded Debt Outstanding

Exhibit J-11

General Bonded Debt Outstanding

<u>Fiscal Year Ended June 30,</u>	<u>General Obligation Bonds</u>	<u>Deductions</u>	<u>Net General Bonded Debt Outstanding</u>	<u>Percentage Actual Taxable Value of Property</u>	<u>Per Capita</u>
2013	\$ 6,335,000.00		\$ 6,335,000.00		
2014	\$ 5,885,000.00		\$ 5,885,000.00		
2015	\$ 5,415,000.00		\$ 5,415,000.00		
2016	\$ 4,930,000.00		\$ 4,930,000.00		
2017	\$ 4,415,000.00		\$ 4,415,000.00		
2018	\$ 3,885,000.00		\$ 3,885,000.00		
2019	\$ 3,345,000.00		\$ 3,345,000.00		
2020	\$ 2,800,000.00		\$ 2,800,000.00		
2021	\$ 2,245,000.00		\$ 2,245,000.00		
2022	\$ 1,685,000.00		\$ 1,685,000.00		

Borough of Roselle Park School District      Exhibit J-12  
 Ratios of Overlapping Governmental Activities Debt

<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 Borough of Roselle Park	\$ 18,552,095	100%	\$ 18,552,095
Subtotal, overlapping debt			<u>\$ 18,552,095</u>
Roselle Park School District Direct Debt			<u>\$ 2,245,000</u>
Total direct and overlapping debt			\$ 20,797,095

Borough of Roselle Park School District  
Legal Debt Margin Information

Exhibit J-13

**Legal Debt Margin Calculated for Fiscal Year 2021**

Equalized valuation basis

2019	\$ 1,051,180,050
2020	\$ 1,252,192,464
2021	\$ 1,399,504,098
	\$ 3,702,876,612

Average equalized valuation of taxable property	\$ 1,234,292,204
Debt limit (4% of average equalization value)	\$ 49,371,688
Net bonded school debt	\$ 2,245,000
Legal debt margin	\$ 47,126,688

	Fiscal Year								
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Debt Limit	\$ 49,371,688	\$ 42,037,443	\$ 42,059,162	\$ 42,051,637	\$ 42,099,628	\$ 42,167,104	\$ 11,345,119	\$ 11,385,592	\$ 11,439,492
Total net debt applicable to limit	\$ <u>2,245,000</u>	\$ <u>2,800,000</u>	\$ <u>3,345,000</u>	\$ <u>3,885,000</u>	\$ <u>4,415,000</u>	\$ <u>4,930,000</u>	\$ <u>5,415,000</u>	\$ <u>5,885,000</u>	\$ <u>6,335,000</u>
Legal debt margin	\$ 47,126,688	\$ 39,237,443	\$ 38,714,162	\$ 38,166,637	\$ 37,684,628	\$ 37,237,104	\$ 5,930,119	\$ 5,500,592	\$ 5,104,492
Total net debt applicable to the limit as a percentage of debt limit									

Borough of Roselle Park School District  
Demographic and Economic Statistics  
Last Fourteen Years

Exhibit J-14

<u>Year</u>	<u>Population</u>	Personal Income (thousands of <u>dollars</u> )	Union County Per Capita Personal <u>Income</u>	Unemployment <u>Rate</u>
2012	13,512		\$ 53,816	9.9
2013	13,525		\$ 54,382	10.3
2014	13,595		\$ 57,306	6.8
2015	13,670		\$ 60,089	5.8
2016	13,774		\$ 60,406	5.1
2017	13,821		\$ 61,808	4.7
2018	13,650		\$ 64,413	4.1
2019	13,588		\$ 68,262	3.8
2020	13,510		\$ 70,865	10.7
2021	13,574		\$ 72,543	8.0

Borough of Roselle Park School District  
Principal Employers,  
2022

Exhibit J-15

<u>Employer</u>	<u>Employees</u>
Roselle Park School District	325
Borough of Roselle Park	181

Borough of Roselle Park School District							Exhibit J-16				
Full-time Equivalent District Employees by Function/Program											
Last Ten Fiscal Years											
Function/Program	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	
Instruction											
Regular	141	143	145	145	145	145	142	150	141	137	
Special Education	41	38	37	35	38	42	41	42	51	50	
Other special education	54	57	49	48	50	52	49	41	42	42	
Vocational											
Other instruction											
Nonpublic school programs											
Adult/continuing education											
Support Services:											
Student & instruction related services	33	34	30	31	30	30	30	30	38	39	
School administrative services	11	11	11	13	13	13	13	13	13	13	
General & Business Adm. services	1	1	1	1	1	1	1	2	2	2	
Plant operations and maintenance	22	22	23	24	24	24	24	24	24	22	
Pupil transportation	1	1	1	0	0	0	0	0	1		
Business and other support services	17	17	20	21	23	23	23	22	22	20	
Special Schools											
Food Service											
Child Care											
Total	321	324	317	318	324	330	323	324	334	325	

Borough of Roselle Park School District  
Operating Statistics  
Last Ten Fiscal Years

Exhibit J-17

<u>Fiscal Year</u>	<u>Enrollment</u>	<u>Operating Expenditures</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Teaching Staff</u>	<u>Elementary</u>	<u>Middle School</u>	<u>High School</u>	<u>Avg. Daily Enrollment</u>	<u>Avg. Daily Attendance</u>	<u>% Change ADE</u>	<u>Student Attendance %</u>
2013	1,970	\$ 28,809,678.00	\$ 14,740.00		215	1:20	1:21	1:19	1852	1756		94.8%
2014	1,958	\$ 28,926,316.00	\$ 14,579.00		215	1:20	1:21	1:18	1851	1764		95.3%
2015	2,009	\$ 30,773,491.00	\$ 14,492.00		215	1:21	1:22	1:19	1982	1889		95.3%
2016	2,037	\$ 31,336,369.00	\$ 14,509.00		220	1:21	1:22	1:20	2019	1932		95.7%
2017	2,059	\$ 31,263,331.00	\$ 15,009.00		223	1:20	1:21	1:20	2032	1940		95.50%
2018	2,081	\$ 33,594,014.00	\$ 15,256.00		227	1:22	1:22	1:21	2054	1961		95.50%
2019	2,067	\$ 32,627,556.26	\$ 16,013.00		183	1:22	1:22	1:21	2032	1938		95.36%
2020	2,097	\$ 33,553,648.00	\$ 15,924.00		192	1:22	1:22	1:21	2068	1977		95.60%
2021	2,023	\$ 32,773,339.00	\$ 16,096.00		186	1:22	1:22	1:21	2018	1911		94.73%
2022	2,088	\$ 34,936,869.00	\$ 16,732.22		187	1:22	1:22	1:21	1994	1847		92.56%



Exhibit J-18

<u>District Building</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Aldene										
Square Feet	32801	32801	32801	32801	32801	32801	32801	32801	32801	32801
Capacity										
Enrollment	304	300	327	320	329	308	288	277	255	255
Robert Gordon										
Square Feet	34342	34342	34342	34342	34342	34342	34342	34342	34342	34342
Capacity										
Enrollment	271	260	273	273	278	277	290	298	301	301
Sherman										
Square Feet	33560	33560	33560	33560	33560	33560	33560	33560	33560	33560
Capacity										
Enrollment	310	312	331	348	357	386	357	374	347	347
Middle School										
Square Feet	64420	64420	64420	64420	64420	64420	64420	64420	64420	64420
Capacity										
Enrollment	493	490	473	471	466	503	529	517	513	513
High School										
Square Feet	119968	119968	119968	119968	119968	119968	119968	119968	119968	119968
Capacity										
Enrollment	592	596	605	625	629	607	603	631	598	598
Board Office										
Square Feet	3124	3124	3124	3124	3124	3124	3124	3124	3124	3124

Number of Schools as of June 30, 2022

Elementary = 3

Middle School = 1

High School = 1

Borough of Roselle Park School District  
Schedule of Required Maintenance

Exhibit J-19

<u>Fiscal Year</u> <u>Ending June 30</u>	<u>Aldene</u>	<u>Robert Gordon</u>	<u>Sherman</u>	<u>Middle School</u>	<u>High School</u>	<u>Cental Office</u>	<u>Total</u>
2013	\$ 76,795.00	\$ 105,073.00	\$ 89,992.00	\$ 159,959.00	\$ 334,145.00	\$ 6,014.00	\$ 771,978.00
2014	\$ 108,984.00	\$ 96,005.00	\$ 65,900.00	\$ 238,573.00	\$ 252,904.00	\$ 9,055.00	\$ 771,421.00
2015	\$ 97,294.00	\$ 67,797.00	\$ 75,967.00	\$ 154,339.00	\$ 213,492.00	\$ 8,821.00	\$ 617,710.00
2016	\$ 131,030.00	\$ 92,218.00	\$ 69,079.00	\$ 169,488.00	\$ 327,732.00	\$ 6,453.00	\$ 796,000.00
2017	\$ 111,849.00	\$ 102,482.00	\$ 59,569.00	\$ 188,107.00	\$ 298,795.00	\$ 7,554.00	\$ 768,356.00
2018	\$ 95,355.00	\$ 129,544.00	\$ 158,838.00	\$ 181,234.00	\$ 325,915.00	\$ 9,030.00	\$ 899,916.00
2019	\$ 114,961.00	\$ 95,298.00	\$ 197,742.00	\$ 325,509.00	\$ 537,141.00	\$ 21,069.00	\$ 1,291,720.00
2020	\$ 116,452.00	\$ 80,989.00	\$ 250,068.00	\$ 267,191.00	\$ 452,655.00	\$ 22,153.00	\$ 1,189,508.00
2021	\$ 122,021.00	\$ 124,718.00	\$ 118,689.00	\$ 266,733.00	\$ 441,846.00	\$ 26,491.00	\$ 1,100,498.00
2022	\$ 173,601.81	\$ 98,676.09	\$ 113,391.51	\$ 419,027.89	\$ 355,330.16	\$ 79,598.30	\$ 1,239,625.76

## Borough of Roselle Park School District Insurance Schedule

Exhibit J-20

<u>School Package Policy</u>		<u>Coverage</u>	<u>Deductible</u>
Property		\$ 500,000,000.00	\$ 5,000.00
Comprehensive General Liability		\$ 16,000,000.00	n/a
Automobile Liability		\$ 16,000,000.00	n/a
Premises Medical Payments		\$5,000/10,000	n/a
Crime Coverage		\$ 5,000.00	\$ 500.00
Public Employee Dishonesty		\$ 25,000.00	\$ 1,000.00
Forgery & Alteration		\$ 25,000.00	\$ 500.00
Extra Expense		\$ 50,000,000.00	\$ 5,000.00
Valuable Papers		\$ 10,000,000.00	\$ 5,000.00
Demolition and Increased Cost of Construction		\$ 25,000,000.00	n/a
Equipment Breakdown		\$ 100,000,000.00	\$ 25,000.00
Electronic Data		\$ 900,000.00	\$ 1,000.00
Computer Virus		\$ 250,000.00	\$ 1,000.00
Communicable Disease Outbreak		\$ 1,000,000.00	n/a
Workers Compensation	Each Accident	\$ 3,000,000.00	
	Disease Policy Limit	\$ 3,000,000.00	
	Disease Each Employee	\$ 3,000,000.00	
School Leaders Errors & Omissions Liability		\$ 16,000,000.00 \$100,000/\$300,000	\$ 5,000.00
Administrator - Bond		\$ 25,000.00	\$ 500.00
Treasurer - Bond		\$ 300,000.00	\$ 1,000.00
Crisis Management	Expenses	\$ 1,000,000.00	
	Judgement/Defense	\$ 1,000,000.00	
	Death/Dismemberment	\$ 250,000.00	
	Disappearance	\$ 250,000.00	
	Threat	\$ 250,000.00	
Student Accident		\$ 1,000,000.00	
Pollutant Cleanup and Removal		\$ 250,000.00	\$ 5,000.00
Automobile Physical Damage	Actual Cash Basis	\$	1,000.00
Flood Deductible	All Zones Except A&V	\$	10,000.00
Robert Gordon Flood Deductible		\$	1,000.00
Earthquake		\$ 50,000,000.00	\$ 5,000.00
Environmental Liability		\$ 1,000,000.00	\$ 50,000.00
First Party Microbial Clean Up		\$ 100,000.00	\$ 50,000.00
Employee Benefits Liability		\$ 16,000,000.00	\$ 1,000.00
Sexual Abuse		\$ 15,000,000.00	n/a
Terrorism		\$ 1,000,000.00	n/a
<u>Rebuilding due to Tragedy</u>			25% to Demolish 75% Rebuild cost

## **SINGLE AUDIT SECTION**

ARMOUR S. HULSART, C.P.A., R.M.A., P.S.A. (1959-1992)  
ROBERT A. HULSART, C.P.A., R.M.A., P.S.A.  
ROBERT A. HULSART, JR., C.P.A., P.S.A.

E-mail:  
rah@monmouth.com

2807 Hurley Pond Road • Suite 100  
P.O. Box 1409  
Wall, New Jersey 07719-1409  
(732) 681-4990

RICHARD J. HELLENBRECHT, JR., C.P.A., P.S.A.

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

K-1

Honorable President and Members  
of the Board of Education  
Roselle Park School District  
County of Union  
Roselle Park, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Roselle Park Board of Education, County of Union, State of New Jersey as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Roselle Park Board of Education, County of Union, State of New Jersey's basic financial statements, and have issued our report thereon dated February 15, 2023.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Roselle Park Board of Education, County of Union, State of New Jersey's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions of the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Roselle Park Board of Education, County of Union, State of New Jersey's internal control. Accordingly, we do not express an opinion on the effectiveness of the Roselle Park Board of Education, County of Union, and State of New Jersey's internal control.

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

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

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Roselle Park Board of Education, County of Union, State of New Jersey's financial statements are free from material misstatement, we performed tests of it compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

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

Respectfully submitted,

**ROBERT A. HULSART AND COMPANY**

*Robert A. Hulsart*

**Licensed Public School Accountant  
No. 322  
Robert A. Hulsart and Company  
Wall Township, New Jersey**

February 15, 2023

ARMOUR S. HULSART, C.P.A., R.M.A., P.S.A. (1959-1992)  
ROBERT A. HULSART, C.P.A., R.M.A., P.S.A.  
ROBERT A. HULSART, JR., C.P.A., P.S.A.

E-mail:  
rah@monmouth.com

2807 Hurley Pond Road • Suite 100  
P.O. Box 1409  
Wall, New Jersey 07719-1409  
(732) 681-4990

RICHARD J. HELLENBRECHT, JR., C.P.A., P.S.A.

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM;**  
**REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE**  
**OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE**  
**REQUIRED BY UNIFORM ADMINISTRATIVE AWARDS (UNIFORM GUIDANCE), AND**  
**NEW JERSEY OMB'S CIRCULAR 15-08**

K-2

Honorable President and Members  
of the Board of Education  
Roselle Park School District  
County of Union  
Roselle Park, New Jersey

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

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

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

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

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

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

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

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

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

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

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



## Other Matters

The results of our auditing procedures disclosed no instances of noncompliance which are required to be reported in accordance with the Uniform Guidance or NJ OMB 15-08.

## Report on Internal Control Over Compliance

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

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

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

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

Respectfully submitted,

**ROBERT A. HULSART AND COMPANY**

*Robert A. Hulsart*

Licensed Public School Accountant  
No. 322  
Robert A. Hulsart and Company  
Wall Township, New Jersey

February 15, 2023

**ROSELLE PARK SCHOOL DISTRICT**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Schedule A  
K-3

Department of Education Project/Title	CFDA Number	Federal Fain Number	Grant or State Project Number	Program or Award Amount	Grant Period		Balance at June 30, 2021	Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Year Balances	Balance at June 30, 2022		
					From	To							(Accounts Receivable)	Deferred Revenue	Due to Grantor
U.S. Department of Agriculture Passed Through State Department of Education:															
National School Lunch Program	10.555	221NJ304N1099		\$ 1,166,854	07/01/2021	06/30/2022	\$ -		1,101,920	(1,166,854)			(64,934)		
National School Lunch Program	10.555	211NJ304N1099		786,272	07/01/2020	06/30/2021	(76,774)		76,774						
HHFKA Program	10.555	211NJ304N1099		15,681	07/01/2020	06/30/2021	(1,531)		1,531						
PEBT Program	10.555	221NJ304N1099		1,242	07/01/2021	06/30/2022			1,242	(1,242)					
Emergency Operational Costs	10.555	221NJ304N1099		26,122	07/01/2021	06/30/2022			26,122	(26,122)					
School Breakfast Program	10.553	201NJ304N1099		129,612	07/01/2021	06/30/2022			123,032	(129,612)			(6,580)		
School Breakfast Program	10.553	211NJ304N1099		495,558	07/01/2020	06/30/2021	(45,923)		45,923						
Food Distribution	10.550	211NJ304N1099		82,566	07/01/2021	06/30/2022			82,566	(82,566)					
Total Department of Agriculture							(124,228)	-	1,459,110	(1,406,396)	-	-	(71,514)	-	-
General Fund:															
Medicaid	93.778	2205NJ5MAP		56,181	07/01/2021	06/30/2022			56,181	(56,181)					
U.S. Department of Education Passed Through State Department of Education:															
Special Revenue Fund:															
Title I	84.010	S010A200030		393,903	07/01/2020	09/30/2021	(182,636)		182,636						
Title I	84.010	S010A210030		327,227	07/01/2021	09/30/2022			213,852	(311,362)			(97,510)		
Title IIA	84.367A	S367A210029		66,823	07/01/2021	09/30/2022			50,518	(66,278)			(15,760)		
Title IIA	84.367A	S367A200029		57,196	07/01/2020	09/30/2021	(31,849)		31,849						
Title III	84.365A	S365A210030		40,370	07/01/2021	09/30/2022			14,305	(18,017)			(3,712)		
Title III	84.365A	S365A200030		34,713	07/01/2020	06/30/2021	(8,625)		8,625						
Title III Immigrant	84.365A	S365A200030		4,380	07/01/2020	06/30/2021	(897)		897						
Title III Immigrant	84.365A	S365A210030		5,222	07/01/2021	09/30/2022			3,924	(4,820)			(896)		
I.D.E.A.:															
Part B	84.027	H027A210100		525,010	07/01/2021	09/30/2022			357,295	(508,190)			(150,895)		
Part B	84.027	H027A200100		508,041	07/01/2020	06/30/2021	(44,611)		44,611						
Preschool	84.173	H173A210114		16,627	07/01/2021	09/30/2022			11,223	(16,627)			(5,404)		
Preschool	84.173	H173A200114		16,204	07/01/2020	06/30/2021	(2,692)		2,692						
ARP IDEA	84.027X	H027X200100		102,191	07/01/2021	09/30/2022			33,655	(69,769)			(36,114)		
ARP IDEA Preschool	84.173X	H173X210114		8,688	07/01/2021	09/30/2022			4,701	(8,127)			(3,426)		
CRRSA ESSER II	84.425D	S425D200027		1,137,818	03/13/2020	09/30/2023	(376,876)		697,572	(341,752)			(21,056)		
CRRSA Accelerated Learning	84.425D	S425D200027		73,019	03/13/2020	09/30/2023			34,991	(53,749)			(18,758)		
CRRSA Mental Health	84.425D	S425D200027		45,000	03/13/2020	09/30/2023			26,855	(40,663)			(13,808)		
ARP ESSER	84.425U	S425U200027		2,557,173	03/13/2020	09/30/2024			187,299	(256,605)			(69,306)		
ARP Instruction	84.425U	S425U200027		195,367	03/13/2020	09/30/2024			97,300	(97,300)					
CARES Act	84.425D	S425D200027		292,779	03/13/2020	09/30/2022	(6,578)		34,805	(28,227)					
Total U.S. Department of Education							(654,764)	-	2,039,605	(1,821,486)	-	-	(436,645)	-	-
Total Federal Financial Assistance							\$ (778,992)	-	3,554,896	(3,284,063)	-	-	(508,159)	-	-

See Accompanying Notes to Schedules of Financial Assistance.

**ROSELLE PARK SCHOOL DISTRICT**  
**SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Schedule B  
K-4

Department of Education Project/Title	State Grant Number	Program or Award Amount	Grant Period		Balance at June 30, 2021		Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Year Balances	Balance at June 30, 2022			MEMO	
					Deferred Revenue (Accounts Receivable)	Due To Grantor						(Accounts Receivable)	Deferred Revenue/ Interfund Payable	Due to Grantor	Budgetary Receivable	Total Cumulative Expenditures
State Department of Education: General Fund:																
Special Education Aid	22-495-034-5120-089	\$ 1,320,686	07/01/2021	06/30/2022	\$ -			1,190,614	(1,320,686)						(130,072)	1,320,686
Equalization Aid	22-495-034-5120-078	13,328,329	07/01/2021	06/30/2022				12,016,195	(13,328,329)						(1,312,134)	13,328,329
Security Aid	22-495-034-5120-084	443,400	07/01/2021	06/30/2022				399,717	(443,400)						(43,683)	443,400
Extraordinary Aid	21-495-034-5120-044	559,881	07/01/2020	06/30/2021	(559,881)			559,881								
Extraordinary Aid	22-495-034-5120-044	527,992	07/01/2021	06/30/2022					(527,992)			(527,992)				527,992
Transportation Aid	22-495-034-5120-014	128,375	07/01/2021	06/30/2022				115,661	(128,375)						(12,714)	128,375
On-Behalf T.P.A.F. Pension Contributions - Post Retirement Medical (non-budgeted)	22-495-034-5094-001	1,482,046	07/01/2021	06/30/2022				1,482,046	(1,482,046)							1,482,046
On-Behalf T.P.A.F. Pension Contributions - Normal Cost (non-budgeted)	22-495-034-5094-002	6,255,027	07/01/2021	06/30/2022				6,255,027	(6,255,027)							6,255,027
On-Behalf T.P.A.F. Non-Contributory Insurance	22-495-034-5094-004	88,250	07/01/2021	06/30/2022				88,250	(88,250)							88,250
On-Behalf T.P.A.F. Pension Contributions - Long Term Disability	22-495-034-5094-004	2,342	07/01/2021	06/30/2022				2,342	(2,342)							2,342
Reimbursed TPAF Social Security Contribution (Non-Budgeted)	22-100-034-5095-002	1,246,972	07/01/2021	06/30/2022				1,246,972	(1,246,972)							1,246,972
Total General Fund					(559,881)	-	-	23,356,705	(24,823,419)	-	-	(527,992)	-	-	(1,498,603)	24,823,419
Special Revenue Fund: Preschool Education Aid	22-495-034-5120-086	1,335,360	07/01/2020	06/30/2021				1,203,983	(1,335,360)						(131,377)	1,335,360
State Department of Agriculture: Enterprise Fund:																
State School Lunch Program (State Share)	22-100-010-3350-023	27,494	07/01/2021	06/30/2022				26,000	(27,494)			(1,494)				27,494
State School Lunch Program (State Share)	21-100-010-3350-023	36,637	07/01/2020	06/30/2021	(5,578)			9,809	(4,231)							4,231
Total Enterprise Fund					(5,578)	-	-	35,809	(31,725)	-	-	(1,494)	-	-	-	31,725
Total State Financial Assistance					\$ (565,459)	-	-	24,596,497	(26,190,504)	-	-	(529,486)	-	-	(1,629,980)	26,190,504
Less On Behalf TPAF Pension Fund Contributions									(7,827,665)							
Total for State Financial Assistance-Major Program Determination								\$ (18,362,839)								

See Accompanying Notes to Schedules of Financial Assistance.

**BOARD OF EDUCATION**

K-5

**ROSELLE PARK SCHOOL DISTRICT****NOTES TO SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE****JUNE 30, 2022****NOTE 1:     General**

The accompanying schedules of financial assistance present the activity of all federal and state financial assistance programs of the Board of Education, Roselle Park School District. The Board of Education is defined in Note 1(A) to the Board's general-purpose financial statements. All federal financial assistance received directly from federal agencies, as well as federal financial assistance passed through other government agencies is included on the schedule of federal financial assistance.

**NOTE 2:     Basis of Accounting**

The accompanying schedules of financial assistance are presented using the modified accrual basis of accounting. This basis of accounting is described in Note 1(C) to the Board's general-purpose financial statements.

**NOTE 3:     Relationship to General Purpose Financial Statements**

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

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

Awards and financial assistance revenues are reported in the Board's general purpose financial statements on a GAAP basis as presented below:

**NOTE 3:      Relationship to General Purpose Financial Statements**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Food Service</u>	<u>Total</u>
<b><u>State Assistance</u></b>				
Actual Amounts (Budgetary)				
“Revenues” from the Schedule				
of Expenditures of State				
Financial Assistance	\$ 24,823,419	1,335,360	31,725	26,190,504
 Difference – Budget to “GAAP”				
Grant Accounting Budgetary				
Basis Differs from GAAP				
in that Encumbrances are				
Recognized as Expenditures				
and the Related Revenue				
is Recognized		42,226		42,226
 The Last State Aid Payment				
Is Recognized as Revenue				
for Budgetary Purposes,				
and Differs from GAAP				
Which does not Recognize				
This Revenue Until the				
Subsequent Year When the				
State Recognizes the Related				
Expense (GASB 33)	<u>(230,066)</u>	<u>(17,443)</u>	<u>      </u>	<u>(247,509)</u>
 Total State Revenue as Reported				
on the Statement of Revenues,				
Expenditures and Changes in				
Fund Balances	<u>\$ 24,593,353</u>	<u>1,360,143</u>	<u>31,725</u>	<u>25,985,221</u>

**NOTE 3:      Relationship to General Purpose Financial Statements (Continued)**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Food Service</u>	<u>Total</u>
<b><u>Federal Assistance</u></b>				
Actual Amounts (Budgetary)				
“Revenues” from the Schedule				
of Expenditures of Federal				
Awards	\$ 56,181	1,821,486	1,406,396	3,284,063
Difference – Budget to “GAAP”				
Grant Accounting Budgetary				
Basis Differs from GAAP in that				
Encumbrances are Recognized as				
Expenditures and the Related				
Revenue is Recognized	_____	<u>88,760</u>	_____	<u>88,760</u>
Total Federal Revenue as				
Reported on the Statement				
of Revenue, Expenditures,				
and Changes in Fund				
Balances	<u>\$ 56,181</u>	<u>1,910,246</u>	<u>1,406,396</u>	<u>3,372,823</u>

**NOTE 4:      Relationship to Federal and State Financial Reports**

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

**NOTE 5:      Other**

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

**ROSELLE PARK SCHOOL DISTRICT****SCHEDULE OF FINDINGS AND QUESTIONED COSTS****K-6****FOR THE FISCAL YEAR ENDED JUNE 30, 2022*****Part I - Summary of Auditor's Results*****Financial Statement Section**

Type of auditor's report issued:

Unmodified

Internal control over financial reporting:

1) Material weakness(es) identified?

           Yes     x     No2) Reportable conditions(s) identified that are  
not considered to be material weaknesses?           Yes     x     None ReportedNoncompliance material to general purpose financial  
statements noted?           Yes     x     No**Federal Awards**

Internal control over compliance:

1) Material weakness(es) identified?

           Yes     x     No2) Reportable condition(s) identified that are  
not considered to be material weaknesses?           Yes     x     None Reported

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

UnmodifiedAny audit findings disclosed that are required to be reported  
in accordance with section .510(a) of Circular A-133?           Yes     x     No

Identification of major programs:

**CFDA Number(s)**84.02784.17384.02784.17384.425D84.425D84.425D**Name of Federal Program or Cluster**IDEA Part B (Special Education Cluster)IDEA-Preschool (Special Education Cluster)ARP IDEA Part B (Special Education Cluster)ARP IDEA Preschool (Special Education Cluster)CRRSA ESSER II (CRRSA Cluster)CRRSA Accelerated Learning (CRRSA Cluster)CRRSA Mental Health (CRRSA Cluster)

Dollar threshold used to distinguish between type A and type B programs:

\$750,000

Auditee qualified as low-risk auditee?

    x     Yes            No

ROSELLE PARK SCHOOL DISTRICTSCHEDULE OF FINDINGS AND QUESTIONED COSTS

K-6

FOR THE FISCAL YEAR ENDED JUNE 30, 2022*Part 1 - Summary of Auditor's Results (Continued)*State AwardsDollar threshold used to distinguish between type A and type B programs: \$750,000Auditee qualified as low-risk auditee? x Yes        NoType of auditor's report issued on compliance for major programs: Unmodified

Internal Control over major programs:

(1) Material Weakness(es) identified?        Yes   x   No(2) Reportable condition(s) identified that are not considered to material weaknesses?        Yes   x   None ReportedAny audit findings disclosed that are required to be reported in accordance with N.J. OMB's Circular 04-04?        Yes   x   No

Identification of major programs:

GMIS Number(s)
22-495-034-5120-089  
22-495-034-5120-078  
22-495-034-5120-084  
22-495-034-5095-002
Name of State Program
Special Education Aid (State Aid Public Cluster)  
Equalization Aid (State Aid Public Cluster)  
Security Aid (State Aid Public Cluster)  
TPAF Social Security (Reimbursed)



ROSELLE PARK SCHOOL DISTRICTSCHEDULE OF FINDINGS AND QUESTIONED COSTS

K-6

FOR THE FISCAL YEAR ENDED JUNE 30, 2022*Part 2 - Financial Statement Findings*

This section identifies the reportable conditions, material weaknesses, and instances of noncompliance related to the general purpose financial statements that are required to be reported in accordance with paragraphs 5.18 through 5.20 of *Government Auditing Standards*.

Finding: None

Criteria or specific requirement: N/A

Condition: N/A

Questioned Costs: N/A

Context: N/A

Effect: N/A

Cause: N/A

Recommendation: N/A

Management's Response: N/A

**ROSELLE PARK SCHOOL DISTRICT****SCHEDULE OF FINDINGS AND QUESTIONED COSTS****K-6****FOR THE FISCAL YEAR ENDED JUNE 30, 2022*****Part 3 - Federal Awards and State Financial Assistance Findings and Questioned Costs***

This section identifies audit findings required to be reported by Title U.S. Code of Federal Regulations Part 200 and New Jersey OMB's Circular 15-08, as amended.

**Federal Awards**

Finding: NONE

Information on the Federal Program: N/A

Criteria or specific requirement: N/A

Condition: N/A

Questioned Costs: N/A

Context: N/A

Effect: N/A

Cause: N/A

Recommendation: N/A

Management's response: N/A

**State Awards**

Finding: NONE

Information on the State Program: N/A

Criteria or specific requirement: N/A

Condition: N/A

Questioned Costs: N/A

Context: N/A

Effect: N/A

Cause: N/A

**ROSELLE PARK SCHOOL DISTRICT****SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

K-6

**FOR THE FISCAL YEAR ENDED JUNE 30, 2022*****Part 3 - Federal Awards and State Financial Assistance Findings and Questioned Costs (Continued)*****State Awards (Continued)**Recommendation: N/AManagement's response: N/A

**ROSELLE PARK SCHOOL DISTRICT****SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS****K-7****FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

This section identifies the status of prior year findings related to the basic 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 and New Jersey OMB's Circular 15-08.

**Prior Audit Findings:**

There were no prior year audit findings.