

**ENGLEWOOD BOARD OF EDUCATION**  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**Englewood, New Jersey**

**ANNUAL COMPREHENSIVE  
FINANCIAL REPORT  
of the  
Englewood Board of Education  
Englewood, New Jersey  
For The Fiscal Year Ended June 30, 2024**

**Prepared by  
Business Office**

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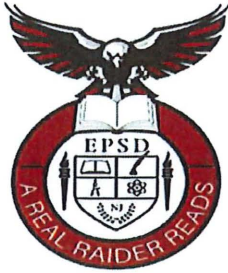
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## **INTRODUCTORY SECTION**



## ENGLEWOOD PUBLIC SCHOOL DISTRICT

Administrative Building  
274 Knickerbocker Road, Englewood, New Jersey 07631  
Phone (201) 862-6271 / Fax (201) 567-5382

May 7, 2025

Honorable President and  
Members of the Board of Education  
Englewood Public Schools  
Englewood, New Jersey 07631

Dear Board Members,

The annual comprehensive financial report of the Englewood School 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. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the district. All disclosures necessary to enable the reader to gain an understanding of the district's financial activities have been Included.

The annual comprehensive financial report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter and list of principal officials. The financial section includes the general-purpose financial statements and schedules, as well as the auditor's report. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act and the U.S. Uniform Guidance, and the New Jersey OMB Circular 15-08-OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments." Information related to this single audit, including the auditor's report on internal control and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

- 1. REPORTING ENTITY AND ITS SERVICES:** Englewood School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by NCGA Statement No. 3. All funds and account groups of the District are included in this report. The Englewood Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-K through 12. These include regular as well as special education for handicapped youngsters. The District completed the 2023-2024 fiscal year with an enrollment of 3,111 students, which is 185 students more than the previous year's enrollment. The following details the changes in the student enrollment of the District over the last five years.

Fiscal Year Ending 6/30	Total Student Enrollment	Percent Change From Previous Year
2019-2020	2,997	(0.8)
2020-2021	2,946	(1.7)
2021-2022	2,937	(0.2)
2022-2023	2,926	(0.4)
2023-2024	3,111	6.3

2. **ECONOMIC CONDITION AND OUTLOOK:** The District will remain sound economically with continued budget management. The budget management process will include a review and evaluation of district programs, staffing levels and new program development. Investments in energy efficiencies, grant opportunities and other shared service partnerships will provide cost savings measures.
3. **MAJOR DISTRICT INITIATIVES** 2023-2024 continued to focus on efficiencies and improvements district wide. Many corrective action plans and best practices are being put into place to improve the district and achieve compliance with state and federal laws. The district has continued to implement a student academic intervention program to address Math and Language Arts proficiency for all grade levels.
4. **INTERNAL ACCOUNTING CONTROLS:** Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the district are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

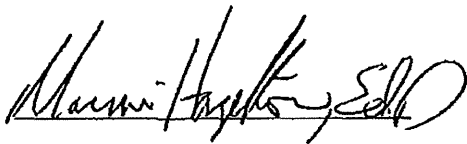
As part of the District's single audit described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to federal and state financial assistance programs, as well as to determine that the district has complied with applicable laws and regulations.

5. **BUDGETARY CONTROLS:** In addition to internal accounting controls, the district maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund and the special revenue fund. Project-length budgets are approved for the capital improvements accounted for in the capital project fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

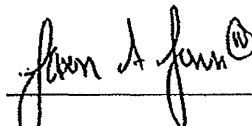
An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of

fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservation of fund balance on June 30, 2024.

6. ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements", Note 1.
7. CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 2. The District has adopted a cash management plan 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, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.
9. OTHER INFORMATION: A) Independent Audit – State statutes require an annual audit by Independent Certified Public Accountants (CPA) or Registered Municipal Accountants. The accounting firm of Lerch, Vinci & Bliss, LLC, 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 the U.S. Uniform Guidance and New Jersey OMB Circular 15-08. The auditors' report on the general purpose financial statements and combining and individual fund statements and schedules are included in the financial section of this report. The auditors' reports related specifically to the single audit are included in the single audit section of this report.
10. ACKNOWLEDGMENTS: I would like to express my appreciation to the members of the Englewood Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.



Dr. Marnie Hazelton  
Superintendent of Schools



Jason A. Jones, MBA  
Acting Business Administrator/Board Secretary

ENGLEWOOD SCHOOL DISTRICT  
CITY OF ENGLEWOOD, NEW JERSEY

ROSTER OF OFFICIALS

JUNE 30, 2024

Members of the Board of Education	Term
Dr. Edith Banks	2025
Ms. Sheri Banks-Watson	2024
Mr. William Feinstein	2026
Mr. Eric Montano	2024
Mr. Henry Pruitt III	2025
Ms. Ronique Hicks	2025
Mr. David Matthews	2026
Ms. Karen Rivera	2026
Vacancy	2024

OTHER OFFICIALS

Dr. Marnie Hazelton, Superintendent of Schools

Mr. Jason Jones, Acting Business Administrator/Board Secretary

Mr. Robert Brown, Treasurer

ENGLEWOOD SCHOOL DISTRICT  
CITY OF ENGLEWOOD, NEW JERSEY  
CONSULTANTS AND ADVISORS

JUNE 30, 2024

**Independent Auditor**

Lerch, Vinci & Bliss, LLP  
17-17 Route 208  
Fair Lawn, NJ 07410

**Attorney**

Inglesino, Webster, Wyclskala & Taylor  
600 Parsippany Road  
Suite 204  
Parsippany, NJ 07054

**Official Depository**

TD Bank  
1000 MacArthur Boulevard  
Mahwah, NJ 07430



## **FINANCIAL SECTION**



# LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

DIETER P. LERCH, CPA, RMA, PSA  
GARY J. VINCI, CPA, RMA, PSA  
JEFFREY C. BLISS, CPA, RMA, PSA  
PAUL J. LERCH, CPA, RMA, PSA  
JULIUS B. CONSONI, CPA, PSA  
ANDREW D. PARENTE, CPA, RMA, PSA  
ELIZABETH A. SHICK, CPA, RMA, PSA  
ROBERT W. HAAG, CPA, RMA, PSA

DEBRA GOLLE, CPA  
MARK SACO, CPA  
ROBERT LERCH, CPA, PSA  
CHRISTOPHER M. VINCI, CPA, PSA  
CHRISTINA CUIFFO, CPA, PSA  
JOHN CUIFFO, CPA, PSA

## **INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Education  
Englewood Board of Education  
Englewood, New Jersey

### **Report on the Financial Statements**

#### ***Qualified and Unmodified Opinions***

We have audited the financial statements of the governmental activities, the business-type activities and each major fund of the Englewood Board of Education, as of and for the fiscal year ended June 30, 2024 and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements as listed in the table of contents.

#### ***Qualified Opinions Governmental Activities and General and Special Revenue Governmental Funds***

In our opinion, except for the matters described in the Basis for Qualified and Unmodified Opinions section of our report, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the Governmental Activities and the General and Special Revenue Governmental Funds of the Englewood Board of Education, as of June 30, 2024 and the respective changes in financial position thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Unmodified Opinions on Business-Type Activities, Debt Service Governmental Fund and Food Service Enterprise Fund***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, debt service governmental fund and food service enterprise fund of the Englewood Board of Education 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 Qualified and Unmodified Opinions***

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

#### ***Matter Giving Rise to Qualified Opinion on Governmental Activities and General and Special Revenue Governmental Funds***

We were unable to obtain sufficient audit evidence to support the validity of certain reconciling items and related expenditures on the general operating account and net payroll account bank reconciliations at June 30, 2024. In addition, we were unable to obtain sufficient audit evidence to support the accuracy of payroll related charges for the fiscal year ended June 30, 2024. We were unable to satisfy ourselves as to the cash balances, certain expenditures and payroll related charges and liabilities of Governmental Activities and the General and Special Revenue Governmental Funds by other auditing procedures.

### ***Emphasis of Matter***

On April 19, 2024 the District suffered a cyber attack of its financial accounting and reporting systems. This data breach resulted in a full loss of all transactions, including finance, payroll and human resources. All impacted areas lost both current as well as years' worth of historical data. The District contracted with a school business and I.T. consultants to complete a financial rebuild for the 2023-2024 fiscal year. The rebuild was completed on or about March 30, 2025.

### ***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 Englewood Board of Education'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 Financial Statements***

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

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, we:

- Exercise professional judgement 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 of Englewood Board of Education'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 Englewood Board of Education's ability to continue as a going concern for a reasonable period of time.

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

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

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



### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Englewood Board of Education's basic financial statements. The accompanying schedule of expenditures of federal 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 (Uniform Guidance) and schedule of expenditures of state financial assistance as required by New Jersey 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 of the Englewood Board of Education. Such information is the responsibility of management and was derived from and relate 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 schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the introductory section, financial schedules and statistical section 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.

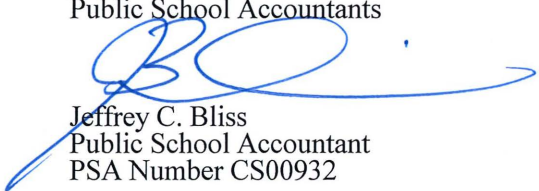
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, 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 May 7, 2025 on our consideration of the Englewood Board of Education'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 Englewood Board of Education's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Englewood Board of Education's internal control over financial reporting and compliance.

*LERCH, VINCI & BLISS, LLP*

LERCH, VINCI & BLISS, LLP  
Certified Public Accountants  
Public School Accountants

  
Jeffrey C. Bliss  
Public School Accountant  
PSA Number CS00932

Fair Lawn, New Jersey  
May 7, 2025

**REQUIRED SUPPLEMENTARY INFORMATION – PART I**

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

# ENGLEWOOD BOARD OF EDUCATION

## Management's Discussion and Analysis

This section of Englewood Board of Education's annual comprehensive financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2024. The intent of this section is to look at the District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the District's financial performance.

Management's Discussion and Analysis (MD&A) is an element of the Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement. Certain comparative information between the current year (2023-2024) and the prior year (2022-2023) is required to be presented in the MD&A.

### FINANCIAL HIGHLIGHTS

Key financial highlights for the 2023-2024 fiscal year include the following:

- The assets and deferred outflows of resources of the Englewood Board of Education exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$67,314,209 (net position).
- Overall District revenues were \$94,441,745. General revenues accounted for \$67,392,664 or 71% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$27,049,081 of total revenues.
- The School District had \$93,137,101 in expenses for governmental activities; only \$24,668,516 of these expenses were offset by program specific charges, grants or contributions. General revenues (predominantly property taxes and unrestricted State aid) of \$67,392,664 were adequate to provide for these programs.
- As of the close of the current fiscal year, the District's governmental funds reported a combined ending fund balance of \$11,892,998 a decrease of \$2,630,690 when compared to the ending fund balance at June 30, 2023 of \$14,523,688.
- The General Fund unassigned fund balance at June 30, 2024 was in a deficit position of \$347,909 a decrease of \$652,267 when compared with the ending unassigned fund balance of \$304,358 at June 30, 2023.
- The General Fund unassigned budgetary fund balance at June 30, 2024 was \$1,894,787 which represents a decrease of \$795,459 when compared to the ending unassigned budgetary fund balance at June 30, 2023 of \$2,690,246.

# ENGLEWOOD BOARD OF EDUCATION

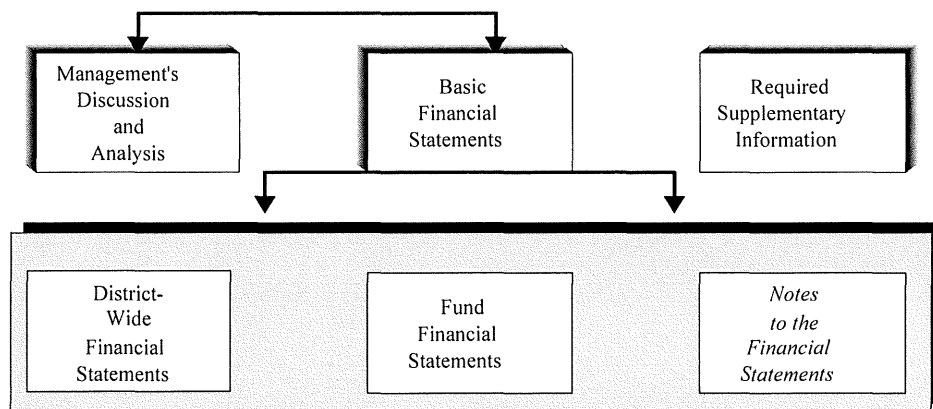
## Management's Discussion and Analysis

### OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of the annual report consists of four parts – Independent Auditor's Report, required supplementary information which includes the management's discussion and analysis (this section), the basic financial statements, and supplemental information. The basic financial statements include two kinds of statements that present different views of the 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 were financed in the short term as well as what remains for future spending.
  - Proprietary Funds statements offer short-term and long-term financial information about the activities the district operated like businesses.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The table below shows how the various parts of this annual report are arranged and related to one another.





# ENGLEWOOD BOARD OF EDUCATION

## Management's Discussion and Analysis

### OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

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 are summarized below. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

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 or fiduciary, such as instruction, special education building maintenance, and community education	Activities the district operates similar to private businesses: Enterprise funds
Required financial statements	Statements of Net Position Statement of Activities	Balance Sheet Statement of Revenues, Expenditures and Changes in Fund Balances	Statement of Net Position Statement of Revenues, 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 focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets, deferred outflows, liabilities, deferred inflows, 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 there after; no capital assets or long-term liabilities included	All assets, deferred outflows, liabilities, deferred inflows, both financial and capital, and short-term and long-term
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or Paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable.	All revenues and expenses during the year, regardless of when cash is received or paid.

# ENGLEWOOD BOARD OF EDUCATION

## Management's Discussion and Analysis

### District-Wide Financial 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 outflows of resources, liabilities and deferred inflows of resources. All of the current year's revenues 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 it has changed. Net position – the difference between the District's assets/deferred outflows and liabilities/deferred inflows – 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 overall health of the District you need to consider additional non-financial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

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

- *Governmental Activities* – Most of the District's basic services are included here, such as regular instruction and special education, transportation, administration, and plant operation and maintenance. State and Federal Aids and tuition charged to other school districts finance most of these activities.
- *Business Type Activities* – These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The District's Food Service operations 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 bond covenants.
- The District establishes other funds to control and manage money for particular purposes or to show that it is properly using certain revenues (federal and state grants).

# ENGLEWOOD BOARD OF EDUCATION

## Management's Discussion and Analysis

### Fund Financial Statements (Continued)

The District has two kinds of funds:

- *Governmental funds* – Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps to determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the district-wide statements, we provide additional information at the bottom of the governmental funds statements that explains the relationship (or differences) between them.
- *Proprietary funds* – Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the district-wide statements. The District's Enterprise Fund is established to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that costs of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

### Notes to the Financial Statements

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

### Other Information

In addition to the financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budget process. The District adopts an annual expenditure budget for the general, special revenue and debt service funds. A budgetary comparison statement has been provided for the general and special revenue funds as required supplementary information. The required supplementary information can be found following the notes to the financial statements.

The District also presents required supplementary information regarding the accounting and reporting for pensions as required under GASB Statement No. 68 and post-retirement medical benefits as required under GASB Statement No. 75. The required supplementary information can be found following the notes to the financial statements.

Combining and individual financial schedules are presented immediately following the major budgetary comparisons if required.

# ENGLEWOOD BOARD OF EDUCATION

## Management's Discussion and Analysis

### DISTRICT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of the District's financial position. The District's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$67,314,209 and \$68,576,921 as of June 30, 2024 and 2023, respectively, as shown below.

By far the largest portion of the District's net position reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, machinery and equipment); less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

#### Net Position as of June 30, 2024 and 2023

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
<b>Assets</b>						
Current and Other Assets	\$ 18,583,532	\$ 20,475,115	\$ 56,171	\$ 229,962	\$ 18,639,703	\$ 20,705,077
Capital Assets	60,832,213	61,271,514	544,196	584,837	61,376,409	61,856,351
<b>Total Assets</b>	<u>79,415,745</u>	<u>81,746,629</u>	<u>600,367</u>	<u>814,799</u>	<u>80,016,112</u>	<u>82,561,428</u>
<b>Deferred Outflows of Resources</b>						
Deferred Amounts on Net Pension Liability	643,415	489,064	-	-	643,415	489,064
Deferred Amounts on Refunding of Debt	-	30,672	-	-	-	30,672
<b>Total Deferred Outflows</b>	<u>643,415</u>	<u>519,736</u>	<u>-</u>	<u>-</u>	<u>643,415</u>	<u>519,736</u>
<b>Total Assets and Deferred Outflows</b>	<u>80,059,160</u>	<u>82,266,365</u>	<u>600,367</u>	<u>814,799</u>	<u>80,659,527</u>	<u>83,081,164</u>
<b>Liabilities</b>						
Long-Term Liabilities	6,117,363	7,285,246	-	-	6,117,363	7,285,246
Other Liabilities	6,690,534	5,969,069	88,051	106,384	6,778,585	6,075,453
<b>Total Liabilities</b>	<u>12,807,897</u>	<u>13,254,315</u>	<u>88,051</u>	<u>106,384</u>	<u>12,895,948</u>	<u>13,360,699</u>
<b>Deferred Inflows of Resources</b>						
Deferred Amounts on Net Pension Liability	446,173	1,131,039	-	-	446,173	1,131,039
Deferred Commodities Revenue	-	-	3,197	12,505	3,197	12,505
<b>Total Deferred Inflows</b>	<u>446,173</u>	<u>1,131,039</u>	<u>3,197</u>	<u>12,505</u>	<u>449,370</u>	<u>1,143,544</u>
<b>Total Liabilities and Deferred Inflows</b>	<u>13,254,070</u>	<u>14,385,354</u>	<u>91,248</u>	<u>118,889</u>	<u>13,345,318</u>	<u>14,504,243</u>
<b>Net Position</b>						
Net Investment in Capital Assets	60,477,118	59,450,642	544,196	584,837	61,021,314	60,035,479
Restricted	5,508,212	5,490,102	-	-	5,508,212	5,490,102
Unrestricted	819,760	2,940,267	(35,077)	111,073	784,683	3,051,340
<b>Total Net Position</b>	<u>\$ 66,805,090</u>	<u>\$ 67,881,011</u>	<u>\$ 509,119</u>	<u>\$ 695,910</u>	<u>\$ 67,314,209</u>	<u>\$ 68,576,921</u>

# ENGLEWOOD BOARD OF EDUCATION

## Management's Discussion and Analysis

The changes in net position for fiscal years ended 2024 and 2023 are as follows:

### Changes in Net Position For the Fiscal Years Ended June 30, 2024 and 2023

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
<b>Revenues</b>						
Program Revenues						
Charges for Services	\$ 762,829	\$ 1,309,669	\$ 206,531	\$ 341,316	\$ 969,360	\$ 1,650,985
Operating Grants and Contributions	23,857,047	23,710,821	2,174,034	2,089,802	26,031,081	25,800,623
Capital Grants and Contributions	48,640	2,676,436			48,640	2,676,436
General Revenues						
Property Taxes	61,233,740	60,065,956			61,233,740	60,065,956
State Aid	5,025,640	5,150,757			5,025,640	5,150,757
Investment Earnings	523,574	239,912	-	-	523,574	239,912
Miscellaneous	609,710	644,595	-	-	609,710	644,595
<b>Total Revenues</b>	<u>92,061,180</u>	<u>93,798,146</u>	<u>2,380,565</u>	<u>2,431,118</u>	<u>94,441,745</u>	<u>96,229,264</u>
<b>Expenses</b>						
Instruction						
Regular	34,732,920	33,036,596			34,732,920	33,036,596
Special Education	17,882,005	15,304,042			17,882,005	15,304,042
Other Instruction	4,884,310	4,426,990			4,884,310	4,426,990
School Sponsored Activities and Athletics	1,535,905	1,323,687			1,535,905	1,323,687
Support Services						
Student and Instruction Related Services	12,628,145	13,688,122			12,628,145	13,688,122
General Administration Services	2,339,664	2,087,100			2,339,664	2,087,100
School Administration Services	3,905,521	3,911,837			3,905,521	3,911,837
Plant Operation and Maintenance	8,846,372	8,496,587			8,846,372	8,496,587
Pupil Transportation	4,970,859	5,365,276			4,970,859	5,365,276
Central Services	1,376,807	1,648,565			1,376,807	1,648,565
Interest and Other Chgs on Long-Term Debt	34,593	67,969			34,593	67,969
Food Service	-	-	2,567,356	2,462,109	2,567,356	2,462,109
<b>Total Expenses</b>	<u>93,137,101</u>	<u>89,356,771</u>	<u>2,567,356</u>	<u>2,462,109</u>	<u>95,704,457</u>	<u>91,818,880</u>
Change in Net Position	(1,075,921)	4,441,375	(186,791)	(30,991)	(1,262,712)	4,410,384
<b>Net Position, Beginning of Year</b>	<u>67,881,011</u>	<u>63,439,636</u>	<u>695,910</u>	<u>726,901</u>	<u>68,576,921</u>	<u>64,166,537</u>
<b>Net Position, End of Year</b>	<u>\$ 66,805,090</u>	<u>\$ 67,881,011</u>	<u>\$ 509,119</u>	<u>\$ 695,910</u>	<u>\$ 67,314,209</u>	<u>\$ 68,576,921</u>

# ENGLEWOOD BOARD OF EDUCATION

## Management's Discussion and Analysis

### Governmental Activities

As discussed elsewhere in this commentary, the financial position of the District declined during the year. Maintaining existing programs which include both regular and special education programs, services for disabled pupils, and increases in District health benefits costs places a great demand on the District's resources. As a result, careful management of expenses remains essential for the District to sustain its financial health.

**Total and Net Cost of Governmental Activities.** The following schedule presents the District's total costs of services provided by major activity. After applying program revenues, derived from charges for services, operating grants and contributions and capital grants and contributions, the net cost of these services is presented. The following is a comparative analysis of the total and the net cost of governmental activities for the fiscal years ended June 30, 2024 and 2023.

### Total and Net Cost of Governmental Activities For the Fiscal Years Ended June 30, 2024 and 2023

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Instruction				
Regular	\$ 34,732,920	\$ 33,036,596	\$ 25,926,658	\$ 24,324,585
Special Education	17,882,005	15,304,042	11,826,660	9,343,936
Other Instruction	4,884,310	4,426,990	3,176,603	3,070,975
School Sponsored Activities and Athletics	1,535,905	1,323,687	1,383,221	1,144,917
Support Services				
Student and Instruction Related Services	12,628,145	13,688,122	7,746,110	8,253,401
General Administration	2,339,664	2,087,100	2,352,989	2,087,100
School Administration Services	3,905,521	3,911,837	3,358,478	3,341,299
Plant Operation and Maintenance	8,846,372	8,496,587	7,469,047	4,274,053
Pupil Transportation	4,970,859	5,365,276	3,798,729	4,103,045
Central Services	1,376,807	1,648,565	1,395,497	1,648,565
Interest and Other Charges on Long-Term Debt	<u>34,593</u>	<u>67,969</u>	<u>34,593</u>	<u>67,969</u>
<b>Total</b>	<b><u>\$ 93,137,101</u></b>	<b><u>\$ 89,356,771</u></b>	<b><u>\$ 68,468,585</u></b>	<b><u>\$ 61,659,845</u></b>

# ENGLEWOOD BOARD OF EDUCATION

## Management's Discussion and Analysis

### FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

#### Governmental Funds

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

The financial performance of the District as a whole is reflected in its governmental funds as well. As the District completed the year, its governmental funds reported a combined fund balance of \$11,892,998, a decrease of \$2,630,690 from last year's fund balance of \$14,523,688.

Revenues for the District's governmental funds were \$99,504,304; total expenditures were \$102,528,655. Other financing sources from capital financing agreements were \$393,661.

**General Fund** - The General Fund is the chief operating fund of the District and includes the primary operations in providing educational services to students.

Revenues of the General Fund were \$87,041,247 for the fiscal year ended June 30, 2024. State sources amounted to \$25,770,347, federal sources amounted to \$125,976 and local sources amounted to \$61,144,924.

Expenditures of the General Fund were \$89,772,792. Instructional expenditures were \$58,297,073, support services were \$29,173,058, debt service expenditures were \$93,748 and capital expenditures totaled \$2,208,913 for the fiscal year ended June 30, 2024.

**Special Revenue Fund** - The Special Revenue Fund includes all restricted Federal and State sources utilized in the operations of the district in providing educational services to students with special needs.

Revenues of the Special Revenue Fund were \$10,645,132 for the fiscal year ended June 30, 2024. State sources amounted to \$4,654,506, federal sources were \$5,792,041 and local sources were \$198,585.

Expenditures of the Special Revenue Fund were \$10,937,938. Instructional expenditures were \$6,569,791, support services were \$4,319,507 and capital expenditures totaled \$48,640 for the fiscal year ended June 30, 2024.

**Debt Service Fund** - The debt service revenues and expenditures were \$1,817,925 and the fund balance was \$-0- and -\$0- for June 30, 2024 and 2023, respectively.

# ENGLEWOOD BOARD OF EDUCATION

## Management's Discussion and Analysis

### Proprietary Funds

The District maintains an Enterprise Fund to account for activities, which are supported in part through user fees.

**Enterprise Fund** - The District uses Enterprise Funds to report activities related to the Food Services program. The District's Enterprise Fund provides the same type of information found in the district-wide financial statements, business-type activities, but in more detail. Factors concerning the finances of this Fund have already been addressed in the discussion of the District's business-type activities.

### GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year, the District revised the annual operating budget several times. These budget amendments fall into the following categories

- Implementing budgets for specially funded projects, which include both federal and state grants.
- Reappropriation of June 30, 2023 encumbrances.

### CAPITAL ASSETS

The District's investment in capital assets for its governmental and business type activities as of June 30, 2024 and 2023 amounts to \$61,376,409 and \$61,856,351 (net of accumulated depreciation), respectively. The capital assets consist of land and land improvements, construction in progress, buildings and building improvements and various other types of equipment. Depreciation charges for the fiscal year 2023-2024 amounted to \$2,696,854 for governmental activities and \$40,641 for the Business-Type activities.

The following is a comparative analysis of capital assets at June 30, 2024 and 2023.

**Capital Assets**  
**at June 30, 2024 and 2023**

	<b>Governmental</b>		<b>Business- Type</b>		<b>Total</b>	
	<b>Activities</b>		<b>Activities</b>		<b></b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Land	\$ 513,200	\$ 513,200			\$ 513,200	\$ 513,200
Construction in Progress	2,009,677	327,389	\$ 413,320	\$ 413,320	2,422,997	740,709
Land Improvements	2,687,525	2,807,172			2,687,525	2,807,172
Buildings and Building Improvements	54,313,442	56,409,390			54,313,442	56,409,390
Machinery and Equipment	1,308,369	1,214,363	130,876	171,517	1,439,245	1,385,880
<b>Total</b>	<b>\$ 60,832,213</b>	<b>\$ 61,271,514</b>	<b>\$ 544,196</b>	<b>\$ 584,837</b>	<b>\$ 61,376,409</b>	<b>\$ 61,856,351</b>

Additional information on the District's capital assets are presented in the Notes to the Financial Statements.



## **ENGLEWOOD BOARD OF EDUCATION**

### **Management's Discussion and Analysis**

#### **LONG TERM LIABILITIES**

At June 30, 2024, the District's long-term liabilities consisted of compensated absences payable of \$1,554,765, capital financing agreements of \$355,095 and net pension liability of \$4,207,503 totaling \$6,117,363. This is in comparison to long-term liabilities at June 30, 2023 of \$7,285,246 or a decrease of \$1,167,883.

Additional information on the District's long-term liabilities are presented in the Notes to the Financial Statements.

#### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES**

Many factors were considered by the District's administration during the process of developing the fiscal year 2023-2024 budget. The primary factors were the District's projected student population, anticipated state and federal aid as well as increasing labor and related employee benefit costs. Other budgetary increases are anticipated with special education, and the required investment to repair and maintain the District's facilities.

These expenditures are to be paid for by the mandated 2% CAP on the property tax levy with certain allowable adjustments to the tax levy. In the future, any such allowable adjustments may not be permitted.

#### **CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional information contact the Business Office at Englewood Board of Education, 274 Knickerbocker Road, Englewood, NJ 07631.

## **DISTRICT-WIDE FINANCIAL STATEMENTS**

**ENGLEWOOD BOARD OF EDUCATION  
STATEMENT OF NET POSITION  
AS OF JUNE 30, 2024**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 6,088,571		\$ 6,088,571
Accounts Receivable	12,181,385	\$ 349,841	12,531,226
Internal Balances	313,576	(313,576)	
Inventories		19,906	19,906
Capital Assets, Not Being Depreciated	2,522,877	413,320	2,936,197
Capital Assets, Being Depreciated, Net	<u>58,309,336</u>	<u>130,876</u>	<u>58,440,212</u>
Total Assets	<u>79,415,745</u>	<u>600,367</u>	<u>80,016,112</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Amounts on Net Pension Liability	<u>643,415</u>	<u>-</u>	<u>643,415</u>
Total Deferred Outflows of Resources	<u>643,415</u>	<u>-</u>	<u>643,415</u>
Total Assets and Deferred Outflows of Resources	<u>80,059,160</u>	<u>600,367</u>	<u>80,659,527</u>
<b>LIABILITIES</b>			
Accounts Payable and Other Current Liabilities	5,012,751	82,428	5,095,179
Payable to Other Governments	303,496		303,496
Unearned Revenue	1,374,287	5,623	1,379,910
Noncurrent Liabilities			
Due within one year	75,690		75,690
Due beyond one year	<u>6,041,673</u>	<u>-</u>	<u>6,041,673</u>
Total Liabilities	<u>12,807,897</u>	<u>88,051</u>	<u>12,895,948</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Amounts on Net Pension Liability	446,173	-	446,173
Deferred Commodities Revenues	<u>-</u>	<u>3,197</u>	<u>3,197</u>
Total Deferred Inflows of Resources	<u>446,173</u>	<u>3,197</u>	<u>449,370</u>
Total Liabilities and Deferred Inflows of Resources	<u>13,254,070</u>	<u>91,248</u>	<u>13,345,318</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	60,477,118	544,196	61,021,314
Restricted for			
Capital Projects	4,682,261		4,682,261
Plant Maintenance	528,216		528,216
Other Purposes	297,735		297,735
Unrestricted	<u>819,760</u>	<u>(35,077)</u>	<u>784,683</u>
Total Position	<u>\$ 66,805,090</u>	<u>\$ 509,119</u>	<u>\$ 67,314,209</u>

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

**ENGLEWOOD BOARD OF EDUCATION  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Governmental Activities</b>							
Instruction							
Regular Instruction	\$ 34,732,920	\$ 420,283	\$ 8,385,979		\$ (25,926,658)		\$ (25,926,658)
Special Education Instruction	17,882,005		6,055,345		(11,826,660)		(11,826,660)
Other Instruction	4,884,310		1,707,707		(3,176,603)		(3,176,603)
School Sponsored Activities and Athletics	1,535,905	167,004	(14,320)		(1,383,221)		(1,383,221)
Support Services							
Student & Instruction Related Services	12,628,145		4,882,035		(7,746,110)		(7,746,110)
General Administration	2,339,664		(13,325)		(2,352,989)		(2,352,989)
School Administration	3,905,521		547,043		(3,358,478)		(3,358,478)
Central Services	1,376,807		(18,690)		(1,395,497)		(1,395,497)
Plant Operations & Maintenance	8,846,372	145,347	1,183,338	\$ 48,640	(7,469,047)		(7,469,047)
Student Transportation	4,970,859	30,195	1,141,935		(3,798,729)		(3,798,729)
Interest on Long-Term Debt	34,593	-	-	-	(34,593)	-	(34,593)
<b>Total Governmental Activities</b>	<b>93,137,101</b>	<b>762,829</b>	<b>23,857,047</b>	<b>48,640</b>	<b>(68,468,585)</b>	<b>-</b>	<b>(68,468,585)</b>
<b>Business-Type Activities</b>							
Food Service	2,567,356	206,531	2,174,034	-	-	\$ (186,791)	(186,791)
<b>Total Business-Type Activities</b>	<b>2,567,356</b>	<b>206,531</b>	<b>2,174,034</b>	<b>-</b>	<b>-</b>	<b>(186,791)</b>	<b>(186,791)</b>
<b>Total Primary Government</b>	<b>\$ 95,704,457</b>	<b>\$ 969,360</b>	<b>\$ 26,031,081</b>	<b>\$ 48,640</b>	<b>(68,468,585)</b>	<b>(186,791)</b>	<b>(68,655,376)</b>
<b>General Revenues</b>							
Taxes:							
Property Taxes, levied for general purposes, net					59,415,815		59,415,815
Property Taxes, levied for debt service, net					1,817,925		1,817,925
Unrestricted State Aid					5,025,640		5,025,640
Investment Earnings					523,574		523,574
Miscellaneous Income					609,710	-	609,710
<b>Total General Revenues</b>					<b>67,392,664</b>	<b>-</b>	<b>67,392,664</b>
Change in Net Position					(1,075,921)	(186,791)	(1,262,712)
Net Position, Beginning of Year					67,881,011	695,910	68,576,921
Net Position, End of Year					<b>\$ 66,805,090</b>	<b>\$ 509,119</b>	<b>\$ 67,314,209</b>

## **FUND FINANCIAL STATEMENTS**

**ENGLEWOOD BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
AS OF JUNE 30, 2024**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 5,927,387	\$ 161,184		\$ 6,088,571
Accounts Receivable:				
Intergovernmental	6,105,064	6,073,589		12,178,653
Other		2,732		2,732
Due from Other Funds	<u>4,337,844</u>	<u>42,491</u>	<u>-</u>	<u>4,380,335</u>
Total Assets	<u>16,370,295</u>	<u>6,279,996</u>	<u>-</u>	<u>22,650,291</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities				
Accounts Payable	3,873,802	793,311		4,667,113
Payable to Federal/State Government		303,496		303,496
Payroll Deductions and Withholdings Payable	197,831			197,831
Other Liabilities		147,807		147,807
Due to Other Funds	42,491	4,024,268		4,066,759
Unearned Revenue	<u>565,148</u>	<u>809,139</u>	<u>-</u>	<u>1,374,287</u>
Total Liabilities	<u>4,679,272</u>	<u>6,078,021</u>	<u>-</u>	<u>10,757,293</u>
Fund Balances				
Restricted				
Excess Surplus	1,690,511			1,690,511
Excess Surplus - Designated for Subsequent Year's Expenditures	3,000,000			3,000,000
Capital Reserve	1,682,261			1,682,261
Capital Reserve - Designated for Subsequent Year Expenditures	3,000,000			3,000,000
Maintenance Reserve	428,216			428,216
Maintenance Reserve - Designated for Subsequent Year Expenditures	100,000			100,000
Emergency Reserve	242,090			242,090
Emergency Reserve - Designated for Subsequent Year Expenditures	500,000			500,000
Unemployment Compensation Reserve	95,760			95,760
Scholarships		66,050		66,050
Student Activities		135,925		135,925
Committed				
Year End Encumbrances	883,009			883,009
Assigned				
Year End Encumbrances	417,085			417,085
Unassigned	<u>(347,909)</u>	<u>-</u>	<u>-</u>	<u>(347,909)</u>
Total Fund Balances	<u>11,691,023</u>	<u>201,975</u>	<u>-</u>	<u>11,892,998</u>
Total Liabilities and Fund Balances	<u>\$ 16,370,295</u>	<u>\$ 6,279,996</u>	<u>\$ -</u>	<u>\$ 22,650,291</u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement

**ENGLEWOOD BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
AS OF JUNE 30, 2024**

**Total Fund Balances (Exhibit B-1)** **\$ 11,892,998**

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$107,679,724 and the accumulated depreciation is \$46,847,511.

60,832,213

Certain amounts resulting from the measurement of the net pension liability are reported as either deferred inflows of resources or deferred outflows of resources on the statement of net position and amortized over future years.

Deferred Outflows of Resources	\$ 643,415	
Deferred Inflows of Resources	<u>(446,173)</u>	
		197,242

Long-term liabilities, including net pension liability, are not due and payable in the current period and therefore are not reported as liabilities in the funds

Capital Financing Agreements	(355,095)	
Compensated Absences	(1,554,765)	
Net Pension Liability	<u>(4,207,503)</u>	
		<u>(6,117,363)</u>

Net Position of Governmental Activities		<u>\$ 66,805,090</u>
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**ENGLEWOOD BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>				
Local Sources				
Property Tax Levy	\$ 59,415,815		\$ 1,817,925	\$ 61,233,740
Tuition	420,283			420,283
Transportation Fees	30,195			30,195
Interest	523,574			523,574
Rentals	145,347			145,347
Miscellaneous	609,710	\$ 198,585	-	808,295
	<hr/>		<hr/>	<hr/>
Total - Local Sources	61,144,924	198,585	1,817,925	63,161,434
Intergovernmental				
State Sources	25,770,347	4,654,506		30,424,853
Federal Sources	125,976	5,792,041	-	5,918,017
	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	87,041,247	10,645,132	1,817,925	99,504,304
	<hr/>	<hr/>	<hr/>	<hr/>
<b>EXPENDITURES</b>				
Current				
Instruction				
Regular Instruction	33,954,532	4,733,132		38,687,664
Special Education Instruction	18,410,396	598,158		19,008,554
Other Instruction	4,476,235	1,071,497		5,547,732
School Sponsored Activities and Athletics	1,455,910	167,004		1,622,914
Support Services				
Student & Instruction Related Services	9,491,339	4,174,507		13,665,846
General Administration	2,420,626			2,420,626
School Administration	4,431,672			4,431,672
Central Services	1,490,371			1,490,371
Plant Operations & Maintenance	6,516,879			6,516,879
Student Transportation	4,822,171	145,000		4,967,171
Debt Service				
Principal	79,912		1,765,000	1,844,912
Interest	13,836		52,925	66,761
Capital Outlay	2,208,913	48,640	-	2,257,553
	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenditures	89,772,792	10,937,938	1,817,925	102,528,655
	<hr/>	<hr/>	<hr/>	<hr/>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,731,545)	(292,806)	-	(3,024,351)
	<hr/>	<hr/>	<hr/>	<hr/>
<b>OTHER FINANCING SOURCES (USES)</b>				
Capital Financing Agreements	393,661	-	-	393,661
Transfers In	-	311,073	-	311,073
Transfers Out	(311,073)	-	-	(311,073)
	<hr/>	<hr/>	<hr/>	<hr/>
Total Other Financing Sources and Uses	82,588	311,073	-	393,661
	<hr/>	<hr/>	<hr/>	<hr/>
Net Change in Fund Balances	(2,648,957)	18,267	-	(2,630,690)
Fund Balance, Beginning of Year	14,339,980	183,708	-	14,523,688
	<hr/>	<hr/>	<hr/>	<hr/>
Fund Balance, End of Year	\$ 11,691,023	\$ 201,975	\$ -	\$ 11,892,998
	<hr/>	<hr/>	<hr/>	<hr/>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement



**ENGLEWOOD BOARD OF EDUCATION  
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF  
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
WITH THE DISTRICT-WIDE STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Total net change in fund balances - governmental funds (Exhibit B-2) \$ (2,630,690)

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement and allocated over their estimated useful lives as annual depreciation expense. This is the amount by which depreciation expense exceeds capital outlay in the current period.

Capital Outlay	\$ 2,257,553	
Depreciation Expense	<u>(2,696,854)</u>	(439,301)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of long-term debt uses those current financial resources of governmental funds. Neither transactions, however, has any effect on net position. Also governmental funds report the effect of premiums and other such items related to the refunding bonds when they are issued, whereas these amounts are expensed and or deferred and amortized in the statement of activities.

Debt Issued:		
Capital Financing Agreements	(393,661)	
Principal Repayments:		
Serial Bonds	1,765,000	
Capital Financing Agreements	79,912	
Amortization of Deferred Amounts on Refunding	(30,672)	
Amortization of Bond Premium	<u>45,198</u>	1,465,777

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due.

Decrease in Accrued Interest		17,642
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In the statement of activities, certain operating expenses e.g. compensated absences and pension expenses are measured by the amounts accrued during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). The amount presented is the net change.

Increase in Compensated Absences	(80,095)	
Decrease in Pension Expense	<u>590,746</u>	<u>510,651</u>

Change in net position of governmental activities (Exhibit A-2)		<u>\$ (1,075,921)</u>
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**ENGLEWOOD BOARD OF EDUCATION  
PROPRIETARY FUNDS  
STATEMENT OF NET POSITION  
AS OF JUNE 30, 2024**

	<b><u>Food Service</u></b>
<b>ASSETS</b>	
Accounts Receivable - Intergovernmental	\$ 349,841
Inventories	<u>19,906</u>
Total Current Assets	<u>369,747</u>
Capital Assets:	
Construction in Progress	413,320
Equipment	879,770
Accumulated Depreciation	<u>(748,894)</u>
Total Capital Assets, Net of Accumulated Depreciation	<u>544,196</u>
Total Assets	<u>913,943</u>
<b>LIABILITIES</b>	
Current Liabilities:	
Accounts Payable	82,428
Due to Other Funds	313,576
Unearned Revenues	<u>5,623</u>
Total Liabilities	<u>401,627</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred Commodities Revenues	<u>3,197</u>
Total Liabilities and Deferred Inflows of Resources	<u>404,824</u>
<b>NET POSITION</b>	
Investment in Capital Assets	544,196
Unrestricted	<u>(35,077)</u>
Total Net Position	<u>\$ 509,119</u>

**ENGLEWOOD BOARD OF EDUCATION  
 PROPRIETARY FUNDS  
 STATEMENT OF REVENUES, EXPENSES AND  
 CHANGES IN NET POSITION  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<b><u>Food Service</u></b>
<b>OPERATING REVENUES</b>	
Local Sources	
Daily Food Sales - Non-Reimbursable programs	\$ 190,670
Miscellaneous	<u>15,861</u>
Total Operating Revenues	<u>206,531</u>
<b>OPERATING EXPENSES</b>	
Salaries and Employee Benefits	931,636
Cost of Sales - Reimbursable programs	1,127,922
Cost of Sales - Non-Reimbursable programs	60,002
Purchased Management Services	121,164
Other Purchased Services	106,504
Supplies and Materials	133,974
Miscellaneous	45,513
Depreciation	<u>40,641</u>
Total Operating Expenses	<u>2,567,356</u>
Operating Income/(Loss)	<u>(2,360,825)</u>
<b>NONOPERATING REVENUES</b>	
State Sources:	
School Lunch Program	53,269
School Breakfast Program	10,510
School After the Bell Program	7,597
Summer Food Service Program for Children	1,456
Federal Sources	
School Breakfast Program	378,967
School Lunch Program	1,239,970
Supply Chain Assistance	70,241
Snack Program	130,825
Summer Food Service Program for Children	59,383
Food Distribution Program	<u>221,816</u>
Total Nonoperating Revenues	<u>2,174,034</u>
Change in Net Position	(186,791)
Fund Balance, Beginning of Year	<u>695,910</u>
Fund Balance, End of Year	<u>\$ 509,119</u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement

ENGLEWOOD BOARD OF EDUCATION  
 PROPRIETARY FUNDS  
 STATEMENT OF CASH FLOWS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<b><u>Food Service</u></b>
<b>Cash Flows from Operating Activities</b>	
Cash Received from Customers	\$ 207,001
Cash Payments for Employee Salaries and Benefits	(931,636)
Cash Payments to Suppliers for Goods and Services	<u>(1,393,936)</u>
Net Cash Provided by (Used for) Operating Activities	<u>(2,118,571)</u>
<b>Cash Flows from Noncapital Financing Activities</b>	
Cash Received from State and Federal Sources	1,703,660
Interfund Advances	<u>313,576</u>
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>2,017,236</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(101,335)
Cash and Cash Equivalents, Beginning of Year	<u>101,335</u>
Cash and Cash Equivalents, End of Year	<u>-</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</b>	
Operating Income (Loss)	<u>(2,360,825)</u>
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities	
Depreciation	40,641
Non-Cash Federal Assistance - Food Distribution Program	221,816
Change in Assets, Liabilities and Deferred Inflows	
(Increase)/Decrease in Inventory	7,438
Increase/(Decrease) in Accounts Payable	(18,803)
Increase/(Decrease) in Unearned Revenue	470
Increase/(Decrease) in Deferred Commodities Revenue	<u>(9,308)</u>
Total Adjustments	<u>242,254</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ (2,118,571)</u>
<b>Noncash Investing, Capital and Financing Activities</b>	
Value Received Food Distribution Program	\$ 212,508

## **NOTES TO THE FINANCIAL STATEMENTS**

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The Englewood Board of Education (the “Board” or the “District”) is an instrumentality of the State of New Jersey, established to function as an education institution. The Board consists of nine elected officials and is responsible for the fiscal control of the District. A Superintendent of Schools is appointed by the Board and is responsible for the administrative control of the District. A School Business Administrator/Board Secretary is also appointed by the Board and oversees the business functions of the District. Under existing statutes, the Board's duties and powers include, but are not limited to, the development and adoption of a school program; the establishment, organization and operation of schools; and the acquisition, maintenance and disposition of school property. The Board currently operates a Pre-Kindergarten through grade twelve (12) school district.

The Board also has broad financial responsibilities, including the approval of the annual budget and the establishment of a system of accounting and budgetary controls. The Superintendent of Schools is the Chief Administrative Officer of the District who is responsible for general supervision of all schools, planning and operational functions of the District. The School Business Administrator/Board Secretary is the Chief Financial Officer and is responsible for budgeting, financial accounting and reporting and reports through the Superintendent of Schools to the Board.

The reporting entity is composed of the primary government, component units, and other organizations that are included to ensure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the Englewood Board of Education this includes general operations, food service, and student related activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Based on the foregoing criteria, the District has no component units. Furthermore, the District is not includable in any other reporting entity as a component unit.

**B. New Accounting Standards**

During fiscal year 2024, the District adopted the following GASB statements:

- GASB Statement No. 100, *Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62*, will be effective beginning with the fiscal year ending June 30, 2024. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.

Other accounting standards that the District is currently reviewing for applicability and potential impact on the financial statements include:

- GASB Statement No. 101, *Compensated Absences*, will be effective beginning with the fiscal year ending June 30, 2025. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. New Accounting Standards (Continued)**

- GASB Statement No. 102, *Certain Risk Disclosures*, will be effective beginning with the fiscal year ending June 30, 2025. The requirements of this Statement will improve financial reporting by providing users of financial statements with essential information that currently is not often provided. The disclosures will provide users with timely information regarding certain concentrations or constraints and related events that have occurred or have begun to occur that make a school district vulnerable to a substantial impact. As a result, users will have better information with which to understand and anticipate certain risks to a school district's financial condition.
- GASB Statement No. 103, *Financial Reporting Model Improvements*, will be effective beginning with the fiscal year ending June 30, 2026. The requirements for MD&A will improve the quality of the analysis of changes from the prior year, which will enhance the relevance of that information. They also will provide clarity regarding what information should be presented in MD&A. The requirements for the separate presentation of unusual or infrequent items will provide clarity regarding which items should be reported separately from other inflows and outflows of resources. The definitions of operating revenues and expenses and of nonoperating revenues and expenses will replace accounting policies that vary from school district to school district, thereby improving comparability. The addition of a subtotal for operating income (loss) and noncapital subsidies will improve the relevance of information provided in the proprietary fund statement of revenues, expenses, and changes in fund net position. The requirement for presentation of major component unit information will improve comparability. The requirement that budgetary comparison information be presented as RSI will improve comparability, and the inclusion of the specified variances and the explanations of significant variances will provide more useful information for making decisions and assessing accountability.

**C. Basis of Presentation - Financial Statements**

The financial statements include both district-wide financial statements (based on the District as a whole) and fund financial statements (based on specific District activities or objectives). Both the district-wide and fund financial statements categorize activities as either governmental activities or business-type activities. While separate district-wide and fund financial statements are presented, they are interrelated. In the district-wide financial statements, the governmental activities column incorporates data from governmental funds, while business-type activities incorporate data from the District's enterprise funds. Fiduciary funds are excluded from the district-wide financial statements. Currently the District has no fiduciary funds.

**District-Wide Financial Statements**

The district-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Board of Education. All fiduciary activities are reported only in the fund financial statements. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by property taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. In the statement of net position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, and (b) reflect on a full accrual economic resource basis, which incorporates long-term assets and receivables as well as long-term debt and obligations.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or other governmental entities, including other school districts, who purchase, use, or directly benefit from goods or services provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Property taxes, unrestricted state aid, and other items not properly included among program revenues are reported instead as general revenues.

As a general rule the effect of interfund activity has been eliminated from the district-wide financial statements. Exceptions to this general rule are charges between the Board's proprietary funds since elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Presentation - Financial Statements (Continued)**

**Fund Financial Statements**

Separate fund financial statements are provided for governmental, proprietary, and fiduciary activities, even though the latter are excluded from the district-wide financial statements. The emphasis of fund financial statements is on major individual governmental and enterprise funds, each reported as separate columns in the fund financial statements. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. The District considers all of its governmental and enterprise funds to be major funds.

The District reports the following major governmental funds:

The *general fund* is the School District's primary operating fund. It accounts for all financial resources of the District, except those to be accounted for in another fund.

The *special revenue fund* accounts for the proceeds of specific revenue sources legally restricted to expenditures for specified purposes. This fund accounts for federal, state and local financial programs, with the exception of grants for major capital projects and the child nutrition programs, student activity funds derived from athletic events or other activities of pupil organizations and private donations for scholarship awards.

The *debt service fund* accounts for the accumulation of resources that are restricted, committed or assigned for the payment of principal and interest on long-term general obligation debt of governmental funds.

The District reports the following major proprietary funds which are organized to be self-supporting through user charges:

The *food service fund* accounts for the activities of the school cafeteria, which provides food service to students as well as a la carte and catering services for administrators, teachers and special events.

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the district-wide financial statements as "internal balances".

**Reclassifications**

Certain amounts presented in the prior year data may have been reclassified in order to be consistent with the current year's presentation.



**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. All assets, all liabilities and all deferred outflows/inflows of resources associated with these operations are included on the Statement of Net Position. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e. when they are both measurable and available). Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Board considers revenues to be available if they are collected within 60 days after year-end. Expenditures are recorded when a liability is incurred, as under accrual basis of accounting, with the exception of debt service expenditures as well as expenditures related to compensated absences and claims and judgments which are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt, acquisitions under financing agreements and leases payable for intangible right-to-use leased assets and subscription arrangements for intangible right-to-use information technology (IT) software assets are reported as other financing sources.

Property taxes, tuition, transportation fees, unrestricted state aid, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements (formula-type grants and aid) are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source. Expenditure-driven grants and similar awards (reimbursement-type grants and awards) are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements imposed by the grantor or provider have been met, and the amount is received during the period or within the availability period for this revenue source. All other revenue items are considered to be measurable and available only when cash is received by the District.

When both restricted and unrestricted resources are available for use, it is the Board's policy to use restricted resources first, then unrestricted resources as they are needed.

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance**

***1. Cash, Cash Equivalents and Investments***

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments are reported at fair value and are limited by N.J.S.A. 18A:20-37.

***2. Receivables***

All receivables are reported at their gross value, and where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

3. *Inventories*

The cost of inventories of the governmental fund types are recorded as expenditures at the time individual inventory items are purchased.

Food Service Fund inventories, exclusive of the federal commodities, are valued at cost, using the first-in first-out (FIFO) method and consist of food and expendable supplies. The cost of such inventories is recorded as expenses when consumed rather than when purchased. The United States Department of Agriculture (USDA) commodity portion of the Food Service Fund inventory consists of food donated by the USDA. It is valued at estimated market prices by the USDA. The amount of unused commodities inventory at year-end is reported as deferred inflows of resources.

4. *Capital Assets*

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Capital assets are defined by the Board as assets with an initial, individual cost of \$2,000 and an estimated useful life in excess of two years. The District was able to estimate the historical cost for the initial reporting of these capital assets through back trending. As the District constructs or acquires additional capital assets each period, they are capitalized and reported at historical cost. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Land and construction in progress are not depreciated. The other property, plant, and equipment of the District is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land Improvements	20
Buildings	50
Building Improvements	20
Machinery and Equipment	5-20
Office Equipment and Furniture	5
Computer Equipment	5

5. *Deferred Outflows/Inflows of Resources*

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Board has one item which arises only under the accrual basis of accounting that qualifies for reporting in this category. The one item that qualifies for reporting in this category is the deferred amounts on net pension liability. Deferred amounts on net pension liability are reported in the district-wide statement of net position and result from: (1) differences between expected and actual experience; (2) changes in assumptions; (3) net difference between projected and actual investment earnings on pension plan investments; (4) changes in proportion and differences between employer contributions and proportionate share of contributions; and (5) contributions made subsequent to the measurement date. These amounts are deferred and amortized over future years.

ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)**

**5. *Deferred Outflows/Inflows of Resources (Continued)***

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The Board has two types which arise only under the accrual basis of accounting that qualify for reporting in this category. Accordingly, one item that qualifies for reporting in this category are the deferred amounts on net pension liability. Deferred amounts on net pension liability are reported in the district-wide statement of net position and result from: (1) differences between expected and actual experience; (2) changes in assumptions; (3) net difference between projected and actual investment earnings on pension plan investments; and (4) changes in proportion and differences between employer contributions and proportionate share of contributions. These amounts are deferred and amortized over future years. The other item is the deferred commodities revenue, reported in both the district-wide and the proprietary funds statements of net position. The deferred commodities revenue represents the estimated market value of the donated and unused Federal commodities inventory at year end. This amount is deferred and recognized as an inflow of resources in the period the commodities are consumed.

**6. *Compensated Absences***

It is the District's policy to permit employees to accumulate (with certain restrictions) earned but unused vacation and sick leave benefits. A long-term liability of accumulated vacation and sick leave and salary related payments has been recorded in the governmental activities in the district-wide financial statements, representing the Board's commitment to fund such costs from future operations. Proprietary Funds accrue accumulated vacation and sick leave and salary related payments in the period that they are earned. A liability is reported in the governmental funds only to the amount actually due at year end as a result of employee resignations and retirements.

**7. *Pensions***

In the district-wide financial statements and proprietary fund types in the fund financial statements, 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 retirement systems sponsored and administered by the State of New Jersey and additions to/deductions from these retirement systems' fiduciary net position have been determined on the same basis as they are reported by the retirement systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

In the governmental fund financial statements, net pension liabilities represent amounts normally expected to be liquidated with expendable available financial resources for required pension contributions that are due and payable at year end. Pension expenditures are recognized based on contractual pension contributions that are required to be made to the pension plan during the fiscal year.

ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)**

**8. *Financing Agreements***

Capital financing agreements and other financing agreements are financed purchase contracts that transfer ownership of the underlining assets or items (i.e. expendable supplies) to the District by the end of the agreement and do not contain termination options. Capital financing agreements and other financing agreements are recognized as long-term liabilities along with the related capital asset or expenses being financed, respectively, in the district-wide and proprietary fund type financial statements.

In the governmental fund financial statements, capital financing agreements and other financing agreements are recognized as other financing sources at the face amount of the financed purchase contract. Assets and supplies financed under these agreements are reported as capital outlay or current expenditures, respectively.

**9. *Long-Term Obligations***

In the district-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

**10. *Net Position/Fund Balance***

**District-Wide Statements**

In the district-wide statements, there are three classes of net position:

- **Net Investment in Capital Assets** – consists of net capital assets (cost less accumulated depreciation) reduced by outstanding balances of related debt obligations from the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources attributable to the acquisition, construction or improvement of those assets or related debt also should be included.
- **Restricted Net Position** – reports net position when constraints placed on the residual amount of noncapital assets are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.
- **Unrestricted Net Position** – any portion of net position not already classified as either net investment in capital assets or net position – restricted is classified as net position – unrestricted.

**Governmental Fund Statements**

Fund balance categories are designed to make the nature and extent of the constraints placed on the District's fund balance more transparent. These categories are comprised of a hierarchy based primarily on the extent to which the District is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

**Restricted Fund Balance** – Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

**Excess Surplus** – This restriction was created in accordance with NJSA 18A:7F-7 to represent the June 30, 2024 audited excess surplus that is required to be appropriated in the 2025/2026 original budget certified for taxes.

ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

10. Net Position/Fund Balance (Continued)

Governmental Fund Statements (Continued)

Restricted Fund Balance (Continued)

Excess Surplus – Designated for Subsequent Year's Expenditures - This restriction was created in accordance with NJSA 18A:7F-7 to represent the June 30, 2023 audited excess surplus that was appropriated in the 2024/2025 original budget certified for taxes.

Capital Reserve – This restriction was created by the District in accordance with NJAC 6A:23A-14.1 to fund future capital expenditures (See Note 2 ).

Capital Reserve - Designated for Subsequent Year's Expenditures – This designation was created to dedicate the portion of capital reserve fund balance appropriated in the 2024/2025 original budget certified for taxes.

Maintenance Reserve – This restriction was created by the Board in accordance with NJAC 6A:23A-14.2 to accumulate funds for the required maintenance of school facilities in accordance with the EFCA (NJSA 18A:7G-9) for a thorough and efficient education. (See Note 2).

Maintenance Reserve - Designated for Subsequent Year's Expenditures – This designation was created to dedicate the portion of maintenance reserve fund balance appropriated in the 2024/2025 original budget certified for taxes.

Emergency Reserve – This restriction was created in accordance with NJAC 6A:23A-14.4(A)1 to accumulate funds in accordance with State statute to finance unanticipated general fund expenditures required for a thorough and efficient education. (See Note 2).

Emergency Reserve - Designated for Subsequent Year's Expenditures – This designation was created to dedicate the portion of emergency reserve fund balance appropriated in the 2024/2025 original budget certified for taxes.

Unemployment Compensation Reserve – This restriction was created in accordance with R.S. 43:21-7.3 to reserve funds for unemployment compensation claims reimbursable to the State under the District's election for payment in lieu of contributions (benefit reimbursement method). (See Note 4).

Scholarships – This restriction was created to represents the accumulation of donor restricted funds specifically earmarked for student scholarship awards.

Student Activities – This restriction was created in accordance with NJAC 6A:23A-16.12 to represent the accumulation of funds derived from athletic events and other student organizations reserved for the payment of student group activities.

ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

10. *Net Position/Fund Balance (Continued)*

Governmental Fund Statements (Continued)

**Committed Fund Balance** – Amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint.

*Year-End Encumbrances* – Represents outstanding purchase orders at year end for contracts awarded by formal action of the Board of Trustees for specific purposes from available resources of the current year for which the goods and materials have not yet been received or the services have not yet been rendered at June 30.

**Assigned Fund Balance** – Amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority.

*Year-End Encumbrances* – Represent outstanding purchase orders for goods or services approved by management for specific purposes from available resources of the current year for which the goods and materials have not yet been received or the services have not yet been rendered at June 30.

**Unassigned Fund Balance** – Represents fund balance that has not been restricted, committed or assigned to specific purposes within the governmental funds.

In the general operating fund and other governmental funds (special revenue and debt service fund types), it is the District's policy to consider restricted resources to have been spent first when an expenditure is incurred for purposes for which both restricted and unrestricted (i.e., committed, assigned or unassigned) fund balances are available, followed by committed and then assigned fund balances. Unassigned amounts are used only after the other resources have been used.

11. *Fund Balance Policies*

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The Board of Education itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of decision-making authority. The Board of Trustees is the highest level of decision-making authority for the school district that can, by adoption of a resolution or formal Board action prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the Board of Education for specific purposes but do not meet the criteria to be classified as committed. The Board has authorized the School Business Administrator/Board Secretary to assign fund balance. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**F. Revenues and Expenditures/Expenses**

***1. Program Revenues***

Amounts reported as program revenues in the district-wide statement of activities include 1) charges to customers or applicants for goods or services, provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes, unrestricted state aid, investment earnings and miscellaneous revenues.

***2. Property Taxes***

Property taxes are levied pursuant to law and are collected by the municipality and are transferred to the District as requested. Property tax revenues are recognized in the year they are levied and become available. Property taxes collected in advance of the year-end for which they are levied and transferred to the District are reported as deferred inflows of resources. The tax bills are mailed annually in June by the municipal tax collector and are levied and due in four quarterly installments on August 1, November 1, February 1 and May 1 of the fiscal year. When unpaid, taxes or any other municipal lien, or part thereof, on real property, remains in arrears on April 1<sup>st</sup> in the year following the calendar year levy when the same became in arrears, the tax collector of the municipality shall, subject to the provisions of New Jersey Statute, enforce the lien by placing the property on a tax sale. The municipality may institute annual "in rem" tax foreclosure proceedings to enforce the tax collection or acquisition of title to the property.

***3. Tuition Revenues and Expenditures***

Tuition Revenues - Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs are determined and certified by the State Department of Education.

Tuition Expenditures - Tuition charges for the fiscal years 2022-2023 and 2023-2024 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been certified by the State Department of Education.

***4. On-Behalf Payments***

Revenues and expenditures of the general fund include payments made by the State of New Jersey on-behalf of the District for social security, pension, long-term disability insurance and post-retirement medical benefit contributions for District employees enrolled in the Teacher Pension and Annuity Fund (TPAF) retirement system.

Revenues and expenses of governmental activities, include the State's proportionate share of the on-behalf actuarial determined pension and post-retirement medical benefit amounts attributable to the District for District employees enrolled in the TPAF retirement system.

***5. Proprietary Funds, Operating and Nonoperating Revenues and Expenses***

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the food service enterprise fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. Federal and State subsidies for the food service operation are considered nonoperating revenues.

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. Budgetary Information**

In accordance with the requirements of the New Jersey Department of Education (“the Department”), the District annually prepares its operating budget for the forthcoming year. The budget, except for the general fund and special revenue fund, which is more fully explained below and in the notes to the required supplementary information, is prepared in accordance with accounting principles generally accepted in the United States of America and serves as a formal plan for expenditures and the proposed means for financing them.

The District must prepare its budget in compliance with applicable laws limiting the amount by which the general fund property tax levy can increase in the annual school budget. The 2010 Tax Levy CAP Law is calculated using the formulas and provisions of NJSA 18A:7F-38. The law was originally adopted in 2007 and was most recently amended in 2018. The core of the tax-levy cap calculation is a 2% increase to the previous budget year’s general fund tax levy with exceptions only for enrollment increases, increases for certain pension contributions in excess of 2%, certain healthcare increases, and amounts approved by a simple majority of voters at a special election. Additionally, school districts can bank the unused tax levy for use in any of the next three (3) succeeding budget years if they were not granted approval to exceed the tax levy cap by the voters. The restrictions are solely on the tax levy for the general fund and are not applicable to the debt service fund.

The annual budget is adopted in the spring of the preceding year for the general, special revenue and debt service funds. The District is not required to adopt an annual budget for the capital projects fund. The budget is submitted to the county superintendent for review and approval prior to adoption. Districts that have their school board members elected in November no longer have to submit their budgets that meet levy cap requirements for voter approval. Only a school board decision to exceed the tax levy cap would require voter approval for the additional amount on the November ballot. The Board adopted a resolution to move its annual election to the date of the general elections in accordance with the law; therefore voter approval of the annual budget is not required.

Budget adoptions and amendments are recorded in the District's board minutes. The budget is amended by the Board of Trustees as needed throughout the year. The budget for revenues, other resources, other uses, and fund balances is prepared by fund source and amount. The budget for expenditures is prepared by fund, program, function, object and amount. The legal level of budgetary control is established at the line item account 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. The Board approved several budget transfers during 2023/2024. Also, during 2023/2024 the Board increased the original budget of the general fund by \$2,251,470 and the special revenue fund by \$487,604. The increases were funded by the additional appropriation of grant awards, student activity revenues, scholarship donations and the reappropriation of prior year general fund encumbrances.

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 accounting principles generally accepted in the United States of America, with the exception of the legally mandated revenue recognition of certain state aid payments for budgetary purposes only and the treatment of encumbrances in the special revenue fund as described in the Notes to Required Supplementary Information (RSI). Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

Encumbrance accounting is employed in the governmental funds. 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 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 which are reappropriated and honored during the subsequent fiscal year.



**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

**B. Excess Expenditures Over Appropriations**

The following is a summary of expenditures in excess of available appropriations. The overexpended appropriations resulted in unfavorable variances. The below variances were offset with other available resources.

	<u>Final Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
General Fund			
Regular Programs			
Salaries of Teachers			
Grades 1-5	\$ 4,359,950	\$ 4,815,301	\$ (455,351)
Grades 6-8	3,219,861	3,276,889	(57,028)
Home Instruction			
Salaries of Teachers	5,000	33,384	(28,384)
Learning and/or Language Disabilities			
Salaries of Teachers	1,528,361	1,627,073	(98,712)
Behavior Disabilities			
General Supplies		7,046	(7,046)
Multiple Disabilities			
Purchased Professional-Educational Services	50,000	207,969	(157,969)
Preschool Disabilities			
Salaries of Teachers	27,831	542,682	(514,851)
School Sponsored Co/Extra-Curricular Activities			
Salaries	214,375	528,521	(314,146)
Undistributed Expenditures - Instruction			
Tuition to Other LEAs Within the State - Special	1,405,797	1,550,616	(144,819)
Tuition to County Voc. School Distr. - Regular	540,000	715,232	(175,232)
Tuition to APSSD & Other LEAs-Special - Out of State	-	229,597	(229,597)
Tuition - Other	45,000	55,236	(10,236)
Attendance and Social Work			
Salaries	74,560	108,660	(34,100)
Salaries of Family Support Team	249,451	256,033	(6,582)
Salaries of Family Liaisons	166,460	211,880	(45,420)
Supplies and Materials		4,265	(4,265)
Health Services			
Salaries	430,118	449,572	(19,454)
Speech, OT, PT and Related Services			
Other Objects		675	(675)
Guidance			
Salaries of Other Professional Staff	943,555	950,076	(6,521)
Child Study Team			
Salaries of Other Professional Staff	1,455,271	1,536,415	(81,144)
Salaries of Secretarial and Clerical Assistants	74,788	75,390	(602)
Supplies and Materials	8,380	26,431	(18,051)

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

**B. Excess Expenditures Over Appropriations (Continued)**

	<u>Final Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
Improvement of Inst. Serv.			
Purchased Professional-Educational Services	-	\$ 2,600	\$ (2,600)
Other Purchased Services	\$ 40,300	55,857	(15,557)
Supplies and Materials	-	6,252	(6,252)
Other Objects	-	350	(350)
Edu. Media Serv./Sch. Library			
Salaries	634,278	706,401	(72,123)
Instructional Staff Training Services			
Purchased Professional-Educational Services	5,000	5,732	(732)
Other Purchased Services	8,000	26,846	(18,846)
Supplies and Materials		1,102	(1,102)
Support Services General Administration			
Legal Services	326,548	378,471	(51,923)
BOE Other Purchased Services	4,700	16,832	(12,132)
Miscellaneous Purchased Services	40,000	65,481	(25,481)
General Supplies	5,956	26,908	(20,952)
Judgements Against the School District	250,000	484,947	(234,947)
BOE Membership Dues and Fees	27,000	27,113	(113)
Support Services School Administration			
Salaries of Principal/Asst. Principals/Program Directors	2,057,079	2,316,619	(259,540)
Other Purchased Services	423,000	441,507	(18,507)
Central Services			
Purchased Professional Services	46,000	50,286	(4,286)
Supplies and Materials	10,320	16,082	(5,762)
Admin. Info. Technology			
Other Purchased Services		296	(296)
Required Maintenance for School Facilities			
Salaries	76,217	85,613	(9,396)
Cleaning, Repair and Maintenance	420,934	470,491	(49,557)
Custodial Services			
Salaries	114,527	163,677	(49,150)
Other Purchased Property Services	195,748	212,253	(16,505)
Insurance	532,000	641,681	(109,681)
Miscellaneous Purchased Services	54,500	68,628	(14,128)
Energy (Electricity)	1,100,000	1,215,674	(115,674)
Other Objects	-	1,116	(1,116)

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

**B. Excess Expenditures Over Appropriations (Continued)**

	<u>Final Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
Security			
Purchased Professional and Technical Services	\$ 1,665	\$ 57,952	\$ (56,287)
Cleaning, Repair and Maintenance	100,000	179,468	(79,468)
Student Transportation Services			
Sal. For Pupil Trans. (Bet Home & School)-Reg.	65,429	66,242	(813)
Contracted Services (Between Home and School) - Vendors	1,342,236	1,528,330	(186,094)
Contracted Services -			
(Other than Between Home and School) - Vendors	61,000	106,603	(45,603)
Contracted Serv. - Aid in Lieu of Payments -			
Non-Public Schools	250,000	278,430	(28,430)
Miscellaneous Purchased Services - Transportation	500,000	653,170	(153,170)
Unallocated Benefits - Employee Benefits			
Social Security Contributions	400,000	738,869	(338,869)
Other Retirement Contributions - PERS	300,000	391,276	(91,276)
Unemployment Compensation	25,000	28,052	(3,052)
Capital Outlay			
Equipment			
Instruction	45,355	108,631	(63,276)
Security		16,254	(16,254)
Special Revenue Fund			
Expenditures			
Instruction			
Salaries of Teachers	1,315,715	2,114,739	(799,024)
Purchased Professional Technical Services	300,047	443,625	(143,578)
Textbooks	75,000	89,090	(14,090)
Other Objects	-	1,875	(1,875)
Support Services			
Salaries of Other Professionals	184,799	198,609	(13,810)
Purchased Professional - Technical Services	157,866	1,175,368	(1,017,502)
Other Purchased Professional Services	415,110	875,256	(460,146)
Cont. Trans. Serv. (Bet. Home & Sch)	110,000	145,000	(35,000)
Miscellaneous Purchased Services	50,000	89,713	(39,713)
Other Objects		323,563	(323,563)
Capital Outlay			
Construction Services		10,726	(10,726)
Non-Instructional Equipment		37,914	(37,914)

The above variances were offset with other available resources.

ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

C. Deficit Fund Equity

The District has an unassigned fund deficit of \$347,909 in the General Fund as of June 30, 2024 as reported in the fund financial statements (modified accrual basis). NJSA 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record these delayed state aid payments as revenue, for budget purposes only, in the current school budget year. The statute provides legal authority for school districts to recognize this revenue in the current budget year. GASB Statement No. 33, “Accounting and Financial Reporting for Nonexchange Transactions”, requires that intergovernmental transactions (revenue, expenditure, asset, liability) should be recognized in symmetry (i.e., if one government recognizes an asset, the other government recognizes a liability). Since the State of New Jersey is recording certain 2023/2024 budgeted state aid payments in the subsequent fiscal year, the school district cannot recognize such payments on the GAAP (fund) financial statements until the year the State records the payable. Due to the timing difference of recording these delayed state aid payments, the General Fund deficit does not alone indicate that the District is facing financial difficulties; however, unless the State of New Jersey budgets the delayed payments in future years, the District may also report fund deficits in the future.

Pursuant to NJSA 18A:22-44.2, any negative unreserved, undesignated (i.e., unassigned) general fund balance that is reported as a direct result of a delay in the payment of state aid until the following fiscal year, is not considered as a violation of New Jersey Statute or regulation and is not considered an item in need of corrective action. The District deficit in the GAAP (fund) financial statements of \$347,909 in the General Fund is less than the delayed state aid payments at June 30, 2024.

D. Capital Reserve

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

Funds placed in the capital reserve are restricted to capital projects in the District’s approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the Department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at 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-14.1(g), the balance in the reserve cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the fiscal year ended June 30, 2024 is as follows:

Balance, June 30, 2023		\$	4,655,866
Increased by:			
Interest Earnings	\$	2,500	
Deposits Approved by Board Resolution		<u>23,895</u>	
			<u>26,395</u>
Balance, June 30, 2024		\$	<u><u>4,682,261</u></u>

The withdrawals from the capital reserve were for use in a department approved facilities project, consistent with the District’s Long Range Facilities Plan. \$3,000,000 of the capital reserve balance at June 30, 2024 was designated and appropriated for use in the 2024-2025 original budget certified for taxes.

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

**E. Maintenance Reserve**

A maintenance reserve account was established by the District. The accumulation of funds will be used for required maintenance of school facilities expenditures in subsequent fiscal years. The maintenance reserve is maintained in the General Fund and its activity is included in the General Fund annual budget.

Funds placed in the maintenance reserve are restricted to required maintenance activities for a school facility as reported in the comprehensive maintenance plan. A District may appropriate funds into the maintenance reserve in the annual General Fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line item appropriation amounts or both. Pursuant to N.J.A.C. 6A:23A-14.2(g), the balance in the reserve cannot at any time exceed four percent of the replacement cost of the school district's school facilities for the current year.

The activity of the maintenance reserve for the fiscal year ended June 30, 2024 is as follows:

Balance, June 30, 2023	\$ 526,716
Increased by:	
Interest Earnings	<u>1,500</u>
Balance, June 30, 2024	<u>\$ 528,216</u>

The June 30, 2024 comprehensive maintenance plan indicated a maximum maintenance reserve amount of \$3,488,800. \$100,000 of the maintenance reserve balance at June 30, 2024 was designated and appropriated for use in the 2024/2025 original budget certified for taxes.

**F. Emergency Reserve**

An emergency reserve account was established by the District. The accumulation of funds will be used to finance unanticipated General Fund current expenditures required for a thorough and efficient education in subsequent fiscal years.

Funds placed in the emergency reserve are restricted to finance reasonably unforeseeable costs and shall not include additional costs due to poor planning. A District may appropriate funds into the emergency reserve in the annual General Fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line item appropriation amounts or both. Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of four percent or the withdrawal is included in the original budget certified for taxes to finance school security improvements to school facilities pursuant to 18A:7G-6(c)1. Pursuant to NJAC 6A:23A-14.4(A), the balance in the reserve cannot at any time exceed the greater of \$250,000 or one percent of the school district's General Fund budget as certified for taxes up to a maximum of \$1,000,000.

ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

F. Emergency Reserve (Continued)

The activity of the emergency reserve for the fiscal year ended June 30, 2024 is as follows:

Balance, June 30, 2023	\$ 750,346
Increased by:	
Interest earned	<u>1,000</u>
	751,346
Decreased by:	
Reduction Required by N.J. Administrative Code - Statutory Maximum	<u>9,256</u>
Balance, June 30, 2023	<u>\$ 742,090</u>

G. Calculation of Excess Surplus

In accordance with N.J.S.A. 18A:7F-7, as amended, the restricted fund balance for 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 in excess of 2% of budget expenditures 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 excess fund balance at June 30, 2024 is \$4,690,511. Of this amount, \$3,000,000 was designated and appropriated in the 2024/2025 original budget certified for taxes and the remaining amount of \$1,690,511 will be appropriated in the 2025/2026 original budget certified for taxes.

NOTE 3 DETAILED NOTES ON ALL FUNDS

A. Cash Deposits and Investments

Cash Deposits

The Board's deposits are insured through either the Federal Deposit Insurance Corporation (FDIC), National Credit Union Share Insurance Fund (NCUSIF), Securities Investor Protection Corporation (SIPC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Board is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or \$200 million for all deposits in excess of the FDIC and NCUSIF insured amounts. GUDPA does not protect intermingled trust funds, withholdings from an employee’s salary or funds which may pass to the local government upon the happening of a future condition.

ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash Deposits and Investments (Continued)

Cash Deposits (Continued)

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to \$250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At June 30, 2024, the book value of the Board's deposits were \$6,083,516 and bank and brokerage firm balances of the Board's deposits amounted to \$12,356,832. The Board's deposits which are displayed on the various fund balance sheets as "cash" or "cash and cash equivalents" are categorized as:

Depository Account

Insured	\$ 11,036,110
Uninsured and Collateralized	<u>1,320,722</u>
	<u>\$ 12,356,832</u>

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Board does not have a policy for custodial credit risk. As of June 30, 2024 the Board's bank balance of \$1,320,722 was exposed to custodial credit risk as follows:

Depository Account

Uninsured and Collateralized	
Collateral held by pledging financial institution's trust department but not in the Board's name	<u>\$ 1,320,722</u>

Investments

The Board is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 18A:20-37. Examples of the allowable investments are bonds or other obligations of the United States or obligations guaranteed by the United States of America; Government Money Market Mutual Funds; 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 obligations bear a fixed rate of interest not dependent on any index or other external factor; 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; 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 "Local Authorities Fiscal Control Law," (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 school districts; Local Government investment pools; 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); and agreements for the repurchase of fully collateralized securities, if transacted in accordance with the above statute.

ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash Deposits and Investments (Continued)

Investments (Continued)

As of June 30, 2024, the Board had the following investments:

<u>Investment Type:</u>	<u>Fair Value</u>
N.J. Cash Management Fund	\$ <u>5,055</u>

Custodial Credit Risk – Investments – For an investment, this is the risk, that in the event of the failure of the counterparty, the Board will not be able to recover the value of its investments or collateral securities that are held by an outside party. The Board does not have a policy for custodial credit risk. As of June 30, 2024, \$5,055 of the Board’s investments was exposed to custodial credit risk as follows:

	<u>Fair Value</u>
Uninsured and Collateralized:	
Collateral held by pledging financial institutions' trust department or agent but not in the Board's name	\$ <u>5,055</u>

Interest Rate Risk – Interest rate risk is the risk that changes in the market interest rate will adversely affect the fair value of an investment. The Board does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law limits investments as noted above (N.J.S.A. 18A:20-37). The District does not have an investment policy that would further limit its investment choices.

Concentration of Credit Risk – The concentration of credit risk is the risk of loss that may be caused by the Board’s investment in a single issuer. The Board places no limit in the amount the District may invest in any one issuer. More than five (5) percent of the Board’s investments are in NJ Cash Management Fund. These investments are 100% of the District’s total investments.

Fair Value of Investments. The Englewood Board of Education measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles (GAAP). These guidelines recognize a three-tiered fair value hierarchy as follows:

- *Level 1:* Quoted prices for identical investments in active markets;
- *Level 2:* Observable inputs other than those in Level 1; and
- *Level 3:* Unobservable inputs.

Investments are valued based on price data obtained from observed transactions and market price quotations provided by N.J. Cash Management Fund. Since the value is not obtained from a quoted price in an active market the investments held by the District at June 30, 2024 are categorized as Level 2.



**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**B. Receivables**

Receivables as of June 30, 2024 for the District's individual major funds, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Special Revenue</u>	<u>Food Service</u>	<u>Total</u>
Receivables:				
Intergovernmental:				
Local	\$ 5,102,812			\$ 5,102,812
State	689,179	\$ 2,981	\$ 13,990	706,150
Federal	313,073	6,070,608	335,851	6,719,532
Other Accounts	<u>-</u>	<u>2,732</u>	<u>359,238</u>	<u>361,970</u>
Gross Receivables	6,105,064	6,076,321	709,079	12,890,464
Less: Allowance for Uncollectibles	<u>-</u>	<u>-</u>	<u>(359,238)</u>	<u>(359,238)</u>
Net Total Receivables	<u>\$ 6,105,064</u>	<u>\$ 6,076,321</u>	<u>\$ 349,841</u>	<u>\$ 12,531,226</u>

**C. Unearned Revenue**

Governmental funds report unearned revenue in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unearned revenue reported in the governmental funds were as follows:

	<u>Unearned</u>
General Fund	
Unrealized FEMA Proceeds	\$ 565,148
Special Revenue Fund	
Unencumbered grant draw downs	678,597
Grant Drawdowns Reserved for Encumbrances	<u>130,542</u>
Total Unearned Revenue for Governmental Funds	<u>\$ 1,374,287</u>

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**D. Capital Assets**

Capital asset activity for the fiscal year ended June 30, 2024 was as follows:

	Balance, <u>July 1, 2023</u>	<u>Increases</u>	<u>Decreases</u>	Balance, <u>June 30, 2024</u>
<b>Governmental Activities:</b>				
Capital Assets, Not Being Depreciated:				
Land	\$ 513,200			\$ 513,200
Construction in Progress	<u>327,389</u>	<u>\$ 1,682,288</u>	<u>-</u>	<u>2,009,677</u>
Total Capital Assets, Not Being Depreciated	<u>840,589</u>	<u>1,682,288</u>	<u>-</u>	<u>2,522,877</u>
Capital assets, Being Depreciated:				
Land Improvements	4,946,713	30,430		4,977,143
Buildings and Building Improvements	92,544,053	79,077		92,623,130
Machinery and Equipment	<u>7,539,874</u>	<u>465,758</u>	<u>\$ (449,058)</u>	<u>7,556,574</u>
Total Capital Assets Being Depreciated	<u>105,030,640</u>	<u>575,265</u>	<u>(449,058)</u>	<u>105,156,847</u>
Less Accumulated Depreciation for:				
Land Improvements	(2,090,491)	(199,127)		(2,289,618)
Building and Building Improvements	(36,105,292)	(2,204,396)		(38,309,688)
Machinery and Equipment	<u>(6,403,932)</u>	<u>(293,331)</u>	<u>449,058</u>	<u>(6,248,205)</u>
Total Accumulated Depreciation	<u>(44,599,715)</u>	<u>(2,696,854)</u>	<u>449,058</u>	<u>(46,847,511)</u>
Total Capital Assets, Being Depreciated, Net	<u>60,430,925</u>	<u>(2,121,589)</u>	<u>-</u>	<u>58,309,336</u>
Government Activities Capital Assets, Net	<u>\$ 61,271,514</u>	<u>\$ (439,301)</u>	<u>\$ -</u>	<u>\$ 60,832,213</u>

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**D. Capital Assets (Continued)**

	Balance, July 1, 2023	Increases	Decreases	Balance, June 30, 2024
<b>Business-Type Activities:</b>				
Capital Assets, Not Being Depreciated:				
Construction in Progress	\$ 413,320	-	-	\$ 413,320
Total Capital Assets, Not Being Depreciated	413,320	-	-	413,320
Capital Assets, Being Depreciated:				
Machinery and Equipment	879,770	-	-	879,770
Total Capital Assets Being Depreciated	879,770	-	-	879,770
Less Accumulated Depreciation for:				
Machinery and Equipment	(708,253)	\$ (40,641)	-	(748,894)
Total Accumulated Depreciation	(708,253)	(40,641)	-	(748,894)
Total Capital Assets, Being Depreciated, Net	171,517	(40,641)	-	130,876
Business-Type Activities Capital Assets, Net	\$ 584,837	\$ (40,641)	\$ -	\$ 544,196

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

**Governmental activities:**

Instruction	
Regular	\$ 178,692
Total Instruction	178,692
Support Services	
Student and Instruction Related Services	20,176
School Administration	44,285
Plant Operations and Maintenance	2,441,941
Student Transportation	11,760
Total Support Services	2,518,162
Total Governmental Activities	\$ 2,696,854
<b>Business-Type Activities:</b>	
Food Service Fund	\$ 40,641
Total Depreciation Expense-Business-Type Activities	\$ 40,641

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**D. Capital Assets (Continued)**

**Construction and Other Significant Commitments**

The District has the following active construction project as of June 30, 2024:

<u>Project</u>	<u>Remaining Commitment</u>
DMHS Cafeteria Expansion Project	\$ 536,815
Dismus Middle School Boiler Project	<u>346,194</u>
	<u>\$ 883,009</u>

**Insurance Proceeds**

The District had insurance policies in effect at the time of Hurricane Ida for comprehensive property damage (including flood), and other coverages. During 2023, the District collected \$720,957 of the prior year receivable balance from insurance. In addition, the District collected \$669,297 from the Federal Emergency Management Agency ("FEMA"), of which \$104,149 was utilized to offset additional expenditures associated with Hurricane Ida not covered by insurance. The balance of \$565,148 is reported as unearned revenue at June 30, 2024.

**E. Interfund Receivables, Payables, and Transfers**

The composition of interfund balances as of June 30, 2024, is as follows:

**Due To/From Other Funds**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Special Revenue Fund	\$ 4,024,268
General Fund	Food Service Enterprise Fund	313,576
Special Revenue Fund	General Fund	<u>42,491</u>
		<u>\$ 4,380,335</u>

The above balances are to cover the cash balances which were in an overdraft position and the result of revenues earned in one fund which are due to another fund.

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**E. Interfund Receivables, Payables, and Transfers (Continued)**

**Interfund Transfers**

	<u>Transfer In:</u>
	Special Revenue <u>Fund</u>
Transfer Out:	
General Fund	\$ 311,073
Total	<u>\$ 311,073</u>

The above transfers are the result of revenues earned in one fund to finance expenditures in another fund.

**F. Financing Agreements**

**Capital Financing Agreements**

The District entered into the following agreements to finance the acquisition of other capital assets under capital financing agreements. The repayments under these financing agreements are subject to the annual appropriation of funds in the District's approved budget.

Capital financing agreements at June 30, 2024 are comprised of the following:

\$12,268, fiscal year 2022 Agreement for the acquisition of a copier for a term of 5 years due in annual principal installments of \$474 to \$2,743 through August, 2027 interest at 3.13%	\$ 8,212
\$393,661, fiscal year 2024 Agreement for the acquisition of 35 copiers for a term of 5 years due in annual principal installments of \$29,539 to \$85,613 through October, 2028 interest at 4.46%	<u>346,883</u>
Total	<u>\$ 355,095</u>

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**F. Financing Agreements (Continued)**

The maturity schedule of the remaining capital financing agreement payments for principal and interest is as follows:

**Governmental Activities:**

Fiscal Year Ending <u>June 30,</u>	<u>Capital Agreements</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2025	\$ 75,690	\$ 16,758	\$ 92,448
2026	79,750	12,698	92,448
2027	84,028	8,420	92,448
2028	86,088	3,970	90,058
2029	<u>29,539</u>	<u>321</u>	<u>29,860</u>
Total	<u>\$ 355,095</u>	<u>\$ 42,167</u>	<u>\$ 397,262</u>

**G. Long-Term Debt**

**Statutory Borrowing Power**

4% of Equalized Valuation Basis (Municipal)	\$ 236,948,228
Less: Net Debt Issued and Authorized But Not Issued	<u>-</u>
Remaining Borrowing Power	<u>\$ 236,948,228</u>

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**G. Long-Term Debt (Continued)**

**Changes in Long-Term Liabilities**

Long-term liability activity for the fiscal year ended June 30, 2024, was as follows:

	Balance, July 1, 2023	Additions	Deletions	Balance, June 30, 2024	Due Within One Year
<b>Governmental activities:</b>					
Serial Bonds	\$ 1,765,000		\$ 1,765,000		
Deferred Amounts					
Add: Original Issue Premium	45,198	-	45,198	-	-
Total Bonds Payable	1,810,198	-	1,810,198	-	-
Capital Financing Agreements	41,346	\$ 393,661	79,912	\$ 355,095	\$ 75,690
Compensated Absences	1,474,670	80,095		1,554,765	
Net Pension Liability	3,959,032	636,713	388,242	4,207,503	-
Governmental activity Long-term liabilities	<u>\$ 7,285,246</u>	<u>\$ 1,110,469</u>	<u>\$ 2,278,352</u>	<u>\$ 6,117,363</u>	<u>\$ 75,690</u>

For the governmental activities, the liabilities for capital financing agreements, compensated absences, and net pension liability are generally liquidated by the general fund.

**NOTE 4 OTHER INFORMATION**

**A. Risk Management**

The District is exposed to various risks of loss related to property, general liability, automobile coverage, theft of, damage to and destruction of assets; errors and omissions; injuries to employees; student accident; termination of employees and natural disasters. The Board has obtained commercial insurance coverage to guard against these events to minimize the exposure to the District should they occur. A complete schedule of insurance coverage can be found in the statistical section of this Annual Comprehensive Financial Report.

The District is a member of the New Jersey School Insurance Group (NJSIG or Group). The Group is a risk sharing public entity pool, established for the purpose of insuring against various insurance claims.

The relationship between the Board and the insurance Group is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Board is contractually obligated to make all annual and supplementary contributions to the Group, to report claims on a timely basis, cooperate with the management of the Group, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by the Group. Members have a contractual obligation to fund any deficit of the Group attributable to a membership year during which they were a member.

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**A. Risk Management (Continued)**

NJSIG provides its members with risk management services, including the defense of and settlement of claims and to establish reasonable and necessary loss reduction and prevention procedures to be followed by the members. Complete financial statements of the respective insurance funds are on file with the School's Business Administrator.

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverage's in any of the prior three years.

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, interest earnings, reimbursements to the State for benefits paid and the ending balance of the District's restricted fund balance for unemployment compensation claims in the General Fund for the current and previous two years:

<u>Fiscal Year Ended June 30,</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2024	\$ 42,344	\$ 146,079	\$ 95,760
2023	49,577	21,902	123,812
2022	32,871	2,687	123,812

**B. Contingent Liabilities**

The District is a party defendant in some lawsuits, none of a kind unusual for a school district of its size and scope of operation. In the opinion of the Board's Attorney the potential claims against the District not covered by insurance policies would not materially affect the financial condition of the District.

**Pending Litigation** – There are seven (7) pending cases (three in one consolidated matter) of sexual abuse committed by several former employees in which the alleged abuse occurred between the years of 1967 to 2024. The pending cases are in various stages of the legal process with one case that includes the three cases in one consolidated matter having a trial date of June 2, 2025 and one other case having a tentative trial date of August 25, 2025. The range of potential losses for each case was not provided by the Board Attorney, however the losses could be material for the District.

**Federal and State Awards** – The Board participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Board may be required to reimburse the grantor government. As of June 30, 2024, significant amounts of grant expenditures have not been audited by the various grantor agencies but the Board believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.



**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans**

**Plan Descriptions and Benefits Provided**

The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems (retirement systems) covering substantially all Board employees who are eligible for pension coverage:

**Public Employees' Retirement System (PERS)** – Established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage, to substantially all full time employees of the State or any county, municipality, school district, or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees. PERS is a cost sharing multiple employer defined benefit pension plan. For additional information about PERS, please refer to the State Division of Pension and Benefits (Division's) Annual Comprehensive Financial Report (ACFR) which can be found at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

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

The following represents the membership tiers for PERS:

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

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

**Teachers' Pension and Annuity Fund (TPAF)** – Established in January 1955, under the provisions of N.J.S.A. 18A:66 to provide coverage to substantially all full time certified teachers or professional staff of the public school systems in the State. Membership is mandatory for such employees. TPAF is a cost sharing multiple- employer defined benefit pension plan with a special funding situation, by which the State is responsible to fund 100% of local employer contributions, excluding any local employer early retirement incentive (ERI) contributions. For additional information about TPAF, please refer to the State Division of Pension and Benefits (Division's) Annual Comprehensive Financial Report (ACFR) which can be found at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

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

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

The following represent the membership tiers for TPAF:

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

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

The State of New Jersey sponsors and administers the following defined contribution public employee retirement program covering certain state and local government employees which include those Board employees who are eligible for pension coverage.

**Defined Contribution Retirement Program (DCRP)** – established under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2008 to provide coverage to elected and certain appointed officials, effective July 1, 2007 and employees enrolled in PERS or TPAF on or after July 1, 2007 who earn in excess of established annual maximum compensation limits (equivalent to annual maximum wage for social security deductions). This provision was extended by Chapter 1, P.L. 2010, effective May 21, 2010, to new employees (Tier 2) of the PFRS and new employees who would otherwise be eligible to participate in PERS or TPAF on or after November 2, 2008 and do not earn the minimum salary required for tier 3 enrollment or do not work the minimum required hours for tier 4 and tier 5 enrollments but earn a base salary of at least \$5,000 are eligible for participation in the DCRP. Membership is mandatory for such individuals with vesting occurring after one (1) year of membership. DCRP is a defined contribution pension plan.

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

**Other Pension Funds**

The State established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of the State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local government employers do not appropriate funds to SACT.

The cost of living increase for PERS and TPAF, are funded directly by each of the respective systems but are currently suspended as a result of reform legislation.

According to state law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits ("Division"), issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits, website at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

**Plan Amendments**

The authority to amend the provisions of the above plans rests with legislation passed by the State of New Jersey. Pension reforms enacted pursuant to Chapter 78, P.L. 2011 included provisions creating special Pension Plan Design Committees for TPAF and PERS, once a Target Funded Ratio (TFR) is met. The Pension Plan Design Committees will have the discretionary authority to modify certain plan design features, including member contribution rate; formula for calculation of final compensation of final salary; fraction used to calculate a retirement allowance; age at which a member may be eligible and the benefits for service or early retirement; and benefits provided for disability retirement. The committees will also have the authority to reactivate the cost of living adjustment (COLA) on pensions. However, modifications can only be made to the extent that the resulting impact does not cause the funded ratio to drop below the TFR in any one year of a 30-year projection period.

**Measurement Focus and Basis of Accounting**

The financial statements of the retirement systems are prepared in accordance with U.S. generally accepted accounting principles as applicable to governmental organizations. In doing so, the Division adheres to reporting requirements established by the Governmental Accounting Standards Board (GASB).

The accrual basis of accounting is used for measuring financial position and changes in net position of the pension trust funds. Under this method, contributions are recorded in the accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of each plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

**Investment Valuation**

The Division of Investment, Department of the Treasury, State of New Jersey (Division of Investment) manages and invests certain assets of the retirement systems. Empower Retirement (formerly Prudential) is the third-party administrator for the DCRP and provides record keeping, administrative services and investment options. Investment transactions are accounted for on a trade or investment date basis. Interest and dividend income is recorded on the accrual basis, with dividends accruing on the ex-dividend date. The net increase or decrease in the fair value of investments includes the net realized and unrealized gains or losses on investments.

The State of New Jersey, Department of the Treasury, Division of Investment issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management Fund. The financial reports may be obtained in writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290 or at [www.state.nj.us/treasury/doinvest](http://www.state.nj.us/treasury/doinvest).

**Collective Net Pension Liability**

The collective net pension liability of the participating employers for local PERS at June 30, 2023 is \$14.6 billion and the plan fiduciary net position as a percentage of the total pension liability is 65.23%. The collective net pension liability of the State funded TPAF at June 30, 2023 is \$51.1 billion and the plan fiduciary net position as a percentage of total pension liability is 34.68%.

The total pension liabilities for the June 30, 2023 measurement date were determined based on actuarial valuations as of July 1, 2022 which were rolled forward to June 30, 2023.

**Actuarial Methods and Assumptions**

In the July 1, 2022 PERS and TPAF actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The pension systems selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 68. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

**Employer and Employee Pension Contributions**

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan members and employer contributions may be amended by State of New Jersey legislation with the amount of contributions by the State of New Jersey contingent upon the Annual Appropriations Act. As defined, the retirement systems require employee contributions based on 7.50% for PERS, 7.50% for TPAF and 5.50% for DCRP of the employee's annual compensation for fiscal year 2024.

PERS employers' and TPAF State's nonemployer contributions are based on actuarially determined amounts, which include the normal cost and unfunded accrued liability. For the fiscal year ended June 30, 2023 for TPAF, which is a cost sharing multiple employer defined benefit pension plan with a special funding situation, the State's annual pension contribution was more than the actuarial determined amount. For local PERS, which is a cost sharing multiple employer defined benefit pension plan, the annual pension contributions were equal to the actuarial determined amounts. TPAF nonemployer contributions are made annually by the State of New Jersey to the pension system on behalf of the Board. PERS employer contributions are made annually by the Board to the pension system in accordance with Chapter 114, P.L. 1997. In the DCRP, which is a defined contribution plan, member contributions are matched by a 3% employer contribution. All PERS and DCRP contributions made by the Board for fiscal years 2024, 2023 and 2022 were equal to the required contributions.

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

**Employer and Employee Pension Contributions (Continued)**

During the fiscal years ended June 30, 2024, 2023 and 2022 the Board was required to contribute for PERS and DCRP and the State of New Jersey, as a nonemployer contributing entity, contributed for TPAF, respectively, for normal cost pension and unfunded accrued liability contributions (including non-contributory group life insurance (NCGI)) the following amounts:

<u>Year Ended June 30,</u>	<u>PERS</u>	<u>On-Behalf TPAF</u>	<u>DCRP</u>
2024	\$ 388,242	\$ 9,555,790	\$ 2,088
2023	330,820	9,262,706	1,653
2022	302,679	9,419,317	2,287

In addition for fiscal years 2024, 2023 and 2022 the State contributed \$3,609, \$3,345 and \$3,185, respectively for TPAF for Long Term Disability Insurance Premium (LTDI).

The PERS contributions are recognized in the governmental fund financial statements (modified accrual basis) as an expenditure. The on-behalf TPAF contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB Statement No. 85, *Omnibus 2017* (GASB No. 85). The DCRP contributions are recognized in the governmental fund financial statements (modified accrual basis) as an expenditure, as well as, the district-wide financial statements (accrual basis) as an expense.

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$2,133,382 during the fiscal year ended June 30, 2024 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount has been recognized in the district-wide financial statements (accrual basis) and the governmental fund financial statements (modified accrual basis) as both a revenue and expense/expenditure in accordance with GASB No. 85.

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

**Public Employees Retirement System (PERS)**

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, (GASB No. 68) requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense based on a measurement date no earlier than the end of the employer's prior fiscal year. The employer allocation percentages presented are based on the ratio of the contributions as an individual employer to total contributions to the PERS during the measurement period July 1, 2022 through June 30, 2023. Employer allocation percentages have been rounded for presentation purposes. Contributions from employers are recognized when due based on statutory requirements.

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

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

**Public Employees Retirement System (PERS) (Continued)**

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages are presented for each group. The allocation percentages for each group as of June 30, 2023 are based on the ratio of each employer's contributions to total employer contributions of the group for the fiscal year ended June 30, 2023.

At June 30, 2024, the District reported in the statement of net position (accrual basis) a liability of \$4,207,503 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2023 and was determined by an actuarial valuation as of July 1, 2022. The District's proportionate share of the net pension liability was based on the ratio of the District's share of contributions to the pension plan relative to the total contributions of all participating governmental entities, for the year ended June 30, 2023. At June 30, 2023, the District's proportionate share was .02905 percent, which was an increase of .00282 percent from its proportionate share measured as of June 30, 2022 of 0.02623 percent.

For the fiscal year ended June 30, 2024, the District recognized in the district-wide statement of activities (accrual basis) pension benefit of \$202,504 for PERS. The pension contribution made by the District during the current 2023/2024 fiscal year is the contribution that is applied to the net pension liability reported at the end of the current fiscal year of June 30, 2024 with a measurement date of the prior fiscal year end of June 30, 2023. Since the State of New Jersey applies the current year pension contribution towards the calculation of the net pension liability reported at the end of the current fiscal year, which has a measurement date of the preceding fiscal year end, there is no deferred outflows of resources reported as of June 30, 2024 for contributions made subsequent to the measurement date. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to PERS pension from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Difference Between Expected and Actual Experience	\$ 40,229	\$ 17,199
Changes of Assumptions	9,243	254,993
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	19,376	
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	<u>574,567</u>	<u>173,981</u>
Total	<u>\$ 643,415</u>	<u>\$ 446,173</u>

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources  
Related to Pensions (Continued)**

**Public Employees Retirement System (PERS) (Continued)**

At June 30, 2024, the amounts reported as deferred outflows of resources and deferred inflows of resources related to PERS pension will be recognized in pension expense/(benefit) as follows:

<u>Year Ending June 30,</u>	<u>Total</u>
2025	\$ (159,389)
2026	23,663
2027	260,150
2028	65,015
2029	7,803
Thereafter	-
	<u>\$ 197,242</u>

***Actuarial Assumptions***

The District's 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:	2.75-6.55%
	Based on Years of Service
Investment Rate of Return	7.00%



**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources  
Related to Pensions (Continued)**

**Public Employees Retirement System (PERS) (Continued)**

***Mortality Rates***

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on 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 plan investments (7% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plans 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 the PERS's target asset allocation as of June 30, 2023 are summarized in the following table:

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



ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
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NOTE 4 OTHER INFORMATION (Continued)

C. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

*Discount Rate*

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

*Sensitivity of Net Pension Liability*

The following presents the District’s proportionate share of the PERS net pension liability calculated using the discount rate of 7.00, as well as what the District’s proportionate share of the PERS net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease <u>6.00%</u>	Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
District's Proportionate Share of the PERS Net Pension Liability	\$ <u>5,477,274</u>	\$ <u>4,207,503</u>	\$ <u>3,126,760</u>

The sensitivity analysis was based on the proportionate share of the District’s net pension liability as of the measurement date of June 30, 2023. A sensitivity analysis specific to the District’s net pension liability at June 30, 2023 was not provided by the pension system.

*Pension Plan Fiduciary Net Position*

Detailed information about the PERS pension plan’s fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial report may be accessed via the New Jersey, Division of Pensions and Benefits, website at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources  
Related to Pensions (Continued)**

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

GASB No. 68, requires participating employers in TPAF to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense based on a measurement date no earlier than the end of the employer's prior fiscal year. The non-employer allocation percentages presented are based on the ratio of the State's actual contributions made as an employer and non-employer adjusted for unpaid early retirement incentives to total contributions to TPAF during the measurement period July 1, 2022 through June 30, 2023. Non-employer allocation percentages have been rounded for presentation purposes.

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and non-employer contributions by the State. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. For the fiscal year ended June 30, 2023, the State's pension contribution was more than the actuarial determined amount.

In accordance with GASB No. 68, the District is not required to recognize a net pension liability for TPAF. The State of New Jersey, as a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to TPAF on behalf of the District. Accordingly, the District's proportionate share percentage determined under Statement No. 68 is zero percent and the State's proportionate share is 100% of the net pension liability attributable to the District for TPAF. Therefore, in addition, the District does not recognize any portion of the TPAF collective deferred outflows of resources and deferred inflows of resources.

For the fiscal year ended June 30, 2024, the District recognized in the district-wide statement of activities (accrual basis) pension expense of \$2,801,810 for TPAF. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2024 the State's proportionate share of the net pension liability attributable to the District is \$114,047,295. The net pension liability was measured as of June 30, 2023 and was determined by an actuarial valuation as of July 1, 2022. The nonemployer allocation percentages are based on the ratio of the State's contributions made as a nonemployer attributable to the District adjusted for unpaid early retirement incentives relative to total contributions to TPAF during the year ended June 30, 2023. At June 30, 2023, the State's share of the net pension liability attributable to the District was .22348 percent, which was a decrease of .00215 percent from its proportionate share measured as of June 30, 2021 of 0.22563 percent.

ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
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NOTE 4 OTHER INFORMATION (Continued)

C. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

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%

*Mortality Rates*

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

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

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources  
Related to Pensions (Continued)**

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

**Long-Term Expected Rate of Return**

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans 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 the TPAF's target asset allocation as of June 30, 2023 are summarized in the following table:

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

***Discount Rate***

The discount rate used to measure the total pension liability for TPAF 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 based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources  
Related to Pensions (Continued)**

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

***Sensitivity of Net Pension Liability***

The following presents the State's proportionate share of the TPAF net pension liability attributable to the District calculated using the discount rate of 7.00%, as well as what the State's proportionate share of the TPAF net pension liability attributable to the District that would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00% percent) or 1-percentage-point higher (8.00% percent) than the current rate:

	<b>1% Decrease <u>(6.00%)</u></b>	<b>Current Discount Rate <u>(7.00%)</u></b>	<b>1% Increase <u>(8.00%)</u></b>
State's Proportionate Share of the TPAF Net Pension Liability Attributable to the District	<u>\$ 134,482,456</u>	<u>\$ 114,047,295</u>	<u>\$ 96,836,032</u>

The sensitivity analysis was based on the State's proportionate share of the net pension liability attributable to the District as of the measurement date of June 30, 2023. A sensitivity analysis specific to the State's proportionate share of the net pension liability attributable to the District at June 30, 2023 was not provided by the pension system.

***Pension Plan Fiduciary Net Position***

Detailed information about the TPAF pension plan's fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial report may be accessed via the New Jersey, Division of Pensions and Benefits, website at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

**D. Post-Retirement Medical Benefits**

The State of New Jersey sponsors and administers the post-retirement health benefit program plan for school districts.

As a result of implementing GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans*, the post-retirement health benefit program plan is reported in a Custodial Fund in the New Jersey Annual Comprehensive Financial Report for the fiscal year ended June 30, 2023. In addition, the plan is administered on a pay-as-you-go basis. Therefore, the plan has no assets accumulated in a qualified trust. In accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pension* (GASB No. 75), the plan is classified as a multiple-employer defined benefit OPEB plan with a special funding situation that is not administered through a trust that meets the criteria in paragraph 4 of GASB No. 75.

**Plan Description and Benefits Provided**

The State of New Jersey sponsors and administers the following post-retirement health benefit program plan covering certain local school district employees, including those Board employees and retirees eligible for coverage.

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Post-Retirement Medical Benefits (Continued)**

**State Health Benefit Program Fund – Local Education Retired Employees Plan** (including Prescription Drug Program Fund) – N.J.S.A. 52:14-17.32f provides medical coverage, prescription drug benefits and Medicare Part B reimbursement to qualified retired education employees and their covered dependents. The State of New Jersey provides employer-paid coverage to members of the TPAF who retire from a board of education or county college with 25 years of service or on a disability retirement. Under the provisions of Chapter 126, P.L. 1992, the State also provides employer-paid coverage to members of the PERS, the Police and Firemen Retirement System (PFRS) or Alternate Benefits Program (ABP) who retire from a board of education or county college with 25 years of service or on a disability retirement. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program if their employer participates in this program or if they are participating in the health benefits plan of their former employer and are enrolled in Medicare Parts A and B by paying the cost of the insurance for themselves and their covered dependents.

Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree’s annual retirement benefit and level of coverage.

The 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 above Fund. The financial reports may be accessed via the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, website at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

**Plan Membership**

Membership of the defined benefit OPEB plan consisted of the following at June 30, 2022:

Active Plan Members	217,212
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	<u>152,383</u>
Total	<u>369,595</u>

**Measurement Focus and Basis of Accounting**

The financial statements of the post-employment health benefit plan is prepared in accordance with U.S. generally accepted accounting principles as applicable to governmental organizations. In doing so, the Division adheres to reporting requirements established by the Governmental Accounting Standards Board (GASB).

The accrual basis of accounting is used for measuring financial position and changes in net position of the post-employment health benefit plan. Under this method, contributions are recorded in the accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of each plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Post-Retirement Medical Benefits (Continued)**

**Collective Net OPEB Liability**

The collective net OPEB liability of the State, as the non-employer contributing entity, of the plan at June 30, 2023 is \$52.4 billion, and the plan fiduciary net position as a percentage of the total OPEB liability is zero percent.

The total OPEB liabilities at June 30, 2023 were determined based on actuarial valuations as of June 30, 2022 which were rolled forward to June 30, 2023.

**Actuarial Methods and Assumptions**

In the June 30, 2022 OPEB actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The Plan selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 75. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

**Post-Retirement Medical Benefits Contributions**

The funding policy of the OPEB plan is pay as you go basis; therefore, there is no prefunding of the liability. Contributions to pay for the health benefit premiums of participating employees in the OPEB plan are made by the State, as a non-employer contributing entity, under a special funding situation in accordance with State statutes as previously disclosed. The State as a non-employer contributing entity made contributions of \$1.44 billion to the OPEB plan in fiscal year 2023.

The State sets the contribution rate based on a pay as you go basis rather than the actuarial determined contribution an amount actuarially determined in accordance with the parameters of GASB Statement 75. The actuarial determined contribution represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and any unfunded actuarial liabilities (or funding excess) of the plan using a systematic and rational method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with OPEB through the Plan. The State's contributions, as a nonemployer contributing entity, to the State Health Benefits Program Fund – Local Education Retired Employees Plan for retirees' post-retirement benefits on behalf of the School District for the fiscal years ended June 30, 2024, 2023 and 2022 were \$2,600,736, \$2,433,291 and \$2,200,733, respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund – Local Education Retired Employees Plan for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey. The on-behalf OPEB contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB No. 85.

ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 4 OTHER INFORMATION (Continued)

D. Post-Retirement Medical Benefits (Continued)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

GASB Statement No. 75 requires participating employers in the State Health Benefit Program Fund – Local Education Retired Employees Plan to recognize their proportionate share of the collective OPEB liability, collective deferred outflows of resources, collective deferred inflows of resources and collective OPEB expense based on a measurement date no earlier than the end of the employer’s prior fiscal year. The nonemployer allocation percentages presented are based on the ratio of the State’s contributions made as a nonemployer toward the actuarially determined contribution amount to total contributions to the plan during the measurement period July 1, 2022 through June 30, 2023. Nonemployer allocation percentages have been rounded for presentation purposes.

In accordance with GASB No. 75, the District is not required to recognize an OPEB liability for the post-employment health benefit plan. The State of New Jersey, as a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to the plan on behalf of the District. Accordingly, the District’s proportionate share percentage determined under Statement No. 75 is zero percent and the State’s proportionate share is 100% of the OPEB liability attributable to the District. Therefore, in addition, the District does not recognize any portion of the collective deferred outflows of resources and deferred inflows of resources related to the plan.

For the fiscal year ended June 30, 2024, the District recognized in the district-wide statement of activities (accrual basis) OPEB expense of \$1,911,592. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2024 the State’s proportionate share of the OPEB liability attributable to the District is \$84,116,689. The nonemployer allocation percentages are based on the ratio of the State’s proportionate share of the OPEB liability attributable to the District at June 30, 2023 to the total OPEB liability of the State Health Benefit Program Fund – Local Education Retired Employees Plan at June 30, 2023. At June 30, 2023, the state’s share of the OPEB liability attributable to the District was .16065 percent, which was an increase of .00011 percent from its proportionate share measured as of June 30, 2022 of 0.16054 percent.

Actuarial Assumptions

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

	<u>PERS</u>	<u>TPAF</u>
Salary Increases	2.75% to 6.55% Based on Years of Service	2.75% to 4.25% Based on Years of Service



**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Post-Retirement Medical Benefits (Continued)**

**OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

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

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

100% of active members are considered to participate in the plan upon retirement.

**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 4.5% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.5% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 4 OTHER INFORMATION (Continued)

D. Post-Retirement Medical Benefits (Continued)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Discount Rate

The discount rate for June 30, 2023 was 3.65%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Changes in the Total OPEB Liability

The change in the State’s proportionate share of the OPEB liability attributable to the District for the fiscal year ended June 30, 2024 (measurement date June 30, 2023) is as follows:

	Total OPEB Liability (State Share 100%)
Balance, June 30, 2022 Measurement Date	\$ 81,305,379
Changes Recognized for the Fiscal Year:	
Service Cost	3,640,321
Interest on the Total OPEB Liability	2,962,487
Differences Between Expected and Actual Experience	(1,727,653)
Changes of Assumptions	169,544
Gross Benefit Payments	(2,309,307)
Contributions from the Member	75,918
Net Changes	\$ 2,811,310
Balance, June 30, 2023 Measurement Date	\$ 84,116,689

Changes of assumptions and other inputs reflect a change in the discount rate from 3.54% in 2022 to 3.65% in 2023.

The change in the total OPEB liability was based on the State’s proportionate share of the OPEB liability attributable to the District at June 30, 2023.

ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 4 OTHER INFORMATION (Continued)

D. Post-Retirement Medical Benefits (Continued)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Sensitivity of OPEB Liability

*Sensitivity of the total OPEB liability to changes in the discount rate.* The following presents the State’s proportionate share of the OPEB liability attributable to the District calculated using the discount rate of 3.65%, as well as what the State’s proportionate share of the OPEB liability attributable to the District that would be if it were calculated using a discount rate that is 1-percentage-point lower (2.65%) or 1-percentage-point higher (4.65%) than the current rate:

	1% Decrease <u>(2.65%)</u>	Current Discount Rate <u>(3.65%)</u>	1% Increase <u>(4.65%)</u>
State's Proportionate Share of the OPEB Liability Attributable to the District	\$ 98,612,377	\$ 84,116,689	\$ 72,478,334

*Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates.* The following presents the State’s proportionate share of the OPEB liability attributable to the District calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease <u></u>	Healthcare Cost Trend Rates <u></u>	1% Increase <u></u>
State's Proportionate Share of the OPEB Liability Attributable to the District	\$ 69,829,820	\$ 84,116,689	\$ 102,811,094

The sensitivity analyses were based on the State’s proportionate share of the OPEB liability attributable to the District at June 30, 2023. Sensitivity analyses specific to the State’s proportionate share of the OPEB liability attributable to the District at June 30, 2023 were not provided by the pension system.

E. Tax Abatements

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential school tax revenue must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district’s local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

For Englewood Board of Education, the District’s share of abated taxes resulting from the municipality having entered into a tax abatement agreement is indeterminate.

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 5 RECENT HEALTHCARE DEVELOPMENTS**

In early March of 2020, the World Health Organization declared a pandemic following the global outbreak of COVID-19, a respiratory disease caused by a newly discovered strain of coronavirus. On March 13, 2020, the President of the United States declared a national public health emergency to unlock federal funds and assistance to help states and local governments fight the pandemic. The Governor of the State declared a state of emergency and a public health emergency on March 9, 2020. In response to the COVID-19 pandemic, federal and State legislation and executive orders were implemented to mitigate the spread of the disease and provide relief to State and local governments. The pandemic and certain mitigation measures altered the behavior of businesses and people with negative impacts on regional, State and local economies. The national public health emergency and the State public health emergency have since ended, while the state of emergency declared by the State and several executive orders signed by the Governor remain to manage COVID-19 on an endemic level. Depending on future circumstances, ongoing actions could be taken by State, federal and local governments and private entities to mitigate the spread and impacts of COVID-19, its variants or other critical health care challenges.

To date, the overall finances and operations of the Board have not been materially adversely affected by the COVID-19 pandemic. Nonetheless, the degree of any future impact to the Board's operations and finances is difficult to predict due to the dynamic nature of the COVID-19 pandemic and any additional actions that may be taken by governmental and other health care authorities to manage the COVID-19 pandemic.

The American Rescue Plan Act of 2021, H.R. 1319 (the "Plan"), signed into law by the President of the United States on March 11, 2021, provided \$1.9 trillion in relief designed to provide funding to address the COVID-19 pandemic and alleviate the economic and health effects of the COVID-19 pandemic. The Plan, in part, provides funding for State and local governments to offset costs to safely reopen schools during the COVID-19 pandemic and to subsidize COVID-19 testing and vaccination programs. In addition, the Plan includes \$350 billion in relief funds to public entities, such as the Board.

The Board has been awarded a total of \$11,754,845 in federal aid to address the effects of the COVID-19 pandemic.

**REQUIRED SUPPLEMENTARY INFORMATION - PART II**

**BUDGETARY COMPARISON SCHEDULES**

**ENGLEWOOD BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
<b>REVENUES</b>					
Local Sources					
Local Tax Levy	\$ 59,415,815		\$ 59,415,815	\$ 59,415,815	
Tuition from Other LEA's Within State	700,000		700,000	420,283	\$ (279,717)
Transportation Fees from Other LEA's	5,000		5,000	30,195	25,195
Interest	5,000		5,000	523,574	518,574
Rentals	100,000		100,000	145,347	45,347
Unrestricted Miscellaneous	132,724	-	132,724	609,710	476,986
Total Local Sources	60,358,539	-	60,358,539	61,144,924	786,385
State Sources					
School Choice Aid	4,494,804		4,494,804	4,494,804	-
Special Education Aid	2,684,606		2,684,606	2,684,606	-
Security Aid	1,201,342		1,201,342	1,201,342	-
Transportation Aid	830,412		830,412	830,412	-
Adjustment Aid	535,621		535,621	535,621	-
Extraordinary Aid	1,200,000		1,200,000	1,419,133	219,133
Nonpublic School Transportation Aid				167,720	167,720
On-behalf TPAF Pension Contributions (Non-Budget)				9,448,040	9,448,040
Pension Benefit Contribution				107,750	107,750
NCGI Premium					
On-behalf TPAF Post Retirement					
Medical Benefits Contributions (Non-Budget)				2,600,736	2,600,736
On-behalf TPAF Long-Term Disability Insurance (Non-Budget)				3,609	3,609
On-behalf TPAF Social Security Payments (Non-Budget)	-	-	-	2,133,382	2,133,382
Total State Sources	10,946,785	-	10,946,785	25,627,155	14,680,370
Federal Sources:					
Medicaid Assistance Program	176,237	-	176,237	125,976	(50,261)
Total Federal Sources	176,237	-	176,237	125,976	(50,261)
Total Revenues	71,481,561	-	71,481,561	86,898,055	15,416,494
<b>EXPENDITURES</b>					
<b>CURRENT</b>					
Instruction - Regular Programs					
Salaries of Teachers					
Kindergarten	1,130,976	\$ 120	1,131,096	997,128	133,968
Grades 1-5	4,359,950	-	4,359,950	4,815,301	(455,351)
Grades 6-8	3,219,861	-	3,219,861	3,276,889	(57,028)
Grades 9-12	6,587,206	-	6,587,206	6,266,550	320,656
Regular Program - Home Instruction					
Salaries of Teachers	75,000	(70,000)	5,000	33,384	(28,384)
Purchased Professional-Educational Services	15,000	-	15,000	9,852	5,148
General Supplies	2,000	-	2,000		2,000
Regular Programs - Undistributed Instruction					
Purchased Professional-Educational Services	607,050	-	607,050	287,890	319,160
Other Purchased Services	643,000	2,071	645,071	636,429	8,642
General Supplies	707,765	85,440	793,205	757,389	35,816
Textbooks	237,214	-	237,214	78,711	158,503
Other Objects	7,000	-	7,000	6,000	1,000
Total Regular Programs	17,592,022	17,631	17,609,653	17,165,523	444,130

**ENGLEWOOD BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
<b>EXPENDITURES</b>					
<b>CURRENT (Continued)</b>					
Special Education					
Learning and/or Language Disabilities					
Salaries of Teachers	\$ 1,528,361	-	\$ 1,528,361	\$ 1,627,073	\$ (98,712)
Purchased - Professional Educational Services	75,000	-	75,000	-	75,000
Other Purchased Services	400,000	-	400,000	396,728	3,272
Total Learning and/or Language Disabilities	2,003,361	-	2,003,361	2,023,801	(20,440)
Emotional Disabilities					
General Supplies	-	-	-	7,046	(7,046)
Total Emotional Disabilities	-	-	-	7,046	(7,046)
Multiple Disabilities					
Salaries of Teachers	1,336,282	-	1,336,282	1,224,965	111,317
Purchased Professional-Educational Services	50,000	-	50,000	207,969	(157,969)
Other Purchased Services	1,424,694	-	1,424,694	1,359,523	65,171
General Supplies	1,550	-	1,550	748	802
Total Multiple Disabilities	2,812,526	-	2,812,526	2,793,205	19,321
Resource Room/Resource Center					
Salaries of Teachers	1,313,274	-	1,313,274	1,073,124	240,150
Other Purchased Services	670,000	-	670,000	670,000	-
Total Resource Room/Resource Center	1,983,274	-	1,983,274	1,743,124	240,150
Preschool Disabilities - Full-Time					
Salaries of Teachers	27,831	-	27,831	542,682	(514,851)
Other Purchased Services	329,750	-	329,750	314,155	15,595
Total Preschool Disabilities - Full-Time	357,581	-	357,581	856,837	(499,256)
Total Special Education	7,156,742	-	7,156,742	7,424,013	(267,271)
Basic Skills/Remedial - Instruction					
Salaries of Teachers	331,638	-	331,638	191,586	140,052
Total Basic Skills/Remedial - Instruction	331,638	-	331,638	191,586	140,052
Bilingual Education					
Salaries of Teachers	2,699,610	-	2,699,610	2,270,063	429,547
Other Purchased Services	200,000	-	200,000	156,598	43,402
Total Bilingual Education	2,899,610	-	2,899,610	2,426,661	472,949

**ENGLEWOOD BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
<b>EXPENDITURES</b>					
<b>CURRENT (Continued)</b>					
School Sponsored Co/Extra-Curricular Activities					
Salaries	\$ 214,375	-	\$ 214,375	\$ 528,521	\$ (314,146)
Purchased Services	38,000	-	38,000	22,553	15,447
Supplies and Materials	20,800	\$ 54,958	75,758	72,453	3,305
Total School Sponsored Co/Extra-Curricular Activities	273,175	54,958	328,133	623,527	(295,394)
School Sponsored Athletics - Instruction					
Salaries	310,000	-	310,000	205,819	104,181
Purchased Services	240,300	3,489	243,789	235,993	7,796
Supplies and Materials	96,000	16,868	112,868	85,390	27,478
Total School Sponsored Athletics - Instruction	646,300	20,357	666,657	527,202	139,455
Total Instruction	28,899,487	92,946	28,992,433	28,358,512	633,921
Undistributed Expenditures					
Instruction					
Tuition to Other LEAs Within the State-Special	1,255,849	149,948	1,405,797	1,550,616	(144,819)
Tuition to County Voc. School Dist. - Regular	592,758	(52,758)	540,000	715,232	(175,232)
Tuition to County Voc. School Dist. - Special	700,920	(182,920)	518,000	397,009	120,991
Tuition to CSSD & Reg. Day Schools	1,721,405	300,016	2,021,421	1,705,309	316,112
Tuition to APSSD Within the State	4,324,955	(214,286)	4,110,669	3,887,907	222,762
Tuition to APSSD & Other LEAs-Special - Out of State		-	-	229,597	(229,597)
Tuition - Other	45,000	-	45,000	55,236	(10,236)
Total Undistributed Expenditures - Instruction	8,640,887	-	8,640,887	8,540,906	99,981
Attendance and Social Work					
Salaries	74,560	-	74,560	108,660	(34,100)
Salaries of Family Support Team	249,451	-	249,451	256,033	(6,582)
Salaries of Family Liaisons	166,460	-	166,460	211,880	(45,420)
Supplies and Materials	-	-	-	4,265	(4,265)
Total Attendance and Social Work	490,471	-	490,471	580,838	(90,367)
Health Services					
Salaries	430,120	(2)	430,118	449,572	(19,454)
Purchased Professional and Technical Services	350,000	-	350,000	274,753	75,247
Supplies and Materials	6,203	2	6,205	4,694	1,511
Total Health Services	786,323	-	786,323	729,019	57,304
Speech, OT, PT and Related Services					
Salaries	1,310,064	-	1,310,064	974,158	335,906
Purchased Professional-Educational Services	139,350	9,400	148,750	142,004	6,746
Supplies and Materials	7,650	1,671	9,321	6,829	2,492
Other Objects	-	-	-	675	(675)
Total Speech, OT, PT and Related Services	1,457,064	11,071	1,468,135	1,123,666	344,469
Other Supp. Serv. Students - Extra Serv.					
Purchased Professional-Educational Services	7,500	-	7,500	-	7,500
Total Other Supp. Serv. Students - Extra Serv.	7,500	-	7,500	-	7,500



**ENGLEWOOD BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
<b>EXPENDITURES</b>					
<b>CURRENT (Continued)</b>					
Guidance					
Salaries of Other Professional Staff	\$ 943,555	-	\$ 943,555	\$ 950,076	\$ (6,521)
Other Purchased Services	119,900	-	119,900	111,081	8,819
Supplies and Materials	13,600	\$ 5,605	19,205	16,836	2,369
Total Guidance	1,077,055	5,605	1,082,660	1,077,993	4,667
Child Study Team					
Salaries of Other Professional Staff	1,455,271	-	1,455,271	1,536,415	(81,144)
Salaries of Secretarial and Clerical Assistants	74,788	-	74,788	75,390	(602)
Purchased Professional - Educational Services	277,000	18,200	295,200	22,485	272,715
Other Purchased Services	41,300	-	41,300	40,300	1,000
Supplies and Materials	8,380	-	8,380	26,431	(18,051)
Total Child Study Team	1,856,739	18,200	1,874,939	1,701,021	173,918
Improvement of Instructional Services					
Salaries of Supervisor of Instruction	76,500	-	76,500	21,444	55,056
Purchased Professional - Educational Services	-	-	-	2,600	(2,600)
Other Purchased Services	40,300	-	40,300	55,857	(15,557)
Supplies and Materials	-	-	-	6,252	(6,252)
Other Objects	-	-	-	350	(350)
Total Improvement of Inst. Serv.	116,800	-	116,800	86,503	30,297
Edu. Media Serv./Sch. Library					
Salaries	634,278	-	634,278	706,401	(72,123)
Other Purchased Services	622,000	2,890	624,890	327,705	297,185
Supplies and Materials	130,733	4,695	135,428	38,040	97,388
Total Edu. Media Serv./Sch. Library	1,387,011	7,585	1,394,596	1,072,146	322,450
Instructional Staff Training Services					
Salaries of Other Professional Staff	35,000	-	35,000	15,758	19,242
Purchased Professional/Educational Services	5,000	-	5,000	5,732	(732)
Other Purchased Services	8,000	-	8,000	26,846	(18,846)
Supplies and Materials	-	-	-	1,102	(1,102)
Total Instructional Staff Training Services	48,000	-	48,000	49,438	(1,438)
Support Services General Administration					
Salaries	783,269	-	783,269	683,312	99,957
Legal Services	320,000	6,548	326,548	378,471	(51,923)
Audit Fees	59,000	58,000	117,000	90,369	26,631
Other Purchased Professional Services	5,400	-	5,400	22	5,378
Communications/Telephone	350,000	12,200	362,200	162,674	199,526
BOE Other Purchased Services	4,700	-	4,700	16,832	(12,132)
Miscellaneous Purchased Services	40,000	-	40,000	65,481	(25,481)
General Supplies	5,100	856	5,956	26,908	(20,952)
Judgements Against the School District	250,000	-	250,000	484,947	(234,947)
Miscellaneous Expenditures	22,000	-	22,000	15,751	6,249
BOE Membership Dues and Fees	27,000	-	27,000	27,113	(113)
Total Support Services General Administration	1,866,469	77,604	1,944,073	1,951,880	(7,807)
Support Services School Administration					
Salaries of Principal/Asst. Principals/Program Directors	2,057,079	-	2,057,079	2,316,619	(259,540)
Other Purchased Services	423,000	-	423,000	441,507	(18,507)
Supplies and Materials	32,560	5,057	37,617	33,555	4,062
Other Objects	10,000	-	10,000	80	9,920
Total Support Services School Administration	2,522,639	5,057	2,527,696	2,791,761	(264,065)

**ENGLEWOOD BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
<b>EXPENDITURES</b>					
<b>CURRENT (Continued)</b>					
Central Services					
Salaries	\$ 907,029	-	\$ 907,029	\$ 866,150	\$ 40,879
Purchased Professional Services	46,000	-	46,000	50,286	(4,286)
Purchased Technical Services	87,000	-	87,000	63,061	23,939
Misc. Purchased Services	7,100	-	7,100	707	6,393
Supplies and Materials	10,320	-	10,320	16,082	(5,762)
Miscellaneous Expenditures	8,500	-	8,500	3,149	5,351
Total Central Services	1,065,949	-	1,065,949	999,435	66,514
Admin. Info Technology					
Salaries	116,500	-	116,500	92,316	24,184
Other Purchased Services	-	-	-	296	(296)
Total Admin. Info. Technology	116,500	-	116,500	92,612	23,888
Required Maintenance for School Facilities					
Salaries	76,217	-	76,217	85,613	(9,396)
Cleaning, Repair and Maintenance	415,665	\$ 5,269	420,934	470,491	(49,557)
Total Required Maintenance for School Facilities	491,882	5,269	497,151	556,104	(58,953)
Custodial Services					
Salaries	114,647	(120)	114,527	163,677	(49,150)
Cleaning, Repair and Maint. Serv.	2,392,610	-	2,392,610	2,229,119	163,491
Other Purchased Property Services	193,348	2,400	195,748	212,253	(16,505)
Insurance	532,000	-	532,000	641,681	(109,681)
Miscellaneous Purchased Services	54,500	-	54,500	68,628	(14,128)
General Supplies	170,480	120	170,600	138,931	31,669
Energy (Electricity)	1,100,000	-	1,100,000	1,215,674	(115,674)
Other Objects	-	-	-	1,116	(1,116)
Total Custodial Services	4,557,585	2,400	4,559,985	4,671,079	(111,094)
Care and Upkeep of Grounds					
Cleaning, Repair and Maint. Serv.	20,000	-	20,000	-	20,000
Total Care and Upkeeping Grounds	20,000	-	20,000	-	20,000
Security					
Salaries	720,037	-	720,037	699,757	20,280
Purchased Professional and Technical Services	100,000	(98,335)	1,665	57,952	(56,287)
Cleaning, Repair and Maint. Serv.	-	100,000	100,000	179,468	(79,468)
General Supplies	3,000	-	3,000	-	3,000
Total Security	823,037	1,665	824,702	937,177	(112,475)
Student Transportation Services					
Sal. For Pupil Trans. (Bet Home & School)-Reg.	65,429	-	65,429	66,242	(813)
Sal. For Pupil Trans. (Other than Bet Home & School)	51,617	-	51,617	12,993	38,624
Cleaning, Repair & Maint. Services	35,000	-	35,000	10,569	24,431
Contracted Services					
(Between Home and School) - Vendors	1,342,236	-	1,342,236	1,528,330	(186,094)
Contracted Services					
(Other than Between Home and School) - Vendors	61,000	-	61,000	106,603	(45,603)
Contracted Services (Spl. Ed. Students)-Vendors	425,850	-	425,850	423,126	2,724
Contracted Services (Between Home and School)-Joint Agreements	411,060	-	411,060	274,325	136,735
Contracted Services (Spl. Ed. Students)-Joint Agreements	1,458,600	-	1,458,600	1,440,301	18,299
Contracted Serv.-Aid in Lieu of Payments - Non-Public Schools	250,000	-	250,000	278,430	(28,430)
Miscellaneous Purchased Services - Transportation	500,000	-	500,000	653,170	(153,170)
Transportation Supplies	1,000	-	1,000	-	1,000
Other Objects	1,500	-	1,500	420	1,080
Total Student Transportation Services	4,603,292	-	4,603,292	4,794,509	(191,217)

**ENGLEWOOD BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
<b>EXPENDITURES</b>					
<b>CURRENT (Continued)</b>					
Unallocated Benefits - Employee Benefits					
Social Security Contributions	\$ 400,000	-	\$ 400,000	\$ 738,869	\$ (338,869)
Other Retirement Contributions -PERS	300,000	-	300,000	391,276	(91,276)
Unemployment Compensation	25,000	-	25,000	28,052	(3,052)
Workmen's Compensation	290,000	-	290,000	232,436	57,564
Health Benefits	7,445,000	-	7,445,000	6,876,932	568,068
Tuition Reimbursement	120,000	-	120,000	40,288	79,712
Other Employee Benefits	130,000	-	130,000	99,970	30,030
Total Unallocated Benefits - Employee Benefits	8,710,000	-	8,710,000	8,407,823	302,177
Interest Earned on Maintenance Reserve	1,500	-	1,500	-	1,500
Increase in Current Expense Emergency Reserve	1,000	-	1,000	-	1,000
	2,500	-	2,500	-	2,500
On-behalf TPAF Pension Contributions (Non-Budget)					
Pension Benefit Contribution				9,448,040	(9,448,040)
NCGI Premium				107,750	(107,750)
On-behalf TPAF Post Retirement					
Medical Benefits Contributions (Non-Budget)				2,600,736	(2,600,736)
On-behalf TPAF Long-Term Disability Insurance(Non-Budget)				3,609	(3,609)
On-behalf TPAF Social Security Payments (Non-Budget)	-	-	-	2,133,382	(2,133,382)
Total On-Behalf Payments	-	-	-	14,293,517	(14,293,517)
Total Undistributed Expenditures	40,647,703	\$ 134,456	40,782,159	54,457,427	(13,675,268)
Total Expenditures - Current Expenditures	69,547,190	227,402	69,774,592	82,815,939	(13,041,347)
<b>CAPITAL OUTLAY</b>					
Equipment					
Undistributed Expenditures:					
Instruction		45,355	45,355	108,631	(63,276)
Security	-	-	-	16,254	(16,254)
	-	45,355	45,355	124,885	(79,530)
Facilities Acquisition and Construction Services					
Architectural/Engineering Services	-	214,846	214,846	73,102	141,744
Construction Services	-	1,763,867	1,763,867	1,669,122	94,745
Assessment for Debt Service	184,772	-	184,772	184,772	-
Total Facilities Acquisition and Construction Services	184,772	1,978,713	2,163,485	1,926,996	236,489
Interest - Deposit to Capital Reserve	2,500	-	2,500	-	2,500
Assets Acquired Under Capital Leases (Non-Budget)					
Equipment					
School Administration	-	-	-	393,661	(393,661)
Total Assets Acquired Under Capital Leases (Non-Budget)	-	-	-	393,661	(393,661)
Total Capital Outlay	187,272	2,024,068	2,211,340	2,445,542	(234,202)
Transfer of Funds to Charter Schools	4,163,438	-	4,163,438	4,511,311	(347,873)
Total Expenditures	73,897,900	2,251,470	76,149,370	89,772,792	(13,623,422)
Excess (Deficiency) of Revenues					
Over/(Under) Expenditures	(2,416,339)	(2,251,470)	(4,667,809)	(2,874,737)	1,793,072

**ENGLEWOOD BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
Other Financing Sources/(Uses)					
Capital Financing Agreements	-	-	-	\$ 393,661	\$ 393,661
Transfer Out - Special Revenue	\$ (311,073)	-	\$ (311,073)	(311,073)	-
Total Other Financing Sources (Uses)	(311,073)	-	(311,073)	82,588	393,661
Net Change in Fund Balances	(2,727,412)	\$ (2,251,470)	(4,978,882)	(2,792,149)	\$ 2,186,733
Fund Balance, Beginning of Year	16,725,868	-	16,725,868	16,725,868	-
Fund Balance, End of Year	\$ 13,998,456	\$ (2,251,470)	\$ 11,746,986	\$ 13,933,719	\$ 2,186,733
<b>Recapitulation of Fund Balance</b>					
Restricted Fund Balance					
Excess Surplus				\$ 1,690,511	
Excess Surplus - Designated for Subsequent Year's Expenditures				3,000,000	
Capital Reserve				1,682,261	
Capital Reserve - Designated for Subsequent Year's Expenditures				3,000,000	
Maintenance Reserve				428,216	
Maintenance Reserve - Designated for Subsequent Year's Expenditures				100,000	
Emergency Reserve				242,090	
Emergency Reserve - Designated for Subsequent Year's Expenditures				500,000	
Unemployment Compensation Reserve				95,760	
Committed Fund Balance					
Year End Encumbrances				883,009	
Assigned Fund Balance					
Year End Encumbrances				417,085	
Unassigned Fund Balance				1,894,787	
Reconciliation to Governmental Funds Statements (GAAP):				13,933,719	
Less: State Aid Revenue Not Recognized on GAAP Basis				(2,242,696)	
Fund Balance Per Governmental Funds (GAAP)				\$ 11,691,023	

ENGLEWOOD BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Adjustments	Final Budget	Actual	Variance Final to Actual
<b>REVENUES</b>					
Intergovernmental					
Local Sources		\$ 167,204	\$ 167,204	\$ 198,614	\$ 31,410
State Sources	\$ 4,580,859	320,400	4,901,259	4,599,287	(301,972)
Federal Sources	2,579,824	-	2,579,824	3,909,086	1,329,262
Total Revenues	7,160,683	487,604	7,648,287	8,706,987	1,058,700
<b>EXPENDITURES</b>					
Instruction					
Salaries of Teachers	1,315,715	-	1,315,715	2,114,739	(799,024)
Purchased Professional Technical Services	300,047	-	300,047	443,625	(143,578)
Other Purchased Services	1,384,100	-	1,384,100	921,768	462,332
General Supplies	840,484	80,290	920,774	340,566	580,208
Textbooks	75,000	-	75,000	89,090	(14,090)
Other Objects	-	-	-	1,875	(1,875)
Co-Curricular Activities	-	167,004	167,004	167,004	-
Total Instruction	3,915,346	247,294	4,162,640	4,078,667	83,974
Support Services					
Salaries	358,360	-	358,360	196,492	161,868
Salaries of Supervisors of Instruction	81,636	-	81,636	67,851	13,785
Salaries of Principals and Assistant Principals	78,692	-	78,692	68,728	9,964
Salaries of Other Professionals	184,799	-	184,799	198,609	(13,810)
Other Salaries	162,064	-	162,064	61,012	101,052
Salaries of Community Parent Involvement Spec	114,618	-	114,618	102,011	12,607
Salaries of Master Teachers	100,186	-	100,186	-	100,186
Purchased Professional - Technical Services	157,866	-	157,866	1,308,476	(1,150,610)
Professional Educational Services-Contracted PreK	1,020,255	-	1,020,255	776,832	243,423
Other Purchased Professional Services	175,000	240,110	415,110	875,256	(460,146)
Cleaning, Repair & Maintenance	150,000	-	150,000	21,173	128,827
Cont. Trans. Serv. (Bet. Home & Sch)	110,000	-	110,000	145,000	(35,000)
Cont. Serv. - Grant Agreement	20,000	-	20,000	-	20,000
Miscellaneous Purchased Services	50,000	-	50,000	89,713	(39,713)
Scholarships Awarded	-	200	200	200	-
Other Objects	-	-	-	323,563	(323,563)
Total Support Services	2,763,476	240,310	3,003,786	4,234,916	(1,231,130)
Unallocated Employed Benefits	792,934	-	792,934	637,570	155,364
Capital Outlay					
Construction Services	-	-	-	10,726	(10,726)
Non-Instructional Equipment	-	-	-	37,914	(37,914)
Total Capital Outlay	-	-	-	48,640	(48,640)
Total Expenditures	7,471,756	487,604	7,959,360	8,999,793	(1,040,433)
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(311,073)	-	(311,073)	(292,806)	18,267
Other Financing Sources					
Transfers In - General Fund	311,073	-	311,073	311,073	-
Total Other Financing Sources	311,073	-	311,073	311,073	-
Net Change in Fund Balances	-	-	-	18,267	18,267
Fund Balances, Beginning of Year	183,708	-	183,708	183,708	-
Fund Balances, End of Year	\$ 183,708	\$ -	\$ 183,708	\$ 201,975	\$ 18,267
Student Activities				\$ 135,925	
Scholarships				66,050	
				\$ 201,975	

**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION - PART II**

**ENGLEWOOD BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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 accounting principles generally accepted in the United States of America, with the exception of the legally mandated revenue recognition of certain state aid payments for budgetary purposes only and the treatment of encumbrances in the special revenue fund as described below. Encumbrance accounting is also employed as an extension of formal budgetary integration of the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

The following presents a reconciliation of the General and Special Revenue Funds from the budgetary basis of accounting as presented in the Budgetary Comparison Schedule - General Fund and Special Revenue Fund to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds.

	<b><u>General Fund</u></b>	<b><u>Special Revenue Fund</u></b>
<b>Sources/inflows of resources</b>		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	\$ 86,898,055	\$ 8,706,987
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Encumbrances, June 30, 2023		2,068,687
Encumbrances, June 30, 2024		(130,542)
State Aid payment recognized for GAAP purposes, not recognized for Budgetary statements (2022/2023 State Aid)	2,385,888	
State Aid payment recognized for budgetary purposes, not recognized for GAAP statements (2023/2024 State Aid)	<u>(2,242,696)</u>	<u>-</u>
Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	<u>\$ 87,041,247</u>	<u>\$ 10,645,132</u>
<b>Uses/outflows of resources</b>		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 89,772,792	\$ 8,999,793
Differences - Budget to GAAP		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for financial reporting purposes.		
Encumbrances, June 30, 2023		2,068,687
Encumbrances, June 30, 2024	<u>-</u>	<u>(130,542)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 89,772,792</u>	<u>\$ 10,937,938</u>

**REQUIRED SUPPLEMENTARY INFORMATION - PART III**

**PENSION INFORMATION**  
**AND**  
**OTHER POST-EMPLOYMENT BENEFITS INFORMATION**



**ENGLEWOOD BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE  
OF THE NET PENSION LIABILITY**

**PUBLIC EMPLOYEES RETIREMENT SYSTEM**

Last Ten Fiscal Years \*

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
District's Proportion of the Net Position Liability (Asset)	0.02905 %	0.02623 %	0.02585 %	0.02415 %	0.02695 %	0.03052 %	0.03297 %	0.03241 %	0.03230 %	0.02842 %
District's Proportionate Share of the Net Pension Liability (Asset)	\$ 4,207,503	\$ 3,959,032	\$ 3,061,768	\$ 3,938,788	\$ 4,855,238	\$ 6,009,525	\$ 7,674,340	\$ 9,598,485	\$ 7,251,085	\$ 5,321,629
District's Covered Payroll	2,280,328	2,263,638	2,037,644	1,994,063	1,981,768	2,081,548	2,466,906	2,371,158	2,354,341	2,192,991
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	185%	175%	150%	198%	245%	289%	311%	405%	308%	243%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%

\* The amounts presented for each fiscal year were determined as of the previous fiscal year end.

**ENGLEWOOD BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS**

**PUBLIC EMPLOYEES RETIREMENT SYSTEM  
Last Ten Fiscal Years**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually Required Contribution	\$ 388,242	\$ 330,820	\$ 302,679	\$ 264,226	\$ 262,105	\$ 303,590	\$ 305,410	\$ 287,913	\$ 277,708	\$ 234,056
Contributions in Relation to the Contractually Required Contributions	<u>388,242</u>	<u>330,820</u>	<u>302,679</u>	<u>264,226</u>	<u>262,105</u>	<u>303,590</u>	<u>305,410</u>	<u>287,913</u>	<u>277,708</u>	<u>234,056</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 2,602,077	\$ 2,280,328	\$ 2,263,638	\$ 2,037,644	\$ 1,994,063	\$ 1,981,768	\$ 2,081,548	\$ 2,466,906	\$ 2,371,158	\$ 2,354,341
Contributions as a Percentage of Covered Payroll	14.92%	14.51%	13.37%	12.97%	13.14%	15.32%	14.67%	11.67%	11.71%	10.67%

**ENGLEWOOD BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE  
OF THE NET PENSION LIABILITY**

**TEACHERS PENSION AND ANNUITY FUND**  
**Last Ten Fiscal Years \***

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
District's Proportion of the Net Position Liability (Asset)	0 %	0 %	0 %	0 %	0 %	0 %	0 %	0 %	0 %	0 %
District's Proportionate Share of the Net Pension Liability (Asset)	0	0	0	0	0	\$0	\$0	\$0	\$0	\$0
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	<u>\$ 114,047,295</u>	<u>\$ 116,410,743</u>	<u>\$ 111,736,599</u>	<u>\$ 164,049,056</u>	<u>\$ 160,071,708</u>	<u>\$ 164,415,769</u>	<u>\$ 176,729,163</u>	<u>\$ 198,967,050</u>	<u>\$ 149,021,394</u>	<u>\$ 130,115,851</u>
Total	<u>\$ 114,047,295</u>	<u>\$ 116,410,743</u>	<u>\$ 111,736,599</u>	<u>\$ 164,049,056</u>	<u>\$ 160,071,708</u>	<u>\$ 164,415,769</u>	<u>\$ 176,729,163</u>	<u>\$ 198,967,050</u>	<u>\$ 149,021,394</u>	<u>\$ 130,115,851</u>
District's Covered Payroll	\$ 27,397,716	\$ 25,973,353	\$ 25,452,982	\$ 25,251,816	\$ 25,365,356	\$ 26,841,397	\$ 26,762,968	\$ 26,187,653	\$ 26,297,165	\$ 24,589,186
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%

\* The amounts presented for each fiscal year were determined as of the previous fiscal year end.

**ENGLEWOOD BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF NET PENSION LIABILITY  
AND SCHEDULE OF DISTRICT CONTRIBUTIONS  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**Change of Benefit Terms:** None.

**Change of Assumptions:** Assumptions used in calculating the net pension liability and statutorily required employer contribution are presented in Note 4D.

**ENGLEWOOD BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF  
TOTAL OPEB LIABILITY**

**Postemployment Health Benefit Plan**

**Last Seven Fiscal Years\***

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b>Total OPEB Liability</b>							
Service Cost	\$ 3,640,321	\$ 4,694,591	\$ 5,821,568	\$ 3,496,603	\$ 3,312,071	\$ 3,786,109	\$ 4,576,151
Interest on Total OPEB Liability	2,962,487	2,154,682	2,500,575	2,523,815	3,058,464	3,331,392	2,857,083
Changes of Benefit Terms	-	-	(102,600)				
Differences Between Expected and Actual Experience	(1,727,653)	1,938,300	(21,589,248)	17,511,088	(12,533,771)	(9,837,037)	
Changes of Assumptions	169,544	(21,810,897)	95,101	20,380,907	1,036,938	(8,806,753)	(11,923,519)
Gross Benefit Payments	(2,309,307)	(2,134,276)	(1,969,753)	(1,942,428)	(2,134,857)	(2,052,106)	(2,579,431)
Contribution from the Member	<u>75,918</u>	<u>68,469</u>	<u>63,927</u>	<u>58,875</u>	<u>63,283</u>	<u>70,924</u>	<u>94,981</u>
<b>Net Change in Total OPEB Liability</b>	<u>2,811,310</u>	<u>(15,089,131)</u>	<u>(15,180,430)</u>	<u>42,028,860</u>	<u>(7,197,872)</u>	<u>(13,507,471)</u>	<u>(6,974,735)</u>
<b>Total OPEB Liability - Beginning</b>	<u>81,305,379</u>	<u>96,394,510</u>	<u>111,574,940</u>	<u>69,546,080</u>	<u>76,743,952</u>	<u>90,251,423</u>	<u>97,226,158</u>
<b>Total OPEB Liability - Ending</b>	<u>\$ 84,116,689</u>	<u>\$ 81,305,379</u>	<u>\$ 96,394,510</u>	<u>\$ 111,574,940</u>	<u>\$ 69,546,080</u>	<u>\$ 76,743,952</u>	<u>\$ 90,251,423</u>
District's Proportionate Share of OPEB Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of OPEB Liability	<u>84,116,689</u>	<u>81,305,379</u>	<u>96,394,510</u>	<u>111,574,940</u>	<u>69,546,080</u>	<u>76,743,952</u>	<u>90,251,423</u>
Total OPEB Liability - Ending	<u>\$ 84,116,689</u>	<u>\$ 81,305,379</u>	<u>\$ 96,394,510</u>	<u>\$ 111,574,940</u>	<u>\$ 69,546,080</u>	<u>\$ 76,743,952</u>	<u>\$ 90,251,423</u>
District's Covered Payroll	<u>\$ 29,678,044</u>	<u>\$ 28,236,991</u>	<u>\$ 27,490,626</u>	<u>\$ 27,245,879</u>	<u>\$ 27,347,124</u>	<u>\$ 28,922,945</u>	<u>\$ 29,229,874</u>
District's Proportionate Share of the Total OPEB Liability as a Percentage of its Covered Payroll	0%	0%	0%	0%	0%	0%	0%

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

\*The amounts presented for each fiscal year were determined as of the previous fiscal year end.

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 75. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

**ENGLEWOOD BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF THE OPEB LIABILITY  
AND SCHEDULE OF DISTRICT PROPORTIONATE SHARE OF THE OPEB LIABILITY  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**Changes in Benefit Terms:**

None.

**Changes of Assumptions**

Assumptions used in calculating the OPEB liability  
are presented in Note 4E.

**SCHOOL LEVEL SCHEDULES**

**(General Fund)**

**NOT APPLICABLE**

**SPECIAL REVENUE FUND**



ENGLEWOOD BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	IDEA Part B Basic <u>2023/2024</u>	Title I <u>2022/23</u>	Title I <u>2023/24</u>	Title II <u>2023/24</u>	Title III <u>2023/2024</u>	Title III IMM <u>2023/24</u>	To Exhibit <u>E-1A</u>
<b>REVENUES</b>							
Intergovernmental							
State							
Federal	\$ 1,319,003	\$ 23,718	\$ 474,147	\$ 211,436	\$ 52,658	\$ 11,500	\$ 2,092,462
Local	-	-	-	-	-	-	-
Total Revenues	<u>1,319,003</u>	<u>23,718</u>	<u>474,147</u>	<u>211,436</u>	<u>52,658</u>	<u>11,500</u>	<u>2,092,462</u>
<b>EXPENDITURES</b>							
Instruction							
Salaries of teachers	107,220	23,718	200,928	675	7,943		340,484
Purchased Professional and Technical Services							-
Purchased Professional - Educational Services							-
Other Purchased Services	521,768						521,768
General Supplies	2,935		3,200		4,320		10,455
Textbooks							-
Co-Curricular Activities	-	-	-	-	-	-	-
Total Instruction	<u>631,923</u>	<u>23,718</u>	<u>204,128</u>	<u>675</u>	<u>12,263</u>	<u>-</u>	<u>872,707</u>
Support Services							
Salaries			100,836		19,395		120,231
Salaries of Supervisors of Instruction							-
Salaries of Principals/Asst Principals/Directors							-
Salaries of Other Professional Staff							-
Personal Services-Employee Benefits	7,367		161,198				168,565
Other Salaries							-
Salaries of Family/Parent Liaison			1,485				1,485
Purchased Educational Svcs - Contracted PreK							-
Purchased Professional and Technical Services	679,713			133,108	21,000	11,500	845,321
Cleaning, Repair & Maintenance							-
Cont. Trans. Serv. (Bet. Home & Sch)							-
Other Purchased Services			6,500				6,500
Supplies & Materials							-
Miscellaneous				77,653			77,653
Scholarship Awards							-
Other Objects	-	-	-	-	-	-	-
Total Support Services	<u>687,080</u>	<u>-</u>	<u>270,019</u>	<u>210,761</u>	<u>40,395</u>	<u>11,500</u>	<u>1,219,755</u>
Capital Outlay							
Construction Services							-
Instructional Equipment	-	-	-	-	-	-	-
Total Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>1,319,003</u>	<u>23,718</u>	<u>474,147</u>	<u>211,436</u>	<u>52,658</u>	<u>11,500</u>	<u>2,092,462</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures	-	-	-	-	-	-	-
Other Financing Sources							
Transfers In - General Fund	-	-	-	-	-	-	-
Net Changes in Fund Balance	-	-	-	-	-	-	-
Fund Balance, Beginning of Year	-	-	-	-	-	-	-
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ENGLEWOOD BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	E-1 <u>Subtotal</u>	CRSSA ESSER II <u>Learning Accel.</u>	ARP <u>ESSER III</u>	ARP Summer <u>Learning</u>	Other <u>Programs</u>	To Exhibit <u>E-1B</u>
<b>REVENUES</b>						
Intergovernmental						
State						-
Federal	\$ 2,092,462	\$ 24,400	\$ 1,758,252	\$ 33,972		\$ 3,909,086
Local	-	-	-	-	\$ 13,143	13,143
Total Revenues	<u>2,092,462</u>	<u>24,400</u>	<u>1,758,252</u>	<u>33,972</u>	<u>13,143</u>	<u>3,922,229</u>
<b>EXPENDITURES</b>						
Instruction						
Salaries of Teachers	340,484	16,526	570,522			927,532
Purchased Professional and Technical Services	-					-
Purchased Professional - Educational Services	-					-
Other Purchased Services	521,768					521,768
General Supplies	10,455		11,369		440	22,264
Textbook	-					-
Other Objects					1,875	1,875
Co-Curricular Activities	-	-	-	-	-	-
Total Instruction	<u>872,707</u>	<u>16,526</u>	<u>581,891</u>	<u>-</u>	<u>2,315</u>	<u>1,473,439</u>
Support Services						
Salaries	120,231	2,858	39,431	33,972		196,492
Salaries of Supervisors of Instruction	-					-
Salaries of Principals/Asst Principals/Directors	-					-
Salaries of Other Professional Staff	-					-
Personal Services-Employee Benefits	168,565	5,016				173,581
Other Salaries	-					-
Salaries of Family/Parent Liaison	1,485					1,485
Purchased Educational Svcs - Contracted PreK	-					-
Purchased Professional and Technical Services	845,321		463,155			1,308,476
Cleaning, Repair & Maintenance	-					-
Cont. Trans. Serv. (Bet. Home & Sch)	-					-
Other Purchased Services	6,500		635,861		102	642,463
Supplies & Materials	-					-
Miscellaneous	77,653					77,653
Scholarship Awards	-					-
Other Objects	-	-	-	-	-	-
Total Support Services	<u>1,219,755</u>	<u>7,874</u>	<u>1,138,447</u>	<u>33,972</u>	<u>102</u>	<u>2,400,150</u>
Capital Outlay						
Construction Services	-				10,726	10,726
Non-Instructional Equipment	-	-	37,914	-		37,914
Instructional Equipment	-	-	-	-	-	-
Total Capital Outlay	<u>-</u>	<u>-</u>	<u>37,914</u>	<u>-</u>	<u>10,726</u>	<u>48,640</u>
Total Expenditures	<u>2,092,462</u>	<u>24,400</u>	<u>1,758,252</u>	<u>33,972</u>	<u>13,143</u>	<u>3,922,229</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures	-	-	-	-	-	-
Other Financing Sources						
Transfers In - General Fund	-	-	-	-	-	-
Net Changes in Fund Balance	-	-	-	-	-	-
Fund Balance, Beginning of Year	-	-	-	-	-	-
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ENGLEWOOD BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Exhibit E-1A Subtotal	Preschool Education Aid	Nonpublic Security	Nonpublic Technology	Nonpublic Textbooks	Nonpublic Nursing	Student Activities	Scholarship	To Exhibit E-1C
<b>REVENUES</b>									
Intergovernmental									
State	-	\$ 3,435,214	\$ 323,563	\$ 75,002	\$ 89,090	\$ 232,793			\$ 4,155,662
Federal	\$ 3,909,086								3,909,086
Local	13,143	-	-	-	-	-	\$ 185,211	\$ 260	198,614
Total Revenues	3,922,229	3,435,214	323,563	75,002	89,090	232,793	185,211	260	8,263,362
<b>EXPENDITURES</b>									
Instruction									
Salaries of Teachers	927,532	1,187,207							2,114,739
Other Purchased Services	521,768	400,000							921,768
General Supplies	22,264	243,300		75,002					340,566
Textbooks	-				89,090				89,090
Other Objects	1,875								1,875
Co-Curricular Activities	-	-	-	-	-	-	167,004	-	167,004
Total Instruction	1,473,439	1,830,507	-	75,002	89,090	-	167,004	-	3,635,042
Support Services									
Salaries	196,492								196,492
Salaries of Supervisors of Instruction	-	67,851							67,851
Salaries of Principals/Asst Principals/Directors	-	68,728							68,728
Salaries of Other Professional Staff	-	198,609							198,609
Personal Services-Employee Benefits	173,581	463,989							637,570
Other Salaries	-	61,012							61,012
Salaries of Family/Parent Liaison	1,485	100,526							102,011
Purchased Educational Svcs - Contracted PreK	-	776,832							776,832
Purchased Professional and Technical Services	1,308,476								1,308,476
Cleaning, Repair & Maintenance	-	21,173							21,173
Cont. Trans. Serv. (Bet. Home & Sch)	-	145,000							145,000
Other Purchased Services	642,463					232,793			875,256
Miscellaneous	77,653	12,060							89,713
Scholarship Awarded	-							200	200
Other Objects	-	-	323,563.00	-	-	-	-	-	323,563
Total Support Services	2,400,150	1,915,780	323,563	-	-	232,793	-	200	4,872,486
Capital Outlay									
Construction Services	10,726								10,726
Non-Instructional Equipment	37,914	-	-	-	-	-	-	-	37,914
Total Capital Outlay	48,640	-	-	-	-	-	-	-	48,640
Total Expenditures	3,922,229	3,746,287	323,563	75,002	89,090	232,793	167,004	200	8,556,168
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures	-	(311,073)	-	-	-	-	18,207	60	(292,806)
Other Financing Sources									
Transfers In - General Fund	-	311,073	-	-	-	-	-	-	311,073
Net Changes in Fund Balance	-	-	-	-	-	-	18,207	60	18,267
Fund Balance, Beginning of Year	-	-	-	-	-	-	117,718	65,990	183,708
Fund Balance, End of Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 135,925	\$ 66,050	\$ 201,975

ENGLEWOOD BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Exhibit E-1B Subtotal	Chapter 192			Chapter 193			Grand Total
		Nonpublic Home Inst.	Compensatory Education	ESL	Exam and Classification	Corrective Speech	Supplementary Instruction	
REVENUES								
Intergovernmental								
State	\$ 4,155,662	\$ 2,981	\$ 41,449	\$ 33,969	\$ 141,232	\$ 119,505	\$ 104,489	\$ 4,599,287
Federal	3,909,086							3,909,086
Local	198,614	-	-	-	-	-	-	198,614
Total Revenues	8,263,362	2,981	41,449	33,969	141,232	119,505	104,489	8,706,987
EXPENDITURES								
Instruction								
Salaries of Teachers	2,114,739							2,114,739
Purchased Professional and Technical Services	-	2,981	41,449	33,969	141,232	119,505	104,489	443,625
Other Purchased Services	921,768							921,768
General Supplies	340,566							340,566
Textbooks	89,090							89,090
Other Objects	1,875							1,875
Co-Curricular Activities	167,004	-	-	-	-	-	-	167,004
Total Instruction	3,635,042	2,981	41,449	33,969	141,232	119,505	104,489	4,078,667
Support Services								
Salaries	196,492							196,492
Salaries of Supervisors of Instruction	67,851							67,851
Salaries of Principals/Asst Principals/Directors	68,728							68,728
Salaries of Other Professional Staff	198,609							198,609
Personal Services-Employee Benefits	637,570							637,570
Other Salaries	61,012							61,012
Salaries of Family/Parent Liaison	102,011							102,011
Purchased Educational Svcs - Contracted PreK	776,832							776,832
Purchased Professional and Technical Services	1,308,476							1,308,476
Cleaning, Repair & Maintenance	21,173							21,173
Cont. Trans. Serv. (Bet. Home & Sch)	145,000							145,000
Other Purchased Services	875,256							875,256
Miscellaneous	89,713							89,713
Scholarship Awarded	200							200
Other Objects	323,563	-	-	-	-	-	-	323,563
Total Support Services	4,872,486	-	-	-	-	-	-	4,872,486
Capital Outlay								
Construction Services	10,726							10,726
Non-Instructional Equipment	37,914	-	-	-	-	-	-	37,914
Total Capital Outlay	48,640	-	-	-	-	-	-	48,640
Total Expenditures	8,556,168	2,981	41,449	33,969	141,232	119,505	104,489	8,999,793
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures	(292,806)	-	-	-	-	-	-	(292,806)
Other Financing Sources								
Transfers In - General Fund	311,073	-	-	-	-	-	-	311,073
Net Changes in Fund Balance	18,267	-	-	-	-	-	-	18,267
Fund Balance, Beginning of Year	183,708	-	-	-	-	-	-	183,708
Fund Balance, End of Year	\$ 201,975	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 201,975

**ENGLEWOOD BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
SCHEDULE OF PRESCHOOL EDUCATION AID EXPENDITURES  
PRESCHOOL - ALL PROGRAMS - FULL DAY 4 YR.  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

<u>Districtwide</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>EXPENDITURES</b>			
Instruction			
Salaries of Teachers	\$ 799,609	\$ 1,187,207	\$ (387,598)
Other Purchased Services	400,000	400,000	-
General Supplies	<u>495,026</u>	<u>243,300</u>	<u>251,726</u>
Total Instruction	<u>1,694,635</u>	<u>1,830,507</u>	<u>(135,872)</u>
Support Services			
Salaries of Supervisors of Instruction	81,636	67,851	13,785
Salaries of Principals/Assistant Principals	78,692	68,728	9,964
Salaries of Other Professional Staff	184,799	198,609	(13,810)
Other Salaries	162,064	61,012	101,052
Salaries of Family/Parent Liaison	114,618	100,526	14,092
Salaries of Master Teachers	100,186	-	100,186
Personnel Services - Employee Benefits	300,000	463,989	(163,989)
Purchased Education Services - Contracted PreK	1,020,255	776,832	243,423
Cleaning, Repair & Maintenance	150,000	21,173	128,827
Contr. Trans. Serv. (Bet. Home & Sch)	110,000	145,000	(35,000)
Cont. Svs. - Grant Agreement	20,000	-	20,000
Miscellaneous	<u>50,000</u>	<u>12,060</u>	<u>37,940</u>
Total Support Services	<u>2,372,250</u>	<u>1,915,780</u>	<u>456,470</u>
Total Expenditures	<u>\$ 4,066,885</u>	<u>\$ 3,746,287</u>	<u>\$ 320,598</u>
Total 2023-2024 ECPA Allocation			\$ 3,455,812
Add: Actual Preschool Aid Carryover (June 30, 2023)			476,511
Budgeted Transfer from General Fund			311,073
Cancelled Prior Year Accounts Payable			<u>291,633</u>
Total Preschool Aid Funds Available for 2023-2024 Budget			4,535,029
Less: 2023-2024 Budgeted Preschool Aid (Including Prior Year Budgeted Carryover)			<u>4,066,885</u>
Available & Unbudgeted Preschool Aid Funds as of June 30, 2024			468,144
Add: June 30, 2024 Unexpended Preschool Aid			<u>320,598</u>
2023-2024 Actual Carryover - Preschool Aid			<u>\$ 788,742</u>
2023-2024 Preschool Aid Carryover Budgeted in 2024-2025			<u>\$ 176,511</u>

**CAPITAL PROJECTS FUND**

ENGLEWOOD BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT EXPENDITURES - BUDGETARY BASIS  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOT APPLICABLE

**ENGLEWOOD BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOT APPLICABLE**



## **PROPRIETARY FUNDS**

**EXHIBIT G-1**

**ENGLEWOOD BOARD OF EDUCATION  
ENTERPRISE FUND  
STATEMENT OF NET POSITION  
AS OF JUNE 30, 2024**

**FINANCIAL STATEMENTS ARE PRESENTED  
ON EXHIBIT B-4**

**EXHIBIT G-2**

**ENTERPRISE FUND  
STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**FINANCIAL STATEMENTS ARE PRESENTED  
ON EXHIBIT B-5**

**EXHIBIT G-3**

**ENTERPRISE FUND  
STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**FINANCIAL STATEMENTS ARE PRESENTED  
ON EXHIBIT B-6**

**FIDUCIARY FUNDS  
NOT APPLICABLE**

## **LONG-TERM DEBT**

ENGLEWOOD BOARD OF EDUCATION  
LONG-TERM DEBT  
SCHEDULE OF SERIAL BONDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Balance, July 1, 2023</u>	<u>Matured</u>	<u>Balance, June 30, 2024</u>
Refunding of School Bonds	8/14/2013	\$ 14,970,000	<u>\$ 1,765,000</u>	<u>\$ 1,765,000</u>	<u>\$ -</u>

**ENGLEWOOD BOARD OF EDUCATION  
LONG-TERM DEBT  
SCHEDULE OF CAPITAL FINANCING AND OTHER FINANCING AGREEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

<u>Purpose</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Balance, July 1, 2023</u>	<u>Issued</u>	<u>Matured</u>	<u>Balance, June 30, 2024</u>
<u>Capital Finance Agreements</u>						
Savin Copiers - 29	\$ 416,833	0.38%	\$ 30,864		\$ 30,864	
Savin Copiers - 1	12,268	3.13%	10,482		2,270	\$ 8,212
Ricoh Copiers - 35	393,661	4.46%	-	\$ 393,661	46,778	346,883
			<u>\$ 41,346</u>	<u>\$ 393,661</u>	<u>\$ 79,912</u>	<u>\$ 355,095</u>

**ENGLEWOOD BOARD OF EDUCATION  
LONG-TERM DEBT  
DEBT SERVICE FUND  
BUDGETARY COMPARISON SCHEDULE  
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>
<b>REVENUES</b>					
Local Sources					
Property Tax Levy	\$ 1,817,925	-	\$ 1,817,925	\$ 1,817,925	-
Total Revenues	1,817,925	-	1,817,925	1,817,925	-
<b>EXPENDITURES</b>					
Regular Debt Service					
Principal on Bonds	1,765,000		1,765,000	1,765,000	
Interest on Bonds	52,925	-	52,925	52,925	-
Total Expenditures	1,817,925	-	1,817,925	1,817,925	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-
Other Financing Sources (Uses)					
Transfer In	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balance	-	-	-	-	-
Fund Balance, July 1, 2023	-	-	-	-	-
Fund Balance, June 30, 2024	\$ -	\$ -	\$ -	\$ -	\$ -

## STATISTICAL SECTION

This part of the Englewood Board of Education's annual comprehensive 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 government's overall financial health.

### **Contents**

### **Exhibits**

#### **Financial Trends**

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

J-1 to J-5

#### **Revenue Capacity**

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

J-6 to J-9

#### **Debt Capacity**

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

J-10 to J-13

#### **Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

J-14 and J-15

#### **Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs. J-16 to J-20

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



**ENGLEWOOD BOARD OF EDUCATION**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**  
*(accrual basis of accounting)*

	2015	2016	2017	2018	Fiscal Year Ended June 30,		2021	2022	2023	2024
					2019	2020				
Governmental activities										
Net investment in capital assets	\$ 45,759,867	\$ 49,130,322	\$ 52,091,654	\$ 51,463,414	\$ 51,865,522	\$ 53,163,669	\$ 53,339,200	\$ 54,002,412	\$ 59,450,642	\$ 60,477,118
Restricted	7,657,255	5,554,837	3,128,771	1,886,772	2,449,843	4,098,068	6,515,979	7,240,528	5,490,102	5,508,212
Unrestricted	(9,079,347)	(7,492,055)	(9,341,012)	(11,453,502)	(9,571,817)	(6,729,783)	(2,338,420)	2,196,696	2,940,267	819,760
Total governmental activities net position	<u>\$ 44,337,775</u>	<u>\$ 47,193,104</u>	<u>\$ 45,879,413</u>	<u>\$ 41,896,684</u>	<u>\$ 44,743,548</u>	<u>\$ 50,531,954</u>	<u>\$ 57,516,759</u>	<u>\$ 63,439,636</u>	<u>\$ 67,881,011</u>	<u>\$ 66,805,090</u>
Business-type activities										
Net investment in capital assets	\$ 287,014	\$ 265,682	\$ 304,313	\$ 285,707	\$ 266,931	\$ 230,631	\$ 193,964	\$ 150,530	\$ 584,707	\$ 544,196
Restricted										
Unrestricted	429,584	291,649	309,635	185,793	262,233	354,844	458,970	576,371	111,073	(35,077)
Total business-type activities net position	<u>\$ 716,598</u>	<u>\$ 557,331</u>	<u>\$ 613,948</u>	<u>\$ 471,500</u>	<u>\$ 529,164</u>	<u>\$ 585,475</u>	<u>\$ 652,934</u>	<u>\$ 726,901</u>	<u>\$ 695,780</u>	<u>\$ 509,119</u>
District-wide										
Net investment in capital assets	\$ 46,046,881	\$ 49,396,004	\$ 52,395,967	\$ 51,749,121	\$ 52,132,453	\$ 53,394,300	\$ 53,533,164	\$ 54,152,942	\$ 60,035,349	\$ 61,021,314
Restricted	7,657,255	5,554,837	3,128,771	1,886,772	2,449,843	4,098,068	6,515,979	7,240,528	5,490,102	5,508,212
Unrestricted	(8,649,763)	(7,200,406)	(9,031,377)	(11,267,709)	(9,309,584)	(6,374,939)	(1,879,450)	2,773,067	3,051,340	784,683
Total district net position	<u>\$ 45,054,373</u>	<u>\$ 47,750,435</u>	<u>\$ 46,493,361</u>	<u>\$ 42,368,184</u>	<u>\$ 45,272,712</u>	<u>\$ 51,117,429</u>	<u>\$ 58,169,693</u>	<u>\$ 64,166,537</u>	<u>\$ 68,576,791</u>	<u>\$ 67,314,209</u>

Note 1 - Net Position at June 30, 2015 reflects the implementation of GASB Statement No. 68, "Accounting and Financial Reporting for Pensions".

Note 2 - Net Position at June 30, 2020 was restated to reflect the implementation of GASB Statement No. 84 "Fiduciary Activities" and a correction of an error for compensated absences liability.

Source: District financial statements

**ENGLEWOOD BOARD OF EDUCATION**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**  
*(accrual basis of accounting)*

	2015	2016	2017	2018	Fiscal Year Ended June 30,		2021	2022	2023	2024
					2019	2020				
<b>Expenses</b>										
Governmental activities										
Instruction										
Regular	\$ 31,555,621	\$ 31,719,415	\$ 36,035,396	\$ 38,807,796	\$ 32,982,724	\$ 32,447,275	\$ 33,963,173	\$ 31,569,306	\$ 33,036,596	\$ 34,732,920
Special education	12,130,980	15,035,765	17,164,703	17,421,418	16,079,747	14,514,310	15,668,207	15,119,650	15,304,042	17,882,005
Other instruction	3,229,078	4,121,522	4,370,164	4,539,034	4,017,584	3,618,444	3,662,199	5,022,409	4,426,990	4,884,310
School Sponsored Activities and Athletics	785,555	830,923	828,671	998,517	988,776	915,832	903,340	1,024,449	1,323,687	1,535,905
Support Services:										
Student & instruction related services	10,624,960	9,679,904	10,658,722	13,785,387	12,663,126	12,316,458	15,057,385	13,705,194	13,688,122	12,628,145
General and business administrative services	1,478,589	1,487,569	1,802,680	1,487,430	1,742,238	1,537,452	2,119,334	2,224,667	2,087,100	2,339,664
School administrative services	4,005,534	4,335,052	5,641,252	5,674,070	4,511,873	4,704,953	4,559,803	3,754,977	3,911,837	3,905,521
Central Services	1,223,740	1,443,526	1,566,815	1,703,945	1,653,774	1,697,182	1,694,696	1,623,099	1,648,565	1,376,807
Administrative Information Technology										
Plant operations and maintenance	7,964,055	7,901,477	7,937,351	7,222,916	7,117,329	7,225,695	7,557,562	6,495,540	8,496,587	8,846,372
Pupil transportation	3,121,273	3,875,295	3,909,006	4,208,372	4,552,643	4,231,379	3,070,412	4,226,312	5,365,276	4,970,859
Unallocated										-
Interest on long-term debt	603,301	502,731	456,212	400,829	360,062	291,624	222,588	138,478	67,969	34,593
Total governmental activities expenses	76,722,686	80,933,179	90,370,972	96,249,714	86,669,876	83,500,604	88,478,699	84,904,081	89,356,771	93,137,101
Business-type activities:										
Food service	1,804,114	1,975,659	1,962,412	1,991,727	1,914,120	1,556,602	809,928	2,420,580	2,462,109	2,567,356
After school program	379,828	522,536	448,440	321				-	-	-
Total business-type activities expense	2,183,942	2,498,195	2,410,852	1,992,048	1,914,120	1,556,602	809,928	2,420,580	2,462,109	2,567,356
Total district expenses	\$ 78,906,628	\$ 83,431,374	\$ 92,781,824	\$ 98,241,762	\$ 88,583,996	\$ 85,057,206	\$ 89,288,627	\$ 87,324,661	\$ 91,818,880	\$ 95,704,457
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
Instruction	\$ 160,956	\$ 243,932	\$ 797,879	\$ 846,633	\$ 657,847	\$ 792,900	\$ 807,958	\$ 617,132	\$ 762,820	\$ 420,283
School Sponsored Activities and Athletics								89,216	178,770	167,004
Plant Operations	429,985	302,845	369,475	330,858	511,243	296,845	58,965	110,547	167,844	145,347
Student Transportation	183,692	164,290	212,403	251,750	283,486	231,132	41,926	65,383	200,235	30,195
Operating grants and contributions	19,258,709	21,723,896	27,357,365	30,243,730	25,885,527	24,229,374	30,087,130	25,074,428	23,710,821	23,857,047
Capital grants and contributions	162,511	1,029,044	471,392	-	8,871		156,024	492,207	2,676,436	48,640
Total governmental activities program revenues	20,195,853	23,464,007	29,208,514	31,672,971	27,346,974	25,550,251	31,152,003	26,448,913	27,696,926	24,668,516
Business-type activities:										
Charges for services										
Food service	\$ 336,615	\$ 333,934	\$ 341,712	\$ 280,107	\$ 297,815	\$ 196,357	\$ 7,309	\$ 7,013	\$ 341,316	\$ 206,531
After School Program	452,928	455,315	477,903	1,209	1,675			-	-	-
Operating grants and contributions	1,416,583	1,549,679	1,647,854	1,568,284	1,672,294	1,416,556	974,917	2,487,534	2,089,802	2,174,034
Total business type activities program revenues	2,206,126	2,338,928	2,467,469	1,849,600	1,971,784	1,612,913	982,226	2,494,547	2,431,118	2,380,565
Total district program revenues	\$ 22,401,979	\$ 25,802,935	\$ 31,675,983	\$ 33,522,571	\$ 29,318,758	\$ 27,163,164	\$ 32,134,229	\$ 28,943,460	\$ 30,128,044	\$ 27,049,081
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (56,526,833)	\$ (57,469,172)	\$ (61,162,458)	\$ (64,576,743)	\$ (59,322,902)	\$ (57,950,353)	\$ (57,326,696)	\$ (58,455,168)	\$ (61,659,845)	\$ (68,468,585)
Business-type activities	22,184	(159,267)	56,617	(142,448)	57,664	56,311	172,298	73,967	(30,991)	(186,791)
Total district-wide net expense	\$ (56,504,649)	\$ (57,628,439)	\$ (61,105,841)	\$ (64,719,191)	\$ (59,265,238)	\$ (57,894,042)	\$ (57,154,398)	\$ (58,381,201)	\$ (61,690,836)	\$ (68,655,376)

**ENGLEWOOD BOARD OF EDUCATION**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**  
*(accrual basis of accounting)*

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>General Revenues and Other Changes in Net Assets</b>										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 48,854,459	\$ 49,783,095	\$ 50,778,757	\$ 51,794,332	\$ 53,814,733	\$ 54,891,028	\$ 55,988,849	\$ 57,108,626	\$ 58,250,799	\$ 59,415,815
Property taxes levied for debt service, net	2,087,378	2,085,700	1,816,157	1,813,757	1,819,356	1,813,355	1,813,656	1,587,956	1,815,157	1,817,925
Unrestricted grants and aid	5,735,385	7,290,877	6,301,480	6,116,069	5,448,130	4,939,629	4,951,138	5,149,069	5,150,757	5,025,640
Investment earnings	58,909	55,114	34,036	40,410	52,174	59,606	21,477	16,071	239,912	523,574
Miscellaneous income	120,568	364,785	647,888	218,376	105,905	534,763	689,069	516,323	644,595	609,710
Gain/(Loss) on Disposal of Capital Assets		29,948								
Transfers							104,839			
Special Item - Change in Net Pension Liability	1,038,966	714,982	270,449	611,070	929,468	1,192,964	742,473	-	-	-
Total governmental activities	57,895,665	60,324,501	59,848,767	60,594,014	62,169,766	63,431,345	64,311,501	64,378,045	66,101,220	67,392,664
Business-type activities:										
Prior Year Receivables Cancelled										
Loss on Disposal of Capital Assets										
Transfers							(104,839)			
Total business-type activities	-	-	-	-	-	-	(104,839)	-	-	-
Total district-wide	\$ 57,895,665	\$ 60,324,501	\$ 59,848,767	\$ 60,594,014	\$ 62,169,766	\$ 63,431,345	\$ 64,206,662	\$ 64,378,045	\$ 66,101,220	\$ 67,392,664
<b>Change in Net Position</b>										
Governmental activities	\$ 1,368,832	\$ 2,855,329	\$ (1,313,691)	\$ (3,982,729)	\$ 2,846,864	\$ 5,480,992	\$ 6,984,805	\$ 5,922,877	\$ 4,441,375	\$ (1,075,921)
Business-type activities	22,184	(159,267)	56,617	(142,448)	57,664	56,311	67,459	73,967	(30,991)	(186,791)
Total district	\$ 1,391,016	\$ 2,696,062	\$ (1,257,074)	\$ (4,125,177)	\$ 2,904,528	\$ 5,537,303	\$ 7,052,264	\$ 5,996,844	\$ 4,410,384	\$ (1,262,712)

**ENGLEWOOD BOARD OF EDUCATION**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**  
*(modified accrual basis of accounting)*

	2015	2016	2017	2018	Fiscal Year Ended June 30,		2021	2022	2023	2024
					2019	2020				
General Fund										
Restricted	\$ 9,917,651	\$ 8,315,037	\$ 6,148,604	\$ 4,015,111	\$ 4,917,834	\$ 7,015,690	\$ 11,220,493	\$ 12,363,479	\$ 10,914,697	\$ 10,738,838
Committed	396,936	395,900		613,306				1,507,349	1,670,138	883,009
Assigned	167,723	930,837	546,760	545,749	712,020	1,113,545	974,408	687,536	1,450,787	417,085
Unassigned	9,235	149,773	(159,880)	159,603	(2,645)	(37,723)	1,103,603	1,301,814	304,358	(347,909)
Total General Fund	<u>\$ 10,491,545</u>	<u>\$ 9,791,547</u>	<u>\$ 6,535,484</u>	<u>\$ 5,333,769</u>	<u>\$ 5,627,209</u>	<u>\$ 8,091,512</u>	<u>\$ 13,298,504</u>	<u>\$ 15,860,178</u>	<u>\$ 14,339,980</u>	<u>\$ 11,691,023</u>
All Other Governmental Funds										
Restricted	\$ 2,662,630	\$ 1,424,107	\$ 1,127,252	\$ 305,566	\$ 228,451	\$ 412,052	\$ 417,424	\$ 182,326	\$ 183,708	\$ 201,975
Assigned										
Unassigned	(85,473)	(107,301)	(102,341)	(90,003)						
Total all other governmental funds	<u>\$ 2,577,157</u>	<u>\$ 1,316,806</u>	<u>\$ 1,024,911</u>	<u>\$ 215,563</u>	<u>\$ 228,451</u>	<u>\$ 412,052</u>	<u>\$ 417,424</u>	<u>\$ 182,326</u>	<u>\$ 183,708</u>	<u>\$ 201,975</u>

Note 1 - Fund Balances as of June 30, 2020 have been restated to reflect the implementation of GASB Statement No. 84 "Fiduciary Activities".

Source: District financial statements

**ENGLEWOOD BOARD OF EDUCATION**  
**CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**  
*(modified accrual basis of accounting)*

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Revenues</b>										
Property Tax levy	\$ 50,941,837	\$ 51,868,795	\$ 52,594,914	\$ 53,608,089	\$ 55,634,089	\$ 56,704,383	\$ 57,802,505	\$ 58,696,582	\$ 60,065,956	\$ 61,233,740
Tuition charges	160,956	243,932	797,879	699,061	657,847	792,900	807,958	617,132	762,820	420,283
Transportation Fees	183,692	164,290	212,403	251,750	283,486	231,132	41,926	65,383	200,235	30,195
Interest earnings	58,909	55,114	34,036	40,410	52,174	59,606	21,477	16,071	239,912	523,574
Rentals	429,985	302,845	369,475	330,858	511,243	296,845	58,965	110,547	167,844	145,347
Miscellaneous	158,630	439,307	686,550	338,619	148,978	728,613	770,061	636,289	862,809	808,295
State sources	17,034,512	20,576,879	20,083,271	22,084,571	23,040,009	23,134,659	25,172,354	29,329,197	30,109,233	30,424,853
Federal sources	2,357,276	2,318,335	2,007,007	2,292,416	2,367,503	2,003,344	2,971,499	4,753,527	7,648,214	5,918,017
Total revenue	71,325,797	75,969,497	76,785,535	79,645,774	82,695,329	83,951,482	87,646,745	94,224,728	100,057,023	99,504,304
<b>Expenditures</b>										
Instruction										
Regular Instruction	27,492,007	27,085,718	28,637,463	32,334,011	29,815,527	30,033,781	30,310,611	33,695,336	36,556,077	38,687,664
Special education instruction	11,382,338	13,785,767	14,990,423	15,480,392	15,116,239	13,837,334	14,511,674	15,754,979	16,154,422	19,008,554
Other instruction	2,869,680	3,583,771	3,494,841	3,677,151	3,622,439	3,324,796	3,255,797	5,436,751	4,967,554	5,547,732
School Sponsored Activities and Athletics	803,954	850,381	848,570	971,846	994,207	933,868	877,831	1,102,847	1,425,043	1,622,914
Support Services:										
Tuition										
Student & inst. related services	10,114,041	9,312,948	9,919,284	12,063,376	12,015,077	11,893,613	14,158,521	14,394,931	14,741,550	13,665,846
General and business admin. Services	1,507,069	1,517,897	1,825,709	1,469,000	1,745,772	1,547,913	2,065,906	2,248,979	2,116,851	2,420,626
School administrative services	3,519,150	3,735,813	4,377,576	4,503,030	3,861,723	4,220,873	3,945,722	3,968,451	4,303,886	4,431,672
Central Services	1,264,821	1,496,819	1,620,809	1,642,353	1,666,761	1,686,049	1,614,870	1,728,787	1,848,593	1,490,371
Administrative Information Technology										
Plant operations and maintenance	6,430,743	6,166,399	5,983,038	5,153,973	5,079,217	5,126,271	5,365,931	8,340,009	6,191,182	6,516,879
Pupil transportation	3,103,721	3,859,967	3,893,670	4,170,734	4,528,853	4,212,132	3,024,355	4,201,970	5,370,694	4,967,171
Unallocated										-
Capital outlay	1,744,612	4,180,445	3,638,726	1,062,747	1,486,153	1,942,545	690,925	1,740,608	6,375,883	2,257,553
Debt service:										
Principal	2,062,132	2,086,315	1,998,200	2,721,270	2,426,540	2,482,679	2,420,170	2,512,207	2,380,291	1,844,912
Interest and other charges	660,164	609,621	535,946	479,445	447,326	369,138	296,907	207,619	114,434	66,761
Total expenditures	72,954,432	78,271,861	81,764,255	85,729,328	82,805,834	81,610,992	82,539,220	95,333,474	102,546,460	102,528,655
Excess (Deficiency) of revenues over (under) expenditures	(1,628,635)	(2,302,364)	(4,978,720)	(6,083,554)	(110,505)	2,340,490	5,107,525	(1,108,746)	(2,489,437)	(3,024,351)
<b>Other Financing sources (uses)</b>										
Proceeds from Bonds										
Premium on Bonds										
Payment to Refunding Bond Escrow Agent										
Insurance Proceeds								4,393,675	-	-
Capital Leases		342,015	1,430,762	4,072,491	416,833			12,268	-	393,661
Transfers in	2,497,255	882,644	28,270	2,372		654,234	572,839	475,608	363,818	311,073
Transfers out	(2,497,255)	(882,644)	(28,270)	(2,372)		(654,234)	(468,000)	(475,608)	(363,818)	(311,073)
Total other financing sources (uses)	-	342,015	1,430,762	4,072,491	416,833	-	104,839	4,405,943	-	393,661
Net change in fund balances	\$ (1,628,635)	\$ (1,960,349)	\$ (3,547,958)	\$ (2,011,063)	\$ 306,328	\$ 2,340,490	\$ 5,212,364	\$ 3,297,197	\$ (2,489,437)	\$ (2,630,690)
Debt service as a percentage of noncapital expenditures	3.82%	3.64%	3.24%	3.78%	3.53%	3.58%	3.32%	2.91%	2.59%	1.91%

**ENGLEWOOD BOARD OF EDUCATION  
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE  
LAST TEN YEARS  
(Unaudited)**

<b>Fiscal Year Ended June 30,</b>	<b><u>Tuition</u></b>	<b><u>Interest on Investments</u></b>	<b><u>Cancelled O/S Checks</u></b>	<b><u>Cancellation of Prior Year Payables</u></b>	<b><u>E-Rate Rebates</u></b>	<b><u>Rentals</u></b>	<b><u>Refunds</u></b>	<b><u>Transportation Fees</u></b>	<b><u>Miscellaneous</u></b>	<b><u>Total</u></b>
2015	\$ 160,956	\$ 56,074	-	-	-	\$ 429,985	\$ 19,169	\$ 183,692	\$ 101,399	\$ 951,275
2016	243,932	52,265	28,132	193,429	\$ 12,900	302,845	43,065	164,290	87,259	1,128,117
2017	797,879	30,911		295,716		369,475	74,157	212,403	278,015	2,058,556
2018	699,061	36,524	8,363	101,698		330,858		251,750	108,315	1,536,569
2019	657,847	52,134				511,243		283,486	105,905	1,610,615
2020	792,900	59,606		236,875		296,845	48,837	231,132	249,051	1,915,246
2021	807,958	21,477		299,258		58,965	6,614	41,926	383,197	1,619,395
2022	617,132	16,071		228,007		110,547		65,383	288,316	1,325,456
2023	762,820	239,912		382,137		167,844		200,235	262,458	2,015,406
2024	420,283	523,574		160,859		145,347		30,195	448,851	1,729,109

**ENGLEWOOD BOARD OF EDUCATION**  
**ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN YEARS**  
**(Unaudited)**

Fiscal Year Ended June 30,	Vacant Land	Residential	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Tax-Exempt Property	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate <sup>a</sup>
2015	\$ 42,039,900	\$ 3,120,437,300	\$ 752,236,900	\$ 241,394,800	\$ 175,187,900	\$ 4,331,296,800	\$ 6,772,340	\$ 4,338,069,140	\$ 632,317,600	\$ 4,729,270,577	\$ 1.184
2016	39,584,900	3,131,452,500	749,430,700	240,535,000	217,627,500	4,378,630,600	100	4,378,630,700	599,048,200	4,790,712,545	1.193
2017	36,825,600	3,127,131,000	754,651,000	237,852,200	259,745,000	4,416,204,800		4,416,204,800	594,119,200	4,893,708,466	1.203
2018	33,139,500	3,147,176,400	758,211,900	237,550,300	259,745,000	4,435,823,100		4,435,823,100	600,090,000	5,031,924,323	1.232
2019	38,783,300	3,150,605,200	750,175,300	240,664,800	259,224,100	4,439,452,700		4,439,452,700	625,562,600	5,079,359,282	1.265
2020	37,379,500	3,156,045,000	782,849,600	250,878,900	259,203,200	4,486,356,200		4,486,356,200	627,172,500	5,213,280,390	1.256
2021	43,168,100	3,155,461,400	687,285,500	252,385,300	349,203,200	4,487,503,500		4,487,503,500	629,348,400	5,249,573,038	1.301
2022	41,969,100	3,164,440,500	685,652,300	252,680,800	384,875,100	4,529,617,800		4,529,617,800	628,406,000	5,602,146,265	1.329
2023	34,773,200	3,193,213,700	676,780,000	254,779,400	387,105,500	4,546,651,800		4,546,651,800	629,457,600	6,019,135,551	1.314
2024	25,682,800	3,210,225,800	675,906,700	266,742,800	408,572,200	4,587,130,300		4,587,130,300	631,187,800	6,450,060,183	1.364

Source: County Abstract of Ratables

**ENGLEWOOD BOARD OF EDUCATION**  
**DIRECT AND OVERLAPPING PROPERTY TAX RATES**  
**LAST TEN YEARS**  
**(Unaudited)**  
*(rate per \$100 of assessed value)*

Calendar Year	Overlapping Rates				Total Direct and Overlapping Tax Rate
	Total Direct School Tax Rate	City of Englewood	County of Bergen		
2015	\$ 1.184	\$ 1.090	\$ 0.261	\$	2.535
2016	1.193	1.096	0.269		2.558
2017	1.203	1.163	0.275		2.641
2018	1.232	1.214	0.276		2.722
2019	1.265	1.247	0.277		2.789
2020	1.256	1.271	0.288		2.815
2021	1.301	1.295	0.294		2.890
2022	1.329	1.322	0.298		2.949
2023	1.314	1.350	0.316		2.980
2024	1.364	1.333	0.315		3.012

Source: County Abstract of Ratables



**ENGLEWOOD BOARD OF EDUCATION  
PRINCIPAL PROPERTY TAXPAYERS,  
CURRENT YEAR AND NINE YEARS AGO  
(Unaudited)**

Taxpayer	2024	
	Taxable Assessed Value	% of Total District Net Assessed Value
Englewood Property Owner	\$ 90,000,000	1.96%
HSRE-EB Englewood LLC	44,450,000	0.97%
Englewood Terrace LLC	42,300,000	0.92%
SHG (ETAL) S. Hekemian Group	40,560,000	0.88%
BCC Englewood Circle LLC	38,516,400	0.84%
Sheffield Englewood DE LLC	27,339,700	0.60%
Sheffield Englewood DE LLC	23,318,700	0.51%
15 S Dean Street LLC	20,127,000	0.44%
Mistral Realty Holdings II LLC	19,540,400	0.43%
SH729-744 LLC	16,550,000	0.36%
	<u>\$ 362,702,200</u>	<u>7.91%</u>

	2015	
	Taxable Assessed Value	% of Total District Net Assessed Value
Englewood Redevelopment	\$ 90,000,000	2.07%
Englewood Terrace LLC	33,476,400	0.77%
SHG Englewood South I LLC	26,272,000	0.61%
SHG Englewood South II LLC	22,408,000	0.52%
Brunt Street, LLC	19,540,000	0.45%
Rockwood Property Holding, LLC	16,000,000	0.37%
Englewood Village LLC	15,000,000	0.35%
SH729-744 LLC	14,250,000	0.33%
Seol Shik Poom, Inc.	13,658,000	0.31%
West Side Grand Ave LLC	13,570,700	0.31%
	<u>\$ 264,175,100</u>	<u>6.09%</u>

Source: Municipal Tax Assessor

**ENGLEWOOD BOARD OF EDUCATION  
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		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	\$ 50,941,837	\$ 50,941,837	100.00%	
2016	51,868,795	47,474,573	91.53%	4,394,222
2017	52,594,914	52,594,914	100.00%	
2018	53,608,089	52,655,113	98.22%	952,976
2019	55,634,089	50,997,915	91.67%	4,636,174
2020	56,704,383	51,979,018	91.67%	4,725,365
2021	57,802,505	57,802,505	100.00%	
2022	58,696,582	58,696,582	100.00%	
2023	60,065,956	60,065,956	100.00%	
2024	61,233,740	56,130,928	91.67%	5,102,812

**ENGLEWOOD BOARD OF EDUCATION  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS  
(Unaudited)**

Fiscal Year Ended June 30,	Governmental Activities		Total District	Population	Per Capita
	General Obligation Bonds	Capital Financing Agreements and Other Financing Agreements			
2015	\$ 13,826,000	\$ 974,513	\$ 14,800,513	28,160	\$ 526
2016	12,215,000	736,975	12,951,975	28,124	461
2017	10,905,000	1,479,537	12,384,537	28,618	433
2018	9,545,000	4,190,758	13,735,758	28,514	482
2019	8,125,000	3,464,424	11,589,424	28,404	408
2020	6,640,000	2,466,745	9,106,745	28,278	322
2021	5,095,000	1,591,575	6,686,575	29,113	230
2022	3,470,000	716,636	4,186,636	29,034	144
2023	1,765,000	41,346	1,806,346	29,034 (E)	62
2024		355,095	355,095	29,034 (E)	12

Source: District records

(E) Estimated

**ENGLEWOOD BOARD OF EDUCATION**  
**RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value of Property	Per Capita
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2015	\$ 13,826,000	\$ 86,198	\$ 13,739,802	0.32%	\$ 488
2016	12,215,000		12,215,000	0.28%	434
2017	10,905,000		10,905,000	0.25%	381
2018	9,545,000		9,545,000	0.22%	335
2019	8,125,000		8,125,000	0.18%	286
2020	6,640,000		6,640,000	0.15%	235
2021	5,095,000		5,095,000	0.11%	175
2022	3,470,000		3,470,000	0.08%	120
2023	1,765,000		1,765,000	0.04%	61
2024			-	0.00%	-

Source: District records

**ENGLEWOOD BOARD OF EDUCATION  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2023  
(Unaudited)**

**Total Debt**

Municipal Debt:	
City of Englewood	\$ 95,860,786
	<u>95,860,786</u>
Overlapping Debt Apportioned to the Municipality:	
Bergen County:	
County of Bergen (A)	45,534,377
Bergen County Utilities Authority - Wastewater (B)	<u>7,943,608</u>
	<u>53,477,985</u>
Total Direct and Overlapping Debt	<u>\$ 149,338,771</u>

## Source:

Borough of Englewood's 2023 Annual Debt Statement  
County of Bergen's 2023 Annual Debt Statement  
Bergen County Utilities Authority's 2023 Annual Audit

(A) The debt for this entity was apportioned to Englewood by dividing the municipality's 2023 equalized value by the total 2023 equalized value for Bergen County.

(B) The debt was computed based upon usage

**ENGLEWOOD BOARD OF EDUCATION  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS  
(Unaudited)**

**Legal Debt Margin Calculation for Fiscal Year 2024**

	Equalized valuation basis	
2023	\$ 6,347,412,816	
2022	5,930,371,563	
2021	5,493,332,721	
	<u>\$ 17,771,117,100</u>	
Average equalized valuation of taxable property	\$ 5,923,705,700	
Debt limit (4% of average equalization value)	236,948,228	
Total Net Debt Applicable to Limit	-	
Legal debt margin	<u>\$ 236,948,228</u>	

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt limit	\$ 189,995,581	\$ 187,636,471	\$ 188,924,496	\$ 192,834,298	\$ 197,415,995	\$ 201,518,801	\$ 204,559,712	\$ 210,640,501	\$ 221,509,906	\$ 236,948,228
Total net debt applicable to limit	<u>13,475,000</u>	<u>12,215,000</u>	<u>10,905,000</u>	<u>9,545,000</u>	<u>8,125,000</u>	<u>6,640,000</u>	<u>5,095,000</u>	<u>3,470,000</u>	<u>1,765,000</u>	<u>-</u>
Legal debt margin	<u>\$ 176,520,581</u>	<u>\$ 175,421,471</u>	<u>\$ 178,019,496</u>	<u>\$ 183,289,298</u>	<u>\$ 189,290,995</u>	<u>\$ 194,878,801</u>	<u>\$ 199,464,712</u>	<u>\$ 207,170,501</u>	<u>\$ 219,744,906</u>	<u>\$ 236,948,228</u>
Total net debt applicable to the limit as a percentage of debt limit	7.09%	6.51%	5.77%	4.95%	4.12%	3.29%	2.49%	1.65%	0.80%	0.00%

Source: Annual Debt Statements

**ENGLEWOOD BOARD OF EDUCATION  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
(Unaudited)**

<u>Year</u>	<u>Population</u>	<u>County Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2015	28,160	\$ 77,666	5.1%
2016	28,124	79,145	4.5%
2017	28,618	81,483	4.3%
2018	28,514	85,951	4.3%
2019	28,404	89,456	3.2%
2020	28,278	91,972	10.0%
2021	29,113	97,343	4.6%
2022	29,034	97,138	3.6%
2023	29,624 ( E )	N/A	4.2%
2024	29,624 ( E )	N/A	N/A

Source: New Jersey State Department of Education

(E) Estimate

ENGLEWOOD BOARD OF EDUCATION  
PRINCIPAL EMPLOYERS,  
CURRENT YEAR AND NINE YEARS AGO  
(Unaudited)

	2024		2015	
	Employees	Percentage of Total Municipal Employment	Employees	Percentage of Total Municipal Employment
Employer				

INFORMATION NOT AVAILABLE



**ENGLEWOOD BOARD OF EDUCATION  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS  
(Unaudited)**

<b><u>Function/Program</u></b>	<b><u>2015</u></b>	<b><u>2016</u></b>	<b><u>2017</u></b>	<b><u>2018</u></b>	<b><u>2019</u></b>	<b><u>2020</u></b>	<b><u>2021</u></b>	<b><u>2022</u></b>	<b><u>2023</u></b>	<b><u>2024</u></b>
Instruction										
Regular	256.0	262.0	257.0	252.0	241.0	239.0	234.0	239.0	235.0	256.0
Special Education	42.0	41.0	46.0	47.0	55.0	53.0	56.0	54.0	53.0	53.0
Support Services:										
Student & instruction related services	51.0	62.0	61.0	59.0	57.0	57.0	57.0	58.0	58.0	58.0
School administrative services	25.0	14.0	14.0	14.0	14.0	15.0	15.0	15.0	15.0	15.0
General and business administrative services	22.0	18.0	17.0	16.0	16.0	16.0	16.0	16.0	16.0	17.0
Plant operations and maintenance	2.0	2.0	2.0	2.0	2.0	1.0	1.0	2.0	2.0	2.0
Pupil transportation	5.0	5.0	5.0	5.0	5.0	4.0	3.0	3.0	2.0	2.0
Food Service										
Total	<u>403.0</u>	<u>404.0</u>	<u>402.0</u>	<u>395.0</u>	<u>390.0</u>	<u>385.0</u>	<u>382.0</u>	<u>387.0</u>	<u>381.0</u>	<u>403.0</u>

Source: District Personnel Records

ENGLEWOOD BOARD OF EDUCATION  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS  
(Unaudited)

Teacher/Pupil Ratio

Fiscal Year	Enrollment <sup>a</sup>	Operating Expenditures <sup>b</sup>	Cost Per Pupil <sup>c</sup>	Percentage Change	Teaching Staff	Elementary	Middle School	High School	Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
2015	3,084	\$ 68,487,524	\$ 22,207	4.90%	320	1:10	1:8	1:12	3,019.5	2,908.6	-1.01%	96.33%
2016	3,110	71,395,480	22,957	3.37%	303	1:10	1:8	1:11	3,103.7	2,909.9	2.79%	93.76%
2017	3,100	75,591,383	24,384	6.22%	303	1:10	1:8	1:11	3,086.3	2,900.5	-0.56%	93.98%
2018	3,010	81,465,866	27,065	10.99%	299	1:10	1:8	1:11	3,008.9	2,823.8	-2.51%	93.85%
2019	3,021	78,445,815	25,967	-4.06%	299	1:9	1:10	1:10	2,994.9	2,812.8	-0.47%	93.92%
2020	2,997	76,816,630	25,631	-1.29%	292	1:9	1:10	1:10	2,980.9	2,980.9	-0.47%	100.00%
2021	2,572	79,131,218	30,766	20.04%	290	1:9	1:10	1:10	2,571.9	2,418.6	-13.72%	94.04%
2022	2,934	90,873,040	30,972	0.67%	293	1:9	1:10	1:10	2,849.9	2,652.9	10.81%	93.09%
2023	2,925	93,675,852	32,026	3.40%	288	1:9	1:9	1:10	2,884.4	2,673.9	1.21%	92.70%
2024	3,111	98,359,429	31,617	-1.28%	309	1:9	1:9	1:10	2,865.5	2,648.2	-0.66%	92.42%

Sources: District records

(b) Operating expenditures equal total expenditures less debt service and capital outlay

**ENGLEWOOD BOARD OF EDUCATION  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS  
(Unaudited)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b><u>District Building</u></b>										
<b><u>Elementary</u></b>										
Quarles Elementary (1958)										
Square Feet	54,000	54,000	54,000	54,000	54,000	54,000	54,000	54,000	54,000	54,000
Capacity (students)	500	500	500	500	500	500	500	500	500	500
Enrollment	466	487	487	399	428	423	414	385	381	443
Cleveland/McCloud Elementary (1935)										
Square Feet	95,000	95,000	95,000	95,000	95,000	95,000	95,000	95,000	95,000	95,000
Capacity (students)	550	550	550	550	550	550	550	550	550	550
Enrollment	549	553	553	570	595	569	541	510	488	490
Lincoln/Grieco Elementary (1915)										
Square Feet	91,000	91,000	91,000	91,000	91,000	91,000	91,000	91,000	91,000	91,000
Capacity (students)	600	600	600	600	600	600	600	600	600	600
Enrollment	589	606	606	598	381	346	354	355	349	361
Liberty Elementary (1901)										
Square Feet	41,150	41,150								
Capacity (students)	60	60								
Enrollment	-	-								
<b><u>Middle School</u></b>										
Janis Dismus School (1968)										
Square Feet	94,680	94,680	94,680	94,680	94,680	94,680	94,680	94,680	94,680	94,680
Capacity (students)	700	700	700	700	700	700	700	700	700	700
Enrollment	412	422	422	361	574	572	562	556	548	528
<b><u>Senior High School</u></b>										
High School (1931)										
Square Feet	203,100	203,100	203,100	203,100	203,100	203,100	203,100	203,100	203,100	203,100
Capacity (students)	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Enrollment	1,068	1,064	1,064	1,082	1,043	1,042	1,026	1,053	1,084	1,059
<b><u>Vince Lombardi Learning Center</u></b>										
High School (1931)										
Square Feet	31,000	31,000								
Capacity (students)										
Enrollment										
Number of Schools at June 30, 2022										
Elementary = 4										
Middle School = 1										
Senior High School = 1										
Other = 0										

Source: District Records

**ENGLEWOOD BOARD OF EDUCATION**  
**SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES**  
**LAST TEN YEARS**  
**(Unaudited)**

<u>School Facilities</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>
Quarles Elementary	\$ 54,854	\$ 54,356	\$ 59,558	\$ 47,749	\$ 40,137	\$ 45,716	\$ 49,736	\$ 41,005	\$ 53,530	\$ 52,797
McCloud Elementary	96,502	95,627	104,777	84,003	70,611	80,426	87,498	72,138	95,164	92,883
Grieco Elementary	92,440	91,601	100,365	80,466	67,638	77,039	83,814	69,100	92,304	88,972
Liberty School										
Middle School	96,177	95,305	104,424	83,720	70,373	80,155	87,203	71,895	139,659	92,570
High School	192,232	196,788	219,004	179,590	150,960	171,942	187,060	154,223	214,119	198,574
Vince Lombardi Center	31,490	-	-	27,412	23,042	26,244	28,552	23,540	-	30,308
Total School Facilities	<u>\$ 563,695</u>	<u>\$ 533,677</u>	<u>\$ 588,128</u>	<u>\$ 502,940</u>	<u>\$ 422,761</u>	<u>\$481,522</u>	<u>\$ 523,863</u>	<u>\$ 431,901</u>	<u>\$ 594,776</u>	<u>\$ 556,104</u>

Source: District Records

**ENGLEWOOD BOARD OF EDUCATION  
INSURANCE SCHEDULE  
JUNE 30, 2024  
(Unaudited)**

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy (1)		
Blanket Real and Personal Property (All Locations)		
Limits of Liability per occurrence	\$ 500,000,000	\$ 5,000
Blanket Extra Expense	50,000,000	5,000
Blanket Valuable Papers	10,000,000	5,000
Flood Zones - Per Occurrence	75,000,000	
Earthquake - Per Occurrence	50,000,000	
Terrorism - Aggregate	1,000,000	
Comprehensive General Liability	16,000,000	50,000
Automobile Liability	16,000,000	1,000
Workers Compensation	Statutory	
Cyber Liability	1,000,000	
Public Employee Dishonesty Faithful Performance Bond	500,000	1,000
Theft, Disappearance and Destruction	50,000	1,000
Forgery or Alteration	50,000	1,000
Surety Bonds (2)		
Treasurer of School Monies	350,000	
School Business Administrator/Board Secretary	362,000	

- (1) New Jersey School Boards Association Insurance Group  
(2) Hartford Fire Insurance Company

Source: District's records

**SINGLE AUDIT SECTION**



LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-1

DIETER P. LERCH, CPA, RMA, PSA  
GARY J. VINCI, CPA, RMA, PSA  
JEFFREY C. BLISS, CPA, RMA, PSA  
PAUL J. LERCH, CPA, RMA, PSA  
JULIUS B. CONSONI, CPA, PSA  
ANDREW D. PARENTE, CPA, RMA, PSA  
ELIZABETH A. SHICK, CPA, RMA, PSA  
ROBERT W. HAAG, CPA, RMA, PSA

DEBRA GOLLE, CPA  
MARK SACO, CPA  
ROBERT LERCH, CPA, PSA  
CHRISTOPHER M. VINCI, CPA, PSA  
CHRISTINA CUIFFO, CPA, PSA  
JOHN CUIFFO, CPA, PSA

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

**INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Education  
Englewood Board of Education  
Englewood, 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 audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities and each major fund of the Englewood Board of Education as of and for the fiscal year ended June 30, 2024 and the related notes to the financial statements, which collectively comprise the Englewood Board of Education's basic financial statements and have issued our report thereon dated May 7, 2025. Our report on the financial statements was modified due to a scope limitation related to our audit of cash balances, certain expenditures and payroll related charges and liabilities of the Governmental Activities and the General and Special Revenue Governmental Funds.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Englewood of Education'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 Englewood Board of Education's internal control. Accordingly, we do not express an opinion on the effectiveness of the Englewood Board of Education's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses or significant deficiencies.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items 2024-001, 2024-002, 2024-003, 2024-005, 2024-007, 2024-008 and 2024-009 to be material weaknesses.



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. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items 2024-004 and 2024-006 to be significant deficiencies.

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Englewood Board of Education's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and which are described in the accompanying schedule of findings and questioned costs as items 2024-001 through 2024-009.

We also noted certain matters that are not required to be reported under Government Auditing Standards that we reported to management of the Englewood Board of Education in a separate report entitled, "Auditor's Management Report on Administrative Findings – Financial, Compliance and Performance" dated May 7, 2025.

### **Englewood Board of Education's Responses to Findings**

Government Auditing Standards requires the auditor to perform limited procedures on the Englewood Board of Education's responses to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The Englewood Board of Education's responses were not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

### **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 Englewood Board of Education'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 Englewood Board of Education's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Lerch, Vinci & Bliss, LLP*

LERCH, VINCI & BLISS, LLP  
Certified Public Accountants  
Public School Accountants



Jeffrey C. Bliss  
Public School Accountant  
PSA Number CS00932

Fair Lawn, New Jersey  
May 7, 2025





# LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-2

DIETER P. LERCH, CPA, RMA, PSA  
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JEFFREY C. BLISS, CPA, RMA, PSA  
PAUL J. LERCH, CPA, RMA, PSA  
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JOHN CUIFFO, CPA, PSA

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

**INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Education  
Englewood Board of Education  
Englewood, New Jersey

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

***Qualified and Unmodified Opinions***

We have audited the Englewood Board of Education's compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) Compliance Supplement and the New Jersey OMB Circular 15-08 State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the Englewood Board of Education's major federal and state programs for the fiscal year ended June 30, 2024. The Englewood Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Qualified Opinion on CRRSA ESSER II, ARP ESESR III, IDEA-BASIC and Preschool Education Aid***

In our opinion, except for the possible effects of the matter described in the Basis for Qualified and Unmodified Opinions section of our report, the Englewood Board of Education complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on CRRSA ESSER II, ARP ESSER III, IDEA-BASIC and Preschool Education Aid for the fiscal year ended June 30, 2024.

***Unmodified Opinion on Each of the Other Major Federal and State Program***

In our opinion, the Englewood Board of Education complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its other major federal and state programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the fiscal year ended June 30, 2024.

***Basis for Qualified and Unmodified Opinions***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey; 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 audit requirements of New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Our responsibilities under those standards, U.S. Uniform Guidance and New Jersey OMB Circular 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 Englewood Board of Education 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 qualified and unmodified opinions on compliance for each major federal and state program. Our audit does not provide a legal determination of the Englewood Board of Education's compliance with the compliance requirements referred to above.

#### *Matter Given Rise to Qualified Opinion on CRRSA ESSER II, ARP ESESR III, IDEA-BASIC and Preschool Education Aid*

As described in the accompanying schedule of findings and questioned costs, we were unable to obtain sufficient appropriate audit evidence supporting the compliance of the Englewood Board of Education with the CRRSA ESSER II, ARP ESSER III, IDEA-Basic and Preschool Education Aid grant programs as described in finding numbers 2024-010 and 2024-011 regarding activities allowed or unallowed and allowable costs/cost principles. Consequently, we were unable to determine whether the Englewood Board of Education complied with those requirements applicable to those programs.

#### ***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, regulation, rules, and provisions of contracts or grant agreements applicable to the Englewood Board of Education's federal and state programs.

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

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Englewood Board of Education's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, Government Auditing Standards, audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, U.S. Uniform Guidance and New Jersey 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 omission, misrepresentation, 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 Englewood Board of Education's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, U.S. Uniform Guidance, and New Jersey OMB Circular 15-08, we:

- Exercise professional judgement 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 Englewood Board of Education'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 Englewood Board of Education'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 U.S. Uniform Guidance and New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of the Englewood Board of Education's internal control over compliance. Accordingly, no such opinion is expressed.

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

#### ***Other Matters***

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with U.S. Uniform Guidance and New Jersey OMB Circular 15-08 which are described in the accompanying schedule of findings and questioned costs as items 2024-012 through 2024-014. Our opinion on each major federal and state program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the Englewood Board of Education's responses to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The Englewood Board of Education's responses were not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.



## Report on Internal Control Over Compliance

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses or significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2024-009, 2024-010, 2024-011 and 2024-013 to be material weaknesses.

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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2024-012 and 2024-014 to be significant deficiencies.

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.

Government Auditing Standards requires the auditor to perform limited procedures on the Englewood Board of Education's responses to the internal control over compliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The Englewood Board of Education's responses /were not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

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 U.S. Uniform Guidance and New Jersey OMB Circular 15-08. Accordingly, this report is not suitable for any other purpose.

## Report on Schedules of Expenditures of Federal Awards Required by the U.S. Uniform Guidance and Schedule of Expenditures of State Financial Assistance Required by New Jersey OMB Circular 15-08

We have audited the financial statements of the governmental activities, the business-type activities and each major fund of the Englewood Board of Education, as of and for the fiscal year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements. We have issued our report thereon dated May 7, 2025, which contained unmodified and qualified opinions on those financial statements. Our opinion on the financial statements was modified due to a scope limitation related to the audit of cash balances, certain expenditures and payroll related charges and liabilities of the Governmental Activities and the General and Special Revenue Governmental Funds. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards as required by the U.S. Uniform Guidance and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08 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 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 schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

*LERCH, VINCI & BLISS, LLP*

LERCH, VINCI & BLISS, LLP  
Certified Public Accountants  
Public School Accountants



Jeffrey C. Bliss  
Public School Accountant  
PSA Number CS00932

**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Federal/Grantor/Pass-Through Grantor/ Program Title	Federal AL Number	FAIN Number	Grant Period	Award Amount	Balance, July 1, 2023 (Accounts Receivable	Deferred Revenue	Due to Grantor	Accounts Receivable Carryover Amount	Deferred Revenue Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments Accounts Receivable	Adjustments Deferred Revenues	Cancelled Prior Year Enc/AP	Refund of Prior Years' Balances	Balance, June 30, 2024 (Account Receivable)	Deferred Revenue	Due to Grantor	MEMO GAAP Receivable
<b>U.S. Department of Agriculture Passed-through State Department of Education</b>																			
National School Lunch Program	10.555																		*
Cash Assistance		241NJ304N1099	7/1/23-6/30/24	\$ 1,246,181						\$ 1,009,900	\$ 1,239,970					\$ (230,070)		\$	(230,070)
Cash Assistance		231NJ304N1099	7/1/22-6/30/23	1,184,689	(69,845)					69,845						-		*	
Supply Chain Assistance		241NJ304N1099	7/1/23-6/30/24	70,241						70,241	70,241							*	
Non-Cash Assistance (Food Distribution)		241NJ304N1099	7/1/23-6/30/24	212,508						212,508	209,311					\$ 3,197		*	
Non-Cash Assistance (Food Distribution)		231NJ304N1099	7/1/22-6/30/23	145,887		\$ 12,505				12,505						-		*	
After School Snack Program	10.558	241NJ304N1099	7/1/23-6/30/24	130,825	-					103,531	130,825					(27,294)		(27,294)	
After School Snack Program	10.558	231NJ304N1099	7/1/22-6/30/23	108,511	(5,846)					5,846						-		-	
Summer Food Service Program for Children	10.559	241NJ304N1099	7/1/23-6/30/24	59,383						59,383	59,383					-		-	
School Breakfast program	10.553	241NJ304N1099	7/1/23-6/30/24	378,967	-					300,480	378,967					(78,487)		(78,487)	
School Breakfast program	10.553	231NJ304N1099	7/1/22-6/30/23	319,330	(22,281)	-	-	-	-	22,281	-	-	-	-	-	-	-	-	
Total U.S. Department of Agriculture/Child Nutrition Cluster					(97,972)	12,505	-	-	-	1,854,015	2,101,202	-	-	-	-	(335,851)	3,197	-	(335,851)
<b>U.S. Department of Health and Human Services General Fund</b>																			
Medicaid Assistance Program-	93.778	2005NJ5MAP	7/1/23-6/30/24	125,976	-	-	-	-	-	125,976	125,976	-	-	-	-	-	-	-	-
FEMA - Public Assistance Grant	97.036	N/A	7/1/21-6/30/22	669,297	-	565,148	-	-	-	-	-	-	-	-	-	-	565,148	-	-
<b>U.S. Department of Education Passed-through State Department of Education</b>																			
Special Revenue Fund																			
IDEA Part B, Basic Regular	84.027A	H027A240100	7/1/23-9/30/24	1,274,105				\$ (482,278)	\$ 482,278	465,202	1,319,003					(1,291,181)	437,380	*	(853,801)
IDEA Part B, Basic Regular	84.027A	H027A230100	7/1/22-9/30/23	1,157,764	(732,056)	482,278		482,278	(482,278)	249,778						-		*	
IDEA Preschool	84.173A	H173A240114	7/1/23-9/30/24	47,677				(2,551)	2,551							(50,228)	50,228	*	-
IDEA Preschool	84.173A	H173A230114	7/1/22-9/30/23	47,267	(10,857)	2,551		2,551	(2,551)	8,306					-	-	-	*	-
ARP - IDEA Part B, Basic	84.027X	H027X220100	7/1/21-9/30/22	247,427	(215,828)			-		215,828				\$ 27,158		-	-	\$ 27,158	-
ARP - IDEA Preschool	84.173X	H173X220114	7/1/21-9/30/22	21,036	(496)		-	-		496				-	-	-	-	-	-
Special Education Cluster(IDEA)					(959,237)	484,829	-	-	-	939,610	1,319,003	-	-	27,158	-	(1,341,409)	487,608	27,158	(853,801)
<b>NCLB/ESEA</b>																			
Title III	84.365	S365A240030	7/1/23-9/30/24	104,225				(44,376)	44,376	34,783	52,658					(113,818)	95,943	*	(17,875)
Title III	84.365	S365A230030	7/1/22-9/30/23	91,220	(63,843)	44,376		44,376	(44,376)	19,467				8,325		-	8,325	*	-
Title III Immigrant	84.365	S365A240030	7/1/23-9/30/24	30,887	-	-	-	-	-	7,000	11,500	-	-	-	-	(23,887)	19,387	-	(4,500)
Title III Cluster					(63,843)	44,376	-	-	-	61,250	64,158	-	-	8,325	-	(137,705)	115,330	8,325	(22,375)
Title I	84.010	S010A240030	7/1/23-9/30/24	953,667				(103,254)	103,254	93,232	474,147					(963,689)	582,774	*	(380,915)
Title I	84.010	S010A230030	7/1/22-9/30/23	739,857	(614,013)	126,972		103,254	(103,254)	23,718				9,235		(510,759)	-	9,235	(510,759)
Title I SIA	84.010	S010A230030	7/1/22-9/30/23	44,200	(30,498)			-		30,498						-	-	-	-
Title I Reallocated	84.010	S010A220030	7/1/20-9/30/22				\$ 129	-	-	-						-	-	129	-
Title I Reallocated	84.010	S010A190030	2/1/19-9/30/19	42,304	(22,264)	-	-	-	-	-	\$ 22,264	-	-	-	-	-	-	-	-
Title I Cluster					(666,775)	126,972	129	-	-	123,730	497,865	22,264		9,235	-	(1,474,448)	582,774	9,364	(891,674)
Title II A	84.367A	S367A240029	7/1/23-9/30/24	136,844				(151,652)	151,652	71,008	211,436	77,060	\$ (77,060)			(140,428)	-	-	(140,428)
Title II A	84.367A	S367A230029	7/1/22-9/30/23	185,725	(216,288)	151,652	-	151,652	(151,652)	64,636		-		7,200	-	-	-	7,200	-
Title II A Cluster					(216,288)	151,652	-	-	-	135,644	211,436	77,060	(77,060)	7,200	-	(140,428)	-	7,200	(140,428)
Title IV	84.424A	S424A240031	7/1/23-9/30/24	40,297	-	-	-	-	-	-	-	-	-	-	-	(40,297)	40,297	-	-
Title IV Cluster					-	-	-	-	-	-	-	-	-	-	-	(40,297)	40,297	-	-
<b>Elementary and Secondary School Emergency Relief Fund (Esser)</b>																			
ESSER II - Coronavirus Supplemental Approp	84.425D	S425D230027	3/13/20-9/30/23	2,585,751	(187,932)	24,000				187,932						-	-	24,000	-
ESSER II - Learning Acceleration	84.425D	S425D230027	3/13/20-9/30/23	165,940	(156,569)	48,338				156,569	24,400			1,101		-	-	25,039	-
ESSER II - Mental Health	84.425D	S425D230027	3/13/20-9/30/23	45,000	(45,000)					45,000						-	-	-	-
ARP - ESSER III	84.425U	S425U240027	3/13/20-9/30/24	5,811,309	(3,985,677)	1,532,548				1,758,252				228,506		(3,985,677)	2,802	*	(3,982,875)
ARP - Accelerated Learning	84.425U	S425U240027	3/13/20-9/30/24	303,065	(145,483)	-				-						(145,483)	-	*	(145,483)
ARP - Based Summer	84.425U	S425U240027	3/13/20-9/30/24	40,000	(40,000)	40,000				33,972						(40,000)	6,028	*	(33,972)
ARP - Comprehension Beyond	84.425U	S425U240027	3/13/20-9/30/24	40,000	(40,000)	40,000				-						(40,000)	40,000	*	-
ARP - Homeless Children and Youth	84.425W	S425W240031	4/23/21-9/30/23	37,186	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Elementary and Secondary School Emergency Relief Fund (Esser Cluster)					(4,600,661)	1,684,886	-	-	-	389,501	1,816,624	-	-	229,607	-	(4,211,160)	48,830	49,039	(4,162,330)
<b>Passed through County of Bergen</b>																			
Coronavirus Relief Fund Grant	21.019	S425D200027	3/13/20-12/30/21	316,063	-	407				-	-	68,787	-	-	-	-	407	-	-
Non Public Digital Divide CARES Act	21.019	S377A200027	7/16/20-10/31/20	71,341	(68,787)		\$ -	-	-	-	-	68,787	-	-	-	-	-	-	-
Total Coronavirus Relief Fund Grant (CARES Cluster)					(68,787)	407	-	-	-	-	-	68,787	-	-	-	-	407	-	-
Project Image	84.293B	N/A	9/1/11-8/31/12	269,870	(28,122)							28,122				-	-	-	-
Total Special Revenue Fund					(6,603,713)	2,493,122	129	-	-	1,649,735	3,909,086	196,233	(77,060)	281,525	-	(7,345,447)	1,275,246	101,086	(6,070,608)
Total Federal Awards					\$ (6,701,685)	\$ 3,070,775	\$ 129	\$ -	\$ -	\$ 3,629,726	\$ 6,136,264	\$ 196,233	\$ (77,060)	\$ 281,525	\$ -	\$ (7,681,298)	\$ 1,843,591	\$ 101,086	\$ (6,406,459)

See Accompanying Notes to the Schedule of Expenditures of Federal Awards and State Financial Assistance

**ENGLEWOOD BOARD OF EDUCATION**  
**SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance, July 1, 2023			Carryover Amount	Cash Received	Budgetary Expenditures	Transfers	Cancelled Prior Year Enc/AP	Refund of Prior Years' Balances	Adjustments	Balance, June 30, 2024			Memo	
				(Accounts Receivable)	Deferred Revenue	Due to Grantor								(Accounts Receivable)	Deferred Revenue	Due to Grantor	GAAP Receivable	Cumulative Total Expenditures
State Department of Education																		
General Fund:																		
School Choice Aid	24-495-034-5120-068	7/1/23-6/30/24	\$ 4,494,804					\$ 4,115,011	\$ 4,494,804					\$ (379,793)			\$ 4,494,804	
School Choice Aid	23-495-034-5120-068	7/1/22-6/30/23	4,413,689	\$ (374,784)				374,784									-	
Categorical Special Education Aid	24-495-034-5120-089	7/1/23-6/30/24	2,684,606					2,457,768	2,684,606					(226,838)			2,684,606	
Categorical Special Education Aid	23-495-034-5120-089	7/1/22-6/30/23	2,342,582	(198,918)				198,918									-	
Categorical Security Aid	24-495-034-5120-084	7/1/23-6/30/24	1,201,342					1,099,834	1,201,342					(101,508)			1,201,342	
Categorical Security Aid	23-495-034-5120-084	7/1/22-6/30/23	1,201,342	(102,011)				102,011									-	
Maintenance of Equity Aid	23-495-034-5120-128	7/1/22-6/30/23	181,152	(181,152)				181,152									-	
Adjustment Aid	24-495-034-5120-085	7/1/23-6/30/24	535,621					490,363	535,621					(45,258)			535,621	
Adjustment Aid	23-495-034-5120-085	7/1/22-6/30/23	535,621	(45,482)	-	-	-	45,482		-	-	-	-		-	-	-	
Total State Aid Public Cluster				(902,347)	-	-	-	9,065,323	8,916,373	-	-	-	-	(753,397)	-	-	-	8,916,373
Categorical Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24	830,412					760,246	830,412					(70,166)			830,412	
Categorical Transportation Aid	23-495-034-5120-014	7/1/22-6/30/23	830,412	(70,514)				70,514									-	
Nonpublic School Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24	167,720					167,720						(167,720)		\$ (167,720)	167,720	
Nonpublic School Transportation Aid	23-495-034-5120-014	7/1/22-6/30/23	126,778	(126,778)	-	-	-	126,778		-	-	-	-		-	-	-	
Total Transportation Aid Cluster				(197,292)	-	-	-	957,538	998,132	-	-	-	-	(237,886)	-	(167,720)	998,132	
Extraordinary Aid	24-495-034-5120-044	7/1/23-6/30/24	1,419,133					1,419,133						(1,419,133)			1,419,133	
Extraordinary Aid	23-495-034-5120-044	7/1/22-6/30/23	1,594,179	(1,594,179)				1,594,179									-	
TPAF Social Security Contribution	24-495-034-5094-003	7/1/23-6/30/24	2,133,382					1,611,923	2,133,382					(521,459)		(521,459)	2,133,382	
TPAF Social Security Contribution	23-495-034-5094-003	7/1/22-6/30/23	2,001,374	(294,802)				294,802									-	
On-Behalf TPAF Contributions																	-	
Pension Benefit Contribution	24-495-034-5094-002	7/1/23-6/30/24	9,448,040					9,448,040									9,448,040	
Pension NCGI Premium	24-495-034-5094-004	7/1/23-6/30/24	107,750					107,750									107,750	
Post Retirement Medical Contribution	24-495-034-5094-001	7/1/23-6/30/24	2,600,736					2,600,736									2,600,736	
Long-Term Disability Insurance Contrib.	24-495-034-5094-004	7/1/23-6/30/24	3,609	-	-	-	-	3,609	3,609	-	-	-	-	-	-	-	-	
Total General Fund				(2,988,620)	-	-	-	25,683,900	25,627,155	-	-	-	-	(2,931,875)	-	(689,179)	25,627,155	
Special Revenue Fund																		
New Jersey Non-Public Aid																		
Auxiliary Services																		
Compensatory Education	24-100-034-5120-067	7/1/23-6/30/24	52,147	-				52,147	41,449					-		\$ 10,698	-	41,449
Compensatory Education	23-100-034-5120-067	7/1/22-6/30/23	42,497	-		\$ 10,081						\$ 10,081		-				
English as a Second Language	24-100-034-5120-067	7/1/23-6/30/24	38,455	-				38,455	33,969					-		4,486	-	33,969
English as a Second Language	23-100-034-5120-067	7/1/22-6/30/23	22,951	-		6,413						6,413		-				
Home Instruction	24-100-034-5120-067	7/1/23-6/30/24	2,981	-	-	-	-		2,981					(2,981)	-	-	(2,981)	2,981
Home Instruction	23-100-034-5120-067	7/1/22-6/30/23	1,188	(1,188)	-	-	-	1,188		-	-	-	-		-	-		
Total Non Public Aux. Service Aid (Chap. 192) Cluster				(1,188)	-	16,494	-	91,790	78,399	-	-	16,494	-	(2,981)	-	15,184	(2,981)	78,399
Handicapped Services																		
Examination and Classification	24-100-034-5120-066	7/1/23-6/30/24	203,786	-	-			203,786	141,232					-		62,554	-	141,232
Examination and Classification	23-100-034-5120-066	7/1/22-6/30/23	161,155	-		36,008						36,008		-				
Corrective Speech	24-100-034-5120-066	7/1/23-6/30/24	133,920	-				133,920	119,505					-		14,415	-	119,505
Corrective Speech	23-100-034-5120-066	7/1/22-6/30/23	119,691	-		12,276						12,276		-				
Supplementary Instruction	24-100-034-5120-066	7/1/23-6/30/24	121,422	-				121,422	104,489					-		16,933	-	104,489
Supplementary Instruction	23-100-034-5120-066	7/1/22-6/30/23	123,735	-	-	13,299	-			-	-	13,299	-	-	-			
Total Non Public Hand. Service Aid (Chap. 193) Cluster				-	-	61,583	-	459,128	365,226	-	-	61,583	-		-	93,902	-	365,226
Textbook Aid	24-100-034-5120-064	7/1/23-6/30/24	96,196	-				96,196	89,090					-		7,106	-	89,090
Textbook Aid	23-100-034-5120-064	7/1/22-6/30/23	108,240	-		21,110								-		13	-	
Nursing Services	24-100-034-5120-070	7/1/23-6/30/24	234,840	-				234,840	232,793		\$ 13	21,110		-				232,793
Technology Aid	24-100-034-5120-373	7/1/23-6/30/24	81,536	-				81,536	75,002					-		6,534	-	75,002
Technology Aid	23-100-034-5120-373	7/1/22-6/30/23	68,880	-		5,020						5,020		-				
Security Aid	24-100-034-5120-509	7/1/23-6/30/24	401,185	-				401,185	323,563					-		77,622	-	323,563
Security Aid	21-100-034-5120-509	7/1/20-6/30/21	343,350	-	-	4,176						4,176		-				
Security Aid	23-100-034-5120-509	7/1/22-6/30/23	399,135	-		92,384						92,384		-				
Preschool Education Aid	24-495-034-5120-086	7/1/23-6/30/24	3,455,812				\$ 476,511	3,110,231	3,746,287	\$ 311,073	291,633			(345,581)	\$ 788,742			3,746,287
Preschool Education Aid	23-495-034-5120-086	7/1/22-6/30/23	3,544,417	(354,442)	\$ 476,511		(476,511)	354,442										
Preschool Education Aid General Fund Contribution			311,073															
Turned At Risk Aid - 217	08-	7/1/07-6/30/08	817,000			7,790								\$ (7,790)				
Character ED	06-495-034-5120-053	7/1/05-6/30/08	26,494			26,494												
LEADS Grant	N/A	7/1/06-6/30/07	41,200	-		22,589								(22,589)				
Emergent & Capital Grant	24	7/1/23-6/30/24		-	-		-	69,832		-	-	-	-		69,832	-	-	
Total Special Revenue Fund				(355,630)	533,384	200,767	-	4,899,180	4,910,360	311,073	291,646	200,767	(56,873)	(348,562)	858,574	202,408	(2,981)	4,910,360

ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance, July 1, 2023				Carryover Amount	Cash Received	Budgetary Expenditures	Transfers	Cancelled Prior Year Enc/AP	Refund of Prior Years' Balances	Adjustments	Balance, June 30, 2024			Memo	
				(Accounts Receivable	Deferred Revenue	Due to Grantor	(Accounts Receivable								Deferred Revenue	Due to Grantor	GAAP Receivable	Cumulative Total Expenditures	
Enterprise Fund																			
After Bell (State)	24-100-010-3350-023	7/1/23-6/30/24	\$ 7,597		-	-			\$ 6,021	\$ 7,597					\$ (1,576)	-	\$ (1,576)	\$ 7,597	
After Bell (State)	23-100-010-3350-023	7/1/22-6/30/23	6,710	\$ (473)	-	-			473						-	-	-	-	
Summer Food Service Program for Children (	24-100-010-3350-023	7/1/23-6/30/24	1,456		-	-			1,456	1,456					-	-	-	1,456	
School Breakfast (State Share)	24-100-010-3350-023	7/1/23-6/30/24	10,510						8,204	10,510					(2,306)		(2,306)	10,510	
School Breakfast (State Share)	23-100-010-3350-023	7/1/22-6/30/23	5,581	(465)					465						-		-	-	
School Lunch (State Share)	24-100-010-3350-023	7/1/23-6/30/24	53,269		-	-			43,161	53,269	-	-	-	-	(10,108)	-	-	(10,108)	53,269
School Lunch (State Share)	23-100-010-3350-023	7/1/22-6/30/23	39,795	(2,373)	-	-			2,373		-	-	-	-	-	-	-	-	
Total Enterprise Fund				(3,311)	-	-			62,153	72,832	-	-	-	-	(13,990)	-	-	(13,990)	72,832
Total State Financial Assistance Subject to Single Audit Determination				(3,347,561)	\$ 533,384	\$ 200,767	-		30,645,233	30,610,347	\$ 311,073	\$ 291,646	\$ 200,767	\$ (56,873)	(3,294,427)	\$ 858,574	\$ 202,408	(706,150)	30,610,347
State Financial Assistance																			
Not Subject to Single Audit Determination																			
General Fund																			
On-Behalf TPAF Contributions																			
Pension Benefit Contribution	24-495-034-5094-002	7/1/23-6/30/24	9,448,040						(9,448,040)	(9,448,040)									(9,448,040)
Pension NCGI Premium	24-495-034-5094-004	7/1/23-6/30/24	107,750						(107,750)	(107,750)									(107,750)
Post Retirement Medical Contribution	24-495-034-5094-001	7/1/23-6/30/24	2,600,736						(2,600,736)	(2,600,736)									(2,600,736)
Long-Term Disability Insurance Contrib.	24-495-034-5094-004	7/1/23-6/30/24	3,609	-	-	-	-		(3,609)	(3,609)	-	-	-	-	-	-	-	-	(3,609)
Total State Financial Assistance Utilized for Calculation to Determine Major Program				\$ (3,347,561)	\$ 533,384	\$ 200,767	\$ -		\$ 18,485,098	\$ 18,450,212	\$ 311,073	\$ 291,646	\$ 200,767	\$ (56,873)	(3,294,427)	\$ 858,574	\$ 202,408	\$ (706,150)	\$ 18,450,212

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE SCHEDULES OF EXPENDITURES OF  
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 REPORTING ENTITY**

The Englewood School District (the “Board” or the “District”) received and participated in numerous Federal Award and State Financial Assistance programs in the form of cost reimbursement grants and revenue sharing entitlements. The Board is the reporting entity for these programs. The Board is defined in Note 1 (A) to the Board’s Financial Statements.

**NOTE 2 BASIS OF PRESENTATION**

The accompanying schedules of expenditures of federal awards and state financial assistance (the “Schedules”) present the activity of all federal and state programs of the Board. All federal awards received directly from federal agencies or passed through other government agencies are included on the schedule of expenditures of federal awards. All state awards received directly from state agencies or passed through other government agencies are included in the schedule of expenditures of state financial assistance. 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 OMB Circular Letter 15-08 *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*.

**NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Schedules are prepared and presented using the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These basis of accounting are described in the Notes to the Budgetary Comparison Schedules (RSI) and Note 1(D) to the Board’s financial statements, respectively. Therefore, some amounts presented in these schedules may differ from the amounts presented in, or used in the preparation of, the financial statements. The Board’s summary of significant accounting policies are described in Note 1 to the Board’s financial statements.

**NOTE 4 RELATIONSHIP TO FINANCIAL STATEMENTS**

The 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 a modified accrual basis with the exception of the revenue recognition of the delayed 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 year due to the state deferral and recording of certain state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, which may include the delayed state aid payments, whereas the GAAP basis does not. The special revenue fund also recognizes the delayed state aid payments in the current budget year, consistent with N.J.S.A. 18A:22-44.2.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is an increase of \$143,192 for the general fund and an increase of \$1,938,145 for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board’s financial statements on a GAAP basis as presented as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 125,976	\$ 25,770,347	\$ 25,896,323
Special Revenue Fund	5,792,041	4,654,506	10,446,547
Food Service Fund	<u>2,101,202</u>	<u>72,832</u>	<u>2,174,034</u>
Total Financial Assistance	<u>\$ 8,019,219</u>	<u>\$ 30,497,685</u>	<u>\$ 38,516,904</u>



**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE SCHEDULES OF EXPENDITURES OF  
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 5 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS**

Amounts reported in the accompanying schedules may not necessarily agree with the amounts reported in the related federal and state financial reports due to timing differences between the District's fiscal year and grant program years.

**NOTE 6 OTHER INFORMATION**

Revenues and expenditures reported under the Food Distribution Program as non-cash assistance represent current year value received and current year distributions, respectively. TPAF Social Security contributions in the amount of \$2,133,382 represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year ended June 30, 2024. The amount reported as TPAF Pension System Contributions in the amount of \$9,555,790, TPAF Post-Retirement Medical Benefits Contributions in the amount of \$2,600,736 and TPAF Long-Term Disability Insurance in the amount of \$3,609 represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2024.

**NOTE 7 ON-BEHALF PROGRAMS NOT SUBJECT TO STATE SINGLE AUDIT**

On-behalf State Programs for TPAF Pension, Post-Retirement Medical Benefits and Long-Term Disability Insurance Contributions are not subject to a State single audit and, therefore, are excluded from major program determination. The Schedule of State Financial Assistance provides a reconciliation of State financial assistance reported in the District's financial statements and the amount subject to State single audit and major program determination.

**NOTE 8 DE MINIMIS INDIRECT COST RATE**

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



**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

*Part I – Summary of Auditor's Results*

**Financial Statement Section**

Type of auditors' report issued on financial statements

Modified \_\_\_\_\_

Internal control over financial reporting:

1) Material weakness(es) identified?

  X   yes             no

2) Significant deficiency(ies) identified that are not considered to be material weaknesses?

  X   yes             none reported

Noncompliance material to basic financial statements noted?

  X   yes             no

**Federal Awards Section**

Internal Control over major programs:

(1) Material weakness(es) identified?

  X   yes             no

2) Significant deficiency(ies) identified that are not considered to be material weaknesses?

       yes        X   none reported

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

Modified \_\_\_\_\_

Any audit findings disclosed that are required to be reported in accordance with U.S. Uniform Guidance?

  X   yes             no

Identification of major federal programs:

<u>CFDA Number(s)</u>	<u>FAIN Number</u>	<u>Name of Federal Program or Cluster</u>
<u>84.425D</u>	<u>S425D230027</u>	<u>CRRSA ESSER II Program Cluster</u>
<u>84.425U</u>	<u>S425U240027</u>	<u>ARP - ESSER III Program Cluster</u>
<u>84.027A</u>	<u>H027A220100</u>	<u>IDEA - Basic</u>
<u>84.173A</u>	<u>H173A220114</u>	<u>IDEA - Preschool</u>
<u>84.027X</u>	<u>H027X210100</u>	<u>IDEA - Basic - ARP</u>
<u>84.173X</u>	<u>H175X210114</u>	<u>IDEA - Preschool - ARP</u>
<u>84.367A</u>	<u>S367A240029</u>	<u>Title IIA</u>

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

\$ 750,000

Auditee qualified as low-risk auditee?

       yes        X   no

## State Awards Section

      X       yes                         no

    X     yes                 none reported

Modified

      X       yes                                         no

## Non Public Security

yes                      X                      no

**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

*Part 2 – Schedule of Financial Statement Findings*

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements in accordance with Government Auditing Standards.

**Finding 2024-001**

Our audit of the monthly Treasurer's bank reconciliations revealed the following:

- The year-end bank reconciliations for the General Operating and Net Payroll accounts included numerous invalid outstanding checks.
- The bank reconciliations included numerous prior year outstanding checks.
- The Net Payroll account had a deficit balance at year end.

**Criteria or specific requirement:**

Internal Controls related to monthly bank reconciliations.

**Condition**

- The outstanding checks included numerous invalid and prior year outstanding checks.
- The Net Payroll account is in a deficit position at year end.

**Context**

- The June 30, 2024 outstanding checks included \$661,621 of invalid outstanding checks.
- The June 30, 2024 outstanding checks included a duplicate check issued in the amount of \$401,625.
- The June 30, 2024 outstanding checks included \$165,731 of checks issued in the previous fiscal year.
- The Net Payroll account had a deficit balance of \$377,739 at year end.

**Effect**

The bank reconciliations contained numerous invalid outstanding checks and the Net Payroll account was in a deficit position at year end.

**Cause**

The data breach which occurred in April 2024 required the re-entry of the financial records for the fiscal year ended June 30, 2024.

**Recommendation**

Invalid outstanding checks in the General Operating and Net Payroll accounts be reviewed and cleared of record and the cash deficit in the Net Payroll account be eliminated.

**View of Responsible Officials and Planned Corrective Action**

Management has reviewed this finding and indicated it will review and revise its procedures to ensure corrective action is taken.

**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

*Part 2 – Schedule of Financial Statement Findings*

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements in accordance with Government Auditing Standards.

**Finding 2024-002**

Our audit of employee salary and related payroll charges revealed that sufficient supporting documentation was not available to substantiate the payroll charges for the period of April 16 through June 30, 2024.

**Criteria or specific requirement:**

Internal Controls of Payroll Expenditures.

**Condition**

Detailed payroll reports by employee were not available to support the respective expenditure amounts charged to each salary and related payroll budget line accounts for the period of April 16 through June 30, 2024.

**Context**

See Condition.

**Effect**

Invalid amounts may be charged to certain payroll budget accounts.

**Cause**

The data breach which occurred in April 2024 required the District to estimate the amount charged to salary and related payroll budget line accounts for the period of April 16 through June 30, 2024.

**Recommendation**

Supporting payroll records be retained and made available to substantiate the amounts charged to the various salary and related payroll budget accounts.

**View of Responsible Officials and Planned Corrective Action**

Management has reviewed this finding and indicated it will review and revise its procedures to ensure corrective action is taken.

**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

*Part 2 – Schedule of Financial Statement Findings*

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements in accordance with Government Auditing Standards.

**Finding 2024-003**

Our audit of the monthly Treasurer's and Board Secretary's reports revealed the following:

- The Treasurer's report cash balances were not in agreement with the Board Secretary's cash balances for the year ended June 30, 2024.
- The Treasurer's and Board Secretary reports for the months of May and June 2024 were not approved by the Board in a timely manner.

**Criteria or specific requirement:**

N.J.S.A. 18A:17-36 "Accounting Monthly and Annual Reports".

**Condition**

- The Treasurer's and Board Secretary's cash records were not in agreement in total and by fund for the months of April through June 2024.
- The May and June 2024 Treasurer's and Board Secretary reports were not submitted in a timely manner.

**Context**

- The Board Secretary's cash balance exceeded the Treasurer's cash balance by \$1.2 million at June 30, 2024.
- The May and June Treasurer's and Board Secretary reports were approved in November of 2024.

**Effect**

The year-end Board Secretary records and Treasurer's reports were not in agreement in accordance with State requirements. In addition, May and June 2024 reports were not approved in a timely manner.

**Cause**

The data breach which occurred in April 2024 required the re-entry of the financial records for the fiscal year ended June 30, 2024.

**Recommendation**

The monthly financial reports and records of the Treasurer of School Monies and the Board Secretary be in agreement and submitted to the Board for approval in a timely manner.

**View of Responsible Officials and Planned Corrective Action**

Management has reviewed this finding and indicated it will review and revise its procedures to ensure corrective action is taken.

**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

*Part 2 – Schedule of Financial Statement Findings*

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements in accordance with Government Auditing Standards.

**Finding 2024-004**

Employee health benefit contributions were not transferred to the General Fund on a monthly basis.

**Criteria or specific requirement:**

Internal controls over the reimbursement of employee health benefit contributions.

**Condition**

Employee health benefit deduction contributions were not transferred from the Payroll Agency account to the General Fund on a monthly basis.

**Context**

Employee health benefit contributions in the approximate monthly amount of \$200,000 were not transferred to the General Fund for the months of January and June 2024.

**Effect**

None – adjusting journal entries were made to reflect the transfer to the General Fund.

**Cause**

Unknown.

**Recommendation**

Employee health benefit contributions be transferred to the General Fund and reimbursed to the health benefit appropriation account on a monthly basis.

**View of Responsible Officials and Planned Corrective Action**

Management agrees with this finding and has indicated that procedures will be implemented to take corrective action.

**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

*Part 2 – Schedule of Financial Statement Findings*

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements in accordance with Government Auditing Standards.

**Finding 2024-005**

Our audit of year end encumbrances and accounts payable revealed the following:

- Purchase orders classified as encumbrances were either misclassified or determined to be invalid at year end.
- Purchase orders classified as accounts payable were determined to be invalid at year end.
- Unrecorded accounts payable for services rendered during 2023/24.

**Criteria or specific requirement**

Internal controls over year end closing procedures – accounts payable and encumbrances payable.

**Condition**

Certain purchase orders classified as encumbrances payable were determined to be accounts payable or invalid at year end in both the General and Special Revenue Funds. Certain purchase orders classified as accounts payable in both the General and Special Revenue Funds were determined to be invalid at year end. Certain charges for services rendered in the fiscal year ended June 30, 2024 in the General, Special Revenue and Food Service Funds were unrecorded at year end.

**Context**

- Encumbrances recorded in the General Fund in the amount of \$1,486,928 were reclassified to accounts payable and \$8,202,374 were cancelled.
- Encumbrances recorded in the Special Revenue Fund in the amounts of \$77,603 were reclassified to accounts payable and \$2,496,056 were cancelled.
- Accounts payable recorded in the General Fund and Special Revenue Fund were cancelled in the amounts of \$160,859 and \$546,584.
- Unrecorded liabilities were noted in the General, Special Revenue and Food Service Funds in the respective amounts of \$1,883,388, \$167,329 and \$82,247, respectively.

**Effect**

The financial statement account balances for encumbrances payable and accounts payable may be misstated at year end. However, audit adjustments were made to adjust the financial account balances.

**Cause**

Purchase orders were not reviewed to ensure that services were accrued and or properly classified and charged at year end.

**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

*Part 2 – Schedule of Financial Statement Findings*

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements in accordance with Government Auditing Standards.

**Finding 2024-005 (Continued)**

**Recommendation**

Internal controls be enhanced to ensure that purchase orders are reviewed, properly classified and cancelled at year end if no longer valid. In addition, all liabilities be properly accrued as accounts payable at year end.

**View of Responsible Officials and Planned Corrective Action**

Procedures will be implemented to ensure that open purchase orders are reviewed and properly classified at year end.



**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

*Part 2 – Schedule of Financial Statement Findings*

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements in accordance with Government Auditing Standards.

**Finding 2024-006**

Our audit revealed that reimbursement requests were not submitted to the State for the employer's share of social security (FICA) contributions for Teachers Pension and Annuity Fund (TPAF) members regular base wages on a timely basis.

**Criteria or Specific Requirement**

Internal controls over TPAF FICA reimbursement requests.

**Condition**

Bi-monthly reimbursement requests for each payroll were not submitted to the State for the employer's share of social security contributions for eligible TPAF members wages after each pay period.

**Context**

Reimbursement requests for the period of April 30 through June 30, 2024 in the amount of \$521,459 were not requested from the State on a timely basis. The District was subsequently reimbursed for the State's share of FICA contributions in the full amount of \$521,459.

**Effect**

The untimely filing of State reimbursements related to TPAF FICA contributions for eligible TPAF members wages may result in the forfeiture of said reimbursement.

**Cause**

See Condition.

**Recommendation**

Internal controls be enhanced to ensure reimbursement requests are submitted to the State after each bi-monthly payroll for the employer's share of social security contributions for TPAF members eligible regular base wages on a timely basis.

**View of Responsible Officials and Planned Corrective Action**

Management has reviewed this finding and indicated it will review and revise its procedures to ensure corrective action is taken.

**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

*Part 2 – Schedule of Financial Statement Findings*

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements in accordance with Government Auditing Standards.

**Finding 2024-007**

We noted fifty-seven (57) budget line accounts in the General Fund and twelve (12) budget line accounts in the Special Revenue Fund that were overexpended at June 30, 2024.

**Criteria or Specific Requirement:**

GAAP Technical Systems Manual; NJAC 6A:23A-13.3

**Condition:**

Numerous budgetary line item expenditures exceeded available appropriations resulting in year-end line item overexpenditures.

**Context:**

See Finding.

**Effect:**

The District incurred expenditures without sufficient appropriations available resulting in overexpenditures of the various line items in the General Fund and Special Revenue Fund budgets.

**Cause:**

Unknown

**Recommendation:**

Internal controls be reviewed to ensure sufficient budget appropriations are available for each line item prior to the expenditure of funds in the General and Special Revenue Funds.

**View of Responsible Officials and Planned Corrective Actions:**

Management has reviewed this finding and indicated it will review and revise its procedures to ensure corrective action is taken.

**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

*Part 2 – Schedule of Financial Statement Findings*

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements in accordance with Government Auditing Standards.

**Finding 2024-008**

Our audit revealed that overpayments were made to the IRS for payroll taxes related to the quarter ending June 30, 2024.

**Criteria or Specific Requirement**

Internal controls over Payroll Tax Reporting and Payments.

**Condition**

Two extra payments were remitted to the IRS for payroll taxes related to the quarter ending June 30, 2024.

**Context**

Federal payroll taxes for the quarter ending June 30, 2024 were overpaid in the net amount of \$716,862. It was noted that the overpayment was subsequently refunded to the District on April 15, 2025.

**Effect**

Payroll tax payments were overpaid for the quarter ending June 30, 2024.

**Cause**

As a result of the data breach which occurred in April 2024, sufficient payroll records were unavailable to support the federal tax payments.

**Recommendation**

Federal payroll taxes paid and remitted be in agreement with the respective payroll records for each pay period.

**View of Responsible Officials and Planned Corrective Action**

Management has reviewed this finding and indicated it will review and revise its procedures to ensure corrective action is taken.

**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

***Part 2 – Schedule of Financial Statement Findings***

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by Uniform Guidance and New Jersey OMB's Circular 15-08, as amended.

**Finding 2024-009**

On April 19, 2024 the District was the victim of a cyber attack that resulted in the full loss of all information technology (IT) supported systems which included finance, payroll, human resources and student information data bases.

**Criteria or Specific Requirement**

Internal controls related to Information Technology (IT) programs and policies.

**Condition**

See Finding.

**Context**

See Condition.

**Effect**

As a result of the cyber-attack the District was required to complete a comprehensive rebuild for all IT supported services for the 2023/24 fiscal year.

**Cause**

April 19, 2024 cyber-attack.

**Recommendation**

An IT disaster recovery plan be developed and implemented which details the identification of possible threats, data backup and recovery strategies and the District regularly test the plan to ensure proper implementation.

**View of Responsible Officials and Planned Corrective Action**

Management has reviewed this finding and indicated it will review and revise its procedures to ensure corrective action is taken.

**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

*Part 3 – Schedule of Federal and State Award Findings and Questioned Costs*

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by Uniform Guidance and New Jersey OMB's Circular 15-08, as amended.

**CURRENT YEAR FEDERAL AWARDS**

**Finding 2024-010**

Our audit of employee salary and related payroll charges revealed that sufficient supporting documentation was not available to substantiate the payroll charges for the period of April 16 through June 30, 2024.

**Federal Program Information**

CRRSA – ESSER II	84.425D
ARP – ESSER III	84.425U
IDEA Basic	84.027

**Criteria or Specific Requirement**

Federal Grant Compliance Supplements

**Condition**

Detailed payroll reports by employee were not available to support the respective expenditure amounts charged to each salary and related payroll budget line account for the period of April 16 through June 30, 2024.

**Questioned Costs**

Unknown.

**Context**

See Condition.

**Effect**

Invalid amounts may be charged to certain payroll budget accounts.

**Cause**

The data breach which occurred in April 2024 required the District to estimate the amounts charged to salary and related payroll budget line accounts for the period of April 16 through June 30, 2024.

**Recommendation**

Supporting payroll records be retained and made available to substantiate the amounts charged to the various salary and related payroll budget accounts.

**View of Responsible Officials and Planned Corrective Action**

Management has reviewed this finding and indicated it will review and revise its procedures to ensure corrective action is taken.

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

**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

*Part 3 – Schedule of Federal and State Award Findings and Questioned Costs*

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

**CURRENT YEAR STATE AWARDS**

**Finding 2024-012**

Our audit of the monthly Treasurer's and Board Secretary's reports revealed the following:

- The Treasurer's report cash balances were not in agreement with the Board Secretary's cash balances for the year ended June 30, 2024.
- The Treasurer's and Board Secretary reports for the months of May and June 2024 were not approved by the Board in a timely manner.

**State Program Information**

Special Education Aid	495-034-5120-089
Security Aid	495-034-5120-084
Adjustment Aid	495-034-5120-085
School Choice Aid	495-034-5120-068

**Criteria or specific requirement:**

State Grant Compliance Supplement – State Aid Public  
N.J.S.A. 18A:17-36 “Accounting Monthly and Annual Reports”.

**Condition**

- The Treasurer's and Board Secretary's cash records were not in agreement in total and by fund for the months of April through June, 2024.
- The May and June 2024 Treasurer's and Board Secretary reports were not submitted in a timely manner.

**Questioned Costs**

Unknown

**Context**

- The Board Secretary's cash balance exceeded the Treasurer's cash balance by \$1.2 million at June 30, 2024.
- The May and June Treasurer's and Board Secretary reports were approved in November of 2024.

**Effect**

The year-end Board Secretary records and Treasurer's reports were not in agreement in accordance with State requirements. In addition, May and June 2024 reports were not approved in a timely manner.

**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

***Part 3 – Schedule of Federal and State Award Findings and Questioned Costs***

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

**CURRENT YEAR STATE AWARDS**

**Finding 2024-012 (Continued)**

**Cause**

The data breach which occurred in April 2024 required the re-entry of the financial records for the fiscal year ended June 30, 2024.

**Recommendation**

The monthly financial reports and records of the Treasurer of School Monies and the Board Secretary be in agreement and submitted to the Board for approval in a timely manner.

**View of Responsible Officials and Planned Corrective Action**

Management has reviewed this finding and indicated it will review and revise its procedures to ensure corrective action is taken.



**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

***Part 3 – Schedule of Federal and State Award Findings and Questioned Costs***

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

**CURRENT YEAR STATE AWARDS**

**Finding 2024-013**

Employee health benefit contributions were not transferred to the General Fund on a monthly basis.

**State Program Information:**

Special Education Aid	495-034-5120-089
Security Aid	495-034-5120-084
Adjustment Aid	495-034-5120-085
School Choice Aid	495-034-5120-068
Preschool Education Aid	495-034-5120-086

**Criteria or specific requirement:**

State Grant Compliance Supplement – State Aid Public  
Internal controls over the reimbursement of employee health benefit contributions.

**Condition**

Employee health benefit deduction contributions were not transferred from the Payroll Agency account to the General Fund on a monthly basis.

**Questioned Costs**

None.

**Context**

Employee health benefit contributions in the approximate monthly amount of \$200,000 were not transferred to the General Fund for the months of January and June, 2024.

**Effect**

None – adjusting journal entries were made to reflect the transfer to the General Fund.

**Cause**

Unknown.

**Recommendation**

Employee health benefit contributions be transferred to the General Fund and reimbursed to the health benefit appropriation account on a monthly basis.

**View of Responsible Officials and Planned Corrective Action**

Management agrees with this finding and has indicated that procedures will be implemented to take corrective action.

**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

*Part 3 – Schedule of Federal and State Award Findings and Questioned Costs*

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

**CURRENT YEAR STATE AWARDS**

**Finding 2024-014**

We noted fifty-seven (57) budget line accounts in the General Fund and twelve (12) budget line accounts in the Special Revenue Fund that were overexpended at June 30, 2024.

**State Program Information**

Special Education Aid	495-034-5120-089
Security Aid	495-034-5120-084
Adjustment Aid	495-034-5120-085
School Choice Aid	495-034-5120-068
Preschool Education Aid	495-034-5120-086

**Criteria or Specific Requirement:**

State Grant Compliance Supplements – State Aid Public/Preschool Education Aid – Special Tests and Provisions

**Condition:**

Numerous budgetary line item expenditures exceeded available appropriations resulting in year-end line item overexpenditures.

**Questioned Costs:**

None

**Context:**

See Finding.

**Effect:**

The District incurred expenditures without sufficient appropriations available resulting in overexpenditures of the various line items in the General Fund and Special Revenue Fund budgets.

**Cause:**

Unknown

**Recommendation:**

Internal controls be reviewed to ensure sufficient budget appropriations are available for each line item prior to the expenditure of funds in the General and Special Revenue Funds.

**View of Responsible Officials and Planned Corrective Actions:**

Management has reviewed this finding and has indicated that corrective action will be taken.