

**DUMONT BOROUGH SCHOOL DISTRICT
BOARD OF EDUCATION**

**Dumont Borough School District
Board of Education
Dumont, New Jersey**

**Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2024**

Annual Comprehensive Financial Report

of the

**Dumont Borough School District
Board of Education**

Dumont, New Jersey

For the Fiscal Year Ended June 30, 2024

Prepared by

**Dumont Borough School District
Board of Education**

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INTRODUCTORY SECTION
(UNAUDITED)



Kevin Cartotto
School Business Administrator/Board Secretary

October 28, 2024

The Honorable President and Members of
the Board of Education
Dumont Borough School District
County of Bergen, New Jersey

Dear Board Members:

The annual comprehensive financial report of the Dumont Borough School District (the "District") for the fiscal year ended June 30, 2024, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (the "Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the basic financial statements and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The annual comprehensive financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the Independent Auditors' Report, the management's discussion and analysis, the basic financial statements and notes providing an overview of the District's financial position and operating results, and supplementary schedules providing detailed budgetary information. 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 Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditors' reports on internal control and compliance with applicable laws, regulations, contracts and grants along with findings and questioned costs, are included in the single audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES:

Dumont School District is an independent reporting entity within the criteria adopted by the GASB in codification section 2100. All funds of the District are included in the report. The Dumont Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 12. These include regular, vocational as well as special educational youngsters. The District completed the 2023-2024 fiscal year with an enrollment of 2,531 students, which is 24 students less than the previous year's enrollment.

2) ECONOMIC CONDITION AND OUTLOOK:

Approximately 7 acres of farm property has been developed as a high density residential housing complex. The Borough of Dumont has entered into a payment in lieu of taxes agreement with the developer.

3) MAJOR INITIATIVES:

The district is enhancing the educational program through the continuation and expansion of Soday Essentials in grades K-3. Teachers and students will be continue using the Soday System Essentials phonics program to enhance language arts instruction during this school year. The Soday System is based on the Orton-Gillingham Approach to teaching students how to read and spell. This program provides in-depth instruction about the structure of the English language, which helps students unlock the reading code.

The district plans to purchase and implement new Middle School Science materials for students and training for staff, revise our Middle STEM Program including curriculum revisions & technology updates/enhancements, continue to review and update our Security Plan and Procedures, and Purchase a New phone system & Emergency Lock Down Alert System.

The district is also continuing to support the use of Google Classroom in grades K-12. The district is also continuing its contract with Educere Homebound Instructional Services as an extension of online offerings to students, and will renew an agreement with West Bergen Mental Healthcare to continue to provide another layer of counseling with an emphasis on those students in need of intensive behavioral supports, conduct screenings, and provide evidence-based counseling groups for all students. Staff will continue to receive training on the importance of Social Emotional learning (SEL) and how to integrate SEL standards into the instructional program.

The district continues to invest in capital improvements of the facilities and is in the process of planning and completing a district wide HVAC replacement project over the course of the next two year with an estimated completion date of September 1, 2026. The district has also nearly completed an Energy Saving Improvement Plan that is providing solar energy generation, district wide LED lighting upgrades and an energy efficient district wide building management system as well as other energy savings improvements.

4) INTERNAL ACCOUNTING CONTROLS:

Management of the District is responsible for establishing and maintaining an internal control system designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control system 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 system should not exceed the benefits likely to be derived; and (2) the valuation of the costs and benefits requires estimates and judgments by management.

As a recipient of federal and state awards, the District also is responsible for ensuring that an adequate internal control system is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control system is also subject to periodic evaluation by the District's management. As part of the District's single audit described earlier, tests are made to determine the adequacy of the internal control system, including that portion related to major federal and state award programs, as well as to determine that the District has complied with applicable laws, regulations, contracts and grants.

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 a vote of the Board of Education. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as restrictions, commitments and/or assignments of fund balance at June 30, 2024.

6) ACCOUNTING SYSTEM AND REPORTS:

The District's accounting records reflect generally accepted accounting principles, as promulgated by the GASB. The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic 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 Basic Financial Statements", Note 3. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. 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, excess liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. The District oversees its own risk management. A schedule of insurance coverage is found on J-20.

9) OTHER INFORMATION:

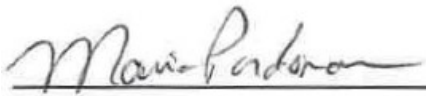
Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia LLP, CPAs, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The Auditors' Report on the basic financial statements and specific required supplementary information is included in the financial section of this report. The Auditors' Reports related specifically to the single audit and *Government Auditing Standards* are included in the single audit section of this report.

The Honorable President and Members of
the Board of Education
Dumont Borough School District
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October 28, 2024

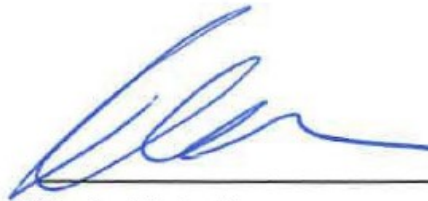
10) ACKNOWLEDGMENTS:

We would like to express our appreciation to the members of the Dumont School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,



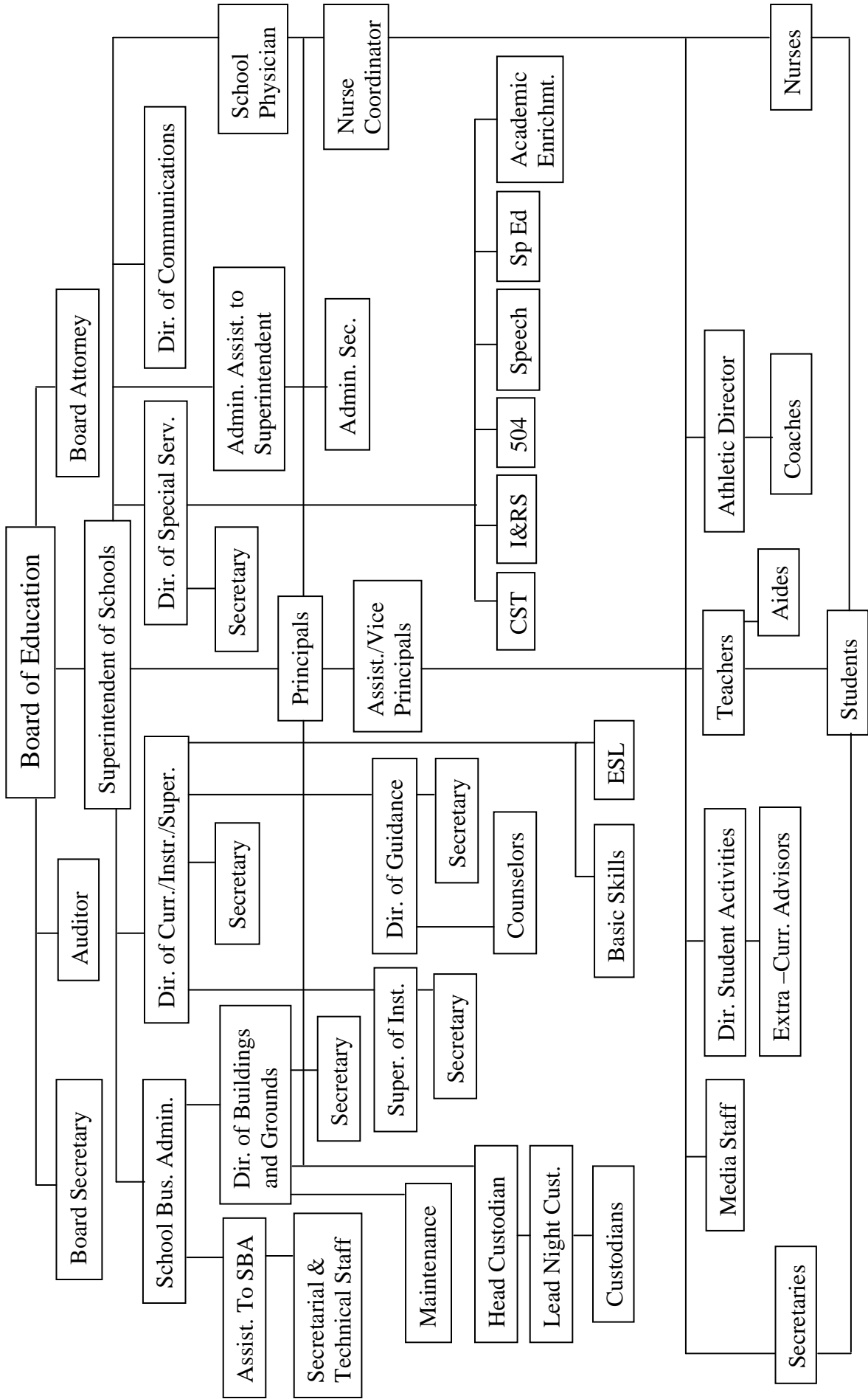
Dr. Maria Poidomani



Kevin Cartotto

Organization Chart-Dumont Public School District

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**DUMONT BOROUGH SCHOOL DISTRICT
ROSTER OF OFFICIALS
JUNE 30, 2024**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Dr. Jeffrey Pollack, President	2025
Mrs. Janice Worner, Vice President	2026
Mrs. Karen Valido, Member	2024
Mr. Scott Miller, Member	2024
Mrs. Kelly DeCongelio, Member	2024
Mr. Robert DeWald	2025
Mrs. Emily Waver, Member	2025
Mrs. Stephanie Petriello, Member	2026
Mrs. Theresa Riva, Member	2026

<u>Other Officers</u>	<u>Title</u>
Dr. Maria Poidomani	Superintendent
Mr. Kevin Cartotto	Board Secretary/School Business Administrator
Dr. Richard Gronda	Director of Curriculum, Instruction & Supervision

DUMONT BOROUGH SCHOOL DISTRICT

Consultants and Advisors

Audit Firm

Nisivoccia LLP
Mount Arlington Corporate Center
200 Valley Road Suite 300
Mount Arlington, NJ 07856-1320

Architect/Engineer

Environectics Group Architects, PC
180 Sylvan Avenue
Englewood Cliffs, NJ 07632

Attorney

James L. Plosia, Jr.
Plosia Cohen Law Firm
51 Gibraltar Drive, Suite 3B
Morris Plains, NJ 07950

Bond Counsel

Steven Rogut, Esq.
Rogut, McCarthy & Troy LLC
37 Alden Street
Cranford, NJ 07016

Official Depository

Capital One Bank
710 Route 46
Fairfield, NJ 07004

FINANCIAL SECTION

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Dumont Borough School District
County of Bergen, New Jersey

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Dumont Borough School District (the “District”), in the County of Bergen, as of and for the fiscal year ended June 30, 2024, 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 District, as of June 30, 2024, and the respective changes in financial position, and, where applicable cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the “Office”) 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 of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office, 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 of America require that the management's discussion and analysis, which follows this report, the pension and post-retirement schedules in Exhibits L-1 through L-5 and the related notes, and the budgetary comparison information in Exhibits C-1 through C-3 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, are 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 District's basic financial statements. The accompanying supplementary information schedules and the schedules of expenditures of federal and state awards, 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's OMB Circular 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 accompanying supplementary information schedules and the schedules of expenditures of federal and state awards 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.

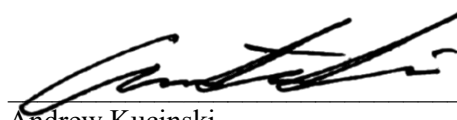
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. 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 October 28, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.

Mount Arlington, New Jersey
October 28, 2024

NISIVOCIA LLP



Andrew Kucinski
Licensed Public School Accountant #2684
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS

**Dumont Borough School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024**

This section of Dumont Borough School District's annual financial report presents its discussion and analysis of the District's financial performance during the fiscal year ending June 30, 2024. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

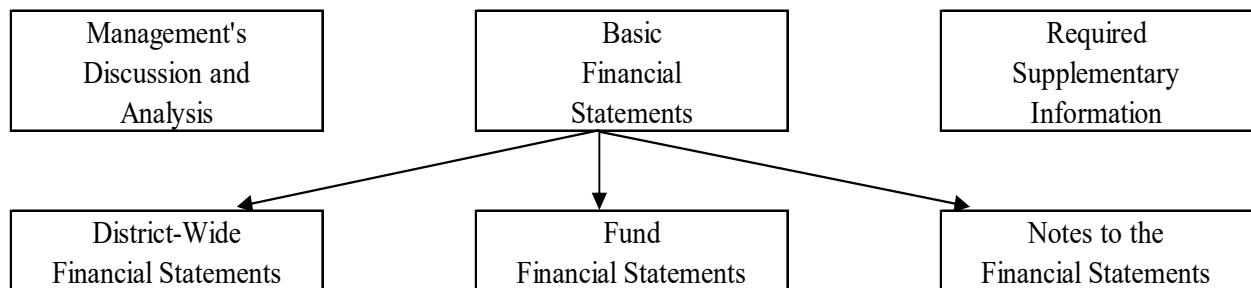
Overview of the Financial Statements

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

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

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the District's budget for the year. Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

**Figure A-1
Organization of the School District's Financial Report**



**Dumont Borough School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024**

Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents of each of the statements.

Figure A-2

Major Features of the District-Wide and Fund Financial Statements

	District-Wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire District	The activities of the District that are not proprietary, such as special education and building maintenance	Activities the District operates similar to private businesses: food services
Required Financial Statements	<ul style="list-style-type: none"> • Statement of net position • Statement of activities 	<ul style="list-style-type: none"> • Balance sheet • Statement of revenue, expenditures, and changes in fund balances 	<ul style="list-style-type: none"> • Statement of net position • Statement of revenue, expenses, and changes in net position • Statement of cash flows
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of Asset/Liability Information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets, lease assets, subscription assets, or long-term liabilities included	All assets and liabilities, both financial and capital, short-term and long-term
Type of Inflow/Outflow Information	All revenue and expenses during the year, regardless of when cash is received or paid	Revenue for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenue and expenses during the year, regardless of when cash is received or paid

**Dumont Borough School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024**

District-wide Statements

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

The two District-wide statements report the District's *net position* and how they have changed. Net position – the difference between the District's assets, deferred inflows and outflows and liabilities – is one way to measure the District's financial health or position.

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

In the District-wide financial statements, the District's activities are divided into two categories:

- *Governmental activities:* Most of the District's basic services are included here, such as regular and special education, transportation and administration. Property taxes, tuition and state formula aid finance most of these activities.
- *Business-type activities:* The District charges fees to help it cover the costs of certain services it provides. The District's food service program is included here.

Fund Financial Statements

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

- Some funds are required by state law and by bond covenants.
- The District establishes other funds to control and manage money for particular purposes (such as repaying its long-term liabilities) or to show that it is properly using certain revenue (such as federal grants).

The District has two kinds of funds:

- *Governmental funds:* Most of the District's basic services are included in governmental funds, which generally focus on {1} how cash and other financial assets that can readily be converted to cash flow in and out, and {2} the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the District-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or difference) between them.
- *Proprietary funds:* Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the District-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. *Internal service funds* (the other kind of proprietary fund) report activities that provide supplies and services for other programs and activities. The District currently does not maintain any internal service funds.

**Dumont Borough School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024**

Fund Financial Statements

Notes to Basic Financial Statements: Provide additional information essential to a full understanding of the District-wide and fund financial statements.

Financial Analysis of the District as a Whole

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

Figure A-3

Condensed Statement of Net Position

	Government Activities		Business-Type Activities		Total School District		Percentage
	2023/24	2022/23*	2023/24	2022/23*	2023/24	2022/23*	Change 2023/24
Current and							
Other Assets	\$ 15,803,356	\$ 15,531,895	\$ 888,962	\$ 832,584	\$ 16,692,318	\$ 16,364,479	
Capital Assets, Net	12,196,410	7,259,187	55,879	12,429	12,252,289	7,271,616	
Total Assets	<u>27,999,766</u>	<u>22,791,082</u>	<u>944,841</u>	<u>845,013</u>	<u>28,944,607</u>	<u>23,636,095</u>	22.46%
Deferred Outflows of Resources	<u>832,592</u>	<u>1,146,274</u>			<u>832,592</u>	<u>1,146,274</u>	-27.37%
Other Liabilities	1,630,800	1,635,368	376,794	131,507	2,007,594	1,766,875	
Long-Term Liabilities	13,282,840	10,580,064			13,282,840	10,580,064	
Total Liabilities	<u>14,913,640</u>	<u>12,215,432</u>	<u>376,794</u>	<u>131,507</u>	<u>15,290,434</u>	<u>12,346,939</u>	19.25%
Deferred Inflows of Resources	<u>604,589</u>	<u>1,277,730</u>			<u>604,589</u>	<u>1,277,730</u>	-111.34%
Net Position:							
Net Investment in							
Capital Assets	6,601,302	4,839,187	55,879	12,429	6,657,181	4,851,616	
Restricted	5,407,918	10,481,075			5,407,918	10,481,075	
Unrestricted/(Deficit)	<u>1,304,909</u>	<u>(4,876,068)</u>	<u>512,168</u>	<u>701,077</u>	<u>1,817,077</u>	<u>(4,174,991)</u>	
Total Net Position	<u>\$ 13,314,129</u>	<u>\$ 10,444,194</u>	<u>\$ 568,047</u>	<u>\$ 713,506</u>	<u>\$ 13,882,176</u>	<u>\$ 11,157,700</u>	24.42%

* Restated

The District's financial position is the product of financial transactions including the net results of activities, the acquisition and payment of bonded and long-term liabilities, the acquisition and disposal of capital assets, and the depreciation of capital assets.

Changes in Net Position. Net position in the Governmental Activities increased due primarily to the maturity of long term liabilities, capital assets additions offset by depreciation expense as well as excess revenues and unexpended budget balances in the General Fund. An explanation for the change in Net Position for Business-Type Activities is included later in this section of the report.

**Dumont Borough School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024**

Figure A-4

Changes in Net Position from Operating Results							
	Governmental	Business-	Governmental	Business-	Total	Total	Percentage
	Activities	Type	Activities	Type	School	School	Percentage
	2023/24	2023/24	2022/23	2022/23	District	District	Change
	2023/24	2023/24	2022/23	2022/23	2023/24	2022/23	2023/24
Revenue:							
Program Revenue:							
Charges for Services	\$ 597,614	\$ 413,063	\$ 564,650	\$ 398,879	\$ 1,010,677	\$ 963,529	
Operating Grants and Contributions	13,448,000	326,401	11,616,490	259,836	13,774,401	11,876,326	
General Revenue:							
Property Taxes	39,182,228		38,495,099		39,182,228	38,495,099	
Unrestricted State and Federal Aid	10,113,330		8,903,479		10,113,330	8,903,479	
Other	545,430	20,060	415,560	12,159	565,490	427,719	
Total Revenue	63,886,602	759,524	59,995,278	670,874	64,646,126	60,666,152	6.56%
Expenses:							
Instruction	32,556,798		32,301,125		32,556,798	32,301,125	
Pupil and Instruction Services	13,693,117		12,629,960		13,693,117	12,629,960	
Administrative and Business	5,968,386		5,535,026		5,968,386	5,535,026	
Maintenance and Operations	4,736,041		4,999,596		4,736,041	4,999,596	
Transportation	1,611,213		1,435,175		1,611,213	1,435,175	
Capital Outlay	2,318,668		984,470		2,318,668	984,470	
Special Schools	19,166				19,166		
Other	113,278	904,983	32,768	630,794	1,018,261	663,562	
Total Expenses	61,016,667	904,983	57,918,120	630,794	61,921,650	58,548,914	5.76%
Increase/(Decrease) in Net Position	\$ 2,869,935	\$ (145,459)	\$ 2,077,158	\$ 40,080	\$ 2,724,476	\$ 2,117,238	28.68%

Governmental Activities

As discussed elsewhere in this commentary, the financial position of the District improved. However, maintaining existing programs and the provision of special programs and services for disabled pupils, combined with rising salary and benefit costs, school security, out of district tuition and, state mandates on testing place great demands on the District's resources.

Careful management of expenses and increases in revenues remains essential for the District to sustain its financial health. The District continues to receive the benefit of cost saving measures from the past few years, especially the energy conservation measures.

It is crucial that the District examine its expenses carefully. Staff, parental and student demands for salary increases, activities, small class sizes and programs must be evaluated thoroughly. District resources are at their tightest level in a decade. Figure A-5 presents the cost of six major District activities: instruction, pupil and instructional services, administration and business, maintenance and operations, transportation and other. The table also shows each activity's net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs).

**Dumont Borough School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024**

The net cost shows the financial burden placed on the District's taxpayers by each of these functions:

Figure A-5

	Net Cost of Governmental Activities			
	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
	<u>2023/24</u>	<u>2023/24</u>	<u>2022/23</u>	<u>2022/23</u>
Instruction	\$ 32,556,798	\$ 22,922,058	\$ 32,301,125	\$ 23,507,790
Pupil and Instruction Services	13,693,117	10,163,191	12,629,960	10,075,455
Administrative and Business	5,968,386	5,313,725	5,535,026	4,923,945
Maintenance and Operations	4,736,041	4,736,041	4,999,596	4,999,596
Transportation	1,611,213	1,388,477	1,435,175	1,212,956
Capital Outlay	2,318,668	2,318,668	984,470	984,470
Special Schools	19,166	15,615		
Other	113,278	113,278	32,768	32,768
	<u>\$ 61,016,667</u>	<u>\$ 46,971,053</u>	<u>\$ 57,918,120</u>	<u>\$ 45,736,980</u>

Business-Type Activities

Net position from the District's business-type activities decreased by \$145,459. (Refer to Figure A-4). The primary factor contributing to this result was expenses exceeding revenues in the Food Service Fund due to an increase in accounts payable for other purchased services at year end.

Financial Analysis of the District's Funds

The District's financial position increased significantly on a fund basis primarily due to unexpended budget appropriations.

A major concern for the community is that the burden of the rising cost of education is focused on taxpayers to support their local schools. Despite these concerns, the Dumont Borough School District is committed to maintaining fiscal responsibility as well as achieving educational excellence for all the students of the District.

To maintain a stable financial position, the District must continue to practice sound fiscal management, including efficiency/cost containment practices, evaluation of services and programs and seeking additional sources of revenue.

General Fund Budgetary Highlights

Over the course of the year, the District revised the annual operating budget several times. These budget amendments were for changes made within budgetary line items for changes in school-based needs for programs, supplies and equipment.

**Dumont Borough School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024**

Capital Asset and Long-Term Liabilities

Figure A-6

	Capital Assets (Net of Depreciation)						Percentage
	Government Activities		Business-Type Activities		Total School District		Change
	2023/24	2022/23*	2023/24	2022/23*	2023/24	2022/23*	2023/24
Sites and Site							
Improvements	\$ 2,118,755	\$ 2,118,755			\$ 2,118,755	\$ 2,118,755	
Buildings and Building							
Improvements	13,406,392	13,406,392			13,406,392	13,406,392	
Machinery and Equipment	8,004,215	3,348,416	\$ 213,970	\$ 167,683	8,218,185	3,516,099	
Construction in Progress	707,431						
Accumulated Depreciation	(12,040,383)	(11,614,376)	(158,091)	(155,254)	(12,198,474)	(11,769,630)	
Total	\$ 12,196,410	\$ 7,259,187	\$ 55,879	\$ 12,429	\$ 11,544,858	\$ 7,271,616	58.77%

*Restated

The District had \$823,122 in capital asset additions for governmental activities and \$46,287 in capital asset additions for business activities offset by depreciation expense of \$426,007 for governmental activities and \$2,837 for business-type activities in the current fiscal year.

Long-term Liabilities

Figure A-7

Outstanding Long-Term Liabilities			Percentage
	Total School District		Change
	2023/24	2022/23	2023/24
General Obligation Bonds (Financed with Property Taxes)	\$ 1,055,000	\$ 2,420,000	
Net Pension Liability	6,539,337	6,884,374	
Financed Purchases Payable	4,540,108		
Compensated Absences Payable	1,148,395	1,275,690	
	\$ 13,282,840	\$ 10,580,064	25.55%

At year-end, the District had \$1,055,000 in general obligation bonds outstanding – a reduction of \$1,365,000 from last year – as shown in Figure A-7. (More detailed information about the District's long-term liabilities is presented in Note 7 to the Basic Financial Statements.)

**Dumont Borough School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024**

Factors Bearing on the District's Future Revenue/Expense Changes

The District is concerned with a potential 15% or greater increase in the health insurance premiums for the New Jersey State Employee Health Benefits Fund.

The District is concerned of the impact of both inflation and the supply-chain issues will have on the costs of goods and services.

The District is concerned with the increase in in labor costs due to inflation.

The District is concerned with the potential increase in electricity and natural gas costs due to inflation and world affairs.

Contacting the District's Financial Management

The financial report is designed to provide the District's citizens, taxpayers, customers, and investors and creditors with a general overview of the Districts' finances and to demonstrate the District's accountability for the money it receives. If you have questions about his report or need additional financial information, please contact the School Business Administrator, Kevin Cartotto, 25 Depew Street, Dumont, NJ 07628, (201)387-3070 or ecartotto@dumontnj.org.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

DUMONT BOROUGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2024

	Governmental Activities	Business-type Activities	Total
<u>ASSETS</u>			
Cash and Cash Equivalents	\$ 8,063,128	\$ 706,177	\$ 8,769,305
Internal Balances	(67,142)	67,142	
Receivables from State Government	1,246,385	1,677	1,248,062
Receivables from Federal Government	310,349	25,356	335,705
Receivables from Other Governments	3,146,332		3,146,332
Other Receivables		72,871	72,871
Inventories		15,739	15,739
Restricted Cash and Cash Equivalents	3,104,304		3,104,304
Capital Assets, Net:			
Sites (Land) and Construction in Progress	707,431		707,431
Depreciable Site Improvements, Buildings and Building Improvements and Machinery and Equipment	11,488,979	55,879	11,544,858
Total Assets	<u>27,999,766</u>	<u>944,841</u>	<u>28,944,607</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Deferred Outflows Related to Pensions	832,592		832,592
Total Deferred Outflows of Resources	<u>832,592</u>		<u>832,592</u>
<u>LIABILITIES</u>			
Current Liabilities:			
Accounts Payable	1,607,379	294,052	1,901,431
Accrued Interest Payable	15,385		15,385
Unearned Revenue	8,036	82,742	90,778
Noncurrent Liabilities:			
Due Within One Year	1,356,894		1,356,894
Due Beyond One Year	11,925,946		11,925,946
Total Liabilities	<u>14,913,640</u>	<u>376,794</u>	<u>15,290,434</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Inflows Related to Pensions	604,589		604,589
Total Deferred Inflows of Resources	<u>604,589</u>		<u>604,589</u>
<u>NET POSITION/(DEFICIT)</u>			
Net Investment in Capital Assets	6,601,302	55,879	6,657,181
Restricted - Non-expendable Permanent Endowment Fund	1,000,000		1,000,000
Restricted for:			
Capital Projects	1,166,593		1,166,593
Excess Surplus	2,303,614		2,303,614
Unemployment Compensation	600,970		600,970
Student Activities	314,849		314,849
Scholarships	21,892		21,892
Unrestricted/(Deficit)	1,304,909	512,168	1,817,077
Total Net Position	<u>\$ 13,314,129</u>	<u>\$ 568,047</u>	<u>\$ 13,882,176</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

DUMONT BOROUGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:						
Instruction:						
Regular	\$ 24,995,267		\$ 4,999,420	\$ (19,995,847)		\$ (19,995,847)
Special Education	4,444,777		4,196,494	(248,283)		(248,283)
Other Special Instruction	2,165,332		438,826	(1,726,506)		(1,726,506)
School Sponsored/Other Instruction	951,422			(951,422)		(951,422)
Support Services:						
Tuition	7,874,458		607,885	(7,266,573)		(7,266,573)
Student and Instruction Related Services	5,818,659	\$ 597,614	2,324,427	(2,896,618)		(2,896,618)
General Administrative Services	871,340		104,223	(767,117)		(767,117)
School Administrative Services	3,874,386		423,131	(3,451,255)		(3,451,255)
Central Services	688,142		127,307	(560,835)		(560,835)
Administrative Information Technology	534,518			(534,518)		(534,518)
Plant Operations and Maintenance	4,736,041			(4,736,041)		(4,736,041)
Pupil Transportation	1,611,213		222,736	(1,388,477)		(1,388,477)
Special Schools	19,166		3,551	(15,615)		(15,615)
Transfer of Funds to Charter School	15,930			(15,930)		(15,930)
Interest on Long-Term Debt	97,348			(97,348)		(97,348)
Capital Outlay	2,318,668			(2,318,668)		(2,318,668)
Total Governmental Activities	61,016,667	597,614	13,448,000	(46,971,053)		(46,971,053)
Business-Type Activities:						
Food Service	904,983	413,063	326,401		\$ (165,519)	(165,519)
Total Business-Type Activities	904,983	413,063	326,401		(165,519)	(165,519)
Total Primary Government	\$ 61,921,650	\$ 1,010,677	\$ 13,774,401	(46,971,053)	(165,519)	(47,136,572)

DUMONT BOROUGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Net (Expense) Revenue and Changes in Net Position		
	Governmental Activities	Business-type Activities	Total
General Revenues:			
Taxes:			
Property Taxes, Levied for General Purposes, Net	\$ 37,755,965		\$ 37,755,965
Taxes Levied for Debt Service	1,426,263		1,426,263
Federal, State and Local Aid not Restricted	10,113,330		10,113,330
Interest Earnings	212,274	\$ 20,060	232,334
Restricted Miscellaneous Revenue	28,223		28,223
Unrestricted Miscellaneous Income	304,933		304,933
Total General Revenues	49,840,988	20,060	49,861,048
Change in Net Position	2,869,935	(145,459)	2,724,476
Net Position - Beginning (Restated)	10,444,194	713,506	11,157,700
Net Position - Ending	\$ 13,314,129	\$ 568,047	\$ 13,882,176

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

FUND FINANCIAL STATEMENTS

DUMONT BOROUGH SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

	General Fund	Special Revenue Fund	Capital Projects Fund	Permanent Fund	Total Governmental Funds
ASSETS:					
Cash and Cash Equivalents	\$ 1,363,818		\$ 6,699,310		\$ 8,063,128
Interfund Receivable	302,273				302,273
Receivables From State Government	1,246,385				1,246,385
Receivables From Federal Government		\$ 310,349			310,349
Receivables From Other Governments	3,146,332				3,146,332
Restricted Cash and Cash Equivalents	1,767,563	326,392		\$ 1,010,349	3,104,304
Total Assets	<u>\$ 7,826,371</u>	<u>\$ 636,741</u>	<u>\$ 6,699,310</u>	<u>\$ 1,010,349</u>	<u>\$ 16,172,771</u>
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Accounts Payable	\$ 959,339	\$ 40			\$ 959,379
Interfund Payable	67,142	302,273			369,415
Unearned Revenue		8,036			8,036
Total Liabilities	<u>1,026,481</u>	<u>310,349</u>			<u>1,336,830</u>
Fund Balances:					
Nonspendable:					
Permanent Fund Principal				\$ 1,000,000	1,000,000
Restricted for:					
Capital Reserve	1,166,593				1,166,593
Excess Surplus - 2024-2025	1,198,061				1,198,061
Excess Surplus - 2025-2026	1,105,553				1,105,553
Unemployment Compensation	600,970				600,970
Student Activities		314,849			314,849
Scholarships		11,543		10,349	21,892
Committed:					
Capital Projects Fund			\$ 6,699,310		6,699,310
Assigned:					
Encumbrances	2,077,098				2,077,098
Designated For Subsequent Year's Expenditures	51,939				51,939
Unassigned	599,676				599,676
Total Fund Balances	<u>6,799,890</u>	<u>326,392</u>	<u>6,699,310</u>	<u>1,010,349</u>	<u>14,835,941</u>
Total Liabilities and Fund Balances	<u>\$ 7,826,371</u>	<u>\$ 636,741</u>	<u>\$ 6,699,310</u>	<u>\$ 1,010,349</u>	<u>\$ 16,172,771</u>

DUMONT BOROUGH SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

Amounts Reported for *Governmental Activities* in the Statement of Net Position (A-1) are Different Because:

Total Fund Balances (above)	\$ 14,835,941
Capital assets used in Governmental Activities are not financial resources and therefore are not reported in the funds.	12,196,410
Long-term liabilities, including the Net Pension Liability for PERS, Bonds Payable, Financed Purchases Payable, and Compensated Absence Payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(13,282,840)
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.	(15,385)
Certain Amounts Related to the Net Pension Liability are Deferred and Amortized in the Statement of Activities and are not Reported in the Governmental Funds.	<u>(419,997)</u>
Net Position of Governmental Activities (Exhibit A-1)	<u><u>\$ 13,314,129</u></u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

DUMONT BOROUGH SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Permanent Fund	Total Governmental Funds
REVENUES						
Local Sources:						
Local Tax Levy	\$ 37,755,965			\$ 1,426,263		\$ 39,182,228
Interest Earned on Capital Reserve Funds	212,274					212,274
Restricted Miscellaneous Revenue	20,792	\$ 597,614			\$ 7,431	625,837
Miscellaneous	304,933					304,933
Total - Local Sources	38,293,964	597,614		1,426,263	7,431	40,325,272
State Sources	25,080,362	66,077		56,637		25,203,076
Federal Sources	42,004	3,062,957				3,104,961
Total Revenues	63,416,330	3,726,648		1,482,900	7,431	68,633,309
EXPENDITURES:						
Current:						
Regular Instruction	16,254,501	547,849				16,802,350
Special Education Instruction	3,098,381	15,000				3,113,381
Other Special Instruction	1,394,223					1,394,223
School Sponsored/Other Instruction	820,500					820,500
Support Services and Undistributed Costs:						
Tuition	7,266,573	607,885				7,874,458
Student & Instruction Related Services	3,689,434	1,004,212			10,827	4,704,473
General Administrative Services	673,581					673,581
School Administrative Services	2,805,283					2,805,283
Central Services	459,949					459,949
Administration Information Technology	482,122					482,122
Plant Operations and Maintenance	4,244,295					4,244,295
Pupil Transportation	1,467,434					1,467,434
Unallocated Benefits	18,965,422					18,965,422
Debt Service:						
Principal				1,365,000		1,365,000
Interest and Other Charges				117,900		117,900
Capital Outlay	5,531,551	1,506,061	\$ 528,595			7,566,207
Special Schools	12,932					12,932
Transfer of Funds to Charter Schools	15,930					15,930
Total Expenditures	67,182,111	3,681,007	528,595	1,482,900	10,827	72,885,440
Excess/(Deficiency) of Revenue over/(under) Expenditures	(3,765,781)	45,641	(528,595)		(3,396)	(4,252,131)
OTHER FINANCING SOURCES/(USES):						
Financed Purchases (Non-budgeted)	4,540,108					4,540,108
Transfers	(7,227,905)		7,227,905			
Total Other Financing Sources/(Uses)	(2,687,797)		7,227,905			4,540,108
Net Change in Fund Balances	(6,453,578)	45,641	6,699,310		(3,396)	287,977
Fund Balance—July 1	13,253,468	280,751			1,013,745	14,547,964
Fund Balance—June 30	\$ 6,799,890	\$ 326,392	\$ 6,699,310	\$ -0-	\$ 1,010,349	\$ 14,835,941

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

DUMONT BOROUGH SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Total Net Change in Fund Balances - Governmental Funds (from Exhibit B-2)	\$ 287,977
Amounts reported for Governmental Activities in the Statement of Activities (A-2) are different because:	
Capital outlays related to capital assets are reported in the 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	\$ (426,007)
Capital Asset Additions	<u>5,363,230</u>
	4,937,223
Repayment of debt service principal and other long-term obligation liabilities is an expenditure in the governmental funds but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.	
	1,365,000
In the Statement of Activities, interest on long-term debt is accrued regardless of when it is due. In the Governmental Funds, interest is reported when due.	
	20,552
Repayment of financed purchases is an expenditure in the Governmental Funds, but the repayment reduces Long-Term Liabilities in the Statement of Net Position and is not reported in the Statement of Activities.	
	(4,540,108)
The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:	
Change in Net Pension Liability	345,037
Changes in Deferred Outflows and Inflows Related to Pensions	326,959
In the Statement of Activities, certain operating expenses, e.g., compensated absences are measured by the amounts earned during the year. In the Governmental Funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).	
	<u>127,295</u>
Change in Net Position of Governmental Activities (Exhibit A-2)	<u>\$ 2,869,935</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

DUMONT BOROUGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2024

	<u>Business-Type Activity Enterprise Funds</u>
ASSETS:	
Current Assets:	
Cash and Cash Equivalents	\$ 706,177
Interfund Receivable	67,142
Intergovernmental Accounts Receivable:	
State	1,677
Federal	25,356
Other Accounts Receivable	72,871
Inventories	15,739
Total Current Assets	<u>888,962</u>
Non-Current Assets:	
Capital Assets	213,970
Less: Accumulated Depreciation	<u>(158,091)</u>
Total Non-Current Assets	<u>55,879</u>
Total Assets	<u>944,841</u>
LIABILITIES:	
Current Liabilities:	
Accounts Payable	294,052
Unearned Revenue - Donated Commodities	1,265
Unearned Revenue - Prepaid Sales	19,093
Unearned Revenue - Supply Chain Assistance	<u>62,384</u>
Total Current Liabilities	<u>376,794</u>
NET POSITION:	
Investment in Capital Assets	55,879
Unrestricted	<u>512,168</u>
Total Net Position	<u>\$ 568,047</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

DUMONT BOROUGH SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Business-Type Activity Enterprise Funds
Operating Revenue:	
Daily Sales:	
Reimbursable Programs	\$ 263,794
Non-Reimbursable Programs	127,887
Miscellaneous Revenue	21,382
Total Operating Revenue	413,063
Operating Expenses:	
Cost of Sales:	
Reimbursable Programs	175,200
Non-Reimbursable Programs	84,936
Salaries	187,433
Employee Benefits	71,303
Other Purchased Services	343,426
Supplies and Materials	20,208
Management Fee	19,640
Depreciation Expense	2,837
Total Operating Expenses	904,983
Operating (Loss)	(491,920)
Non-Operating Revenue:	
Local Sources:	
Interest Income	20,060
State Sources:	
State School Lunch Program	9,658
Federal Sources:	
National School Lunch Program	140,912
Food Distribution Program	52,393
Equipment Grant	46,288
Supply Chain Assistance	73,928
Local Food for School Lunches	3,222
Total Non-Operating Revenue	346,461
Change in Net Position	(145,459)
Net Position - Beginning of Year (Restated)	713,506
Net Position - End of Year	\$ 568,047

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN
 INTEGRAL PART OF THIS STATEMENT

DUMONT BOROUGH SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Business-Type Activity Enterprise Funds</u>
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 399,931
Payments to Food Service Company	(551,029)
Payments to Suppliers	(47,725)
Net Cash (Used for) Operating Activities	(198,823)
Cash flows from Financing Activities:	
Interest Income	20,060
Net Cash Provided by Financing Activities	20,060
Cash flows from Capital and Related Financing Activities:	
Purchase of Capital Assets	(46,287)
Net Cash (Used for) Capital and Related Financing Activities	(46,287)
Cash Flows from Noncapital Financing Activities:	
Interfund Returned - General Fund	129,471
State Sources	9,210
Federal Sources	253,497
Net Cash Provided by Noncapital Financing Activities	392,178
Net Increase in Cash and Cash Equivalents	167,128
Cash and Cash Equivalents, July 1	539,049
Cash and Cash Equivalents, June 30	\$ 706,177
Reconciliation of Operating Loss to Net Cash	
(Used for) Operating Activities:	
Adjustment to Reconcile Operating Loss to Net Cash	
Used for Operating Activities:	
Operating Loss	\$ (491,920)
Depreciation	2,837
Food Distribution Program	52,393
Changes in Assets and Liabilities:	
(Increase) in Other Accounts Receivable	(14,183)
Increase in Accounts Payable	255,839
(Decrease) in Unearned Revenue - Donated Commodities	(59)
Increase in Unearned Revenue - Prepaid Sales	1,051
(Increase) in Inventory	(4,781)
Net Cash (Used for) Operating Activities	\$ (198,823)

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$52,334 and utilized U.S.D.A. Commodities valued at \$52,393.

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education (the "Board") of Dumont Borough School District (the "District") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government 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 elected 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.

Governmental Accounting Standards Board ("GASB") Codification Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A legally separate, tax-exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents. (2) The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization. (3). The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation

District-Wide Financial Statements:

The statement of net position and the statement of activities present financial information about the District's governmental and business type activities. These statements include the financial activities of the overall government in its entirety. Eliminations have been made to minimize the double counting of internal transactions. These statements distinguish between the governmental and business type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenue and other non-exchange transactions. Business type activities are financed in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function. Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements.

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Presentation (Cont'd)

District-Wide Financial Statements: (Cont'd)

Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements:

During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds. Separate statements for each fund category – governmental and proprietary – are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No. 34, paragraph 76. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

The District reports the following governmental funds:

General Fund: The General Fund is the general operating fund of the District and is used to account for and report all expendable financial resources not accounted for and reported in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the capital outlay subfund. These resources can be transferred from and to current expenses by board resolution.

As required by NJDOE, the District includes budgeted capital outlay in this fund. GAAP, as it pertains to governmental entities, states that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenue. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment.

Special Revenue Fund: The Special Revenue Fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Thus, the Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Governments (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted or committed to expenditures for specified purposes.

Capital Projects Fund: The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets or lease assets or subscription assets (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election, funds appropriated from the General Fund, and from aid provided by the state to offset the cost of approved capital projects.

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Presentation (Cont'd)

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

Permanent Fund: The Permanent Fund is used to account for an endowment which was given to the District. The principal amount is permanently restricted and may not be comingled with any other funds. Any income earned on the principal is to be used solely for post high school scholarships.

The District reports the following proprietary fund:

Enterprise Fund: The Enterprise Fund accounts for all revenue and expenses pertaining to the Board's cafeteria operations. The Food Service Fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e., expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

C. Measurement Focus and Basis of Accounting

The district-wide financial statements and the proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenue is recognized when measurable and available. The District considers all revenue reported in the governmental funds to be available if the revenue is collected within sixty days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. Capital asset, lease asset acquisitions, or subscription assets are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under financed purchases are reported as other financing sources.

It is the District's policy, that when an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, to apply restricted resources first followed by unrestricted resources. Similarly, within unrestricted fund balance, it is the District's policy to apply committed resources first followed by assigned resources and then unassigned resources when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants and general revenue. Therefore, when program expenses are incurred, both restricted and unrestricted net position may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenue.

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

D. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budget for the fiscal year ended June 30, 2024 was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. All budget amendments/transfers must be made by School Board resolution. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budget during the year).

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

The general fund budgetary revenue differs from GAAP revenue due to a difference in recognition of the last two state aid payments for the current year. Since the State is recording the last two state aid payments in the subsequent fiscal year, the District cannot recognize these payments on the GAAP financial statements.

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenue and Expenditures:

	General Fund	Special Revenue Fund
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 63,578,059	\$ 3,720,525
Differences - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, Whereas the GAAP Basis does not.		
Current Year Encumbrances		(19,041)
Cancellation of Prior Year Encumbrances		(39)
Prior Year Encumbrances		25,203
Prior Year State Aid Payments Recognized for GAAP Purposes, not Recognized for Budgetary Statements	1,076,299	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(1,238,028)	
Total Revenues as Reported on the Statement of Revenues,		
Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 63,416,330</u>	<u>\$ 3,726,648</u>

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

D. Budgets/Budgetary Control (Cont'd)

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenue and Expenditures:

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 67,182,111	\$ 3,674,884
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.		
Current Year Encumbrances		(19,041)
Cancellation of Prior Year Encumbrances		(39)
Prior Year Encumbrances		25,203
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 67,182,111</u>	<u>\$ 3,681,007</u>

E. Cash and Cash Equivalents and Investments

Cash and cash equivalents include petty cash, change funds, amounts in deposits, and short-term investments with original maturities of three months or less.

The District generally records investments at fair value and records the unrealized gains and losses as part of investment income. Fair value is the price that would be received to sell an investment in an orderly transaction between market participants at the measurement date. The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

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

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

E. Cash and Cash Equivalents and Investments (Cont'd)

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

F. Interfund Transactions:

Transfers between governmental and business-type activities on the District-wide statements are reported in the same manner as general revenues. 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 the enterprise fund. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

On fund financial statements, short-term interfund loans are classified as interfund receivables/payables. These amounts are eliminated in the statement of net position, except for amounts due between governmental and business-type activities or governmental and agency funds, which are presented as internal balances or between governmental and agency funds.

G. Allowance for Uncollectible Accounts:

No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

H. 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 restricted, committed and/or assigned fund balances at fiscal year end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services.

Open encumbrances in the special revenue fund for which the District has received advances are reflected in the balance sheet as unearned revenue at fiscal year-end.

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

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

I. Short-term Interfund Receivables/Payables:

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

J. Inventories and Prepaid Expenses:

Inventories and prepaid expenses, which benefit future periods, other than those recorded in the enterprise fund, are recorded as an expenditure during the year of purchase.

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, 2024.

K. Capital Assets:

During the year ended June 30, 1994, the District established a formal system of accounting for its capital assets. Capital assets acquired or constructed subsequent to June 30, 1994, are recorded at historical cost including ancillary charges necessary to place the asset into service. Capital assets acquired or constructed prior to the establishment of the formal system are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Land has been recorded at estimated historical cost. Donated capital assets are valued at acquisition value. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. Capital assets have been reviewed for impairment. The capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is \$2,000. The depreciation method is straight-line.

The estimated useful lives of capital assets reported in the District-wide statements and proprietary funds are as follows:

	<u>Estimated Useful Life</u>
Buildings and Building Improvements	50 years
Site Improvements	20 years
Machinery and Equipment	10 to 15 years
Computer and Related Technology	5 years
Vehicles	8 years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures in the governmental fund upon acquisition. Capital assets are not capitalized and the related depreciation is not reported in the fund financial statements.

L. Lease Assets

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

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

M. Subscription Assets

Intangible right-to-use subscription assets are subscription-based information technology arrangements (SBITAs) with subscription terms of more than one year. The value of subscription assets are determined by the sum of the subscription liability and payments made to the SBITA vendor, including capitalizable initial implementation costs, before the commencement date of the subscription term.

N. Long Term Liabilities:

In the district-wide and enterprise fund statements of net position, long-term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or enterprise funds. Bond premium and discounts are reported as deferred charges and amortized over the term of the related debt using the straight-line method of amortization. In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

O. Accrued Salaries and Wages

The District does not allow employees who provide services over the ten-month academic year the option to have their salaries evenly distributed during the entire twelve-month year, therefore, there are no accrued salaries and wages as of June 30, 2024.

P. Compensated Absences

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by GASB. A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits.

District employees are granted varying amounts of vacation and sick leave in accordance with the District's various employee contracts/agreements. Upon termination, employees are paid for accrued vacation. The District's various employee contracts/agreements permit 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 contracts/agreements.

In the district-wide *Statement of Net Position*, the liabilities, whose average maturities are greater than one year, should be reported in two components – the amount due within one year and the amount due in more than one year.

Q. Lease Payable

In the district-wide financial statements, leases payable are reported as liabilities in the Statement of Net Position. In the governmental fund financial statements, the present value of lease payments is reported as other financing sources.

R. Unearned Revenue

Unearned revenue in the special revenue and the enterprise funds represent cash which has been received but not yet earned.

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

S. Subscription Payable

In the district-wide financial statements, subscription payables are reported as liabilities in the Statement of Net Position. In the governmental Fund financial statements, the present value of subscription payments at the District's incremental borrowing rate over the subscription term is reported as other financing sources.

T. Fund Balance Appropriated

General Fund: Of the \$6,799,890 General Fund fund balance at June 30, 2024, \$2,077,098 is assigned for encumbrances; \$1,166,593 is restricted in the capital reserve account; \$1,198,061 is prior fiscal year excess surplus and is included as anticipated revenue for the fiscal year ending June 30, 2025; \$1,105,553 is current year excess surplus and will be anticipated and included as anticipated revenue for the fiscal year ending June 30, 2026; \$600,970 is restricted for unemployment compensation; \$51,939 is assigned for subsequent year's expenditures and \$599,676 is unassigned which is \$1,238,028 more than the calculated maximum unassigned fund balance, on a GAAP Basis, due to the final two state aid payments, which are not recognized until the fiscal year ended June 30, 2025.

Special Revenue Fund: Of the \$326,392 Special Revenue Fund balance at June 30, 2024, \$314,849 is restricted for student activities, and \$11,543 is restricted for scholarships.

Capital Projects: The fund balance of \$6,699,310 at June 30, 2024 is committed.

Permanent Fund: Of the \$1,010,349 fund balance in the Permanent Fund at June 30, 2024, \$1,000,000 is nonspendable Permanent Fund Principal, and \$10,349 is restricted for Scholarship.

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, C.73 (s1701), the designation for Restricted Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The District has excess surplus at June 30, 2024 as indicated above.

P.L. 2003, C.97 provides that in the event state school aid payments are not made until the following school budget year, districts must record the last state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the last two state aid payments in the subsequent fiscal year, the school district cannot recognize these last two state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the final two state aid payments and not the fund balance reported on the fund statement which excludes the last two state aid payments noted above.

U. Deficit Net Position

The District did not have a deficit in unrestricted net position in its governmental activities as of June 30, 2024.

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

V. Net Position:

Net position is the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources.

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District had deferred inflows and outflows related to pensions at June 30, 2024.

Net position is displayed in three components - net investment in capital assets; restricted and unrestricted.

The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, lease assets, net of accumulated amortization, and subscription assets, net of accumulated amortization, reduced by the outstanding balances of borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also would be included in this component of net position.

The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

The unrestricted component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

W. Fund Balance Restrictions, Commitments and Assignments

The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. The committed fund balance classification includes amounts that can be used only for the specific purposes determined for a formal action of the District's highest level of decision-making authority. Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Unassigned fund balance is the residual classification for the District's General Fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classifications should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts has been restricted, committed or assigned.

Fund balance restrictions have been established for a capital reserve, excess surplus, unemployment compensation, student activities, and scholarships.

The District Board of Education has the responsibility to formally commit resources for specific purposes through a motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body. The Board of Education must also utilize a formal motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body in order to remove or change the commitment of resources. The District has committed resources at June 30, 2024 in the Capital Projects Fund.

The assignment of resources is generally made by the District Board of Education through a motion or a resolution passed by a majority of the Members of the Board of Education. These resources are intended to be used for a specific purpose. The process is not as restrictive as the commitment of resources and the Board of Education may allow an official of the District to assign resources through policies adopted by the Board of Education. The District has assigned resources for encumbrances and for amounts designated for subsequent year's expenditures in the General Fund at June 30, 2024.

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

X. Revenue - Exchange and Nonexchange Transactions:

Revenue, resulting from exchange transactions in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available.

Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means within sixty days of the fiscal year end.

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Y. Operating Revenue and Expenses:

Operating revenue are those revenues that are generated directly from the primary activity of the Enterprise Fund. For the School District, these revenues are sales for food service and fees for the community school. Operating expenses are necessary costs incurred to provide the services that are the primary activities of the Enterprise Fund.

Z. Management Estimates:

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of revenue and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

AA. Pensions

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

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 2. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND DISTRICT-WIDE STATEMENTS

Due to the differences in the measurement focus and basis of accounting used on the government fund statements and district-wide statements, certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items.

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

GASB requires disclosure of the level of custodial credit risk assumed by the District in its cash, cash equivalents and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk - In accordance with its cash management plan, the District ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk - The District limits its investments to those authorized in its cash management plan which is included in the Investment sections for this note.

Custodial Credit Risk - The District's policy with respect to custodial credit risk requires that the District ensures funds are only deposited in financial institutions in which NJ school districts are permitted to invest their funds.

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 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, and

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, the Federal Home Loan Bank Board, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

Investments:

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

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located;
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983, c.313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by local units;
- (6) Local government investment pools;
- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or
- (8) Agreements for the repurchase of fully collateralized securities if:
 - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.);
 - (b) the custody of collateral is transferred to a third party;
 - (c) the maturity of the agreement is not more than 30 days;
 - (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
 - (e) a master repurchase agreement providing for the custody and security of collateral is executed; or

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

Investments: (Cont'd)

- (9) Deposit of funds in accordance with the following conditions:
- (a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;
 - (b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;
 - (c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;
 - (d) The designated public depository acts as custodian for the school district with respect to these deposits; and
 - (e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

As of June 30, 2024, cash and cash equivalents of the District consisted of the following:

	Restricted Cash and Cash Equivalents						Total
	Cash and Cash Equivalents	Capital Reserve Account	Permanent Fund	Unemployment Compensation Account	Student Activities Account	Scholarships Account	
Checking Accounts	\$ 8,769,305	\$ 1,166,593	\$ 1,010,349	\$ 600,970	\$ 314,849	\$ 11,543	\$ 11,873,609
	<u>\$ 8,769,305</u>	<u>\$ 1,166,593</u>	<u>\$ 1,010,349</u>	<u>\$ 600,970</u>	<u>\$ 314,849</u>	<u>\$ 11,543</u>	<u>\$ 11,873,609</u>

During the period ended June 30, 2024, the District did not hold any investments. The carrying amount of the Board's cash and cash equivalents at June 30, 2024, was \$11,873,609 and the bank balance was \$13,139,815.

NOTE 4. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Dumont Township Board of Education 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 State Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes, or by transfer by board resolution at fiscal year-end of any unanticipated revenue or unexpended line-item appropriation amounts or both. 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 balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 4. CAPITAL RESERVE ACCOUNT (Cont'd)

Beginning Balance, July 1, 2023		\$ 7,072,209
Add: Transfer from Unassigned Fund Balance		
as per Board Resolution	\$ 610,015	
Budgeted Increase	500,000	
Interest Earnings	<u>212,274</u>	
		<u>1,322,289</u>
		8,394,498
Less: Transfer as per Board Resolution		<u>(7,227,905)</u>
Ending Balance, June 30, 2024		<u>\$ 1,166,593</u>

The balance in the capital reserve account at June 30, 2024 does not exceed the LRFP balance of local support costs of uncompleted capital projects. The withdrawals from the capital reserve were for use in DOE approved facilities projects consistent with the District's LRFP.

NOTE 5. CAPITAL ASSETS

Capital asset balances and activity for the year ended June 30, 2024 were as follows:

	(Restated) Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Governmental Activities:				
Capital Assets not Being Depreciated:				
Construction in Progress		\$ 707,431		707,431
Total Capital Assets Not Being Depreciated		<u>707,431</u>		<u>707,431</u>
Capital Assets Being Depreciated:				
Site Improvements	\$ 2,118,755			\$ 2,118,755
Buildings and Building Improvements	13,406,392			13,406,392
Machinery and Equipment	3,348,416	4,655,799		8,004,215
Total Capital Assets Being Depreciated	<u>18,873,563</u>	<u>4,655,799</u>		<u>23,529,362</u>
Governmental Activities Capital Assets	<u>18,873,563</u>	<u>5,363,230</u>		<u>24,236,793</u>
Less Accumulated Depreciation for:				
Site Improvements	(2,009,967)	(2,472)		(2,012,439)
Buildings and Building Improvements	(6,660,010)	(302,898)		(6,962,908)
Machinery and Equipment	(2,944,399)	(120,637)		(3,065,036)
	<u>(11,614,376)</u>	<u>(426,007)</u>		<u>(12,040,383)</u>
Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 7,259,187</u>	<u>\$ 4,937,223</u>	<u>\$ -0-</u>	<u>\$ 12,196,410</u>

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(Continued)

NOTE 5. CAPITAL ASSETS (Cont'd)

	(Restated) Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Business Type Activities:				
Capital Assets Being Depreciated:				
Machinery and Equipment	\$ 167,683	\$ 46,287		\$ 213,970
	<u>167,683</u>	<u>46,287</u>		<u>213,970</u>
Less Accumulated Depreciation for:				
Machinery and Equipment	(155,254)	(2,837)		(158,091)
	<u>(155,254)</u>	<u>(2,837)</u>		<u>(158,091)</u>
Business Type Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 12,429</u>	<u>\$ 43,450</u>	<u>\$ -0-</u>	<u>\$ 55,879</u>

The District transferred \$-0- of completed capital projects to depreciable capital assets during the fiscal year. As of June 30, 2024, the District expended \$823,122 on capital additions and depreciated \$426,007 from its governmental activities. The District expended \$46,287 and depreciated \$2,837 from its business-type activities during the fiscal year.

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 297,074
Special Instruction	25,205
Student and Instruction Related Services	8,283
General Administration	7,787
School Administration	6,443
Operations and Maintenance of Plant	45,242
Student Transportation	35,973
	<u>\$ 426,007</u>

NOTE 6. TRANSFERS TO CAPITAL OUTLAY

During the fiscal year ended June 30, 2024, the District transferred \$777,978 to the capital outlay accounts for equipment which did not require the approval of the County Superintendent.

NOTE 7. LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2024, the following changes occurred in long-term liabilities reported in the district-wide financial statements:

	Balance 6/30/2023	Accrued	Retired	Balance 6/30/2024
Serial Bonds Payable	\$ 2,420,000		\$ 1,365,000	\$ 1,055,000
Net Pension Liability	6,884,374		345,037	6,539,337
Financed Purchases Payable		\$ 4,540,108		4,540,108
Compensated Absences Payable	1,275,690		127,295	1,148,395
	<u>\$ 10,580,064</u>	<u>\$ 4,540,108</u>	<u>\$ 1,837,332</u>	<u>\$ 13,282,840</u>

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 7. LONG-TERM LIABILITIES (Cont'd)

A. Bonds Payable:

Bonds are authorized in accordance with State law by the voters of the municipality through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds.

The District had serial bonds outstanding as of June 30, 2024 as follows:

Purpose	Issue Date	Interest Rate	Final Maturity Date	Amount
School Refunding Bonds	06/03/14	5.00%	03/15/25	\$ 1,055,000
				<u>\$ 1,055,000</u>

Principal and interest due on serial bonds outstanding are as follows:

Fiscal Year Ending June 30,	Bonds		
	Principal	Interest	Total
2025	\$ 1,055,000	\$ 52,750	\$ 1,107,750
	<u>\$ 1,055,000</u>	<u>\$ 52,750</u>	<u>\$ 1,107,750</u>

The Debt Service Fund will be used to liquidate the serial bonds payable.

B. Leases Payable:

The District had no leases payable as of June 30, 2024.

C. Financed Purchases Payable:

The District entered into a financed purchases agreement in September 2023 to fund the purchase equipment for the District's energy savings plan ("ESIP") for \$4,540,108. As of June 30, 2024, \$-0- has been liquidated. The following is a schedule of the future minimum financed purchases payments, and the present value of the net minimum financed purchases payments at June 30, 2024.

<u>Fiscal Year Ending</u>	<u>Amount</u>
2025	\$ 351,603
2026	384,938
2027	382,992
2028	390,597
2029-2033	1,991,048
2034-2038	2,186,623
2039	<u>465,314</u>
Total minimum financed purchases payments	6,153,115
Less: Amount representing interest	<u>(1,613,007)</u>
Present value of net minimum financed purchases payments	<u>\$ 4,540,108</u>

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 7. LONG-TERM LIABILITIES (Cont'd)

C. Financed Purchases Payable: (Cont'd)

The current portion of the financed purchases payable at June 30, 2024 is \$187,132 and the long-term portion is \$4,352,976. The financed purchases payable will be liquidated by the General Fund.

D. Compensated Absences Payable:

The liability for compensated absences of the governmental fund types is recorded in the current and long-term liabilities. The compensated absences balance of the governmental funds as of June 30, 2024 is \$1,148,395. \$114,762 represents the current portion and \$1,033,633 is the long-term portion.

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, 2024, \$0- is recorded for compensated absences in the Enterprise Fund.

E. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in the current and long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2024 is \$0 and the long-term portion is \$6,539,337. See Note 8 for further information on the PERS.

NOTE 8. PENSION PLANS

Substantially all of the Board's employees participate in one of the two contributory, defined benefit public employee retirement systems: the Teachers' Pension and Annuity Fund (TPAF) or the Public Employee's Retirement System (PERS) of New Jersey; or the Defined Contribution Retirement Program (DCRP), a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) 401(a).

A. Public Employees' Retirement System (PERS)

Plan Description

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

Benefits Provided

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

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

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(Continued)

NOTE 8. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Benefits Provided (Cont'd)

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 with 25 or more years of service credit before age 62 and Tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a members 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 50 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. 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. 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. District contributions to PERS amounted to \$603,409 for the current fiscal year. During the fiscal year ended June 30, 2023, the State of New Jersey contributed \$20,394 to the PERS for normal pension benefits on behalf of the District. The employee contribution rate was 7.50% effective July 1, 2018.

Special Funding Situation

Under N.J.S.A. 43:15A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed that legally obligated the State if certain circumstances occurred. The legislation, which legally obligates the State, is Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001. The amounts contributed on behalf of the local participating employers under the legislation is considered to be special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under the legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statement of the local participating employers related to the legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entity's total proportionate share of the collective net pension liability that is associated with the local participating employer. In addition, each local participating employer must disclose pension expense as well as revenue associated with the employers in an amount equal to the nonemployer contributing entity's total proportionate share of the collective pension expense associated with the local participating employer.

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2024, the District reported a liability of \$6,539,337 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022 which was rolled forward to June 30, 2023. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2023, the District's proportion was 0.0451%, which was a decrease of 0.0004% from its proportion measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the District recognized an actual pension benefit of \$58,735 related to the District's proportionate share of the net pension liability. Additionally, for the fiscal year ended June 30, 2023, the State recognized a pension expense on behalf of the District in the amount of \$20,394 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2024 financial statements.

There was no state proportionate share of net pension liability attributable to the District as of June 30, 2023.

At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2019	5.63		\$ 35,522
	2020	5.21		323,211
	2021	5.16	\$ 14,366	
	2022	5.13		37,579
			<u>14,366</u>	<u>396,312</u>
Difference Between Expected and Actual Experience	2019	5.63	2,715	
	2020	5.21	18,007	
	2021	5.16		11,425
	2022	5.13		15,306
	2023	5.04	<u>41,802</u>	
			<u>62,524</u>	<u>26,731</u>
Changes in Proportion	2019	5.63	13,365	
	2020	5.21		85,292
	2021	5.16	64,223	
	2022	5.13		33,288
	2023	5.04		62,966
			<u>77,588</u>	<u>181,546</u>

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Net Difference Between Projected and Actual	2020	5.00	\$ 101,269	
Investment Earnings on Pension Plan Investments	2021	5.00	(842,211)	
	2022	5.00	1,002,027	
	2023	5.00	(230,971)	
			<u>30,114</u>	
District Contribution Subsequent to the Measurement Date	2023	1.00	648,000	
			<u>\$ 832,592</u>	<u>\$ 604,589</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources (excluding the District contribution subsequent to the measurement date) related to pensions will be recognized in the pension benefit as follows:

Fiscal Year Ending June 30,	Total
2024	\$ (401,639)
2025	(200,712)
2026	246,833
2027	(64,065)
2028	(414)
	<u>\$ (419,997)</u>

Actuarial Assumptions

The total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022 which was rolled forward to June 30, 2023. This actuarial valuation used the following actuarial assumptions:

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases	2.75 – 6.55% based on years of service
Investment Rate of Return	7.00%

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee Mortality Table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and a 99.7% adjustment for

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Actuarial Assumptions (Cont'd)

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, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS' target asset allocation as of June 30, 2023 are summarized in the following table.

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	28.00%	8.98%
Non-U.S. Developed Market Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Markets Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(Continued)

NOTE 8. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. 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 non-employer contributing entity will be based upon 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments in determining the total pension liability.

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

The following presents the District's proportionate share of the collective net pension liability as of June 30, 2023 calculated using the discount rate as disclosed below, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2023		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
District's proportionate share of the Net Pension Liability	\$ 8,753,533	\$ 6,539,337	\$ 5,162,715

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial statements.

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

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

Benefits Provided

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

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Benefits Provided (Cont'd)

The following represents the membership tiers for TPAF:

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

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

Contributions

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing members. 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 included the employer portion of the normal cost and an amortization of the unfunded accrued liability. For fiscal year 2023, the State's pension contribution was more than the actuarially 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 non-employer 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 non-employer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the non-employer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer. During the fiscal year ended 2024, the State of New Jersey contributed \$7,473,668 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required contribution of \$2,327,706.

The employee contribution rate was 7.50% effective July 1, 2018.

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2024, the State's proportionate share of the net pension liability associated with the District was \$94,748,958. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022 which was rolled forward to June 30, 2023. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2023, the District's proportion was 0.1856%, which was an increase of 0.0006% from its proportion measured as of June 30, 2022.

District's Proportionate Share of the Net Pension Liability	\$ -0-
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>94,748,958</u>
Total	<u>\$ 94,748,958</u>

For the fiscal year ended June 30, 2023, the State recognized pension expense on behalf of the District in the amount of \$2,327,706 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2024 financial statements. The State reported collective deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2016	8.30	\$ 391,340,712	
	2017	8.30		\$ 2,080,865,206
	2018	8.29		1,883,063,885
	2019	8.04		1,514,535,609
	2020	7.99	805,517,879	
	2021	7.93		9,179,534,541
	2022	7.83	82,066,487	
			<u>1,278,925,078</u>	<u>14,657,999,241</u>
Difference Between Expected and Actual Experience	2016	8.30		4,866,656.00
	2017	8.30	37,022,988	
	2018	8.29	330,339,649	
	2019	8.04		58,842,090
	2020	7.99		4,293,040
	2021	7.93	121,815,868	
	2022	7.83		15,372,285
	2023	7.93	169,161,907	
			<u>658,340,412</u>	<u>83,374,071</u>

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Net Difference Between Projected and Actual	2020	5.00	\$ 241,395,539	
Investment Earnings on Pension Plan Investments	2021	5.00	(1,777,316,905)	
	2022	5.00	2,489,500,994	
	2023	6.00	(477,296,442)	
			<u>476,283,186</u>	
			<u>\$ 2,413,548,676</u>	<u>\$ 14,741,373,312</u>

Amounts reported by the State as collective deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense excluding that attributable to employer-paid members contributions as follows:

Fiscal Year Ending June 30,	Total
2024	\$ (3,918,676,894)
2025	(3,446,016,070)
2026	(1,604,289,401)
2027	(1,742,641,843)
2028	(1,672,806,952)
Thereafter	<u>56,606,524</u>
	<u><u>\$ (12,327,824,636)</u></u>

Actuarial Assumptions

The total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022 which was rolled forward to June 30, 2023. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate	
Price	2.75%
Wage	3.25%
Salary Increases	2.75 – 4.25% based on years of service
Investment Rate of Return	7.00%

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Actuarial Assumptions (Cont'd)

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 a 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, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected_returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2023 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	28.00%	8.98%
Non-U.S. Developed Market Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Markets Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Discount Rate – TPAF

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the pension 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 pension plan investments was applied to all projected benefit payments in determining the total pension liability.

Sensitivity of the State's Proportionate Share of the Net Pension Liability Associated with the District to Changes in the Discount Rate

The following presents the State's proportionate share of the net pension liability associated with the District as of June 30, 2023 calculated using the discount rate as disclosed above, as well as what the State's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2023		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
State's Proportionate Share of Net Pension Liability Associated with the District	\$ 112,326,812	\$ 94,748,958	\$ 94,748,958

Pension Plan Fiduciary Net Position

Detailed information about the TPAF's fiduciary net position is available in the separately issued TPAF financial statements.

C. Defined Contribution Retirement Program (DCRP)

Prudential Financial jointly administers the DCRP investments with the NJ Division of Pensions and Benefits. If an employee is ineligible to enroll in the PERS or TPAF, the employee may be eligible to enroll in the DCRP. DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting is immediate upon enrollment for members of the DCRP.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of the DCRP. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625-0295.

Employers are required to contribute at an actuarially determined rate. Employee contributions are based on percentages of 5.50% for DCRP of employees' annual compensation, as defined. The DCRP was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 and expanded under the provisions of Chapter 89, P.L. 2008. Employee contributions for DCRP are matched by a 3% employer contribution.

For DCRP, the District recognized pension expense of \$64,898 for the fiscal year ended June 30, 2024. Employee contributions to DCRP amounted to \$60,440 for the fiscal year ended June 30, 2024.

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 9. 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. Health benefits coverage is provided by Horizon Blue Cross/Blue Shield of New Jersey.

Property and Liability Insurance

The District is a member of the Northeast Bergen County School Board Insurance Group (the “Group”). This public entity risk management group provides general liability, property and automobile coverage and workers’ compensation coverage for its members. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report. The Group is a risk-sharing public entity risk pool that is an insured and self-administered group of school boards established for the purpose of providing low-cost insurance for its respective members in order to keep local property taxes to a minimum. Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for the Group are elected.

As a member of this Group, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of the Group were to be exhausted, members would become responsible for their respective shares of the Group’s liabilities. The Group can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided among the members in the same ratio as their individual assessment related to the total assessment of the membership body.

The audit for the Group as of June 30, 2024 is not available as of the date of this audit report. Selected, summarized financial information for the Group as of June 30, 2023 is as follows:

	<u>Northeast Bergen County School Board Insurance Group</u>
Total Assets	<u>\$ 30,245,133</u>
Net Position	<u>\$ 16,838,401</u>
Total Revenue	<u>\$ 20,311,936</u>
Total Expenses	<u>\$ 19,045,050</u>
Change in Net Position	<u>\$ 1,266,886</u>
Members Dividends	<u>\$ 2,042,318</u>

Financial statements for the Group are available at the Group’s Executive Director’s Office.

Burton Agency
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DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 9. RISK MANAGEMENT (Cont'd)

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 to 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 unemployment compensation restricted fund balance in the general fund for the current and previous two fiscal years.

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Interest Earned</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2023-2024		\$ 12,189	\$ 70,656	\$ 62,053	\$ 600,970
2022-2023		8,531	68,285	50,779	580,178
2021-2022	\$ 25,000	606	62,441	800	554,141

NOTE 10. ECONOMIC DEPENDENCY

The Board of Education 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 on the Board of Education's programs and activities.

NOTE 11. INTERFUND RECEIVABLES AND PAYABLES AND TRANSFERS

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 302,273	\$ 67,142
Special Revenue Fund		302,273
Food Service Fund	67,142	
	<u>\$ 369,415</u>	<u>\$ 369,415</u>

The interfund between the General Fund and the Special Revenue Fund is due to a deficit in cash and cash equivalents in the Special Revenue Fund. This deficit is due to timing between expenditure and reimbursement from the State of New Jersey. The interfund payable in the General Fund to the Food Service Fund is for reimbursements received from the Federal and State Grant Programs in the Food Service Program which were collected in General Fund and not remitted prior to year-end.

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 12. DEFERRED COMPENSATION

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

AXA Equitable	Variable Annuity Life Insurance (VALIC)
Lincoln TSA	Faculty Services TSA
Great West TSA	MetLife
Aspire Financial Services	

NOTE 13. TAX CALENDAR

Property taxes are levied as of January 1 on property values assessed as of the previous calendar year. The tax levy is divided into two billings. The first billing is an estimate of the current year's levy based on the prior year's taxes. The second billing reflects adjustments to the current year's actual levy. The final tax bill is usually mailed on or before June 14th, along with the first half estimated tax bills for the subsequent year. The first half estimated taxes are divided into two due dates, February 1 and May 1. The final tax bills are also divided into two due dates, August 1 and November 1. A ten-day grace period is usually granted before the taxes are considered delinquent and there is an imposition of interest charges. A penalty may be assessed for any unpaid taxes in excess of \$10,000 at December 31 of the current year. Taxes are collected by the constituent municipality and are remitted to the local school district on a predetermined mutually agreed-upon schedule.

NOTE 14. ACCOUNTS PAYABLE

The following accounts payable balances existed as of June 30, 2024:

	<u>Governmental Funds</u>		<u>Total Governmental Funds</u>	<u>District Contribution Subsequent to the Measure- ment Date</u>	<u>Total Governmental Activities</u>	<u>Business- Type Activities Proprietary Funds</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>				
State of New Jersey				\$ 648,000	\$ 648,000	
Vendors						\$ 294,052
Payroll Deductions and Withholdings	\$ 959,339	\$ 40	\$ 959,379		959,379	
	<u>\$ 959,339</u>	<u>\$ 40</u>	<u>\$ 959,379</u>	<u>\$ 648,000</u>	<u>\$ 1,607,379</u>	<u>\$ 294,052</u>

NOTE 15. COMMITMENTS AND CONTINGENCIES

Grant Programs

The School District participates in state and federally assisted grant programs. The programs are subject to program compliance audits by grantors or their representatives. The School District is potentially liable for expenditures which may be disallowed pursuant to terms of these grant programs. Management is not aware of any material items of noncompliance which would result in the disallowance of program expenditures.

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 15. COMMITMENTS AND CONTINGENCIES (Cont'd)

Litigation

The District is periodically involved in claims and pending lawsuits. The District estimates that the potential claims against it resulting from such litigation and not covered by insurance would not materially affect the financial statements of the District.

Arbitrage

The District may have a liability for arbitrage payable to the federal government relative to its school bond issues. The amount of liability at June 30, 2024, if any, is unknown.

Encumbrances

At June 30, 2024, there were encumbrances as detailed below in the governmental funds.

General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
<u>\$ 2,077,098</u>	<u>\$ 19,041</u>	<u>\$ 5,219,640</u>	<u>\$ 7,315,779</u>

On the District's Governmental Funds Balance Sheet as of June 30, 2024, \$-0- is assigned for year end encumbrances in the Special Revenue Fund, which is \$19,041 more than the actual year-end encumbrances on a budgetary basis. Encumbrances are not recognized on a GAAP basis and are reflected as either a reduction in grant receivables or an increase in unearned revenue.

NOTE 16. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

State Health Benefit Program Fund – Local Education Retired Employees Plan (including Prescription Drug Program Fund)

General Information about the OPEB Plan

A. Plan Description and Benefits Provided

The District is in a “special funding situation”, as described in GASB Statement No. 75, in that OPEB contributions and expenses are legally required to be made by and are the sole responsibility of the State of New Jersey, not the District.

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

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 16. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (including Prescription Drug Program Fund) (Cont'd)

General Information about the OPEB Plan (Cont'd)

A. Plan Description and Benefits Provided (Cont'd)

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 years or more 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 non-employer OPEB liability does not include certain other postemployment benefit obligations that are provided by the local education employers. The reporting of these benefits, is the responsibility of the individual education employers.

For additional information about the State Health Benefit Local Education Retired Education Plan, please refer to the Division's annual financial statements which can be found at <https://www.state.nj.us/treasury/pensions/gasb-notices-opeb.shtml>.

B. Employees Covered by Benefit Terms

At June 30, 2022, the plan membership consisted of the following:

Retirees Plan Members and Spouses of Retirees Currently Receiving Benefit Payments	152,383
Active Plan Members	<u>217,212</u>
Total	<u><u>369,595</u></u>

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2023 was determined by an actuarial valuation as of June 30, 2022, which was rolled forward to June 30, 2023.

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 16. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (including Prescription Drug Program Fund) (Cont'd)

Actuarial Assumptions and Other Inputs

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.

	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Salary Increases:	2.75 - 4.25% based on years of service	2.75 - 6.55% based on years of service	3.25 - 16.25% based on years of service

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

100% of active employees are considered to participate in the Plan upon retirement.

Mortality Rates

Pre-retirement 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. Post-retirement 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 disabled retirees. Future disabled retirees were 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.

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 6.50% and decreases to a 4.50% long term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 14.8% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend is increasing to 17.4% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.5% and decreases to a 4.50% long term rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 16. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (including Prescription Drug Program Fund) (Cont'd)

Discount Rate

The discount rate used to measure the total OPEB liability was 3.65%. This represents the municipal bond rate as chosen by the State of New Jersey Division of Pensions and Benefits. 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's Proportionate Share of the Total OPEB Liability Associated with the District

	<u>Total OPEB Liability</u>
Balance at June 30, 2022	\$ 84,394,870
Changes for Year:	
Service Cost	3,282,168
Interest on the Total OPEB Liability	3,059,658
Difference between Actual and Expected Experience	(1,729,405)
Changes of Assumptions	175,106
Gross Benefit Payments by the State	(2,385,053)
Contributions from Members	<u>78,408</u>
Net Changes	<u>2,480,882</u>
Balance at June 30, 2023	<u>\$ 86,875,752</u>

Sensitivity of the Total Non-employer OPEB Liability Attributable to the District to Changes in the Discount Rate

The following presents the total non-employer OPEB Liability attributable to the District as of June 30, 2023, calculated using the discount rate as disclosed in this note, as well as what the total non-employer OPEB liability attributable to the District would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>June 30, 2023</u>		
	<u>At 1% Decrease (2.65%)</u>	<u>At Discount Rate (3.65%)</u>	<u>At 1% Increase (4.65%)</u>
Total OPEB Liability Attributable to the District	\$ 102,113,308	\$ 86,875,752	\$ 74,663,613

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(Continued)

NOTE 16. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (including Prescription Drug Program Fund) (Cont'd)

Sensitivity of the Total Non-employer OPEB Liability Attributable to the District to Changes in the Healthcare Trend Rate

The following presents the total non-employer OPEB Liability attributable to the District as of June 30, 2023, calculated using the healthcare trend rate as disclosed in this note, as well as what the total non-employer OPEB liability attributable to the District would be if it were calculated using a healthcare trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2023		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability Attributable to the District	\$ 72,120,268	\$ 86,875,752	\$ 106,183,341

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

For the fiscal year ended June 30, 2024, the District recognized OPEB expense of \$1,754,029 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

In accordance with GASB Codification Section P50, as the District's proportionate share of the OPEB liability is \$-0-, there is no recognition of the allocation of the proportionate share of the deferred inflows and outflows of resources. At June 30, 2023 the State had deferred outflows of resources and deferred inflows of resources related to OPEB associated with the District from the following sources:

	Deferral Year	Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		\$ 3,130,461
	2018	9.51		3,240,308
	2019	9.29	\$ 476,700	
	2020	9.24	11,654,530	
	2021	9.24	66,334	
	2022	9.13		17,603,832
	2023	9.30	156,277	
			<u>12,353,841</u>	<u>23,974,601</u>
Differences between Expected and Actual Experience	2018	9.51		3,063,099
	2019	9.29		5,610,791
	2020	9.24	10,862,480	
	2021	9.24		12,756,558
	2022	9.13	1,812,942	
	2023	9.30		1,451,760
			<u>12,675,422</u>	<u>22,882,208</u>
Changes in Proportion	N/A	N/A	604,680	2,264,828
			<u>\$ 25,633,943</u>	<u>\$ 49,121,637</u>

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 16. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (including Prescription Drug Program Fund) (Cont'd)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Cont'd)

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

Fiscal Year Ending June 30,	Total
2024	\$ (4,332,409)
2025	(4,332,409)
2026	(3,765,476)
2027	(2,219,982)
2028	(454,404)
Thereafter	(6,722,866)
	<u>\$ (21,827,546)</u>

NOTE 17. PRIOR PERIOD ADJUSTMENT

The District made a prior year adjustment in the District Wide Financial Statements to record an adjustment for a reappraisal of capital assets as follows:

	Balance 6/30/23 as Previously Reported	Retroactive Adjustments	Balance 6/30/23 as Restated
<u>Statement of Net Position:</u>			
<u>Governmental Activities:</u>			
Assets:			
Depreciable Site Improvements, Buildings and Building Improvements and Machinery and Equipment	\$ 8,312,979	\$ (1,053,792)	\$ 7,259,187
Total Assets	23,844,874	(1,053,792)	22,791,082
Net Position:			
Net Investment in Capital Assets	5,892,979	(1,053,792)	4,839,187
Total Net Position	11,497,986	(1,053,792)	10,444,194
<u>Business-Type Activities:</u>			
Non-Current Assets:			
Capital Assets	26,883	(14,454)	12,429
Total Assets	859,467	(14,454)	845,013
Net Position:			
Net Investment in Capital Assets	26,883	(14,454)	12,429
Total Net Position	727,960	(14,454)	713,506

SCHEDULES OF REQUIRED
SUPPLEMENTARY INFORMATION

DUMONT BOROUGH SCHOOL DISTRICT
 REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
 SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 PUBLIC EMPLOYEES RETIREMENT SYSTEM
 LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
District's proportion of the net pension liability	0.04517571%	0.04669189%	0.04750065%	0.04528390%	0.04542018%	0.04888875%	0.0451988845%	0.0459080823%	0.0456179297%	0.0451475266%
District's proportionate share of the net pension liability	\$ 8,458,128	\$ 10,481,393	\$ 14,066,330	\$ 10,541,369	\$ 8,943,006	\$ 8,447,783	\$ 7,370,756	\$ 5,438,501	\$ 6,884,374	\$ 6,539,337
District's covered employee payroll	\$ 3,209,209	\$ 3,254,891	\$ 3,126,566	\$ 3,135,625	\$ 3,239,648	\$ 3,226,522	\$ 3,323,534	\$ 3,346,360	\$ 3,313,513	\$ 3,495,252
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	263.56%	322.02%	449.90%	336.18%	276.05%	261.82%	221.77%	162.52%	207.77%	187.09%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	62.91%	65.23%

DUMONT BOROUGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually required contribution	\$ 372,422	\$ 401,425	\$ 424,272	\$ 441,050	\$ 453,949	\$ 457,937	\$ 494,453	\$ 557,710	\$ 575,264	\$ 603,409
Contributions in relation to the contractually required contribution	(372,422)	(401,425)	(424,272)	(441,050)	(453,949)	(457,937)	(494,453)	(557,710)	(575,264)	(603,409)
Contribution deficiency/(excess)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
District's covered employee payroll	\$ 3,254,891	\$ 3,126,566	\$ 3,135,625	\$ 3,239,648	\$ 3,226,522	\$ 3,323,534	\$ 3,346,360	\$ 3,313,513	\$ 3,495,252	\$ 3,846,684
Contributions as a percentage of covered employee payroll	11.44%	12.84%	13.53%	13.61%	14.07%	13.78%	14.78%	16.83%	16.46%	15.69%

DUMONT BOROUGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF THE STATE'S PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY ASSOCIATED WITH THE DISTRICT
TEACHERS' PENSION AND ANNUITY FUND
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
State's proportion of the net pension liability attributable to the District	0.1956935484%	0.1877453708%	0.1823237035%	0.1677851230%	0.1847652527%	0.1778256337%	0.1901326173%	0.1819699478%	0.1850678774%	0.1856633385%
State's proportionate share of the net pension liability attributable to the District	\$ 104,591,833	\$ 116,644,130	\$ 151,297,071	\$ 126,612,175	\$ 117,543,749	\$ 109,133,270	\$ 125,200,041	\$ 87,482,396	\$ 95,484,690	\$ 94,748,958
District's covered employee payroll	\$ 19,283,214	\$ 19,259,824	\$ 18,925,262	\$ 18,845,758	\$ 20,438,215	\$ 19,845,304	\$ 20,408,531	\$ 21,235,487	\$ 21,015,350	\$ 22,230,148
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	542.40%	605.63%	799.45%	671.83%	575.12%	549.92%	613.47%	411.96%	454.36%	426.22%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%	35.52%	32.29%	34.68%

DUMONT BOROUGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATE CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually required contribution	\$ 5,628,023	\$ 7,244,292	\$ 11,367,644	\$ 8,771,050	\$ 6,852,390	\$ 6,436,972	\$ 7,785,472	\$ 2,058,499	\$ 2,569,760	\$ 2,327,706
Contributions in relation to the contractually required contribution	(1,534,711)	(2,280,967)	(3,050,500)	(4,002,755)	(5,559,650)	(5,884,513)	(5,289,645)	(7,618,608)	(7,590,030)	(7,473,668)
Contribution deficiency/(excess)	\$ 4,093,312	\$ 4,963,325	\$ 8,317,144	\$ 4,768,295	\$ 1,292,740	\$ 552,459	\$ 2,495,827	\$ (5,560,109)	\$ (5,020,270)	\$ (5,145,962)
District's covered employee payroll	\$ 19,259,824	\$ 18,925,262	\$ 18,845,758	\$ 20,438,215	\$ 19,845,304	\$ 20,408,531	\$ 21,235,487	\$ 21,015,350	\$ 22,230,148	\$ 22,409,086
Contributions as a percentage of covered employee payroll	7.97%	12.05%	16.19%	19.58%	28.01%	28.83%	24.91%	36.25%	34.14%	33.35%

DUMONT BOROUGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF CHANGES IN THE STATE'S PROPORTIONATE SHARE OF THE TOTAL OPEB
LIABILITY ASSOCIATED WITH THE DISTRICT AND RELATED RATIOS
LAST SEVEN FISCAL YEARS

	Fiscal Year Ending June 30,						
	2017	2018	2019	2020	2021	2022	2023
Total OPEB Liability:							
Service Cost	\$ 3,628,451	\$ 3,000,631	\$ 2,695,847	\$ 2,780,258	\$ 5,009,348	\$ 4,315,803	\$ 3,282,168
Interest Cost	2,871,995	3,325,419	3,057,207	2,545,012	2,613,094	2,236,557	3,059,658
Changes of Benefit Terms					(107,217)		
Difference between Expected and Actual Experience		(8,983,422)	(11,151,536)	19,486,476	(19,616,924)	1,894,488	(1,729,405)
Changes in Assumptions	(11,745,166)	(8,876,025)	1,057,042	20,956,481	99,380	(22,639,681)	175,106
Member Contributions	77,509	71,482	64,510	60,538	66,804	71,070	78,408
Gross Benefit Payments	(2,104,922)	(2,068,247)	(2,176,248)	(1,997,284)	(2,058,386)	(2,215,376)	(2,385,053)
Net Change in Total OPEB Liability	(7,272,133)	(13,530,162)	(6,453,178)	43,831,481	(13,993,901)	(16,337,139)	2,480,882
Total OPEB Liability - Beginning	98,149,902	90,877,769	77,347,607	70,894,429	114,725,910	100,732,009	84,394,870
Total OPEB Liability - Ending	<u>\$ 90,877,769</u>	<u>\$ 77,347,607</u>	<u>\$ 70,894,429</u>	<u>\$ 114,725,910</u>	<u>\$ 100,732,009</u>	<u>\$ 84,394,870</u>	<u>\$ 86,875,752</u>
District's Covered Employee Payroll *	\$ 21,981,383	\$ 23,071,826	\$ 23,732,065	\$ 24,581,847	\$ 24,328,863	\$ 25,725,400	\$ 26,255,770
Total OPEB Liability as a Percentage of Covered Employee Payroll	413%	335%	299%	467%	414%	328%	331%

* Covered payroll for the fiscal years ending June 30, 2017-2023 are based on the payroll on the June 30, 2016-2022 census data.

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

There were none.

B. TEACHERS' PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

In the July 1, 2022 actuarial valuation the salary increases were 2.75 – 4.25% based on years of service while in the July 1, 2021 actuarial valuation the salary increases were 2.75% - 5.65% based on years of service.

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate for June 30, 2023 was 3.65%. The discount rate for June 30, 2022 was 3.54%, a change of .11%.

The health care trend rates in the valuation as of June 30, 2023 were based on the following:

For pre-Medicare medical benefits, the trend rate is initially 6.50% and decreases to a 4.50% long term trend rate after nine years. For post-65 medical benefits PPO, the trend is initially -1.99% in fiscal year 2023, increasing to 14.8% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend is initially -3.54% in fiscal year 2023, increasing to 17.4% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.50% and decreases to a 4.50% long term rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

The health care trend rates in the valuation as of June 30, 2022 were based on the following:

For pre-Medicare medical benefits, the trend rate is initially 6.25% and decreases to a 4.50% long term trend rate after eight years. For post-65 medical benefits PPO, the trend is initially -1.99% in fiscal year 2023, increasing to 13.44% in fiscal year 2026 and decreases to 4.5% in fiscal year 2033. For HMO the trend is initially -3.54% in fiscal year 2023, increasing to 15.19% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 8.00% and decreases to a 4.50% long term rate after eight years.

BUDGETARY COMPARISON SCHEDULES

DUMONT BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Revenues from Local Sources:					
Local Tax Levy	\$ 37,755,965		\$ 37,755,965	\$ 37,755,965	
Unrestricted Miscellaneous Revenues	79,000	\$ 15,276	94,276	304,933	\$ 210,657
Interest Earned on Capital Reserve Funds	450		450	212,274	211,824
Other Restricted Miscellaneous Revenues	24,228		24,228	20,792	(3,436)
Total Revenues from Local Sources	<u>37,859,643</u>	<u>15,276</u>	<u>37,874,919</u>	<u>38,293,964</u>	<u>419,045</u>
Revenues from State Sources:					
Categorical Transportation Aid	222,500		222,500	222,500	
Extraordinary Aid	500,869		500,869	1,166,219	665,350
Categorical Special Education Aid	2,440,537		2,440,537	2,440,537	
Equalization Aid	10,021,337		10,021,337	10,021,337	
Categorical Security Aid	139,307		139,307	139,307	
TPAF Post Retirement Contributions (Non-Budgeted)				2,057,256	2,057,256
TPAF Pension Contributions (Non-Budgeted)				7,473,668	7,473,668
TPAF Non-Contributory Insurance (Non-Budgeted)				85,233	85,233
TPAF Long-Term Disability Insurance (Non-Budgeted)				2,400	2,400
Reimbursed TPAF Social Security Contributions				1,633,634	1,633,634
Total Revenues from State Sources	<u>13,324,550</u>		<u>13,324,550</u>	<u>25,242,091</u>	<u>11,917,541</u>
Revenues from Federal Sources:					
Medicaid Reimbursement	46,255		46,255	42,004	(4,251)
Total Revenues from Federal Sources	<u>46,255</u>		<u>46,255</u>	<u>42,004</u>	<u>(4,251)</u>
TOTAL REVENUE	<u>51,230,448</u>	<u>15,276</u>	<u>51,245,724</u>	<u>63,578,059</u>	<u>12,332,335</u>

DUMONT BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
GENERAL CURRENT EXPENSE					
Regular Programs - Instruction:					
Kindergarten - Salaries of Teachers	\$ 894,540	\$	\$ 894,540	\$ 888,510	\$ 6,030
Grades 1-5 - Salaries of Teachers	4,770,169		4,770,169	4,614,042	156,127
Grades 6-8 - Salaries of Teachers	4,302,285		4,302,285	4,135,370	166,915
Grades 9-12 - Salaries of Teachers	5,381,283	\$ (64,353)	5,316,930	5,215,784	101,146
Regular Programs - Home Instruction:					
Salaries of Teachers	81,190	8,585	89,775	89,674	101
Regular Programs - Undistributed Instruction:					
Other Purchased Services (400-500 Series)	9,200	(4,100)	5,100	3,644	1,456
General Supplies	1,255,716	14,814	1,270,530	1,089,801	180,729
Textbooks	302,514	(13,761)	288,753	96,615	192,138
Other Objects	141,462	(400)	141,062	121,061	20,001
Total Regular Programs - Instruction	<u>17,138,359</u>	<u>(59,215)</u>	<u>17,079,144</u>	<u>16,254,501</u>	<u>824,643</u>
Special Education - Instruction:					
Learning and/or Language Disabilities:					
Salaries of Teachers	311,253	2,084	313,337	313,337	
Other Salaries for Instruction	153,230	3,231	156,461	156,461	
General Supplies	2,490	(2,490)			
Textbooks	1,200	(1,200)			
Total Learning and/or Language Disabilities	<u>468,173</u>	<u>1,625</u>	<u>469,798</u>	<u>469,798</u>	
Resource Room/Resource Center:					
Salaries of Teachers	1,350,484	12,910	1,363,394	1,363,394	
Other Salaries for Instruction	896,715	48,309	945,024	945,024	
General Supplies	4,550	(4,550)			
Textbooks	2,770	(2,200)	570		570
Total Resource Room/Resource Center	<u>2,254,519</u>	<u>54,469</u>	<u>2,308,988</u>	<u>2,308,418</u>	<u>570</u>
Preschool Disabilities - Part-Time:					
Salaries of Teachers	193,412	6,765	200,177	200,177	
Other Salaries for Instruction	78,745	4,193	82,938	82,938	
Purchased Professional-Educational Services	59,715	(10,958)	48,757	36,918	11,839
General Supplies	2,500		2,500	132	2,368
Total Preschool Disabilities - Part-Time	<u>334,372</u>		<u>334,372</u>	<u>320,165</u>	<u>14,207</u>
TOTAL SPECIAL EDUCATION - INSTRUCTION	<u>3,057,064</u>	<u>56,094</u>	<u>3,113,158</u>	<u>3,098,381</u>	<u>14,777</u>

DUMONT BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	\$ 1,086,631	\$ (57,564)	\$ 1,029,067	\$ 1,021,450	\$ 7,617
Total Basic Skills/Remedial - Instruction	<u>1,086,631</u>	<u>(57,564)</u>	<u>1,029,067</u>	<u>1,021,450</u>	<u>7,617</u>
Bilingual Education - Instruction:					
Salaries of Teachers	372,773		372,773	372,773	
Total Bilingual Education - Instruction	<u>372,773</u>		<u>372,773</u>	<u>372,773</u>	
School-Spon. Cocurricular & Extracurricular Activities - Instruction:					
Salaries	193,205		193,205	164,893	28,312
Supplies and Materials	30,497	(748)	29,749	22,651	7,098
Other Objects	10,000		10,000	7,300	2,700
Total School-Spon. Cocurricular & Extracurricular Activities - Instruction	<u>233,702</u>	<u>(748)</u>	<u>232,954</u>	<u>194,844</u>	<u>38,110</u>
School-Sponsored Athletics - Instruction:					
Salaries	438,793		438,793	392,211	46,582
Purchased Services (300-500 series)	163,400	2,000	165,400	152,646	12,754
Supplies and Materials	73,710		73,710	73,584	126
Total School-Sponsored Athletics - Instruction	<u>675,903</u>	<u>2,000</u>	<u>677,903</u>	<u>618,441</u>	<u>59,462</u>
Other Instructional Programs - Instruction:					
Salaries	7,215		7,215	7,215	
Total Other Instructional Programs - Instruction	<u>7,215</u>		<u>7,215</u>	<u>7,215</u>	
TOTAL INSTRUCTION	<u>22,571,647</u>	<u>(59,433)</u>	<u>22,512,214</u>	<u>21,567,605</u>	<u>944,609</u>
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State - Special	4,252,054	80,487	4,332,541	4,273,004	59,537
Tuition to County Vocational School District - Regular	548,325	(31,301)	517,024	482,889	34,135
Tuition to CSSD & Regular Day Schools	1,087,516	71,539	1,159,055	1,094,861	64,194
Tuition to Private School for the Handicapped within State	1,352,756	75,043	1,427,799	1,415,819	11,980
Total Undistributed Expenditures - Instruction	<u>7,240,651</u>	<u>195,768</u>	<u>7,436,419</u>	<u>7,266,573</u>	<u>169,846</u>

DUMONT BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expend. - Attendance & Social Work:					
Salaries	\$ 9,600		\$ 9,600	\$ 9,500	\$ 100
Total Undistributed Expenditures - Attendance and Social Work	9,600		9,600	9,500	100
Undistributed Expenditures - Health Services:					
Salaries	526,660	\$ (3,848)	522,812	516,265	6,547
Purchased Professional and Technical Services	117,554		117,554	103,811	13,743
Other Purchased Services (400-500 Series)	150		150	13	137
Supplies and Materials	10,537	982	11,519	8,508	3,011
Total Undistrib. Expenditures - Health Services	654,901	(2,866)	652,035	628,597	23,438
Undistributed Expenditures - Speech, OT, PT, Related Services:					
Salaries	317,068	62,570	379,638	373,420	6,218
Purchased Professional - Educational Services		4,400	4,400	4,400	
Total Undistributed Expenditures - Speech, OT, PT, Related Services	317,068	66,970	384,038	377,820	6,218
Undistributed Expenditures - Guidance:					
Salaries of Other Professional Staff	678,786	3,563	682,349	682,349	
Salaries of Secretarial and Clerical Assistants	101,346	773	102,119	102,119	
Other Purchased Services (400-500 Series)	350		350	330	20
Supplies and Materials	19,814		19,814	19,814	
Other Objects	3,186		3,186	2,288	898
Total Undistrib. Expend. - Guidance	803,482	4,336	807,818	806,900	918
Undistributed Expenditures - Child Study Team:					
Salaries of Other Professional Staff	951,737	(23,638)	928,099	928,099	
Salaries of Secretarial and Clerical Assistants	104,393	(2,970)	101,423	100,380	1,043
Unused Vacation Payment to Terminated/Retired Staff		2,970	2,970	2,970	
Purchased Professional - Educational Services	130,000	(43,332)	86,668	71,559	15,109
Other Purchased Professional and Technical Services	1,700		1,700	1,700	
Other Purchased Services (400-500 Series)	1,500		1,500	1,263	237
Supplies and Materials	6,400		6,400	6,323	77
Total Undistrib. Expend. - Child Study Team	1,195,730	(66,970)	1,128,760	1,110,594	18,166

DUMONT BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Improvement of Instruction Services:					
Salaries of Supervisors of Instruction	\$ 166,187		\$ 166,187	\$ 162,066	\$ 4,121
Salaries of Secretarial and Clerical Assistants	52,385		52,385	52,385	
Other Purchased Professional and Technical Services	122,000	\$ 1,600	123,600	121,099	2,501
Other Purchased Services (400-500 Series)	1,600	(1,600)			
Supplies and Materials	51,400		51,400	46,125	5,275
Other Objects	505		505	175	330
Total Undistributed Expenditures - Improvement of Instruction Services	394,077		394,077	381,850	12,227
Undistributed Expenditures - Educational Media Services/School Library:					
Salaries	283,539		283,539	264,061	19,478
Supplies and Materials	69,490	11,208	80,698	48,852	31,846
Other Objects	1,550		1,550		1,550
Total Undistrib Expend-Educational Media Services/School Library	354,579	11,208	365,787	312,913	52,874
Undistributed Expenditures - Instructional Staff Training Services:					
Salaries of Supervisors of Instruction	46,093	90	46,183	46,183	
Salaries of Secretarial and Clerical Assistants	6,474		6,474	6,474	
Other Purchased Professional and Technical Services	8,700	(90)	8,610	8,603	7
Other Purchased Services (400-500 Series)	500		500		500
Supplies and Materials	1,900		1,900		1,900
Other Objects	500		500		500
Total Undistributed Expenditures - Instructional Staff Training Services	64,167		64,167	61,260	2,907
Undistributed Expenditures - Support Services - General Administrative:					
Salaries	345,296		345,296	331,136	14,160
Legal Services	120,130	(3,900)	116,230	61,228	55,002
Audit Fees	41,200	3,900	45,100	45,100	
Communications/Telephone	95,381		95,381	81,543	13,838
Other Purchased Services (400-500 Series)	24,450		24,450	23,204	1,246
General Supplies	12,189		12,189	11,883	306
BOE In-house Training/ Meeting Supplies	2,000		2,000	1,061	939
Miscellaneous Expenditures	45,000	(1,563)	43,437	39,013	4,424
BOE Membership Dues and Fees	77,850	1,563	79,413	79,413	
Total Undistributed Expenditures - Support Services - General Administrative	763,496		763,496	673,581	89,915

DUMONT BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Support Services - School Administrative:					
Salaries of Principals/Assistant Principals/Prog Director	\$ 1,381,575	\$ (1,736)	\$ 1,379,839	\$ 1,344,360	\$ 35,479
Salaries of Other Professional Staff	764,410		764,410	763,923	487
Salaries of Secretarial and Clerical Assistants	645,278	(6,414)	638,864	637,621	1,243
Unused Vacation Payment to Terminated/Retired Staff		8,150	8,150	8,149	1
Other Purchased Services (400-500 Series)	2,400	(525)	1,875	55	1,820
Supplies and Materials	73,729	(8,488)	65,241	51,175	14,066
Total Undistributed Expenditures - Support Services - School Administration	2,867,392	(9,013)	2,858,379	2,805,283	53,096
Undistributed Expenditures - Central Services:					
Salaries	433,527	(5,689)	427,838	404,472	23,366
Unused Vacation Payment to Terminated/Retired Staff		5,689	5,689	5,688	1
Miscellaneous Purchased Services (400-500 Series)	22,050	11,518	33,568	33,568	
Supplies and Materials	27,806	(11,518.00)	16,288	16,221	67
Total Undistributed Expenditures - Central Services	483,383		483,383	459,949	23,434
Undistributed Expenditures - Administrative Information Technology:					
Salaries	290,620	3,555	294,175	294,175	
Unused Vacation Payment to Terminated/Retired Staff		12,265	12,265	12,265	
Purchased Professional Services	144,368		144,368	126,927	17,441
Purchased Technical Services	16,800	(2,885)	13,915	6,090	7,825
Other Purchased Services (400-500 Series)	3,160		3,160	2,943	217
Supplies and Materials	14,795		14,795	11,970	2,825
Other Objects	43,000	(12,935)	30,065	27,752	2,313
Total Undistributed Expenditures - Administrative Information Technology	512,743		512,743	482,122	30,621
Undistributed Expenditures - Required Maintenance for School Facilities:					
Salaries	475,767		475,767	448,835	26,932
Cleaning, Repair, and Maintenance Services	69,734	12,500	82,234	77,149	5,085
Total Undistributed Expenditures - Required Maintenance for School Facilities	545,501	12,500	558,001	525,984	32,017

DUMONT BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Custodial Services:					
Salaries	\$ 1,805,096	\$ (3,338)	\$ 1,801,758	\$ 1,721,197	\$ 80,561
Salaries of Non-Instructional Aides	150,000		150,000	114,840	35,160
Unused Vacation Payment to Terminated/Retired Staff		3,338	3,338	3,337	1
Cleaning, Repair, and Maintenance Services	472,151	(55,289)	416,862	220,376	196,486
Other Purchased Property Services	70,001		70,001	66,170	3,831
Insurance	461,535	9,760	471,295	471,295	
Miscellaneous Purchased Services	22,243	10,000	32,243	29,143	3,100
General Supplies	232,246		232,246	199,382	32,864
Energy (Natural Gas)	263,480		263,480	203,699	59,781
Energy (Electricity)	539,500		539,500	440,272	99,228
Total Undistributed Expenditures - Custodial Services	4,016,252	(35,529)	3,980,723	3,469,711	511,012
Care and Upkeep of Grounds:					
Salaries	146,557	7,278	153,835	153,835	
Cleaning, Repair, and Maintenance Services	14,991	2,500	17,491	16,189	1,302
General Supplies	20,208	7,500	27,708	25,830	1,878
Total Care And Upkeep Of Grounds	181,756	17,278	199,034	195,854	3,180
Security:					
Salaries	3,000	6,500	9,500	9,500	
Cleaning, Repair, and Maintenance Services	121,612	(749)	120,863	43,246	77,617
Total Security	124,612	5,751	130,363	52,746	77,617
Total Undistributed Expenditures - Operating And Maintenance of Plant Services	4,868,121		4,868,121	4,244,295	623,826
Undistributed Expenditures - Student Transportation Services:					
Salaries for Pupil Transportation (Between Home and School) - Special Ed.	384,882	28,177	413,059	413,059	
Salaries for Pupil Transportation (Other than Between Home & School)	52,500		52,500	42,199	10,301
Lease Purchase Payments - School Buses	27,162	(27,162)			
Contract. Services (Other than Between Home & School) - Vendor	60,515	53,702	114,217	114,217	
Contract. Services (Between Home & School) - Joint Agreements	1,026,888	(91,581)	935,307	836,942	98,365
General Supplies	68,750		68,750	61,017	7,733
Total Undistributed Expenditures - Student Transportation Services	1,620,697	(36,864)	1,583,833	1,467,434	116,399

DUMONT BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
UNALLOCATED BENEFITS					
Social Security Contributions	\$ 570,000	\$ 35,306	\$ 605,910	\$ 605,910	
Other Retirement Contributions - PERS	615,500	(12,091)	603,409	603,409	
Other Retirement Contributions - Regular	64,000	898	64,898	64,898	
Unemployment Compensation	25,000	(25,000)			
Workers Compensation	215,957	(13,044)	202,913	202,913	
Health Benefits	6,532,200	(310,854)	6,220,742	6,078,091	\$ 142,651
Other Employee Benefits		11,137	11,137	11,137	
Unused Sick Payment to Terminated/Retired Staff	87,988	173,648	261,636	146,873	114,763
TOTAL UNALLOCATED BENEFITS	8,110,645	(140,000)	7,970,645	7,713,231	257,414
ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)					
TPAF Post Retirement Contributions (Non-Budgeted)				2,057,256	(2,057,256)
TPAF Pension Contributions (Non-Budgeted)				7,473,668	(7,473,668)
TPAF Non-Contributory Insurance (Non-Budgeted)				85,233	(85,233)
TPAF Long-Term Disability Insurance (Non-Budgeted)				2,400	(2,400)
Reimbursed TPAF Social Security Contributions				1,633,634	(1,633,634)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)				11,252,191	(11,252,191)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	8,110,645	(140,000)	7,970,645	18,965,422	(10,994,777)
TOTAL UNDISTRIBUTED EXPENDITURES	30,260,732	22,569	30,283,301	40,054,093	(9,770,792)
TOTAL GENERAL CURRENT EXPENSE	52,832,379	(36,864)	52,795,515	61,621,698	(8,826,183)

DUMONT BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
CAPITAL OUTLAY					
Undistributed:					
Undistributed Expenditures - General Administrative		\$ 206,970	\$ 206,970		\$ 206,970
Undistributed Expenditures - School Administrative		210,525	210,525		210,525
Undistributed Expenditures - Care and Upkeep of Grounds	\$ 7,500	(7,500)			
Undistributed Expenditures - Security		213,882	213,882		213,882
School Buses - Regular		126,018	126,018		126,018
Total Equipment	<u>7,500</u>	<u>777,978</u>	<u>785,478</u>		<u>785,478</u>
Facilities Acquisition and Construction Services:					
Construction Services	1,519,335		1,519,335	\$ 911,049	608,286
Assessment for Debt Service on SIDA Funding	80,394		80,394	80,394	
Total Facilities Acquisition and Const. Services	<u>1,599,729</u>		<u>1,599,729</u>	<u>991,443</u>	<u>608,286</u>
Assets Acquired Under Financed Purchases (Non-Budgeted):					
Regular Programs - Equipment				4,540,108	(4,540,108)
Total Assets Acquired Under Financed Purchases (Non-Budgeted)				<u>4,540,108</u>	<u>(4,540,108)</u>
TOTAL CAPITAL OUTLAY	<u>1,607,229</u>	<u>777,978</u>	<u>2,385,207</u>	<u>5,531,551</u>	<u>(3,146,344)</u>
SPECIAL SCHOOLS					
Summer School - Instruction:					
Salaries of Teachers		13,576	13,576	11,280	2,296
General Supplies		1,700	1,700	1,652	48
Total Summer School - Instruction		<u>15,276</u>	<u>15,276</u>	<u>12,932</u>	<u>2,344</u>
TOTAL SPECIAL SCHOOLS		<u>15,276</u>	<u>15,276</u>	<u>12,932</u>	<u>2,344</u>
Transfer of Funds to Charter Schools	33,534		33,534	15,930	17,604
TOTAL EXPENDITURES	<u>\$ 54,473,142</u>	<u>\$ 756,390</u>	<u>\$ 55,229,532</u>	<u>\$ 67,182,111</u>	<u>\$ (11,952,579)</u>

DUMONT BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Excess/(Deficit) of Revenues Over/(Under) Expenditures	\$ (3,242,694)	\$ (741,114)	\$ (3,983,808)	\$ (3,604,052)	\$ 379,756
Other Financing Sources/(Uses):					
Financed Purchases (Non-budgeted)				4,540,108	4,540,108
Capital Reserve - Transfer to Capital Projects		(7,227,905)	(7,227,905)	(7,227,905)	
Total Other Financing Sources/(Uses)		(7,227,905)	(7,227,905)	(2,687,797)	4,540,108
Excess/(Deficit) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(3,242,694)	(7,969,019)	(11,211,713)	(6,291,849)	4,919,864
Fund Balance, July 1	14,329,767		14,329,767	14,329,767	
Fund Balance, June 30	<u>\$ 11,087,073</u>	<u>\$ (7,969,019)</u>	<u>\$ 3,118,054</u>	<u>\$ 8,037,918</u>	<u>\$ 4,919,864</u>
<u>Recapitulation:</u>					
Restricted Fund Balance:					
Excess Surplus - Restricted For 2025-2026				\$ 1,105,553	
Excess Surplus - Restricted For 2024-2025				1,198,061	
Capital Reserve				1,166,593	
Unemployment Compensation				600,970	
Assigned Fund Balance:					
Year End Encumbrances				2,077,098	
Designated for Subsequent Year's Expenditures				51,939	
Unassigned Fund Balance				1,837,704	
				8,037,918	
Reconciliation to Governmental Funds Statement (GAAP):				(1,238,028)	
Last State Aid Payments not Recognized on GAAP basis					
Fund Balance per Governmental Funds (GAAP)				<u>\$ 6,799,890</u>	

DUMONT BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources		\$ 597,614	\$ 597,614	\$ 597,614	
State Sources		61,108	61,108	61,108	
Federal Sources	\$ 3,029,935	124,522	3,154,457	3,061,803	\$ (92,654)
Total Revenues	3,029,935	783,244	3,813,179	3,720,525	(92,654)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	241,841	63,893	305,734	273,056	32,678
Purchased Professional and Technical Services	106,459	38,500	144,959	103,692	41,267
Tuition	607,885		607,885	607,885	
General Supplies	163,461	23,791	187,252	183,412	3,840
Total Instruction	1,119,646	126,184	1,245,830	1,168,045	77,785
Support Services:					
Salaries of Other Professional Staff	20,000	30,000	50,000	40,000	10,000
Personal Services - Employee Benefits	52,335		52,335	49,869	2,466
Purchased Professional and Technical Services	202,116	26,609	228,725	226,942	1,783
Purchased Professional and Educational Services	70,000		70,000	70,000	
Other Purchased Professional Services	21,918		21,918	21,918	
Supplies and Materials	37,859	2,837	40,696	40,076	620
Student Activities		560,509	560,509	522,971	37,538
Scholarships		37,105	37,105	29,002	8,103
Total Support Services	404,228	657,060	1,061,288	1,000,778	60,510
Facilities Acquisition and Construction Services:					
Non-Instructional Equipment	1,506,061		1,506,061	1,506,061	
Total Facilities Acquisition and Construction Services	1,506,061		1,506,061	1,506,061	
Total Expenditures	\$ 3,029,935	\$ 783,244	\$ 3,813,179	\$ 3,674,884	\$ 138,295
Deficit of Revenue Under Expenditures	\$ -0-	\$ -0-	\$ -0-	\$ 45,641	\$ 45,641

DUMONT BOROUGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
from the Budgetary Comparison Schedule	\$ 63,578,059	\$ 3,720,525
Difference - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognized Encumbrances as Expenditures and Revenue while the GAAP Basis does not:		
Current Year Encumbrances		(19,041)
Cancellation of Prior Year Encumbrances		(39)
Prior Year Encumbrances		25,203
Prior Year State Aid Payments Recognized for GAAP Purposes, not Recognized for Budgetary Statements	1,076,299	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(1,238,028)	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	<u>\$ 63,416,330</u>	<u>\$ 3,726,648</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 67,182,111	\$ 3,674,884
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:		
Current Year Encumbrances		(19,041)
Cancellation of Prior Year Encumbrances		(39)
Prior Year Encumbrances		25,203
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 67,182,111</u>	<u>\$ 3,681,007</u>

DUMONT BOROUGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISION SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budget for the fiscal year ended June 30, 2024 was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are not substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of 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 except for student activities and scholarships. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

The General Fund budgetary revenue differs from GAAP revenue due to a difference in recognition of the last two state aid payments for the current year. Since the State is recording the last two state aid payments in the subsequent fiscal year, the District cannot recognize these payments on the GAAP financial statements.

SPECIAL REVENUE FUND

DUMONT BOROUGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Elementary and Secondary Education Act					Schools Development Authority Emergent Program
	Title I	Title I - SIA	Title IIA	Title III	Title III Immigrant	Title IV
REVENUES:						
State Sources						
Federal Sources	\$ 219,534	\$ 24,875	\$ 45,886	\$ 13,609	\$ 11,390	\$ 10,000
Total Revenues	219,534	24,875	45,886	13,609	11,390	10,000
EXPENDITURES:						
Instruction:						
Salaries of Teachers	123,873	4,380	29,854	2,688		
Purchased Professional and Technical Services		495				
Tuition						
General Supplies	41,096			7,365		
Total Instruction	164,969	4,875	29,854	10,053		
Support Services:						
Salaries of Other Professional Staff		20,000			10,000	10,000
Personal Services - Employee Benefits	33,837		16,032			
Purchased Professional and Technical Services	17,000			2,956	390	
Purchased Professional and Educational Services						61,108
Other Purchased Professional Services				600	1,000	
Supplies and Materials	3,728					
Student Activities						
Scholarships						
Total Support Services	54,565	20,000	16,032	3,556	11,390	10,000
Facilities Acquisition and Construction Services:						
Non-Instructional Equipment						
Total Facilities Acquisition and Construction Services						
Total Expenditures	\$ 219,534	\$ 24,875	\$ 45,886	\$ 13,609	\$ 11,390	\$ 10,000
						\$ 61,108

DUMONT BOROUGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Education Stabilization Fund						
	American Rescue Plan						
	Accelerated Learning Coaching and Educator Support	Evidence-Based Summer Learning and Enrichment Activities	Evidence-Based Comprehensive Beyond the School Day Activities	NJTSS Mental Health Support Staffing	ASCERS		
REVENUES:							
State Sources							
Federal Sources							
Total Revenues							
EXPENDITURES:							
Instruction:							
Salaries of Teachers							
Purchased Professional and Technical Services							
Tuition							
General Supplies							
Total Instruction							
Support Services:							
Salaries of Other Professional Staff							
Personal Services - Employee Benefits							
Purchased Professional and Technical Services							
Purchased Professional and Educational Services							
Other Purchased Professional Services							
Supplies and Materials							
Student Activities							
Scholarships							
Total Support Services							
Facilities Acquisition and Construction Services:							
Non-Instructional Equipment							
Total Facilities Acquisition and Construction Services							
Total Expenditures							

DUMONT BOROUGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Education Stabilization Fund						
	CRRSA			ID.E.A		Student Activities	Totals
	ESSR II	Learning Accelerating	Mental Health	Basic	Preschool		
REVENUES:							
Local Sources							
State Sources	\$ 141,061	\$ 20,562	\$ 5,501	\$ 630,609	\$ 22,918	\$ 37,105	\$ 597,614
Federal Sources	141,061	20,562	5,501	630,609	22,918		61,108
Total Revenues							3,061,803
						37,105	3,720,525
EXPENDITURES:							
Instruction:							
Salaries of Teachers		4,028					273,056
Purchased Professional and Technical Services		11,181					103,692
Tuition				523,609			607,885
General Supplies		5,353	4,601	14,000	1,000		183,412
Total Instruction		20,562	4,601	537,609	1,000		1,168,045
Support Services:							
Salaries of Other Professional Staff							40,000
Personal Services - Employee Benefits							49,869
Purchased Professional and Technical Services				900			226,942
Purchased Professional and Educational Services				70,000			70,000
Other Purchased Professional Services					21,918		21,918
Supplies and Materials				23,000			40,076
Student Activities						522,971	522,971
Scholarships						29,002	29,002
Total Support Services				93,000	21,918	522,971	1,000,778
Facilities Acquisition and Construction Services:							
Non-Instructional Equipment	141,061						1,506,061
Total Facilities Acquisition and Construction Services	141,061						1,506,061
Total Expenditures	\$ 141,061	\$ 20,562	\$ 5,501	\$ 630,609	\$ 22,918	\$ 29,002	\$ 3,674,884

CAPITAL PROJECTS FUND

DUMONT BOROUGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Revenue and Other Financing Sources:	
State Sources - SDA ROD Grant	\$ 4,818,601
Transfer from Capital Reserve	7,227,905
	<hr/>
Total Revenues	12,046,506
	<hr/>
Expenditures:	
Architectural/Engineering Services	259,680
Construction Services	268,915
	<hr/>
Total Expenditures	528,595
	<hr/>
Excess/(Deficiency) of Revenues and Other Financing Sources Over/ (Under) Expenditures	11,517,911
	<hr/>
Fund Balance - Beginning Balance	-0-
	<hr/>
Fund Balance - Ending Balance	\$ 11,517,911
	<hr/> <hr/>
Recapitulation:	
Committed Fund Balance	\$ 6,298,271
Committed - Year End Encumbrances	5,219,640
Total Restricted Fund Balance - Budgetary Basis	\$ 11,517,911
	<hr/> <hr/>
Reconciliation to Governmental Funds Statements (GAAP):	
NJSDA Grant Receivable not Recognized on GAAP Basis	(4,818,601)
	<hr/>
Fund Balance per Governmental Funds (GAAP)	\$ 6,699,310
	<hr/> <hr/>

DUMONT BOROUGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS
BUDGETARY BASIS
UNIT VENT AND HVAC UPGRADES AT SELZER ELEMENTARY/MIDDLE SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Current Year	Total	Authorized Cost
Revenue and Other Financing Sources:			
State Sources - SDA ROD Grant	\$ 942,907	\$ 942,907	\$ 942,907
Transfer from Capital Reserve	1,414,362	1,414,362	1,414,362
	<u>2,357,269</u>	<u>2,357,269</u>	<u>2,357,269</u>
Total Revenue and Other Financing Sources			
Expenditures:			
Architectural/Engineering Services			447,479
Construction Services	262,640	262,640	1,909,790
	<u>262,640</u>	<u>262,640</u>	<u>2,357,269</u>
Total Expenditures			
Excess/(Deficit) of Revenue and Other financing Sources Over Expenditures and Other Financing Uses	<u>\$ 2,094,629</u>	<u>\$ 2,094,629</u>	<u>\$ -0-</u>
Additional Project Information:			
	#02-03-1130-080-23-		
Project Number	R501	<u>Analysis of Balance:</u>	
Grant Date	1/25/2024	\$ 324,089	Committed
Original Authorized Cost	\$ 2,357,269	1,770,540	Committed - Encumbrances
		<u>\$ 2,094,629</u>	
Percentage Decrease over Original Authorized Cost	0%		
Percentage Completion	11%		
Target Completion Date	6/30/2025		

DUMONT BOROUGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS
BUDGETARY BASIS
UNIT VENT AND HVAC UPGRADES AT HONISS SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Current Year	Total	Authorized Cost
Revenue and Other Financing Sources:			
State Sources - SDA ROD Grant	\$ 1,576,464	\$ 1,576,464	\$ 1,576,464
Transfer from Capital Reserve	2,364,697	2,364,697	2,364,697
	<hr/>	<hr/>	<hr/>
Total Revenue and Other Financing Sources	3,941,161	3,941,161	3,941,161
	<hr/>	<hr/>	<hr/>
Expenditures:			
Architectural/Engineering Services	90,216	90,216	734,651
Construction Services			3,206,510
	<hr/>	<hr/>	<hr/>
Total Expenditures	90,216	90,216	3,941,161
	<hr/>	<hr/>	<hr/>
Excess of Revenue and Other financing Sources Over Expenditures and Other Financing Uses	\$ 3,850,945	\$ 3,850,945	\$ -0-
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Additional Project Information:			
	#02-03-1130-060-23-		
Project Number	R501		
Grant Date	1/25/2024	\$ 580,681	Committed
Original Authorized Cost	\$ 3,941,161	3,270,264	Committed - Encumbrances
		<hr/>	
		\$ 3,850,945	
		<hr/> <hr/>	
Percentage Decrease over Original			
Authorized Cost	0%		
Percentage Completion	2%		
Target Completion Date	6/30/2025		

DUMONT BOROUGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS
BUDGETARY BASIS
UNIT VENT AND HVAC UPGRADES AT DUMONT HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Current Year	Total	Authorized Cost
Revenue and Other Financing Sources:			
State Sources - SDA ROD Grant	\$ 2,299,230	\$ 2,299,230	\$ 2,299,230
Transfer from Capital Reserve	3,448,846	3,448,846	3,448,846
Total Revenue and Other Financing Sources	5,748,076	5,748,076	5,748,076
Expenditures:			
Architectural/Engineering Services	169,464	169,464	1,048,916
Construction Services	6,275	6,275	4,699,160
Total Expenditures	175,739	175,739	5,748,076
Excess of Revenue and Other financing Sources Over Expenditures and Other Financing Uses	\$ 5,572,337	\$ 5,572,337	\$ -0-
Additional Project Information:			
	#02-03-1130-040-23-		
Project Number	R501	<u>Analysis of Balance:</u>	
Grant Date	1/25/2024	\$ 5,393,501	Committed
Original Authorized Cost	\$ 5,748,076	178,836	Committed - Encumbrances
		<u>\$ 5,572,337</u>	
Percentage Decrease over Original Authorized Cost	0%		
Percentage Completion	3%		
Target Completion Date	9/1/2026		

PROPRIETARY FUNDS

DUMONT BOROUGH SCHOOL DISTRICT
FOOD SERVICE ENTERPRISE FUND
STATEMENT OF NET POSITION
JUNE 30, 2024

ASSETS:

Current Assets:

Cash and Cash Equivalents	\$ 706,177
Interfund Receivable - General Fund	67,142
Intergovernmental Accounts Receivable:	
State	1,677
Federal	25,356
Other Accounts Receivable	72,871
Inventories	15,739

Total Current Assets	888,962
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Non-Current Assets:

Capital Assets	213,970
Less: Accumulated Depreciation	(158,091)

Total Non-Current Assets	55,879
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Total Assets	944,841
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LIABILITIES:

Current Liabilities:

Accounts Payable - Vendors	294,052
Unearned Revenue - Donated Commodities	1,265
Unearned Revenue - Prepaid Sales	19,093
Unearned Revenue - Supply Chain Assistance	62,384

Total Current Liabilities:	376,794
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Total Liabilities	376,794
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NET POSITION:

Investment in Capital Assets	55,879
Unrestricted	512,168

Total Net Position	\$ 568,047
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DUMONT BOROUGH SCHOOL DISTRICT
FOOD SERVICE ENTERPRISE FUND
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Operating Revenue:	
Daily Sales:	
Reimbursable Programs	\$ 263,794
Non-Reimbursable Programs	127,887
Miscellaneous Revenue	21,382
	<hr/>
Total Operating Revenue	413,063
	<hr/>
Operating Expenses:	
Cost of Sales:	
Reimbursable Programs	175,200
Non-Reimbursable Programs	84,936
Salaries	187,433
Employee Benefits	71,303
Other Purchased Services	343,426
Supplies and Materials	20,208
Management Fee	19,640
Depreciation Expense	2,837
	<hr/>
Total Operating Expenses	904,983
	<hr/>
Operating (Loss)	(491,920)
	<hr/>
Non-Operating Revenue:	
Interest Income	20,060
State Sources:	
State School Lunch Program	9,658
Federal Sources:	
National School Lunch Program	140,912
Food Distribution Program	52,393
Equipment Grant	46,288
Supply Chain Assistance	73,928
Local Food for School Lunches	3,222
	<hr/>
Total Non-Operating Revenue	346,461
	<hr/>
Change in Net Position	(145,459)
	<hr/>
Net Position - Beginning of Year (Restated)	713,506
	<hr/>
Net Position - End of Year	\$ 568,047
	<hr/>

DUMONT BOROUGH SCHOOL DISTRICT
FOOD SERVICE ENTERPRISE FUND
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Cash Flows from Operating Activities:	
Receipts from Customers	\$ 399,931
Payments to Food Service Company	(551,029)
Payments to Suppliers	(47,725)
Net Cash (Used for) Operating Activities	(198,823)
Cash Flows from Financing Activities:	
Interest Income	20,060
Net Cash Provided by Financing Activities	20,060
Cash Flows from Capital and Related Financing Activities:	
Purchase of Capital Assets	(46,287)
Net Cash (Used for) Capital and Related Financing Activities	(46,287)
Cash Flows from Noncapital Financing Activities:	
Interfund Returned - General Fund	129,471
State Sources	9,210
Federal Sources	253,497
Net Cash Provided by Noncapital Financing Activities	392,178
Net Increase in Cash and Cash Equivalents	167,128
Cash and Cash Equivalents, July 1	539,049
Cash and Cash Equivalents, June 30	\$ 706,177
Reconciliation of Operating Loss to Net Cash	
(Used for) Operating Activities:	
Adjustment to Reconcile Operating Loss to Net Cash	
Used for Operating Activities:	
Operating Loss	\$ (491,920)
Depreciation	2,837
Food Distribution Program	52,393
Changes in Assets and Liabilities:	
(Increase) in Other Accounts Receivable	(14,183)
Increase in Accounts Payable	255,839
(Decrease) in Unearned Revenue - Donated Commodities	(59)
Increase in Unearned Revenue - Prepaid Sales	1,051
(Increase) in Inventory	(4,781)
Net Cash (Used for) Operating Activities	\$ (198,823)

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$52,334 and utilized U.S.D.A. Commodities valued at \$52,393.

LONG-TERM LIABILITIES

DUMONT BOROUGH SCHOOL DISTRICT
LONG-TERM LIABILITIES
SCHEDULE OF SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds		Interest Rate	Balance June 30, 2023	Matured	Balance June 30, 2024
			Date	Outstanding June 30, 2024 Amount				
Improvements to Athletic Fields and Recreation Areas	02/01/09	\$ 3,355,000				\$ 310,000	\$ 310,000	
School Refunding Bonds	06/03/14	10,020,000	03/15/25	\$ 1,055,000	5.00%	2,110,000	1,055,000	\$ 1,055,000
						<u>\$ 2,420,000</u>	<u>\$ 1,365,000</u>	<u>\$ 1,055,000</u>

DUMONT BOROUGH SCHOOL DISTRICT
LONG-TERM DEBT
STATEMENT OF OBLIGATIONS UNDER FINANCED PURCHASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOT APPLICABLE

Purpose	Original Issue	Interest Rate	Issued	Balance June 30, 2024
Energy Savings Initiative Program	\$ 4,540,108	3.94%	\$ 4,540,108	\$ 4,540,108
			<u>\$ 4,540,108</u>	<u>\$ 4,540,108</u>

DUMONT BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUE:					
Local Sources:					
Local Tax Levy	\$ 1,426,263		\$ 1,426,263	\$ 1,426,263	
State Sources:					
Debt Service Aid Type II	56,637		56,637	56,637	
Total Revenue	1,482,900		1,482,900	1,482,900	
EXPENDITURES:					
Regular Debt Service:					
Interest	117,900		117,900	117,900	
Redemption of Principal	1,365,000		1,365,000	1,365,000	
Total Regular Debt Service	1,482,900		1,482,900	1,482,900	
Total Expenditures	1,482,900		1,482,900	1,482,900	
Excess of Revenue Over Expenditures	-0-		-0-	-0-	
Fund Balance, July 1	-0-		-0-	-0-	
Fund Balance, June 30	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-

STATISTICAL SECTION
(UNAUDITED)

This part of the District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the District's overall financial health.

Contents

Exhibit

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

J-1 thru J-5

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property taxes.

J-6 thru J-9

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

J-10 thru J-13

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.

J-14 thru J-15

Operating Information

These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.

J-16 thru J-20

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial report for the relevant year.

DUMONT BOROUGH SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023*	2024
Governmental Activities (Deficit):										
Net Investment in Capital Assets	\$ (11,202,193)	\$ (8,955,656)	\$ (4,891,527)	\$ (2,713,975)	\$ (861,985)	\$ 1,434,710	\$ 2,991,489	\$ 4,690,687	\$ 4,839,187	\$ 6,601,302
Restricted	7,981,269	9,530,511	9,370,518	7,784,993	9,534,720	7,905,616	9,575,987	9,897,634	10,481,075	5,407,918
Unrestricted/(Deficit)	(10,579,349)	(10,759,177)	(11,500,371)	(11,478,384)	(11,358,067)	(8,984,743)	(8,255,495)	(5,167,493)	(4,876,068)	1,304,909
Total Governmental Activities Net Position (Deficit)	\$ (13,800,273)	\$ (10,184,322)	\$ (7,021,380)	\$ (6,407,366)	\$ (2,685,332)	\$ 355,583	\$ 4,311,981	\$ 9,420,828	\$ 10,444,194	\$ 13,314,129
Business-Type Activities:										
Investment in Capital Assets	\$ 42,297	\$ 53,465	\$ 46,934	\$ 55,087	\$ 47,221	\$ 45,011	\$ 36,630	\$ 28,249	\$ 12,429	\$ 55,879
Unrestricted/(Deficit)	64,653	43,960	44,340	31,877	26,541	(7,507)	296,270	659,631	701,077	512,168
Total Business-Type Activities Net Position	\$ 106,950	\$ 97,425	\$ 91,274	\$ 86,964	\$ 73,762	\$ 37,504	\$ 332,900	\$ 687,880	\$ 713,506	\$ 568,047
District-Wide (Deficit):										
Net Investment in Capital Assets	\$ (11,159,896)	\$ (8,902,191)	\$ (4,844,593)	\$ (2,658,888)	\$ (814,764)	\$ 1,479,721	\$ 3,028,119	\$ 4,718,936	\$ 4,851,616	\$ 6,657,181
Restricted	7,981,269	9,530,511	9,370,518	7,784,993	9,534,720	7,905,616	9,575,987	9,897,634	10,481,075	5,407,918
Unrestricted/(Deficit)	(10,514,696)	(10,715,217)	(11,456,031)	(11,446,507)	(11,331,526)	(8,992,250)	(7,959,225)	(4,507,862)	(4,174,991)	1,817,077
Total District Net Position (Deficit)	\$ (13,693,323)	\$ (10,086,897)	\$ (6,930,106)	\$ (6,320,402)	\$ (2,611,570)	\$ 393,087	\$ 4,644,881	\$ 10,108,708	\$ 11,157,700	\$ 13,882,176

* Restated

Source: Dumont Borough School District Financial Reports.

DUMONT BOROUGH SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses:										
Governmental Activities:										
Instruction:										
Regular	\$ 19,232,366	\$ 18,903,737	\$ 19,755,269	\$ 27,948,867	\$ 25,432,114	\$ 24,555,907	\$ 25,733,867	\$ 25,733,867	\$ 25,260,990	\$ 24,995,267
Special Education	3,695,879	3,878,153	4,075,572	5,270,603	5,016,135	5,089,536	5,001,711	5,001,711	4,009,096	4,444,777
Other Instruction	2,552,525	2,580,132	2,574,448	3,536,924	3,328,214	3,287,275	2,239,519	2,239,519	2,176,481	2,165,332
School Sponsored/Other Instruction							866,865	866,865	854,558	951,422
Support Services:										
Tuition	4,415,236	4,107,192	3,826,148	5,083,155	4,747,207	5,071,557	5,392,889	5,392,889	7,036,755	7,874,458
Student and Instruction Related Services	4,131,163	4,212,022	4,308,610	5,546,220	5,489,675	5,501,414	5,510,386	5,510,386	5,593,205	5,818,659
General Administrative Services							927,841	927,841	831,174	871,340
School Administrative Services	3,311,288	3,249,173	3,434,825	4,481,502	4,560,132	4,311,223	3,998,457	3,998,457	3,500,301	3,874,386
Central Services							780,327	780,327	684,734	688,142
Administrative Information Technology	1,579,178	1,709,796	1,779,050	2,132,563	2,169,830	2,271,572	554,011	554,011	518,817	534,518
Plant Operations and Maintenance	4,719,880	4,823,797	5,170,674	5,969,966	6,266,331	5,510,063	4,920,026	4,920,026	4,999,596	4,736,041
Pupil Transportation	839,595	908,195	939,155	1,061,183	1,155,967	1,018,210	701,553	701,553	1,435,175	1,611,213
Capital Outlay							84,095	84,095	742,050	2,318,668
Special Schools	56,157	56,081	61,169	51,246	58,777	46,757				19,166
Transfer of Funds to Charter Schools	16,082	80,028	81,379	72,553	73,269	67,830	65,367	65,367	32,768	15,930
SDA Debt Service Assessment	80,394	80,394	80,394	80,394	80,394	80,394				
Interest on Long-Term Debt	456,998	547,611	510,105	468,266	417,508	360,638	293,896	293,896	242,420	97,348
Total Governmental Activities Expenses	45,086,741	45,136,311	46,596,798	61,703,442	58,795,553	57,172,376	57,070,810	57,070,810	57,918,120	61,016,667
Business-Type Activities:										
Food Service	378,491	397,082	402,202	413,425	429,001	367,135	547,337	547,337	630,794	904,983
Total Business-Type Activities Expense	378,491	397,082	402,202	413,425	429,001	367,135	547,337	547,337	630,794	904,983
Total District Expenses	\$ 45,465,232	\$ 45,533,393	\$ 46,999,000	\$ 62,116,867	\$ 59,224,554	\$ 57,539,511	\$ 57,618,147	\$ 57,618,147	\$ 58,548,914	\$ 61,921,650
Program Revenues:										
Governmental Activities:										
Charges for Services:										
Special Schools	\$ 41,720	\$ 44,880	\$ 44,965	\$ 31,170	\$ 34,270	\$ 29,340	\$ 138,831	\$ 138,831	\$ 564,650	\$ 597,614
Student and Related Services	537,562	494,451	456,147	413,764	361,657	303,585				
Interest on Long Term Debt	6,135,569	6,327,930	6,342,621	18,615,486	17,007,660	14,373,941	14,971,515	14,971,515	11,616,490	13,448,000
Operating Grants and Contributions	6,714,851	6,867,261	6,843,733	19,060,420	17,403,587	14,706,866	15,110,346	15,110,346	12,181,140	14,045,614
Total Governmental Activities Program Revenues										

DUMONT BOROUGH SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

UNAUDITED
(Continued)

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Program Revenues:										
Business-Type Activities:										
Charges for Services:										
Food Service	\$ 227,743	\$ 249,297	\$ 261,179	\$ 269,764	\$ 280,123	\$ 194,879		\$ 842,674	\$ 398,879	\$ 413,063
Operating grants and contributions	135,571	138,135	134,745	139,194	134,940	136,357		842,674	259,836	326,401
Total Business-Type Activities Program Revenues	363,314	387,432	395,924	408,958	415,063	331,236		842,674	658,715	739,464
Total District Program Revenues	\$ 7,078,165	\$ 7,254,693	\$ 7,239,657	\$ 19,469,378	\$ 17,818,650	\$ 15,038,102	\$ 15,953,020	\$ 15,953,020	\$ 12,839,855	\$ 14,785,078
Net (Expense)/Revenue:										
Governmental Activities	\$ (38,371,890)	\$ (38,269,050)	\$ (39,753,065)	\$ (42,643,022)	\$ (41,391,966)	\$ (42,465,510)	\$ (41,960,464)	\$ (41,960,464)	\$ (45,736,980)	\$ (46,971,053)
Business-Type Activities	(15,177)	(9,650)	(6,278)	(4,467)	(13,938)	(35,899)	295,337	295,337	27,921	(165,519)
Total District-Wide Net Expense	\$ (38,387,067)	\$ (38,278,700)	\$ (39,759,343)	\$ (42,647,489)	\$ (41,405,904)	\$ (42,501,409)	\$ (41,665,127)	\$ (41,665,127)	\$ (45,709,059)	\$ (47,136,572)
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 32,952,500	\$ 33,611,550	\$ 34,196,740	\$ 34,880,675	\$ 35,578,289	\$ 36,289,855	\$ 37,015,652	\$ 37,015,652	\$ 37,015,652	\$ 37,755,965
Taxes Levied for Debt Service	1,219,948	1,190,883	1,232,021	1,289,529	1,360,467	1,424,377	1,701,888	1,701,888	1,479,447	1,426,263
Federal and State Aid not Restricted	6,889,721	6,683,045	6,913,692	6,944,142	6,925,756	6,952,694	7,049,012	7,049,012	8,903,479	10,113,330
Investment Earnings	17,711	24,238	29,942	38,558	116,108	93,633	3,627	3,627	131,074	212,274
Restricted Miscellaneous Income									26,733	28,223
Miscellaneous Income	109,383	187,299	543,612	104,133	1,132,380	98,849	66,307	66,307	257,753	304,933
Other Items	(13,508)	(12,014)								
Total Governmental Activities	41,175,755	41,685,001	42,916,007	43,257,037	45,113,000	44,859,408	45,918,435	45,918,435	47,814,138	49,840,988
Business-Type Activities:										
Investment Earnings	183	125	126	156	236	141	59	59	12,159	20,060
Total Business-Type Activities	183	125	126	156	236	141	59	59	12,159	20,060
Total District-Wide	\$ 41,175,938	\$ 41,685,126	\$ 42,916,133	\$ 43,257,193	\$ 45,113,236	\$ 44,859,549	\$ 45,918,494	\$ 45,918,494	\$ 47,826,297	\$ 49,861,048
Change in Net Position:										
Governmental Activities	\$ 2,803,865	\$ 3,415,951	\$ 3,162,942	\$ 614,015	\$ 3,721,034	\$ 2,393,898	\$ 3,957,971	\$ 3,957,971	\$ 2,077,158	\$ 2,869,935
Business-Type Activities	(14,994)	(9,525)	(6,152)	(4,311)	(13,702)	(35,758)	295,396	295,396	40,080	(145,459)
Total District	\$ 2,788,871	\$ 3,406,426	\$ 3,156,790	\$ 609,704	\$ 3,707,332	\$ 2,358,140	\$ 4,253,367	\$ 4,253,367	\$ 2,117,238	\$ 2,724,476

Source: Dumont Borough School District Financial Reports.

DUMONT BOROUGH SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund:										
Restricted	\$ 3,638,769	\$ 4,372,239	\$ 5,183,601	\$ 5,683,546	\$ 6,172,052	\$ 6,243,077	\$ 8,361,237	\$ 8,611,988	\$ 9,186,579	\$ 4,071,177
Assigned	1,873,071	3,257,580	4,016,335	2,232,597	2,456,844	2,647,217	1,833,322	3,243,404	3,407,013	2,129,037
Unassigned	294,325	179,633	252,923	266,709	481,296	242,447	1,355,435	1,719,109	659,876	599,676
Total General Fund	\$ 5,806,165	\$ 7,809,452	\$ 9,452,859	\$ 8,182,852	\$ 9,110,192	\$ 9,132,741	\$ 11,549,994	\$ 13,574,501	\$ 13,253,468	\$ 6,799,890
All Other Governmental Funds:										
Nonspendable:					\$ 1,021,508	\$ 1,015,521	\$ 1,000,000	\$ 1,026,533	\$ 1,013,745	\$ 1,010,349
Permanent Fund										
Restricted for:										
Special Revenue Fund										
Capital Projects Fund	\$ 242,092	\$ 164,038	\$ 103,776			237,201	214,750	259,113	280,751	326,392
Debt Service Fund	4,295	4,294								
Unassigned, Reported In:										
Capital Projects Fund	2,514,657	1,889,862	212,485							
Committed										6,699,310
Total All Other Governmental Funds	\$ 2,761,044	\$ 2,058,194	\$ 316,261	\$ -0-	\$ 1,021,508	\$ 1,252,722	\$ 1,214,750	\$ 1,285,646	\$ 1,294,496	\$ 8,036,051
Total All Governmental Funds	\$ 8,567,209	\$ 9,867,646	\$ 9,769,120	\$ 8,182,852	\$ 10,131,700	\$ 10,385,463	\$ 12,764,744	\$ 14,860,147	\$ 14,547,964	\$ 14,835,941

Source: Dumont Borough School District Financial Reports.

DUMONT BOROUGH SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues:										
Tax Levy	\$ 34,710,010	\$ 35,296,884	\$ 35,884,909	\$ 36,583,968	\$ 37,300,413	\$ 38,017,817	\$ 38,717,540	\$ 38,543,346	\$ 38,495,099	\$ 39,182,228
Tuition Charges	3,433				17,238					
Interest Earnings	17,711	24,237	29,942	38,558	116,107	93,634	3,627	7,798	131,074	212,274
Restricted Miscellaneous Revenue	147,670	232,179	588,577	135,303	1,149,413	128,189	276,186	575,691	591,383	625,837
Miscellaneous Revenue	12,229,971	12,329,755	12,402,865	12,536,573	16,166,795	16,838,402	18,462,641	21,924,931	23,469,523	304,933
State Sources	795,319	881,220	853,447	818,623	872,034	748,963	1,202,949	1,346,670	1,938,978	25,203,076
Federal Sources										3,104,961
Total Revenue	47,904,114	48,764,275	49,759,740	50,113,025	55,622,000	55,827,005	58,728,129	62,536,307	64,883,810	68,633,309
Expenditures:										
Instruction:										
Regular Instruction	14,374,284	14,101,417	14,371,981	16,106,686	14,556,653	15,049,547	15,503,666	16,802,350	17,133,884	16,802,350
Special Education Instruction	2,830,992	2,978,638	3,029,626	3,148,149	3,004,959	3,256,093	3,341,840	3,113,381	2,913,598	3,113,381
Other Special Instruction							1,309,761	1,394,223	1,435,175	1,394,223
Other Instruction	1,855,977	1,918,067	1,900,647	2,073,056	1,968,128	2,082,481	699,989	820,500	778,807	820,500
Support Services:										
Tuition	4,415,235	4,107,192	3,825,146	5,083,155	4,747,207	5,071,557	5,213,795	5,863,352	7,036,755	7,874,458
Student and Instruction Related Services	3,138,379	3,222,633	3,188,766	3,380,590	3,344,563	3,512,206	3,591,289	3,774,151	4,657,675	4,704,473
School Administrative Services	2,425,770	2,390,323	2,463,528	2,520,526	2,576,286	2,617,682	2,645,865	2,712,217	2,799,756	2,805,283
General Administrative Services	1,262,262	1,415,673	1,450,134	1,439,607	1,452,759	1,623,141	735,028	713,586	655,324	673,581
Central Services							458,829	460,502	467,666	459,949
Administrative Information Technology							451,859	468,359	479,674	482,122
Plant Operations and Maintenance	3,927,273	4,071,716	4,286,313	4,063,619	4,491,010	4,061,787	4,186,563	4,701,309	4,748,100	4,244,295
Pupil Transportation	718,579	793,706	804,021	808,689	879,848	781,104	586,208	845,410	1,370,365	1,467,434
Unallocated Benefits	9,271,624	9,222,444	9,542,873	9,960,572	13,890,105	14,991,230	15,283,100	17,478,079	18,320,393	18,965,422
Special Schools	41,719	41,864	44,806	29,925	34,270	29,340				12,932
Charter Schools	16,082	80,028	81,379	72,553	73,268	67,830	65,367	58,149	32,768	15,930
Capital Outlay	2,191,878	1,369,429	3,567,628	1,254,370	876,121	1,291,246	516,604	588,315	828,758	7,566,207
Debt Service:										
Principal	1,295,000	1,180,000	1,225,000	1,275,000	1,345,000	1,405,000	1,445,000	1,340,000	1,355,000	1,365,000
Interest and Other Charges	510,926	558,695	521,420	482,795	432,975	380,015	314,085	245,755	182,295	117,900
Total Expenditures	48,275,979	47,451,824	50,303,266	51,699,292	53,673,152	56,220,258	56,348,848	61,379,638	65,195,993	72,885,440
Excess (Deficiency) of revenues over (under) expenditures	(371,865)	1,312,451	(543,526)	(1,586,267)	1,948,848	(393,253)	2,379,281	1,156,669	(312,183)	(4,252,131)

DUMONT BOROUGH SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Other Financing sources (uses)										
Financed Purchases (Non-budgeted)			\$ 445,000							
Lease Purchase Agreements	\$ (13,508)		16,782,401							4,540,108
New Jersey School Development Authority Grants			1,667,986							
New Jersey School Development Authority Grants - Cancelled		\$ (12,014)								
Total other financing sources (uses)	(13,508)	(12,014)	18,895,387							4,540,108
Net Change in Fund Balances	\$ (385,373)	\$ 1,300,437	\$ 18,351,861	\$ (1,586,267)	\$ 1,948,848	\$ (393,253)	\$ 2,379,281	\$ 1,156,669	\$ (312,183)	\$ 287,977
Debt Service as a Percentage of Noncapital Expenditures	3.92 %	3.77 %	3.74 %	3.48 %	3.37 %	3.25 %	3.15 %	2.61 %	2.39 %	2.27 %

Source: Dumont Borough School District Financial Reports.

DUMONT BOROUGH SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

Fiscal Year Ending June 30,	Interest on Investments	Tuition	Rentals - Use of Facilities	Lease Purchase Proceeds	School Enrichment	Preschool Inclusion Fee	Other	Restricted Unemployment Compensation	Total
2015	\$ 17,711	\$ 3,433	\$ 27,586		\$ 41,720	\$ 68,440	\$ 9,924		\$ 168,814
2016	24,237		112,780		44,880	67,330	7,189		256,416
2017	29,942		25,000	\$ 445,000	44,965	63,687	9,924		618,519
2018	38,558		25,000		31,170	68,450	10,683		173,861
2019	94,600	17,238	26,250		34,270	69,670	19,223		261,251
2020	79,620		27,000		29,340	59,678	12,171		207,809
2021	3,627					48,420	16,766	\$ 81,949	150,762
2022	7,798		27,800			56,180	53,891	118,518	264,187
2023	264,027		28,350			81,775	14,675	26,037	414,864
2024	390,130		20,250		15,276	78,940	12,611	20,792	537,999

Source: Dumont Borough School District records.

DUMONT BOROUGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
LAST TEN YEARS
UNAUDITED

Year Ended December 31,	Vacant Land	Residential	Farm Regular	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
2014	\$ 1,369,500	\$ 1,527,922,840	\$ 1,100	\$ 93,790,100	\$ 5,877,600	\$ 60,617,800	\$ 1,689,578,940	\$ 114	\$ 1,689,579,054	\$ 2.036	\$ 1,858,447,895
2015	1,536,500	1,528,500,940		93,503,400	5,877,600	60,637,700	1,690,056,140	93	1,690,056,233	2.071	1,822,663,352
2016	1,763,400	1,528,291,040		93,442,300	5,803,300	59,758,400	1,689,058,440	89	1,689,058,529	2.107	1,890,027,952
2017	1,887,700	1,528,265,740		92,890,500	5,778,300	59,758,400	1,688,580,640		1,688,580,640	2.146	1,971,858,768
2018	2,051,700	1,527,454,240		94,030,500	5,778,300	59,610,100	1,688,924,840		1,688,924,640	2.188	2,005,008,702
2019	* 1,911,400	1,528,415,340		94,013,200	5,778,300	59,643,700	1,689,761,940		1,689,761,940	2.229	2,070,497,368
2020	1,277,000	1,529,573,340		94,101,400	5,778,300	59,648,200	1,690,378,240		1,690,378,240	2.270	2,148,782,254
2021	1,127,000	1,531,291,540		93,444,500	5,778,800	59,648,200	1,691,290,040		1,691,290,040	2.284	2,239,750,952
2022	1,077,000	1,533,153,840		93,386,300	5,497,900	59,648,200	1,692,763,240		1,692,763,240	2.274	2,342,077,600
2023	927,000	1,534,755,340		93,765,600	5,497,900	59,648,200	1,694,594,040		1,694,594,040	2.312	2,579,405,499

* - Revaluation effective.

^a Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies'

^b Tax rates are per \$100 of assessed value.

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

Source: Municipal Tax Assessor

DUMONT BOROUGH SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
(RATE PER \$100 OF ASSESSED VALUE)
UNAUDITED

Year Ended December 31,	Dumont Public Schools Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct	Borough of Dumont	Bergen County	
2014	\$ 1.929	\$ 0.107	\$ 2.036	\$ 1.005	\$ 0.257	\$ 3.298
2015	1.964	0.107	2.071	1.033	0.260	3.364
2016	2.007	0.100	2.107	1.061	0.275	3.443
2017	2.046	0.100	2.146	1.085	0.294	3.525
2018	2.088	0.102	2.188	1.116	0.290	3.594
2019	* 2.127	0.102	2.229	1.142	0.298	3.669
2020	2.169	0.101	2.270	1.173	0.316	3.759
2021	2.194	0.090	2.284	1.246	0.333	3.863
2022	2.187	0.087	2.274	1.274	0.333	3.881
2023	2.228	0.084	2.312	1.310	0.363	3.985

* - Revaluation effective

^a The District's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net Valuation Taxable.

^b Rates for debt service are based on each year's requirements.

Note: NJSA 18A:7F-5d limits the amount that the District can submit for a General Fund tax levy. The levy when added to other components of the District's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculation.

Source: Municipal Tax Collector and School Business Administrator

DUMONT BOROUGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

Taxpayer	2024		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value

NOT AVAILABLE

Taxpayer	2015		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Dumont Terrace Apartments	\$ 17,643,700	1	29.72%
Etc. Properties, LP	9,408,000	2	9.31%
Merrit Associates	8,312,400	3	9.07%
Walfield Realty	4,624,500	4	5.55%
Withinvestors Dumont LLC	4,368,000	5	5.55%
Kent Apartments of Dumont	3,531,300	6	4.75%
375 Franklin LP	3,057,500	7	4.32%
Adamiak Family LTD Partnership	2,894,500	8	4.27%
B.S.S. Association LLC	2,798,300	9	4.31%
Birchwood Gardens	2,720,800	10	4.38%

N/A - Not Available

Source: Municipal Tax Assessor

DUMONT BOROUGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS,
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	\$ 34,710,010	\$ 34,710,010	100.00 %	\$ -0-
2016	35,296,884	35,296,884	100.00 %	-0-
2017	35,884,909	35,884,909	100.00 %	-0-
2018	36,583,968	36,583,968	100.00 %	-0-
2019	37,300,413	37,300,413	100.00 %	-0-
2020	38,017,817	38,017,817	100.00 %	-0-
2021	38,717,540	38,717,540	100.00 %	-0-
2022	38,543,346	38,543,346	100.00 %	-0-
2023	38,495,099	38,495,099	100.00 %	-0-
2024	39,182,228	39,182,228	100.00 %	-0-

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

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

DUMONT BOROUGH SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities		Business- Type Activities	Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds ^b	Financed Purchases	Finance Purchase			
2015	\$ 12,990,000	\$ 1,162,935	\$ -0-	\$ 14,152,935	1.04 %	\$ 800
2016	11,810,000	724,440	-0-	12,534,440	0.90 %	710
2017	10,585,000	738,466	-0-	11,323,466	0.79 %	640
2018	9,310,000	405,177	-0-	9,715,177	0.65 %	552
2019	7,965,000	179,289	-0-	8,144,289	0.53 %	465
2020	6,560,000	90,248	-0-	6,650,248	0.41 %	378
2021	5,115,000	-0-	-0-	5,115,000	0.29 %	281
2022	3,775,000	-0-	-0-	3,775,000	0.21 %	208
2023	2,420,000	-0-	-0-	2,420,000	0.14 %	133
2024	1,055,000	4,540,108	-0-	5,595,108	0.32 %	307

^a See J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

^b Includes Early Retirement Incentive Loan Revenue Bonds and Energy Savings Improvement Bonds

Note: Details regarding the District's Outstanding Debt can be found in the Notes to the Financial Statements.

Source: Dumont School District Financial Reports

DUMONT BOROUGH SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Net Valuation Taxable ^b	Per Capita ^c
	General Obligation Bonds ^a	Deductions	Net General Bonded Debt Outstanding		
2015	\$ 12,990,000	\$ -0-	\$ 12,990,000	0.77 %	\$ 735
2016	11,810,000	-0-	11,810,000	0.70 %	669
2017	10,585,000	-0-	10,585,000	0.63 %	599
2018	9,310,000	-0-	9,310,000	0.55 %	529
2019	7,965,000	-0-	7,965,000	0.47 %	455
2020	6,560,000	-0-	6,560,000	0.39 %	373
2021	5,115,000	-0-	5,115,000	0.30 %	281
2022	3,775,000	-0-	3,775,000	0.22 %	208
2023	2,420,000	-0-	2,420,000	0.14 %	133
2024	1,055,000	-0-	1,055,000	0.06 %	58

^a Includes Early Retirement Incentive Loan Revenue Bonds

^b See Exhibit J-6 for property tax data. This ratio is calculated using valuation data for the prior calendar year.

^c See Exhibit J-14 for population data. This ratio is calculated using population for the prior calendar year.

Note: Details regarding the District's Outstanding Debt can be found in the Notes to the Financial Statements.

Source: Dumont School District Financial Reports

DUMONT BOROUGH SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2023
UNAUDITED

<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 Dumont General Debt	\$ 45,650,994	100%	\$ 45,650,994
Bergen County General Obligation Debt	971,467,303	1.23%	11,934,343
Subtotal, Overlapping Debt as of December 31, 2023			57,585,337
Dumont Public Schools Direct Debt			1,055,000
Total Direct And Overlapping Debt			\$ 58,640,337

^a For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable equalized property values. Applicable percentages were estimated by determining the portion of another governmental unit's equalized property value that is within the district's boundaries and dividing it by each unit's total equalized value.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Dumont. This process recognizes that, when considering the District's ability to issue and repay long-term, the entire debt burden borne by the residents and businesses should be taken into account. However this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping unit.

Sources: Assessed value data used to estimate applicable percentages provided by the Bergen County Board of Taxation; debt outstanding data provided by each governmental unit.

DUMONT BOROUGH SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION,
LAST TEN FISCAL YEARS
UNAUDITED

Legal Debt Margin Calculation for Fiscal Year 2024

	Equalized Valuation Basis	
	2021	\$ 2,324,158,362
	2022	2,562,851,234
	2023	2,699,257,789
		<u>\$ 7,586,267,385</u>
Average Equalized Valuation of Taxable Property		<u>\$ 2,528,755,795</u>
Debt Limit (4% of Average Equalization Value)		\$ 101,150,232 ^a
Net Bonded School Debt		1,055,000
Legal Debt Margin		<u>\$ 100,095,232</u>

	Fiscal Year				
	2015	2016	2017	2018	2019
Debt Limit	\$ 74,617,962	\$ 74,199,035	\$ 75,720,714	\$ 78,153,596	\$ 80,530,442
Total Net Debt Applicable to Limit	<u>12,990,000</u>	<u>11,810,000</u>	<u>10,585,000</u>	<u>9,310,000</u>	<u>7,965,000</u>
Legal Debt Margin	<u>\$ 61,627,962</u>	<u>\$ 62,389,035</u>	<u>\$ 65,135,714</u>	<u>\$ 68,843,596</u>	<u>\$ 72,565,442</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	17.41 %	15.92 %	13.98 %	11.91 %	9.89 %

	Fiscal Year				
	2020	2021	2022	2023	2024
Debt Limit	\$ 82,870,741	\$ 85,989,370	\$ 89,415,116	\$ 94,976,739	\$ 101,150,232
Total Net Debt Applicable to Limit	<u>6,560,000</u>	<u>5,115,000</u>	<u>3,775,000</u>	<u>2,420,000</u>	<u>1,055,000</u>
Legal Debt Margin	<u>\$ 76,310,741</u>	<u>\$ 80,874,370</u>	<u>\$ 85,640,116</u>	<u>\$ 92,556,739</u>	<u>\$ 100,095,232</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	7.92 %	5.95 %	4.22 %	2.55 %	1.04 %

^a Limit set by NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other districts

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

DUMONT BOROUGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

<u>Year</u>	<u>Population ^a</u>	<u>Bergen County Per Capita Personal Income ^b</u>	<u>Borough of Dumont Personal Income ^c</u>	<u>Unemployment Rate ^d</u>
2015	17,681	\$ 77,323	\$ 1,367,147,963	4.5 %
2016	17,656	78,836	1,391,928,416	4.1 %
2017	17,685	81,024	1,432,909,440	3.8 %
2018	17,615	85,191	1,500,639,465	3.0 %
2019	17,518	88,241	1,545,805,838	2.6 %
2020	17,581	91,972	1,616,959,732	9.3 %
2021	18,196	97,343	1,771,253,228	5.6 %
2022	18,182	97,138	1,766,163,116	3.0 %
2023	18,234	97,138 *	1,771,214,292 ***	3.4 %
2024	18,234 **	97,138 *	1,771,214,292 ***	N/A

* - Latest Bergen County per capita personal income available (2022) was used for calculation purposes.

** - Latest population data available (2023) was used for calculation purposes.

*** - Latest available population data (2023) and latest available Bergen County per capita personal income (2022) was used for calculation purposes.

N/A - Information unavailable.

Source: ^a Population information provided by the NJ Dept of Labor and Workforce Development
^b Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.
^c Personal income has been estimated based upon the municipal population and per capita personal income presented
^d Unemployment data provided by the NJ Dept of Labor and Workforce Development

DUMONT BOROUGH SCHOOL DISTRICT
PRINCIPAL EMPLOYERS, COUNTY OF BERGEN
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

Employer	2023		
	Employees	Rank (Optional)	Percentage of Total Employment
Hackensack University Medical Center	N/A	1	N/A
Valley Health Systems, Inc.	N/A	2	N/A
Bio-Reference Laboratories	N/A	3	N/A
Express Scripts	N/A	4	N/A
Quest Diagnostics	N/A	5	N/A
KPMG LLP	N/A	6	N/A
Englewood Hospital and Medical	N/A	7	N/A
Englewood Hospital Home Health Care	N/A	8	N/A
Unilever Best Foods	N/A	9	N/A
Stryker	N/A	10	N/A

Employer	2014		
	Employees	Rank (Optional)	Percentage of Total Employment
Hackensack University Medical Center	N/A	1	N/A
Valley Health Systems, Inc.	N/A	2	N/A
Medco Solutions, Inc.	N/A	3	N/A
Quest Diagnostics	N/A	4	N/A
Bio-Reference Laboratories	N/A	5	N/A
Englewood Hospital and Medical	N/A	6	N/A
Becton Dickinson and Co	N/A	7	N/A
Englewood Hospital Home Health Care	N/A	8	N/A
Unilever Best Foods	N/A	9	N/A
Styker	N/A	10	N/A

N/A - Information is not available.

Source: County of Bergen

DUMONT BOROUGH SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM,
LAST TEN FISCAL YEARS
UNAUDITED

<u>Function/Program</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Instruction										
Regular	191	188	186	184	183	179	179	182	184	183
Special Education	5	5	5	6	7	7	7	7	7	7
Other Instruction	15	19	19	23	23	23	23	23	24	25
Support Services:										
Student & Instruction Related Services	50	50	52	58	58	61	61	63	65	69
General Administrative Services	3	3	3	3	3	3	3	3	3	3
School Administrative Services	22	22	22	22	22	22	22	22	22	22
Other Administrative Services	2	2	2	2	2	2	2	2	2	2
Central Services	2	2	2	2	2	2	2	2	2	2
Administrative Information Technology	3	3	3	3	3	3	3	3	3	3
Plant Operations and Maintenance	34	34	34	34	34	34	34	34	34	33
Pupil Transportation	6	6	7	7	7	7	7	7	7	8
Other Support Services	4	4	4	4	4	4	4	5	5	4
Total	<u>337</u>	<u>338</u>	<u>339</u>	<u>348</u>	<u>348</u>	<u>347</u>	<u>347</u>	<u>353</u>	<u>358</u>	<u>361</u>

Source: Dumont Borough School District Personnel records.

DUMONT BOROUGH SCHOOL DISTRICT
OPERATING STATISTICS,
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year	Enrollment ^d	Operating Expenditures ^a	Cost Per Pupil ^b	Percentage Change	Teacher/Pupil Ratio		Teaching Staff ^c	Average Daily Enrollment (ADE) ^d	Average Daily Attendance (ADA) ^d	% Change Average Daily Enrollment	Student Attendance Percentage
					Elementary School	High School					
2015	2,610	\$ 44,278,175	\$ 16,965	-2.22 %	1:12.1	1:12.0	216	2,578	2,473	-1.35 %	95.93 %
2016	2,552	44,343,700	17,376	2.42 %	1:11.8	1:12.0	217	2,552	2,499	-1.01 %	97.93 %
2017	2,512	44,989,218	17,910	3.07 %	1:11.1	1:12.0	215	2,487	2,380	-2.56 %	95.71 %
2018	2,526	51,474,100	20,378	13.78 %	1:11.1	1:12.0	213	2,489	2,380	0.11 %	95.61 %
2019	2,514	51,019,056	20,294	-0.41 %	1:11.5	1:12.0	213	2,467	2,372	-0.90 %	96.16 %
2020	2,556	53,143,997	20,792	2.45 %	1:11.8	1:12.0	209	2,532	2,442	2.62 %	96.48 %
2021	2,460	54,073,159	21,981	8.31 %	1:11.8	1:12.0	209	2,464	2,393	-2.52 %	97.11 %
2022	2,473	58,266,834	23,561	13.32 %	1:11.5	1:12.0	212	2,483	2,343	0.77 %	94.35 %
2023	2,555	62,829,940	24,591	11.87 %	1:11.5	1:12.0	214	2,555	2,408	2.90 %	94.23 %
2024	2,531	62,642,003	24,750	5.05 %	1:12.2	1:12.0	215	2,528	2,397	-1.06 %	94.82 %

^a Operating expenditures equal total expenditures less debt service and capital outlay.

^b The Cost per Pupil calculated above is the sum of the operating expenditures divided by enrollment. This Cost per Pupil may be different from other Cost per Pupil calculations.

^c Teaching staff includes only full-time equivalents of certificated staff.

^d Enrollment, average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

Source: Dumont Borough School District records.

DUMONT BOROUGH SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

District Building	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Lincoln Elementary School (K-5)(1911)										
Square Feet	40,900	40,900	40,900	40,900	40,900	40,900	40,900	40,900	40,900	40,900
Capacity (students)	234	234	234	234	234	234	234	234	234	234
Enrollment	200	200	183	181	152	163	156	162	162	168
Grant Elementary School (K-5)(1911)										
Square Feet	55,880	55,880	55,880	55,880	55,880	55,880	55,880	55,880	55,880	55,880
Capacity (students)	446	446	446	446	446	446	446	446	446	446
Enrollment	362	362	366	370	363	387	396	444	444	468
Lovell J. Honiss School (K-8)(1955)										
Square Feet	68,452	68,452	68,452	68,452	68,452	68,452	68,452	68,452	68,452	68,452
Capacity (students)	519	519	519	519	519	519	519	519	519	519
Enrollment	667	667	623	614	611	643	635	643	643	623
Charles A. Selzer School (K-8) (1961)										
Square Feet	58,612	58,612	58,612	58,612	58,612	58,612	58,612	58,612	58,612	58,612
Capacity (students)	514	514	514	514	514	514	514	514	514	514
Enrollment	533	533	523	520	521	537	492	468	468	508
Dumont High School (1929)										
Square Feet	142,756	142,756	142,756	142,756	142,756	142,756	142,756	142,756	142,756	142,756
Capacity (students)	530	530	530	530	530	530	530	530	530	530
Enrollment	807	807	808	800	801	815	781	756	838	764
Central Administration (1977)										
Square Feet	6,501	6,501	6,501	6,501	6,501	6,501	6,501	6,501	6,501	6,501
Maintenance Building (1992)										
Square Feet	2,160	2,160	2,160	2,160	2,160	2,160	2,160	2,160	2,160	2,160

Number of Schools at June 30, 2024

Elementary K-5 = 2

Elementary K-8 = 2

High School = 1

Other = 2

Note: Enrollment is based on the annual October district count.

Source: Dumont Borough School District Facilities Office.

DUMONT BOROUGH SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS

Undistributed Expenditures - Required
Maintenance For School Facilities
11-000-261-xxx

Fiscal Year Ended June 30,	Dumont High School	Grant School	Lovell J. Honiss School	Lincoln School	Charles A. Selzer School	Total
2015	\$ 165,022	\$ 64,596	\$ 79,129	\$ 47,279	\$ 67,754	\$ 423,780
2016	164,303	63,193	80,045	46,342	67,406	421,289
2017	174,058	66,945	84,798	49,094	71,408	446,303
2018	193,985	74,610	94,506	54,713	79,584	497,398
2019	200,490	97,675	82,253	77,112	56,547	514,077
2020	168,537	64,822	82,108	47,535	69,144	432,146
2021	198,027	76,164	96,474	55,852	81,242	507,759
2022	195,277	75,107	95,134	55,077	80,115	500,710
2023	187,689	73,074	89,998	53,774	77,060	481,595
2024	205,134	78,898	99,937	57,858	84,157	525,984

* School facilities as defined under EFCFA.

(N.J.A.C. 6A:26-1.2 and N.J.A.C. 6A:26A-1.3)

Source: Dumont Borough School District records.

DUMONT BOROUGH SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2024
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
Northeast School Board Insurance Group:		
Property - Blanket Building & Contents	\$ 163,479,004	\$ 5,000
Comprehensive General Liability	1,000,000	
Employee Benefits Liability	1,000,000	5,000
Boiler and Machinery	150,000,000	5,000
Environmental Liability	2,000,000	25,000
Commercial Automobile Liability	1,000,000	1,000/1,000
Worker's Compensation (Employer's Liability	1,000,000	
Commercial Umbrella Liability	9,000,000	10,000
Cyber Liability	1,000,000	25,000
Excess Liability (Excess of 10,000,000 unshared)	30,000,000	
Excess Liability (Excess of 40,000,000 shared)	25,000,000	
School Board Legal Liability	1,000,000	10,000/25,000
Employee Dishonesty	500,000	5,000
Surety Bonds:		
Board Secretary	500,000	
School Accident Insurance through Bollinger Speciality Group	5,000,000	
Volunteers of Boards of Education through Bollinger Speciality Group	250,000	

Source: Dumont Borough School District records.

SINGLE AUDIT SECTION



Mount Arlington, NJ
Newton, NJ
Bridgewater, NJ

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Independent Member
BKR International

Report on Internal Control over Financial Reporting and
on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards*

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Borough of Dumont School District
County of Bergen, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Dumont Borough School District (the "District"), in the County of Bergen, as of and for the fiscal year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated October 28, 2024.

Report on Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the District'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 the internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

The Honorable President and Members
of the Board of Education
Borough of Dumont School District
Page 2

Report on Compliance and Other Matters

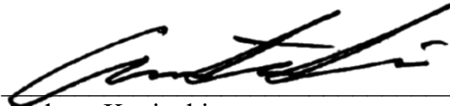
As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed 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 District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

October 28, 2024
Mount Arlington, New Jersey

NISIVOCCIA LLP



Andrew Kucinski
Licensed Public School Accountant #2684
Certified Public Accountant



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Report on Compliance For Each Major Federal and State Program
and Report on Internal Control Over Compliance Required by the Uniform Guidance and NJOMB 15-08

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Dumont Borough School District
County of Bergen, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Dumont Borough School District's (the District's) compliance with the types of compliance requirements identified as subject to audit 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 District's major federal and state programs for the fiscal year ended June 30, 2024. The District's major federal and state programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2024.

Basis for Opinion on Each Major Federal and State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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 New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Our responsibilities under those standards, the Uniform Guidance and New Jersey's OMB Circular 15-08 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 District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal and state program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

The Honorable President and Members
of the Board of Education
Dumont Borough School District
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Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the 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 GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey's OMB Circular 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 District's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey's OMB Circular 15-08, 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 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 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 New Jersey's OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

The Honorable President and Members
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Dumont Borough School District
Page 3

basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

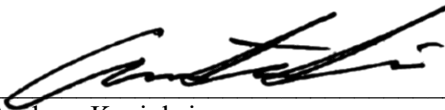
Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant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

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

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

October 28, 2024
Mount Arlington, New Jersey

NISIVOCIA LLP



Andrew Kucinski
Licensed Public School Accountant #2684
Certified Public Accountant

DUMONT BOROUGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass Through Grantor/ Program/Cluster Title	Assistance Listing Number	Grant or State Project No.	Grant Period	Award Amount	Balance at June 30, 2023			Cash Received	Budgetary Expenditures	Cancellation of Prior Year Encumbrances/ Accts Payable	Balance at June 30, 2024			
					Budgetary Accounts Receivable	Budgetary Unearned Revenue					Budgetary Accounts Receivable	Budgetary Unearned Revenue	Due to Grantor	Amounts Provided to Subrecipients
U.S. Department of Agriculture:														
Passed-through State Department of Agriculture:														
Child Nutrition Cluster:														
Food Distribution Program	10.555	N/A	7/1/22-6/30/23	\$ 24,026		\$ 1,324		\$ (1,324)						
Food Distribution Program	10.555	N/A	7/1/23-6/30/24	52,334			\$ 52,334	\$ (51,069)			\$ 1,265			
National School Lunch Program	10.555	N/A	7/1/22-6/30/23	144,790	\$ (27,566)			27,566						
National School Lunch Program	10.555	N/A	7/1/23-6/30/24	140,912			115,556	(140,912)			\$ (25,356)			
COVID-19 - Supply Chain Assistance Award	10.555	N/A	7/1/22-6/30/23	125,093			73,928	(73,928)				62,384		
Total Child Nutrition Cluster					(27,566)	75,252	257,840	(267,233)			(25,356)	63,649		
Local Food for Schools Cooperative Agreement Program	10.185	N/A	7/1/23-6/30/24	3,222				(3,222)			(1,519)			
Child Nutrition Discretionary Grants	10.579	N/A	7/1/23-6/30/24	46,288				(3,222)			(1,519)			
							46,288	(46,288)						
							46,288	(46,288)						
Total U.S. Department of Agriculture					(27,566)	75,252	305,831	(316,743)			(26,875)	63,649		
U.S. Department of Treasury:														
ASCRS	21.027	N/A	7/1/23-6/30/24	84,276				(84,276)						
Total U.S. Department of Treasury							84,276	(84,276)						
U.S. Department of Education:														
Special Revenue Fund:														
Passed-through State Department of Education:														
Elementary and Secondary Education Act:														
Title I	84.010	ESEA113023	7/1/22-9/30/23	152,560	(38,154)			38,154	(219,534)		(86,484)			
Title I	84.010	ESEA113024	7/1/23-9/30/24	237,754				133,050	(219,534)		(86,484)			
Total Title I					(38,154)			171,204	(219,534)		(1,660)			
Title I - SIA								23,215	(24,875)		(1,660)			
Total Title I - SIA				25,000				23,215	(24,875)		(1,660)			
Title II	84.367	ESEA113023	7/1/22-9/30/23	47,786	(19,886)			19,886	(45,886)		(19,018)			
Title II	84.367	ESEA113024	7/1/23-9/30/24	45,886				26,868	(45,886)		(19,018)			
Total Title II					(19,886)			46,754	(45,886)		(19,018)			
Title III	84.365	ESEA113023	7/1/22-9/30/23	13,522	(10,741)			10,741	(13,609)	39		\$ 39		
Title III	84.365	ESEA113024	7/1/23-9/30/24	14,704				11,651	(13,609)		(1,958)			
Title III - Immigrant	84.365	ESEA113024	7/1/23-9/30/24	11,390				5,390	(11,390)		(6,000)			
Total Title III					(10,741)			27,782	(24,999)	39	(7,958)			
Title IV	84.424	ESEA113023	7/1/22-9/30/23	12,478	(3,057)			3,057	(10,000)		(5,000)			
Title IV	84.424	ESEA113024	7/1/23-9/30/24	10,000				5,000	(10,000)		(5,000)			
Total Title IV					(3,057)			8,057	(10,000)		(5,000)			
Education Stabilization Fund:														
COVID-19 - CRRSA - ESSER II	84.425D	S425D210027	3/13/20-9/30/23	871,123	(344,480)			485,541	(141,061)					
COVID-19 - CRRSA - Learning Acceleration	84.425D	S425D210027	3/13/20-9/30/23	55,905	(376)			20,938	(20,562)					
COVID-19 - CRRSA - Mental Health	84.425D	S425D210027	3/13/20-9/30/23	45,000				5,501	(5,501)					
COVID-19 - ARP - ESSER III	84.425U	S425U210027	3/13/20-9/30/24	1,957,792	(9,455)			1,499,095	(1,565,752)		(76,112)			
COVID-19 - ARP - Accelerated Learning														
Coaching and Educator Support	84.425U	S425U210027	3/13/20-9/30/24	214,873				107,024	(108,194)		(1,170)			
COVID-19 - ARP - Evidence-Based Summer Learning and Enrichment Activities	84.425U	S425U210027	3/13/20-9/30/24	40,000				22,348	(31,821)		(9,473)			
COVID-19 - ARP - Evidence-Based Comprehensive Beyond the School Day Activities	84.425U	S425U210027	3/13/20-9/30/24	40,000				12,068	(40,000)		(27,932)			
COVID-19 - NJTSS Mental Health Support Staffing	84.425U	S425U210027	3/13/20-9/30/24	45,000	(1,000)			8,148	(25,791)		(18,643)			
COVID-19 - ARP GEER - New Jersey High Impact Tutoring Competitive	84.425C	E2400232	10/11/23-8/31/24	115,000				52,344	(60,024)		(7,680)			
Total Education Stabilization Fund					(355,311)			2,213,007	(1,998,706)		(141,010)			

DUMONT BOROUGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass Through Grantor/ Program/Cluster Title	Assistance Listing Number	Grant or State Project No.	Grant Period	Award Amount	Balance at June 30, 2023			Cancellation of Prior Year Encumbrances/ Accts Payable	Balance at June 30, 2024			Amounts Provided to Subrecipients	
					Budgetary Accounts Receivable	Budgetary Unearned Revenue	Cash Received		Budgetary Accounts Receivable	Budgetary Unearned Revenue	Due to Grantor		
U.S. Department of Education: (Cont'd)													
Special Revenue Fund: (Cont'd)													
Passed-through State Department of Education:													
Special Education Cluster:													
	84.027	IDEA113023	7/1/22-9/30/23	\$ 578,632	\$ (31,263)	\$ 31,263							
	84.027	IDEA113024	7/1/23-9/30/24	630,609		570,386	\$ (630,609)	\$ (60,223)					
	84.173	IDEA113023	7/1/22-9/30/23	47,786	(71)	71							
	84.173	IDEA113024	7/1/23-9/30/24	22,918		22,918	(22,918)						
Total Special Education Cluster					(31,334)	624,638	(653,527)	(60,223)					
					(458,483)	3,198,933	(3,061,803)	\$ 39	\$ (321,353)		\$ 39		
Subtotal - Special Revenue Fund					(458,483)	3,198,933	(3,061,803)	39	(321,353)		39		
Total U.S. Department of Education													
U.S. Department of Health and Human Services:													
Medicaid Cluster:													
Medicaid Assistance Program	93.778	N/A	7/1/23-6/30/24	42,004		42,004	(42,004)						
Total U.S. Department of Health and Human Services/Medicaid Cluster						42,004	(42,004)						
Total Federal Awards					\$ (486,049)	\$ 75,252	\$ 3,546,768	\$ (3,420,550)	\$ 39	\$ (348,228)	\$ 63,649	\$ 39	\$ -0-
N/A - Not Applicable													

SEE THE ACCOMPANYING NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

DUMONT BOROUGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2023		Cash Received	Budgetary Expendi- tures	Balance at June 30, 2024		MEMO	
				Budgetary Accounts Receivable				GAAP Accounts Receivable	Budgetary Receivable	Cumulative Total Expenditures	
State Department of Education:											
General Fund State Aid:											
Equalization Aid	23-495-034-5120-078	7/1/22-6/30/23	\$ 8,845,639	\$ (863,384)	\$ 863,384					\$	8,845,639
Transportation Aid	23-495-034-5120-014	7/1/22-6/30/23	222,500	(21,717)	21,717						222,500
Special Education Aid	23-495-034-5120-089	7/1/22-6/30/23	1,819,573	(177,601)	177,601						1,819,573
Security Aid	23-495-034-5120-084	7/1/22-6/30/23	139,307	(13,597)	13,597						139,307
Extraordinary Special Education Costs Aid	23-495-034-5120-044	7/1/22-6/30/23	1,068,253	(1,068,253)	1,068,253						1,068,253
Equalization Aid	24-495-034-5120-078	7/1/23-6/30/24	10,021,337		9,053,854	\$ (10,021,337)		\$	(967,483)		10,021,337
Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24	222,500		201,019	(222,500)		(21,481)			222,500
Special Education Aid	24-495-034-5120-089	7/1/23-6/30/24	2,440,537		2,204,922	(2,440,537)		(235,615)			2,440,537
Security Aid	24-495-034-5120-084	7/1/23-6/30/24	139,307		125,858	(139,307)		(13,449)			139,307
Extraordinary Special Education Costs Aid	24-495-034-5120-044	7/1/23-6/30/24	1,166,219		1,553,468	(1,166,219)	\$ (1,166,219)	(1,166,219)			1,166,219
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	7/1/23-6/30/24	1,633,634		1,633,634	(1,633,634)	(80,166)	(80,166)			1,633,634
On-Behalf TPAF Post Retirement Contributions	24-495-034-5094-001	7/1/23-6/30/24	2,057,256		2,057,256	(2,057,256)					2,057,256
On-Behalf TPAF Pension Contributions	24-495-034-5094-002	7/1/23-6/30/24	7,473,668		7,473,668	(7,473,668)					7,473,668
On-Behalf TPAF Non-Contributory Insurance	24-495-034-5094-004	7/1/23-6/30/24	85,233		85,233	(85,233)					85,233
On-Behalf TPAF Long-Term Disability Insurance	24-495-034-5094-004	7/1/23-6/30/24	2,400		2,400	(2,400)					2,400
Subtotal - General Fund				(2,144,552)	24,902,230	(25,242,091)	(1,246,385)	(2,484,413)			26,085,172
Debt Service Fund Aid:											
Debt Service Aid - State Support	24-495-034-5120-125	7/1/23-6/30/24	56,637		56,637	(56,637)					56,637
Subtotal - Debt Service Fund					56,637	(56,637)					56,637
Food Service Fund:											
State School Lunch Program	23-100-010-3350-023	7/1/22-6/30/23	6,564	(1,230)	1,230			(1,678)	(1,678)		6,564
State School Lunch Program	24-100-010-3350-023	7/1/23-6/30/24	9,658		7,980	(9,658)					9,658
Subtotal - Food Service Fund				(1,230)	9,210	(9,658)		(1,678)	(1,678)		16,222
Total State Department of Education				(2,145,782)	24,968,077	(25,308,386)	(1,248,063)	(2,486,091)			26,158,031
NJ Schools Development Authority:											
Special Revenue Fund Aid:											
School Development Authority -											
Emergent and Capital Maintenance Program	N/A	7/1/23-6/30/24	61,108		61,108	(61,108)					61,108
Subtotal - Special Revenue Fund					61,108	(61,108)					61,108
Total State Awards Subject to Single Audit Determination				(2,145,782)	\$ 25,029,185	\$ (25,369,494)	\$ (1,248,063)	\$ (2,486,091)		\$	26,944,218
Less: State Awards Not Subject to Single Audit Major Program Determination											
On-Behalf TPAF Pension System Contributions:											
On-Behalf TPAF Post Retirement Contributions	24-495-034-5094-001	7/1/23-6/30/24	(2,057,256)			\$ 2,057,256					
On-Behalf TPAF Pension Contributions	24-495-034-5094-002	7/1/23-6/30/24	(7,473,668)			7,473,668					
On-Behalf TPAF Non-Contributory Insurance	24-495-034-5094-004	7/1/23-6/30/24	(85,233)			85,233					
On-Behalf TPAF Long-Term Disability Insurance	24-495-034-5094-004	7/1/23-6/30/24	(2,400)			2,400					
Subtotal - On-Behalf TPAF Pension System Contributions						9,618,557					
Total State Awards Subject to Single Audit Major Program Determination						\$ (15,750,937)					
N/A - Not Applicable/Available											

SEE THE ACCOMPANYING NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 1. BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards includes the federal and state grant activity of the Board of Education, Dumont Borough School District under programs of the federal and state governments for the fiscal year ended June 30, 2024. The information in these schedules are presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the District, they are not intended to and do not present the financial position, changes in net position or cash flows of the District.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the accompanying schedules of expenditures of federal and state awards are reported on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented on the accrual basis of accounting. These bases of accounting are described in Note 1 to the District's basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts, if any, shown on the Schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$161,729) for the general fund and \$6,123 for the special revenue fund. See Note 1D for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Revenue from federal and state awards is reported in the Board's basic financial statements on a GAAP basis as presented below:

	Federal	State	Total
General Fund	\$ 42,004	\$ 25,080,362	\$ 25,122,366
Special Revenue Fund	3,062,957	66,077	3,129,034
Debt Service Fund		56,637	56,637
Food Service Fund	316,743	9,657	326,400
Total Awards	<u>\$ 3,421,704</u>	<u>\$ 25,212,733</u>	<u>\$ 28,634,437</u>

DUMONT BOROUGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 4. INDIRECT COST RATE

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

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. OTHER

Revenue and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. TPAF Social Security contributions represent the amount reimbursed by the State for the employers' share of social security contributions for TPAF members for the fiscal year ended June 30, 2024.

NOTE 7: NJ SCHOOLS DEVELOPMENT AUTHORITY (NJSDA) GRANT

The District has been awarded three grants totaling \$4,818,601 which are recorded in the Capital Projects Fund from the New Jersey Schools Development Authority (NJSDA) under the Educational Facilities Construction and Financing Act. As of June 30, 2024, \$0 of the grants have been expended and drawn down on a GAAP basis. In the Capital Projects Fund, the District realizes the full amount of the grant revenue on a budgetary basis in the year awarded and realizes the grant revenue on a GAAP basis as it is expended and submitted for reimbursement. Expenditures reported under the NJSDA on the schedule of Expenditures of State Awards represent reimbursement requests submitted to the NJSDA.

DUMONT BOROUGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued on whether the financial statements audited were prepared in accordance with GAAP.

Unmodified

Internal control over financial reporting:

1.) Material weakness identified?	_____	Yes	_____ X _____	No
2.) Significant deficiencies identified?	_____	Yes	_____ X _____	None reported
Noncompliance material to basic financial statements noted?	_____	Yes	_____ X _____	No

Federal Awards

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

Unmodified

Internal control over major programs:

1.) Material weakness identified?	_____	Yes	_____ X _____	No
2.) Significant deficiencies identified?	_____	Yes	_____ X _____	None reported
Noncompliance material to basic financial statements noted?	_____	Yes	_____ X _____	No
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?				
	_____	Yes	_____ X _____	No

Identification of major programs:

Program Name or Cluster	Assistance Listing No.	Grant Period		Award Amount	Budgetary Expenditures
		Start	End		
Education Stabilization Fund:					
COVID 19:					
CRRSA ESSER II	84.425D	3/13/2020	9/30/2023	\$ 871,123	\$ 141,061
CRRSA - Learning Acceleration	84.425D	3/13/2020	9/30/2023	55,905	20,562
CRRSA - Mental Health	84.425D	3/13/2020	9/30/2023	45,000	5,501
ARP ESSER III	84.425U	3/13/2020	9/30/2024	1,957,792	1,565,752
ARP ESSER - Accelerated Learning					
Coaching and Educator Support	84.425U	3/13/2020	9/30/2024	214,873	108,194
ARP ESSER - Evidence-Based Summer					
Learning and Enrichment Activities	84.425U	3/13/2020	9/30/2024	40,000	31,821
ARP ESSER - Evidence-Based Comprehensive					
Beyond the School day Activities	84.425U	3/13/2020	9/30/2024	40,000	40,000
NJTSS Mental Health Support Staffing	84.425U	3/13/2020	9/30/2024	45,000	25,791
New Jersey High Impact Tutoring	84.425C	10/11/2023	8/31/2024	115,000	60,024

Dollar threshold used to distinguish between Type A and B programs

\$ 750,000

Auditee qualified as low-risk auditee?

_____	Yes	_____ X _____	No
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DUMONT BOROUGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

State Awards

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

Internal control over major programs:

1.) Material weakness identified? Yes X No

2.) Significant deficiencies identified? Yes X None reported

Noncompliance material to basic financial statements noted? Yes X No

Any audit findings disclosed that are required to be reported in accordance with New Jersey's OMB Circular 15-08?

 Yes X No

Identification of major programs:

Program Name or Cluster	State Grant No.	Grant Period		Award Amount	Budgetary Expenditures
		Start	End		
State Aid Public:					
Equalization Aid	24-495-034-5120-078	7/1/23	6/30/24	\$ 10,021,337	\$ 10,021,337
Special Education Aid	24-495-034-5120-089	7/1/23	6/30/24	2,440,537	2,440,537
Security Aid	24-495-034-5120-084	7/1/23	6/30/24	139,307	139,307
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	7/1/23	6/30/24	1,633,634	1,633,634

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

Auditee qualified as low-risk auditee? Yes X No

DUMONT BOROUGH SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Status of Prior Year Findings:

The District had no prior year audit findings.