

**SCHOOL DISTRICT OF THE
BOROUGH OF ENGLEWOOD CLIFFS
COUNTY OF BERGEN, NEW JERSEY
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2024**

School District
of
Englewood Cliffs

ENGLEWOOD CLIFFS PUBLIC SCHOOLS
Englewood Cliffs, New Jersey

Annual Comprehensive Financial Report
Year Ended June 30, 2024

Annual Comprehensive Financial Report

of the

**ENGLEWOOD CLIFFS PUBLIC SCHOOLS
Englewood Cliffs, New Jersey**

Year Ended June 30, 2024

Prepared by

**Julyana Ortiz
Board Secretary/Business Administrator**

**ENGLEWOOD CLIFFS BOARD OF EDUCATION
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INTRODUCTORY SECTION

ENGLEWOOD CLIFFS PUBLIC SCHOOLS

143 Charlotte Place
Englewood Cliffs, NJ 07632-2681
Telephone (201) 567-7292 FAX: (201) 567-2738



Jennifer Brower, Ed.D.
Superintendent of Schools

Julyana Ortiz
Business Administrator/Board Secretary

November 22, 2024

Honorable President and
Members of the Board of Education
Englewood Cliffs School District
County of Bergen, New Jersey

Dear Board Members:

The annual comprehensive financial report of the Englewood Cliffs School District (District) for the fiscal year ending June 30, 2024 is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentations, 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, the district's organizational chart and a list of principal officials. The financial section includes the basic financial statements, management's discussion and analysis and the independent 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 Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the schedule of expenditures of state financial assistance as required by NJ OMB 15-08.

Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings recommendations are included in the single audit section of the report.

1) Reporting Entity and Its Services: The Englewood Cliffs School District is an independent reporting entity with the criteria adopted by GASB as established by GASB Statement No. 14. All funds and account groups of the District are included in this report. The Englewood Cliffs Board of Education and all its schools constitute the District's reporting entity. The District provides a full range of services appropriate to grade level Pre-K through 8. These programs include regular and inclusive special education services for handicapped children. The district completed the 2023-2024 fiscal year with 433 students on roll as submitted on our Application for State School Aid, which represents 16 students above the previous year's enrollment. The following details the changes in the student enrollment of the District over the last five years.

AVERAGE DAILY ENROLLMENT

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2023-2024	433	+3.84
2022-2023	417	-2.34
2021-2022	427	-11.59
2020-2021	483	-0.01
2019-2020	489	-0.0

2) Economic Conditions and Outlook: The tax revenue producing areas of Englewood Cliffs have limited growth. Given the current economic climate, it can be expected that this will continue to have an impact on the district's revenues for the foreseeable future.

3) Major Initiatives: We continue to increase the use of technology in our everyday curriculum and the use of Reading, Writing and Math Workshop in Grades K-8 is ongoing. We continue to have professional development in responsive classrooms with the goal to build the capacity of teachers to utilize language to convey subtle and important messages to their students and to motivate them to complete all tasks even when the task is challenging.

With all of the initiatives, we continue to track the progress of these programs and to refine our current programs to ensure the success of each child in our school district. With all new and existing programs in place, the Englewood Cliffs School district continues to be positioned to be a leader in the educational reform movement.

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 and misuse and to ensure that adequate accounting data are compiled to allow for the presentation 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 require estimate and judgments by management.

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

As part of the District's single audit 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. Annual appropriated budgets are adopted for the general fund and the special revenue fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchasing commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be appropriated are reported as reservations of fund balance at June 30, 2024.

6) 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 depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (“GUDPA”) GUDPA was enacted in 1970 to protect Governmental Units from loss of funds on deposit with failing banking institutions 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.

7) Risk Management: The Board carries various forms of insurance, including but not limited to general liability, hazards and theft insurance on property and contents, fidelity bonds, and student accident. The Board participates in a self-insurance pool (43 school districts) for workers’ compensation as a member of the Northeast Bergen County School Board Insurance Group.

8) Other Information - Independent Audit: State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Wielkotz & Company LLC. was selected by the Board. In addition to meeting requirements set forth in state statutes, the audit also was designed to meet the requirements of the Title 2 U.S. Code of Federal Regulations, Part 2, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the schedule of expenditures of state financial assistance as required by NJ OMB 15-08. The auditor’s report on the general-purpose financial statements and combined and individual fund statement and schedules is included in the financial section of this report. The auditor’s report relates specifically to the single audits are included in the single audit section of this report.

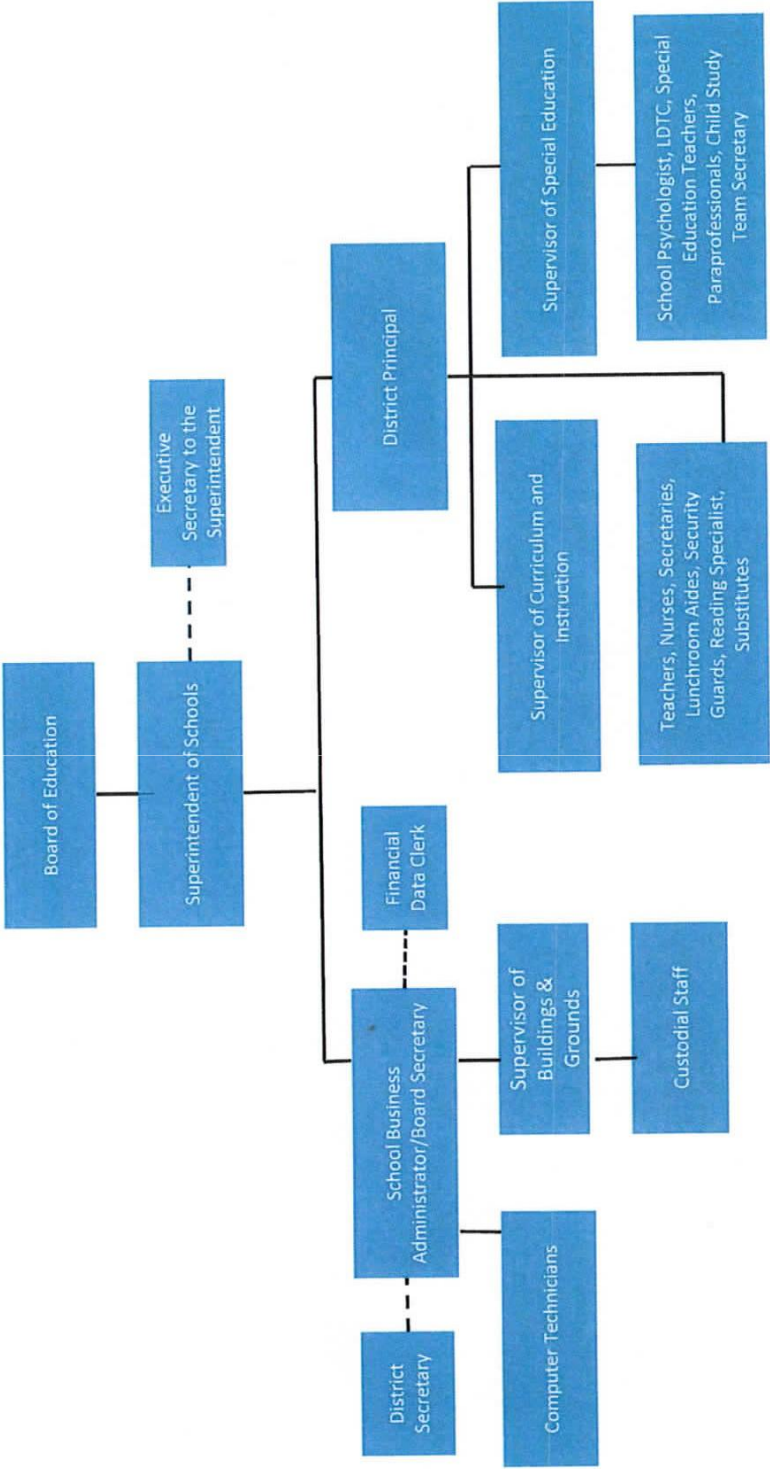
9) Acknowledgements: We would like to express our appreciation to the members of the Englewood Cliffs School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of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

Respectfully submitted,

A handwritten signature in cursive script, appearing to read "Jennifer Brower".

Jennifer Brower
Superintendent of Schools

Englewood Cliffs School District Organizational Chart



BOROUGH OF ENGLEWOOD CLIFFS SCHOOL DISTRICT

ROSTER OF OFFICIALS

JUNE 30, 2024

<u>Members of the Board of Education</u>	<u>Term Expires</u>
---	----------------------------

Shanna Jafri, President	2024
Kevin Liao, Vice-President	2025
Philip K. Choi	2026
George Drimones	2024
Andrew Keum	2025
Athena M. Lolis	2024
Susan Pak	2025
Kimara Patton	2026
Jennifer Drimones	2026

Other Officials

Jennifer Brower, Ed. D., Superintendent of Schools
Colin Winch, Principal
Julyana Ortiz, Business Administrator/Board Secretary
Charles A. Hangley, Treasurer of School Monies

**ENGLEWOOD CLIFFS BOARD OF EDUCATION
ENGLEWOOD CLIFFS, NEW JERSEY**

CONSULTANTS AND ADVISORS

AUDIT FIRM

Wielkott & Co., LLC
401 Wanaque Avenue
Pompton Lakes, NJ 07442

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Fogarty & Hara
Attorneys at Law
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OFFICIAL DEPOSITORY

Connect One Bank
180 Sylvan Avenue
Englewood Cliffs, New Jersey 07632

FINANCIAL SECTION



WIELKOTZ & COMPANY LLC

CERTIFIED PUBLIC ACCOUNTANTS

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DAVID BOTTGE, CPA, RMA, PSA
PAUL J. CUVA, CPA, RMA, PSA
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INDEPENDENT AUDITOR'S REPORT

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

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund of the Board of Education of the Borough of Englewood Cliffs School District, in the County of Bergen, State of New Jersey, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities and each major fund of the Borough of Englewood Cliffs Board of Education, in the County of Bergen, State of New Jersey, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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



Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, 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 Cliffs Board of Education's ability to continue as a going concern for the next twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

Honorable President and
Members of the Board of Education
Page 3.

- 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 Englewood Cliffs 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 judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Englewood Cliffs 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Budgetary Comparison Information, Schedules Related to Accounting and Reporting for Pensions, and Other Post Employment Benefits identified in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the 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.



Honorable President and
Members of the Board of Education
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Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough of Englewood Cliffs Board of Education's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and 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 the schedule of expenditures of state financial assistance as required by NJ OMB 15-08 and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the 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 the schedule of expenditures of state financial assistance as required by NJ OMB 15-08 are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, 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 the schedule of expenditures of state financial assistance as required by NJ OMB 15-08 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and statistical data section has not been subject to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.



Honorable President and
Members of the Board of Education
Page 5.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 22, 2024 on our consideration of the Borough of Englewood Cliffs 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 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 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 Cliffs Board of Education's internal control over financial reporting and compliance.

Steven D. Wielkotz

Steven D. Wielkotz, C.P.A.
Licensed Public School Accountant
No. 816

Wielkotz & Company, LLC

WIELKOTZ & COMPANY, LLC
Certified Public Accountants
Pompton Lakes, New Jersey

November 22, 2024



**REQUIRED SUPPLEMENTARY
INFORMATION - PART I**

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION
ENGLEWOOD CLIFFS, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

The discussion and analysis of the Borough of Englewood Cliffs Board of Education's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2024. The intent of this discussion and analysis is to look at the District's financial performance as a whole and should not be interpreted as a replacement for the audit which consists of the financial statements and other supplemental information that presents all the District's revenues and expenditures by program for the General Fund, Special Revenue Fund, Capital Projects Fund, Enterprise Fund.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the Englewood Cliffs Board of Education exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$9,084,037. (Net Position)
- In total, net position increased by \$621,031. Net position of governmental activities increased by \$605,142 and net position of business-type activity increased by \$15,889.
- General revenues accounted for \$15,173,145 in revenue or 83 percent of all governmental and business-type activities revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$3,071,987 or 17 percent of total revenues of \$18,245,132.
- The School District had \$17,558,805 in expenses related to governmental activities; only \$2,990,802 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily grants, entitlements and property taxes) of \$15,173,145 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 \$5,162,049.
- The General Fund fund balance at June 30, 2024 was \$5,117,310 a decrease of \$1,433,773 compared to the ending fund balance at June 30, 2023 of \$6,551,083.
- The General Fund unassigned budgetary fund balance at June 30, 2024 was \$692,299 which represents an increase of \$364,239 compared to the ending unassigned budgetary fund balance at June 30, 2023 of \$328,060. The increase is primarily the result of decreases in reservations of fund balance for outstanding encumbrances and the amount of fund balance reserved for use in the subsequent years budget.

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION
ENGLEWOOD CLIFFS, NJ**

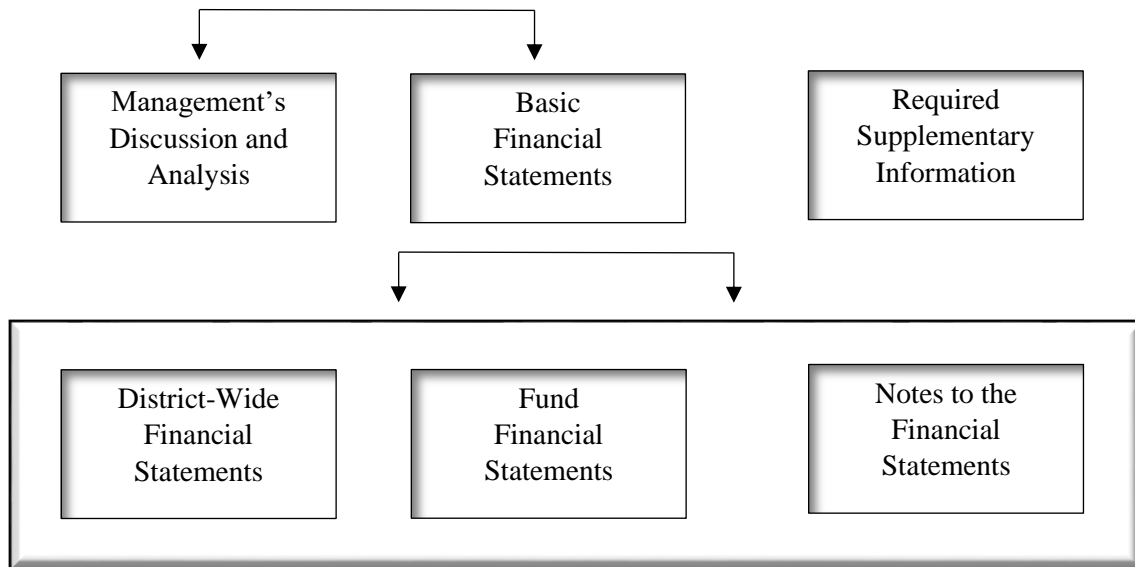
**MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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 district 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.



**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION
ENGLEWOOD CLIFFS, NJ**

**MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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 detailed 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	Fiduciary Funds
Scope	Entire district (except fiduciary funds)	The activities of the district that are not proprietary or fiduciary, such as regular and special education and building maintenance	Activities the district operates similar to private businesses: Enterprise fund	Instances in which the district administers resources on behalf of someone else, such as custodial accounts
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 Fund Net Position Statement of Cash Flows	Statements of Fiduciary Net Position Statement of Changes In Fiduciary Net Position
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of Asset/ Deferred Outflows/ Inflows of Resources/ Liability Information	All assets, deferred outflows/inflows of resources and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be utilized and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term funds do not currently contain capital assets
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	All additions and deductions during the year, regardless of when cash is received or paid

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION
ENGLEWOOD CLIFFS, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(CONTINUED)**

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements and notes to those statements. The statements are organized so the reader can understand the District as a whole (district-wide statements), and then proceed to provide an increasingly detailed look at specified financial activities.

District-Wide Financial Statements

The *statement of net position and statement of activities* reports information about the District as a whole and about its activities in a manner that helps answer the question, "Is the District better or worse off as a result of the year's activities?" These statements include all assets and liabilities of the District using the accrual basis of accounting, similar to the accounting used by private sector corporations. All of the current year's revenues and expenses are taken into consideration regardless of when cash is received or paid.

Both of the district-wide financial statements distinguish functions of the Borough of Englewood Cliffs Board of Education that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*).

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

- Governmental Activities – All of the school district's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- Business-type Activity – This service is provided on a charge for goods and services basis to recover all the expenses of the goods or services provided. The Special Milk Fund, Invengineering Program and Enrichment Program are reported as business activities.

The two statements report the District's net position and changes in them. The change in net position can be utilized by a reader to assist in determining whether the District's financial health is improving or deteriorating. However, the reader should also consider non-financial factors such as property tax base, current New Jersey laws restricting revenue growth, student enrollment growth, facility conditions, required educational programs and other factors in determining the District's overall financial health.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Borough of Englewood Cliffs Board of Education, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the district's funds can be divided into two categories: Governmental Funds, and Proprietary Funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the district-wide financial statements. However, unlike the district-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on balances of *spendable resources* available at the end of the fiscal year. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be readily converted to cash.

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION
ENGLEWOOD CLIFFS, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(CONTINUED)**

USING THIS ANNUAL REPORT, (continued)

Because the focus of governmental funds is narrower than that of the district-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the district-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities* (reported in the Statement of Net Position and the Statement of Activities).

The Borough of Englewood Cliffs Board of Education maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures and changes in fund balances for the general, special revenue, capital projects funds, and debt service funds, which are both considered to be major funds.

The Borough of Englewood Cliffs Board of Education adopts annual appropriated budgets for its governmental funds. A budgetary comparison statement has been provided for the general, special revenue, and debt service funds to demonstrate compliance with their budgets.

Proprietary Funds

Proprietary funds use the accrual basis of accounting, the same as on the district-wide statements, therefore the statements will essentially match the business-type activities portion of the district-wide statements. The Borough of Englewood Cliffs Board of Education uses proprietary funds to account for its special milk and enrichment programs.

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.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain requires supplementary information. The first part of required supplementary information is 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 these funds as required supplementary information. The required supplementary information can be found following notes to the financial statements.

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

Combining statements and schedules are presented immediately following the required supplementary information.

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION
ENGLEWOOD CLIFFS, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(CONTINUED)**

DISTRICT-WIDE FINANCIAL ANALYSIS

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

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

The School District's net position was \$9,084,037 at June 30, 2024 and \$8,463,006 at June 30, 2023. Restricted net position is reported separately to show legal constraints that limit the School District's ability to use the net position for day-to-day operations. Our analysis below focuses on the net position (Table 1) and change in net position (Table 2) of the School District.

Table 1

**Net Position
June 30,**

	<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>
Assets						
Current and Other Assets	5,746,673	7,118,873	56,750	40,861	5,803,423	7,159,734
Capital Assets	<u>6,827,544</u>	<u>5,119,203</u>	<u> </u>	<u> </u>	<u>6,827,544</u>	<u>5,119,203</u>
Total Assets	<u>12,574,217</u>	<u>12,238,076</u>	<u>56,750</u>	<u>40,861</u>	<u>12,630,967</u>	<u>12,278,937</u>
Deferred Outflows:						
Deferred Outflows of Resources						
Related to PERS	<u>290,942</u>	<u>389,259</u>	<u> </u>	<u> </u>	<u>290,942</u>	<u>389,259</u>
Total Deferred Outflows	<u>290,942</u>	<u>389,259</u>	<u> </u>	<u> </u>	<u>290,942</u>	<u>389,259</u>
Liabilities						
Other Liabilities	805,001	725,774			805,001	725,774
Noncurrent Liabilities	<u>2,695,271</u>	<u>2,867,460</u>	<u> </u>	<u> </u>	<u>2,695,271</u>	<u>2,867,460</u>
Total Liabilities	<u>3,500,272</u>	<u>3,593,234</u>	<u> </u>	<u> </u>	<u>3,500,272</u>	<u>3,593,234</u>
Deferred Inflows:						
Deferred Inflows of Resources						
Related to PERS	<u>337,600</u>	<u>611,956</u>	<u> </u>	<u> </u>	<u>337,600</u>	<u>611,956</u>
Total Deferred Outflows	<u>337,600</u>	<u>611,956</u>	<u> </u>	<u> </u>	<u>337,600</u>	<u>611,956</u>
Net Position						
Invested in Capital Assets, Net of Related Debt	6,805,465	5,075,391			6,805,465	5,075,391
Restricted	4,533,039	6,323,418			4,533,039	6,323,418
Unrestricted	<u>(2,311,217)</u>	<u>(2,976,664)</u>	<u>56,750</u>	<u>40,861</u>	<u>(2,254,467)</u>	<u>(2,935,803)</u>
Total Net Position	<u>9,027,287</u>	<u>8,422,145</u>	<u>56,750</u>	<u>40,861</u>	<u>9,084,037</u>	<u>8,463,006</u>

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION
ENGLEWOOD CLIFFS, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(CONTINUED)**

DISTRICT-WIDE FINANCIAL ANALYSIS, (CONTINUED)

Changes in Net Position

The District's total net position increased \$621,031 over the course of the 2023-2024 fiscal year. Net position invested in capital assets increased \$1,730,074, restricted net position decreased \$1,790,379 and unrestricted net position decreased \$681,336. (See Table 1)

Net position invested in capital assets increased primarily due to completion of various improvement projects such as a roof replacement and renovations to science labs and the understage area.

Restricted net position decreased primarily due to a significant decrease in year end encumbrances.

Unrestricted net position decreased mainly due to changes in deferred outflows and inflows related to pensions and decreases in the net position liability.

Table 2

**Changes in Net Position
Year Ended June 30,**

	<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>
Revenues						
Program Revenues:						
Charges for Services and Sales	62,000	59,961	81,185	49,640	143,185	109,601
Operating Grants and Contributions	2,928,802	2,987,111			2,928,802	2,987,111
General Revenues:						
Taxes:						
Property taxes, levied for general purposes	14,714,200	14,425,686			14,714,200	14,425,686
Federal and State Aid - Capital Outlay	55,333	38,362			55,333	38,362
Tuition Received	244,850	180,524			244,850	180,524
Miscellaneous Income	<u>158,762</u>	<u>111,030</u>			<u>158,762</u>	<u>111,030</u>
Total Revenues and Transfers	<u>18,163,947</u>	<u>17,802,674</u>	<u>81,185</u>	<u>49,640</u>	<u>18,245,132</u>	<u>17,852,314</u>

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION
ENGLEWOOD CLIFFS, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(CONTINUED)**

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

	<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>
Functions/Program Expenses						
Instruction:						
Regular	4,427,147	4,137,921			4,427,147	4,137,921
Special Education	1,019,736	816,482			1,019,736	816,482
Other Special Instruction	311,871	372,111			311,871	372,111
Other Instruction	251,408	228,351			251,408	228,351
Support Services:						
Tuition	2,122,798	1,994,980			2,122,798	1,994,980
Student & Instruction Related Services	2,722,544	2,514,283			2,722,544	2,514,283
School Administrative Services	236,570	281,459			236,570	281,459
General Administrative Services	381,965	434,714			381,965	434,714
Central Administration	333,023	230,376			333,023	230,376
Administrative Information Technology	28,865	45,592			28,865	45,592
Plant Operations and Maintenance	1,271,621	1,181,292			1,271,621	1,181,292
Pupil Transportation	977,421	1,004,463			977,421	1,004,463
Unallocated Benefits	2,749,324	2,919,999			2,749,324	2,919,999
Capital Outlay - nondepreciable	176,589	75,147			176,589	75,147
Special Milk Fund			1,002		1,002	0
Invengineering Program			850	2,250		
Enrichment Program			63,444	47,118	63,444	47,118
Unallocated Depreciation	<u>547,923</u>	<u>426,694</u>	<u> </u>	<u> </u>	<u>547,923</u>	<u>426,694</u>
Total Expenses	<u>17,558,805</u>	<u>16,663,864</u>	<u>65,296</u>	<u>49,368</u>	<u>17,624,101</u>	<u>16,713,232</u>
Increase or (Decrease) in						
Net Position	<u>605,142</u>	<u>1,138,810</u>	<u>15,889</u>	<u>272</u>	<u>621,031</u>	<u>1,139,082</u>

The District's net position increased \$621,031 - an increase of \$605,142 from its governmental activities and an increase of \$15,889 from its business-type activities (See Table 2).

Changes in Results of Operations:

Revenues from governmental activities increased by \$361,273 mainly due to increases in the tax levy, tuition and miscellaneous income.

Expenses from governmental activities increased by \$894,941, mainly due to increased instruction and student instruction-related services expenditures.

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION
ENGLEWOOD CLIFFS, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(CONTINUED)**

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

Governmental Activities

Net position from the District's governmental activities increased by \$605,142 during the fiscal year. However, maintaining existing programs, the increases in special programs and services for students with special needs and the cost of employee benefits has placed great demand on the District's financial resources. As a result, careful management of expenses remains essential for the District to sustain its financial health.

Table 3 below presents the cost of seven major District activities: Instruction, student and instruction related services, administration and business, maintenance and plant operations, transportation, benefits and other. The table also reflects each activity's net cost (total cost less fees generated by the activities and other governmental aid provided for specific programs). The net cost reflects the remaining costs covered by the District's taxpayers.

**Table 3
Net Cost of Governmental Activities**

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2023-2024</u>	<u>2022-2023</u>	<u>2023-2024</u>	<u>2022-2023</u>
Instruction	6,010,162	5,554,865	5,270,269	4,934,777
Student and Related Instruction	4,845,342	4,509,263	4,294,362	4,056,181
Administrative and Business	980,423	992,141	980,423	992,141
Plant Maintenance and Operations	1,271,621	1,181,292	1,234,923	1,144,594
Transportation	977,421	1,004,463	774,675	863,166
Benefits	2,749,324	2,919,999	1,288,839	1,147,822
Other	<u>724,512</u>	<u>501,841</u>	<u>724,512</u>	<u>501,841</u>
	<u>17,558,805</u>	<u>16,663,864</u>	<u>14,568,003</u>	<u>13,640,522</u>

As reported in the Statement of Activities the cost of all of our governmental activities was \$17,558,805. However, the amount that our taxpayers ultimately financed for these activities through School District taxes \$14,714,200 because some of the cost was paid by those who benefitted from the programs \$62,000, by other governments and organizations who subsidized certain programs with grants and contributions of \$2,928,802, unrestricted federal and state aid of \$0, restricted federal and state aid for capital outlay of \$55,333, tuition of \$244,850 and miscellaneous sources of \$158,762.

Business-Type Activities

The net position of the District's business-type activities increased by \$15,889. This increase is directly related to the District's Enrichment and Invengineering program activity. Significant financial results include the following:

- Enrichment and Invengineering program revenue exceeded expenses by \$16,891.
- Program fees totaled \$81,185. This represents tuition and program fees.
- The District's milk fund was officially closed during fiscal year 2023-2024 with a transfer to the General Fund of \$1,002.

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION
ENGLEWOOD CLIFFS, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(CONTINUED)**

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

Financial Analysis of the District's Funds

Total fund balance in the District's governmental funds decreased by \$1,428,366. The fund balance in the General Fund decreased by \$1,433,773 on the GAAP basis during the fiscal year mainly due to increased expenditures in capital outlay. The fund balance in the Special Revenue Fund increased slightly by \$5,407 due to increased balances in student activity accounts.

The State of New Jersey imposes spending and tax levy limits on school district's during the budget process. Current legislation allows the maximum allowable General Fund unassigned fund balance to be 2% of adjusted expenditures at June 30, 2024. At year end, the District's 2% limit is \$350,592 plus adjustments for certain additional unbudgeted state aid of \$341,707 for a total of \$692,299 as the maximum General Fund unassigned fund balance.

MAJOR GOVERNMENTAL FUNDS BUDGETING AND OPERATING HIGHLIGHTS

All government funds (general fund, special revenue fund, capital projects fund and debt service fund) are accounted for using the modified accrual basis of accounting which is based on cash receipts, disbursements and encumbrances. The district's budgets are prepared according to New Jersey Law. The most significant budgeted funds are the general and special fund.

During the fiscal year ended June 30, 2024, the School District amended the budgets of these major governmental funds several times. Revisions in the budget were made to recognize revenues that were not anticipated and to prevent over-expenditures in specific line item accounts. Several of these revisions bear notation:

- TPAF, which is the state's contribution to the pension fund, is neither a revenue item nor an expenditure item to the district but is required to be reflected in the financial statements.
- The special revenue fund was increased by \$923,203 for increases in federal and state grant awards.

General Fund

The general fund actual revenue was \$18,884,940. That amount is \$3,420,455 above the final amended budget of \$15,464,485. The variance between the actual revenues and final budget was the result of non-budgeted on-behalf payments of \$2,787,914 for TPAF social security reimbursements and on-behalf pension payments, \$41,405 of excess other unrestricted state aid, \$300,302 in extraordinary aid, and an excess in miscellaneous revenues of \$290,834.

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION
ENGLEWOOD CLIFFS, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(CONTINUED)**

MAJOR GOVERNMENTAL FUNDS BUDGETING AND OPERATING HIGHLIGHTS, (continued)

General Fund, (continued)

The actual expenditures of the general fund were \$20,317,489, which is \$1,022,259 above the final amended budget of \$19,245,230. The variance between the actual expenditures and final budget was due to non-budget on-behalf TPAF social security and pension payments of \$2,787,914 and \$1,965,655 of unexpended budgeted funds.

Special Revenue Fund

The special revenue fund actual revenue was \$644,186. That amount is above the original budget estimate of \$214,431 and below the final amended budget. The \$923,203 variance between the original and final budget was due to additional federal and state grant monies awarded to the District after the original budget was approved. The \$493,448 variance between the final amended budget and the June 30, 2024 actual results was due to the deferral of Federal grants received in the current fiscal year to be spent in the next fiscal year and the inclusion of student activity and student fee revenue.

The actual expenditures of the special revenue fund were \$638,779, which is above the original budget of \$214,431 and below the final amended budget. The \$914,484 variance between the original and final budget was due to additional expenditures related to the additional grants awarded to the District after the original budget was approved. The \$498,855 variance between the final amended budget and the June 30, 2024 actual results was due to the anticipation of fully expending federal grant programs and the inclusion of student activity and student fee expenses. Expenditures will be incurred in the next fiscal year.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal year 2024 the School District had \$16,068,854 invested in sites, construction in progress, buildings and building improvements, and equipment. Of this amount, \$9,241,310 in depreciation has been taken over the years. We currently have a net book value of \$6,827,544. Total additions for the year were \$2,375,303 for building improvements, machinery, equipment, and site improvements. Table 4 shows fiscal year 2024 balances compared to 2023.

Additional information about the District's Capital Assets can be found in the notes to the basic financial statements.

**Table 4
Capital Assets at June 30, 2024
(Net of Depreciation)**

	<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>
Site Improvements	452,474	571,513			452,474	571,513
Buildings and Building Improvements	5,439,132	3,671,280			5,439,132	3,671,280
Machinery and Equipment	537,771	504,321	-	-	537,771	504,321
Construction in Progress	<u>398,167</u>	<u>372,089</u>	<u> </u>	<u> </u>	<u>398,167</u>	<u>372,089</u>
	<u><u>6,827,544</u></u>	<u><u>5,119,203</u></u>	<u><u> </u></u>	<u><u> </u></u>	<u><u>6,827,544</u></u>	<u><u>5,119,203</u></u>

**BOROUGH OF ENGLEWOOD CLIFFS BOARD OF EDUCATION
ENGLEWOOD CLIFFS, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(CONTINUED)**

Debt Administration

At June 30, 2024 the district had \$2,695,271 of outstanding long-term debt. Of this amount, \$534,815 is for compensated absences, \$22,079 in lease-purchase financing agreements, and \$2,138,377 is for the net pension liability.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

The district continues to rely predominately upon local property taxes as its main source of funding. Therefore, in consideration of current economic conditions and the anticipation of continued flat state aid support, the Board of Education has sought to control budget expenses to minimize the impact on the local tax levy.

The following factors were considered in preparing the 2024-2025 fiscal year budget:

- Estimated Student Enrollment
- Sources of revenue
- Cost of negotiated salaries and benefits
- Cost of fixed charges
- Mandated Programs
- Requirements for health and safety issues
- Continuation of programs initiated during the COVID-19 Pandemic

Prior to the end of fiscal 2004, S1701 was enacted. The law is meant to control public school district budgets by revising the calculation of budget caps and reducing surplus. Starting in 2005-06 the CAP will be set at 2.5% or the cost of living, whichever is greater. A number of other changes will affect the calculation of SGLA's and per pupil administrative costs. Any undesignated general fund balance in excess of 2% or \$250,000, whichever is greater must be appropriated for tax relief.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Borough of Englewood Cliffs Board of Education's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to:

Julyana Oritz
School Business Administrator/Board Secretary
Borough of Englewood Cliffs Board of Education
143 Charlotte Place
Englewood Cliffs, New Jersey 07632

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

ENGLEWOOD CLIFFS BOARD OF EDUCATION

Statement of Net Position

June 30, 2024

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	775,594	56,750	832,344
Receivables, net	487,774	-	487,774
Restricted assets:			
Cash and cash equivalents	4,483,305		4,483,305
Capital assets, net:			
Other capital assets, net	6,827,544	-	6,827,544
Total Assets	12,574,217	56,750	12,630,967
Deferred Outflow of Resources:			
Deferred outflows of resources related to PERS	290,942		290,942
Total Deferred Outflows	290,942	-	290,942
LIABILITIES			
Accounts payable and accrued liabilities	495,209	-	495,209
Payable to state government	28,097		28,097
Unearned revenue	17,277		17,277
Payroll deductions and withholdings payable	264,418		264,418
Noncurrent liabilities:			
Due within one year	242,456		242,456
Due beyond one year	2,452,815		2,452,815
Total liabilities	3,500,272	-	3,500,272
Deferred Inflow of Resources:			
Deferred inflows of resources related to PERS	337,600		337,600
Total Deferred Inflows	337,600	-	337,600
NET POSITION			
Net Investment in Capital Assets	6,805,465		6,805,465
Restricted for:			
Special Revenue	44,722		44,722
Capital Projects	3,738,559		3,738,559
Debt Service	17		17
Other Purposes	749,741		749,741
Unrestricted (Deficit)	(2,311,217)	56,750	(2,254,467)
Total net position	9,027,287	56,750	9,084,037

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

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Statement of Activities
Fiscal Year Ended June 30, 2024

Functions/Programs	Expenses	Indirect Expenses Allocation	Program Revenues		Net (Expense) Revenue and Changes in Net Position		
			Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
Instruction:							
Regular	3,850,138	577,009	9,685	165,927	(4,251,535)		(4,251,535)
Special education	872,863	146,873		564,281	(455,455)		(455,455)
Other special instruction	266,823	45,048			(311,871)		(311,871)
Other instruction	215,094	36,314			(251,408)		(251,408)
Support services:							
Tuition	2,122,798			300,302	(1,822,496)		(1,822,496)
Student & instruction related services	2,401,781	320,763	52,315	198,363	(2,471,866)		(2,471,866)
School administrative services	193,515	43,055			(236,570)		(236,570)
General administrative services	344,008	37,957			(381,965)		(381,965)
Central services	289,047	43,976			(333,023)		(333,023)
Administrative info. tech. services	28,865				(28,865)		(28,865)
Plant operations and maintenance	1,151,280	120,341		36,698	(1,234,923)		(1,234,923)
Pupil transportation	968,265	9,156		202,746	(774,675)		(774,675)
Unallocated benefits	2,749,324			1,460,485	(1,288,839)		(1,288,839)
Capital Outlay - non-depreciable	176,589				(176,589)		(176,589)
Unallocated depreciation		547,923 (D)			(547,923)		(547,923)
Total governmental activities	15,630,390	1,928,415	62,000	2,928,802	(14,568,003)	-	(14,568,003)
Business-type activities:							
Special Milk Fund	1,002		-	-		(1,002)	(1,002)
Invengineering Program	850		850			-	-
Enrichment Program	63,444		80,335			16,891	16,891
Total business-type activities	65,296		81,185	-	-	15,889	15,889
Total primary government	15,695,686		143,185	2,928,802	(14,568,003)	15,889	(14,552,114)
General revenues:							
Taxes:							
Property taxes, levied for general purposes					14,714,200		14,714,200
Federal and State aid not restricted					-		-
Federal and State aid - Capital Outlay					55,333		55,333
Tuition					244,850		244,850
Miscellaneous income					158,762		158,762
Total general revenues					15,173,145		15,173,145
Change in Net Position					605,142	15,889	621,031
Net Position - beginning					8,422,145	40,861	8,463,006
Net Position—ending					9,027,287	56,750	9,084,037

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

* - Student Activity revenue is reported as "changes for services"; scholarship revenue is reported as "operating grants and contributions"
(D) - Unallocated depreciation excludes direct depreciation expenses of various programs.

FUND FINANCIAL STATEMENTS

ENGLEWOOD CLIFFS BOARD OF EDUCATION

Balance Sheet
Governmental Funds
June 30, 2024

	General Fund	Special Revenue Fund	Debt Service Fund	Total Governmental Funds
ASSETS				
Cash and cash equivalents	775,577		17	775,594
Receivables, interfund	87,991			87,991
Receivables, state	361,438			361,438
Receivables, federal		126,336		126,336
Restricted cash and cash equivalents				
Capital reserve	3,738,559			3,738,559
Emergency reserve	250,000			250,000
Maintenance reserve	185,386			185,386
Payroll deductions and withholdings	114,777 *			114,777
Flexible spending	3,711 *			3,711
Summer Pay	146,150 *			146,150
Student Activity Accounts		44,722 *		44,722
Total assets	<u>5,663,589</u>	<u>171,058</u>	<u>17</u>	<u>5,834,664</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	269,086	5,746		274,832
Interfund payable		87,991		87,991
Intergovernmental payable:				
State		28,097		28,097
Unearned revenue	12,775	4,502		17,277
Payroll deductions and withholdings payable	264,418 ***			264,418
Total liabilities	<u>546,279</u>	<u>126,336</u>	<u>-</u>	<u>672,615</u>
Fund Balances:				
Restricted for:				
Maintenance reserve	180,386			180,386
Maintenance reserve - designated for subsequent years' budget	5,000			5,000
Emergency reserve	250,000			250,000
Capital reserve account	2,188,559			2,188,559
Capital reserve - designated for subsequent years' budget	1,550,000			1,550,000
Student Groups		44,722		44,722
Debt service			17	17
Assigned to:				
Year End Encumbrances	220,932			220,932
Designated by the Board of Education for Subsequent years' expenditures	93,423			93,423
Unassigned:				
General fund	629,010			629,010
Total Fund balances	<u>5,117,310</u>	<u>44,722</u>	<u>17</u>	<u>5,162,049</u>
Total liabilities and fund balances	<u>5,663,589</u>	<u>171,058</u>	<u>17</u>	

ENGLEWOOD CLIFFS BOARD OF EDUCATION

Balance Sheet

Governmental Funds

June 30, 2024

Amounts reported for *governmental activities* in the statement of net assets (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 \$16,068,854 and the accumulated depreciation is \$9,241,310	6,827,544
Accounts payable for subsequent Pension payment is not a payable in the funds	(220,377)
Deferred outflows and inflows of resources are applicable to future periods and therefore are not reported in the funds.	
Deferred outflows of resources related to PERS Pension Liability	290,942
Deferred inflows of resources related to PERS Pension Liability	(337,600)
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 3)	<u>(2,695,271)</u>
Net assets of governmental activities	<u><u>9,027,287</u></u>

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

* Include former fiduciary fund cash and cash equivalents

*** Include payroll deductions payable and flexible benefits liabilities (flex spending has no net position, only liabilities)

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Fiscal Year Ended June 30, 2024

	General Fund	Special Revenue Fund	Debt Service Fund	Total Governmental Funds
REVENUES				
Local sources:				
Local tax levy	14,714,200			14,714,200
Tuition	244,850			244,850
Miscellaneous	157,760			157,760
Donations		4,104		4,104
Student Fees		9,685	**	9,685
Student Group Receipts		52,315	**	52,315
Total - Local Sources	<u>15,116,810</u>	<u>66,104</u>	<u>-</u>	<u>15,182,914</u>
State sources	3,765,904	31,177	-	3,797,081
Federal sources		510,377		510,377
Total revenues	<u>18,882,714</u>	<u>607,658</u>	<u>-</u>	<u>19,490,372</u>
EXPENDITURES				
Current:				
Regular instruction	3,570,224	175,612		3,745,836
Special education instruction	872,863	126,035		998,898
Other special instruction	266,823			266,823
Other instruction	215,094			215,094
Support services and undistributed costs:				
Tuition	2,122,798			2,122,798
Student & instruction related services	2,156,510	245,271	***	2,401,781
School administrative services	193,515			193,515
General administrative services	344,008			344,008
Central Services	289,047			289,047
Administrative information tech. services	28,865			28,865
Plant operations and maintenance	1,151,280			1,151,280
Pupil transportation	968,265			968,265
Unallocated benefits	2,853,724			2,853,724
On-behalf contributions	2,787,914			2,787,914
Capital Outlay	2,496,559	55,333		2,551,892
Total expenditures	<u>20,317,489</u>	<u>602,251</u>	<u>-</u>	<u>20,919,740</u>
Excess (Deficiency) of revenues over expenditures	<u>(1,434,775)</u>	<u>5,407</u>	<u>-</u>	<u>(1,429,368)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In - Close out of Milk Fund	1,002			1,002
Total other financing sources and uses	<u>1,002</u>	<u>-</u>	<u>-</u>	<u>1,002</u>
Net change in fund balances	(1,433,773)	5,407	-	(1,428,366)
Fund Balance - July 1	6,551,083	39,315	17	6,590,415
Fund balance—June 30	<u>5,117,310</u>	<u>44,722</u>	<u>17</u>	<u>5,162,049</u>

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

** Special revenue fund now includes revenues from student activities

*** Special revenue fund now includes expenditures from student activities

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
Fiscal Year Ended June 30, 2024

Total net change in fund balances - governmental funds (from B-2) (1,428,366)

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

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

This is the amount by which capital outlays exceeded depreciation in the period.

Depreciation expense	(666,962)	
Construction in Progress	376,464	
Depreciable Capital outlays - Fund 12	1,998,839	
		1,708,341

Repayment of long-term debt is reported as an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. In the current year, these amounts consist of:

Principal payment on capital leases	21,733
-------------------------------------	--------

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

Increase in compensated absences payable	(12,556)
--	----------

District pension contributions are reported as expenditures in the governmental funds when made.

However, per GASB No. 68 they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.

District Pension Contributions	197,316	
Less: Pension Expense	118,674	
(Increase)/Decrease in Pension Expense		315,990

Per GASB No. 68, Non-employer contributing entities are required to record any increases in revenue and expense for On-behalf TPAF pension payments paid by the State of New Jersey on the Statement of Activities that are in excess of those amounts reported in the fund financial statements.

Increase/(Decrease) in On-behalf State Aid TPAF Pension	(1,327,812)
Decrease in On-behalf TPAF Pension Expense	1,327,812

Per GASB No. 75 Non-employer contributing entities are required to record an increases in revenue and expense for On-behalf TPAF post employment medical payments paid by the State of New Jersey on the Statement of Activities that are in excess of those amounts reported in the fund financial statements

Increase in On-behalf State Aid TPAF Post Employment Medical Revenue	385
Increase in On-behalf State Aid TPAF Post Employment Medical Expense	(385)

	605,142
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The accompanying Notes to Financial Statements are an integral part of this statement.

ENGLEWOOD CLIFFS BOARD OF EDUCATION

Statement of Net Position

Proprietary Funds

June 30, 2024

	Special Milk Program	Enrichment Program	Invengineering Program	Totals
<u>ASSETS</u>				
Current assets:				
Cash and cash equivalents	-	56,750	-	56,750
Total current assets	-	56,750	-	56,750
Noncurrent assets:				
Capital assets:				
Equipment	-			-
Less accumulated depreciation	-			-
Total capital assets (net of accumulated depreciation)	-	-	-	-
Total assets	-	56,750	-	56,750
<u>NET POSITION</u>				
Unrestricted	-	56,750	-	56,750
Total net position	-	56,750	-	56,750

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

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
Fiscal Year Ended June 30, 2024

	Special Milk Program	Enrichment Program	Invengineering Program	Totals
Operating revenues:				
Charges for services:				
Tuition Charges		80,335	850	81,185
Total operating revenues	-	80,335	850	81,185
Operating expenses:				
Salaries and wages		38,986	850	39,836
Supplies and materials	-	2,218	-	2,218
Total Operating Expenses	-	63,444	850	64,294
Operating income (loss)	-	16,891	-	16,891
Transfers in (out)	(1,002)			(1,002)
Change in net position	(1,002)	16,891	-	15,889
Total net position-beginning	1,002	39,859	-	40,861
Total net position—ending	-	56,750	-	56,750

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

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Statement of Cash Flows
Proprietary Funds
Fiscal Year Ended June 30, 2024

	Special Milk Program	Enrichment Program	Invengineering Program	Totals
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	-	80,335	850	81,185
Payments for salaries and wagers	-	(38,986)	(850)	(39,836)
Payments for supplies	-	(2,218)	-	(2,218)
Net cash provided by (used for) operating activities	-	16,891	-	16,891
Transfers in/(out)	(1,002)			(1,002)
Balances—beginning of year	1,002	39,859	-	40,861
Balances—end of year	-	56,750	-	56,750
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	-	16,891	-	16,891
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities				-
Total adjustments	-	-	-	-
Net cash provided by (used for) operating activities	-	16,891	-	16,891

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

NOTES TO THE FINANCIAL STATEMENTS

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Description of the School District and Reporting Entity:

The Board of Education ("Board") of the Borough of Englewood Cliffs School District ("District") is an instrumentality of the State of New Jersey, established to function as an educational institution. The Borough of Englewood Cliffs School District is a Type II district located in the County of Bergen, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The board is comprised of nine members elected to three-year terms. The purpose of the District is to educate students in grades K-8. A superintendent is appointed by the Board and is responsible for the administrative control 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 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 to the Board.

Governmental Accounting Standards Board publication, Codification of Governmental Accounting and Financial Reporting Standards, Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. The basic criterion for inclusion or exclusion from the financial reporting entity is the exercise of oversight responsibility over agencies, boards and commissions by the primary government. The exercise of oversight responsibility includes financial interdependency and a resulting financial benefit or burden relationship, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters. In addition, certain legally separate, tax-exempt entities that meet specific criteria (i.e. benefit of economic resources, access/entitlement to economic resources, and significance) should be included in the financial reporting entity. The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District include elementary schools and a middle school, located in the Borough of Englewood Cliffs. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

B. Basis of Presentation:

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. Currently the District does not have any 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.

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Fund Financial Statements:

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

GOVERNMENTAL FUNDS

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

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

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

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

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

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

GOVERNMENTAL FUNDS, (continued)

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

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

PROPRIETARY FUNDS

The focus of Proprietary Fund measurement is upon determination of net income, changes in net position, financial position and cash flows. The accounting principles generally accepted in the United States of America applicable are those similar to businesses in the private sector. Proprietary funds are classified as enterprise or internal service; the Board has no internal service funds. The following is a description of the Proprietary Funds of the Board:

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

The Board's Enterprise Fund is comprised of the Enrichment and Invenengineering Programs.

FIDUCIARY FUNDS

Fiduciary Fund - Fiduciary Fund reporting focuses on net position and changes in net position. The Fiduciary Funds are used to account for assets held by the Board on behalf of individuals, private organizations, other governments and/or other funds. The District does not have any activities that are required to be included in the Fiduciary Fund.

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

C. Measurement Focus:

District-wide Financial Statements

The District-wide statements (i.e., the statement of net position and the statement of activities) are prepared using the economic resources measurements focus and the accrual basis of accounting. All assets and liabilities associated with the operation of the Board are included on the statement of net position, except for fiduciary funds.

Fund Financial Statements

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

Like the District-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net position. The statement of changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in net total position. The statement of cash flows provides information about how the Board finances and meets the cash flow needs of its proprietary activities.

Basis of Accounting

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

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

D. Assets, Liabilities, Deferred Outflows/ Inflows of Resources and Net Position/ Fund Balance:

Revenues - Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year.

Nonexchange transactions, in which the Board receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the Board must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Board on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized. Under GAAP, in accordance with GASB No. 33, Accounting and Financial Reporting for Nonexchange Transactions, the last state aid payment is not considered revenue to the school district if the state has not recorded the corresponding expenditure, even though state law dictates recording the revenue.

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

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue.

The measurement of focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

Budgets/Budgetary Control

Annual appropriated budgets are adopted in the spring of the preceding year for the general, and special revenue funds. The budgets are submitted to the county superintendents office for approval. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Budgets/Budgetary Control (continued)

accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2(g)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year.

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

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

Encumbrances

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

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

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

Cash, Cash Equivalents and Investments

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

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Cash, Cash Equivalents and Investments (continued)

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

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

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

Tuition Revenues/Receivable

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

Inventories

On District-wide financial statements, inventories are presented at cost, which approximates market on a first-in, first-out basis and are expensed when used.

On fund financial statements inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. Inventories of proprietary funds consist of food and goods held for resale, as well as supplies, and are expensed when used.

Lease Receivable

Lease receivables recorded on the government-wide financial statement, in the governmental funds, and in the proprietary fund types represents a contract that conveys control of the right to use the School District's (lessor) nonfinancial asset. At the commencement of the lease term, the lessor recognizes a lease receivable and a deferred inflow of resources. The lease receivable is measured at the present value of the lease payments expected to be received during the lease term. The School District was not a lessor during the fiscal year ended June 30, 2024.

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2024, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year in which services are consumed.

Short-Term Interfund Receivables/Payables

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

Capital Assets

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

All capital assets acquired or constructed during the year are recorded at actual cost. Donated capital assets are valued at their acquisition value on the date received. The capital assets acquired or constructed prior to June 30, 1993 are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. The Board maintains a capitalization threshold of \$2,000. The Board does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset’s life are not.

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activity Estimated Lives</u>
Sites and Improvements	20 years	N/A
Buildings and Improvements	7-50 years	N/A
Furniture, Equipment and Vehicles	5-20 years	5-20 years

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Compensated Absences

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

For the District-wide Statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, for the governmental funds, in the Fund Financial Statements, all of the compensated absences are considered long-term and therefore, are not a fund liability and represents a reconciling item between the fund level and District-wide presentations.

Unearned Revenue

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Unearned revenue in the special revenue fund represents cash that has been received but not yet earned. See Note 1(Encumbrances) regarding the special revenue fund.

Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the District-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgements, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment in the current year. Bonds, long-term obligations, and lease purchase financing agreements that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

Interfund Activity

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

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Accounting and Financial Reporting for Pensions

In fiscal year 2015, the District implemented GASB 68. This Statement amends GASB Statement No. 27. It improves accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local government employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. This Statement replaces the requirement of Statement No. 27, *Accounting for Pension by State and Local Governmental Employers*, as well as the requirements of Statement No. 50, *Pension Disclosures*, as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements that meet certain criteria. The requirements of Statements 27 and 50 remain applicable for pensions that are not covered by the scope of this Statement.

The District has also implemented GASB Statement 71, Pension Transition for Contributions made Subsequent to the Measurement Date-an amendment to GASB No. 68. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement No. 68, Accounting and Financial Reporting for Pensions. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability.

Statement 68 requires a state or local government employer (or nonemployer contributing entity in a special funding situation) to recognize a net pension liability measured as of a date (the measurement date) no earlier than the end of its prior fiscal year. If a state or local government employer or nonemployer contributing entity makes a contribution to a defined benefit pension plan between the measurement date of the reported net pension liability and the end of the government's reporting period, Statement 68 requires that the government recognize its contribution as a deferred outflow of resources.

In addition, Statement 68 requires recognition of deferred outflows of resources and deferred inflows of resources for changes in the net pension liability of a state or local government employer or nonemployer contributing entity that arise from other types of events. At transition to Statement 68, if it is not practical for an employer or nonemployer contributing entity to determine the amounts of all deferred outflows of resources and deferred inflows of resources related to pensions, paragraph 137 of Statement 68 required that beginning balances for deferred outflows of resources and deferred inflows of resources not be reported. Consequently, if it is not practical to determine the amounts of all deferred outflows of resources and deferred inflows of resources related to pensions, contributions made after the measurement date of the beginning net pension liability could not have been reported as deferred outflows of resources at transition. This could have resulted in a significant understatement of an employer or nonemployer contributing entity's beginning net position and expense in the initial period of implementation.

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Accounting and Financial Reporting for Pensions, (continued)

This Statement amends paragraph 137 of Statement 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. Statement 68, as amended, continues to require that beginning balances for other deferred outflows of resources and deferred inflows of resources related to pensions be reported at transition only if it is practical to determine all such amounts.

Bond Discounts/Premiums

Bond discounts/premiums arising from the issuance of long-term debt (bonds) are amortized over the life of the bonds, in systematic and rational method, as a component of interest expense. Bond discounts/premiums are presented as an adjustment of the face amount of the bonds on the government-wide statement of net position and on the proprietary fund statement of net position.

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 a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Currently, the District has only one item that qualifies for reporting in this category, deferred amounts related to pension.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has one item that qualifies in this category, deferred amounts related to pension.

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 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.

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Right to Use Assets

Under GASB 87, the right to use assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less lease incentives plus ancillary charges necessary to place the lease into service. The right to use assets are amortized on a straight-line basis over the life of the related issue. The District did not have any right to use leased assets that rose to an amount that required disclosure.

Subscription Assets

Intangible right-to-use subscription assets are subscription-based information technology arrangements (SBITA's) with subscription terms of more than one year. The value of subscription assets is determined by the sum of the subscription liability and payments made to the SBITA vendor, including capitalizable initial implementation costs, before the commencement date of the subscription term. The district does not have any subscription-based information technology arrangements that qualify for presentation under GASB 96.

Fund Balances

Fund balance is divided into five classifications based primarily on the extent to which the Board is bound to observe constraints imposed upon the resources in the governmental funds. The classifications are as follows:

- **Nonspendable** fund balance includes amounts that are not in a spendable form (inventory, for example) or are required to be maintained intact (the principal of an endowment fund, for example).
- **Restricted** fund balance includes amounts that can be spent only for the specific purposes stipulated by external resource providers (for example, grant providers), constitutionally, or through enabling legislation (that is, legislation that creates a new revenue source and restricts its use). Effectively, restrictions may be changed or lifted only with the consent of resource providers.
- **Committed** fund balance includes amounts that can be used only for the specific purposes determined by a formal action of the Board's highest level of decision-making authority. Commitments may be changed or lifted only by the government taking the same formal action that imposed the constraint originally.

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Fund Balances, (continued)

- **Assigned** fund balance comprises amounts *intended* to be used by the Board for specific purposes. Intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority. In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.
- **Unassigned** fund balance is the residual classification for the general fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose. If another governmental fund has a fund balance deficit, then it will be reported as a negative amount in the unassigned classification in that fund. Positive unassigned amounts will be reported only in the general fund.

In the general operating fund and other governmental funds (special revenue, capital projects 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.

Net Position

Net position represent the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Board or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

The Board applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the Board, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund.

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during the fiscal year.

Allocation of Indirect Expenses

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses are allocated to functions but are reported separately in the Statement of Activities. Employee benefits, including the employer's share of social security, workers compensation, and medical and dental benefits, were allocated based on salaries of that program. TPAF on-behalf contributions and changes in compensated absences have not been allocated and have been reported as unallocated benefits on the Statement of Activities. Depreciation expense, where practicable, is specifically identified by function and is included in the indirect expense column of the Statement of Activities. Depreciation expense that could not be attributed to a specific function is considered an indirect expense and is reported separately on the Statement of Activities as unallocated depreciation. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that effect certain reports, amounts and disclosures. Accordingly, actual results could differ from those estimates.

Recently Issued Accounting Pronouncements

The GASB has issued the following Statement that will become effective for the School District for fiscal years ending June 30, 2025 or 2026:

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. Management is currently evaluating whether or not this Statement will have an impact on the basic financial statements of the School District.

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Recently Issued Accounting Pronouncements, (continued)

In December 2023, the Government Accounting Standards Board issued GASB Statement No. 102, *Certain Risk Disclosures*. This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter. Management is currently evaluating whether or not this Statement will have an impact on the basic financial statements of the District.

In April 2024, the Government Accounting Standards Board issued GASB Statement No. 103, *Financial Reporting Model Improvements*. The objective of this Statement is to improve key components of the financial reporting model to enhance its' effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter, though, earlier application is encouraged. Management is currently reviewing the provisions of this Statement and plans to implement, as needed, before the effective date.

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 18A:20-37 that are treated as cash equivalents. As of June 30, 2024, \$-0- of the District's bank balance of \$5,946,668 was exposed to custodial credit.

Investments

Investment Rate Risk

The District 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. However, New Jersey Statutes 18A:20-37 limits the length of time for most investments to 397 days.

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS, (continued)

Credit Risk

New Jersey Statutes 18A:20-37 limits school district investments to those specified in the Statutes. The type of allowable investments are Bonds of the United States of America, bonds or other obligations of the school districts or bonds or other obligations of the local unit or units within which the school district is located; obligations of federal agencies not exceeding 397 days; government money market mutual funds; the State of New Jersey Cash Management Plan; local government investment pools; or repurchase of fully collateralized securities.

Concentration of Credit Risk

The District places no limit on the amount the District may invest in any one issuer.

NOTE 3. RECEIVABLES

Receivables at June 30, 2024, consisted of accounts and intergovernmental. All receivables are considered collectible in full. A summary of the principal items of receivables follows:

	Governmental Fund Financial Statements	Business- Type Activities	District Wide Financial Statements
Local Aid	\$ -	\$ -	\$ -
State Aid	361,438		361,438
Federal Aid	126,336		126,336
International Receivables	<u>87,991</u>	<u> </u>	<u>-</u>
Gross Receivables	575,765	-	487,774
Less: Allowance for Uncollectibles	<u> </u>	<u> </u>	<u> </u>
Total Receivables, Net	<u><u>\$575,765</u></u>	<u><u>\$ -</u></u>	<u><u>\$487,774</u></u>

NOTE 4. INTERFUND BALANCES AND ACTIVITY

Interfund balances for the year end June 30, 2024, consisted of the following:

\$87,991 Due to the general fund from the special revenue fund to reimburse for short term loans.

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 5. CAPITAL ASSETS

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

	Balance 6/30/23	Additions	Deductions	Balance 6/30/24
Governmental Activities				
Capital Assets that are not being Depreciated:				
Land	\$	\$	\$	\$
Construction in Progress	372,089	376,464	(350,386)	1,098,939
Total Capital Assets not being Depreciated	<u>372,089</u>	<u>376,464</u>	<u>(350,386)</u>	<u>1,098,939</u>
Capital Assets Being Depreciated				
Site Improvements	1,088,460			1,088,460
Buildings and Building Improvements	10,847,804	1,927,108	350,386	12,424,526
Machinery and Equipment	<u>1,383,198</u>	<u>71,731</u>	<u>2,000</u>	<u>1,456,929</u>
Totals at Historical Cost	<u>13,319,462</u>	<u>1,998,839</u>	<u>352,386</u>	<u>14,969,915</u>
Less Accumulated Depreciation:				
Site Improvements	(516,947)	(119,039)		(635,986)
Buildings and Improvements	(7,176,524)	(509,642)		(7,686,166)
Equipment	<u>(878,877)</u>	<u>(38,281)</u>	<u>(2,000)</u>	<u>(919,158)</u>
Total Accumulated Depreciation	<u>(8,572,348)</u>	<u>(666,962)</u>	<u>(2,000)</u>	<u>(9,241,310)</u>
Total Capital Assets, Being Depreciated, Net of Accumulated Depreciation	<u>4,747,114</u>	<u>1,331,877</u>	<u>350,386</u>	<u>5,728,605</u>
Governmental Activities Capital Assets, Net	<u><u>\$5,119,203</u></u>	<u><u>\$1,708,341</u></u>	<u><u>\$ -</u></u>	<u><u>\$6,827,544</u></u>

	Balance 6/30/23	Additions	Deductions	Balance 6/30/24
Business-Type Activity				
Equipment	\$2,000	\$	\$(2,000)	\$-0-
Less Accumulated Depreciation for:				
Equipment	<u>(2,000)</u>	<u> </u>	<u>2,000</u>	<u>-0-</u>
Business-Type Activity Capital Assets, Net	<u><u>\$-0-</u></u>	<u><u>\$-0-</u></u>	<u><u>\$-0-</u></u>	<u><u>\$-0-</u></u>

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 5. CAPITAL ASSETS, (continued)

Depreciation expense was charged to governmental functions as follows:

Instruction	\$34,680
Support Services:	
Instruction	58,778
School Administration	13,567
Operations & Maintenance	12,014
Unallocated	<u>547,923</u>
Total Depreciation Expense	<u><u>\$666,962</u></u>

NOTE 6. LONG-TERM OBLIGATION ACTIVITY

Changes in long-term obligations for the year ended June 30, 2024 were as follows:

	<u>Balance</u> <u>June 30, 2023</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance</u> <u>June 30, 2024</u>	<u>Amount</u> <u>Due Within</u> <u>One Year</u>	<u>Long-Term</u> <u>Portion</u>
Other Liabilities:						
Compensated Absences Payable	\$522,259	\$54,168	(\$41,612)	\$534,815	\$	\$534,815
Obligations Under Lease						
Purchase Agreements	43,812		(21,733)	22,079	22,079	
Net Pension Liability PERS	<u>2,301,389</u>	<u> </u>	<u>(163,012)</u>	<u>2,138,377</u>	<u>220,377</u>	<u>1,918,000</u>
Total Other Liabilities	<u><u>\$2,867,460</u></u>	<u><u>\$54,168</u></u>	<u><u>(\$226,357)</u></u>	<u><u>\$2,695,271</u></u>	<u><u>\$242,456</u></u>	<u><u>\$2,452,815</u></u>

Bonds payable are generally liquidated by the debt service fund, while compensated absences, lease purchase agreements, leases and net position liability are liquidated by the general fund.

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 6. LONG-TERM OBLIGATION ACTIVITY, (continued)

Bonds and Loans Payable

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

The District has no outstanding serial bonds payable at June 30, 2024.

Bonds Authorized But Not Issued

As of June 30, 2024 the Board has no authorized but not issued bonds.

Lease Purchase Agreements

The District has entered into a lease purchase agreement for various MacBooks and related instructional computer equipment in the amount of \$81,635. The lease is for 4 years at a rate of 1.59%.

Principal and interest due on lease - purchase obligations is as follows:

<u>Fiscal Year</u> <u>Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	<u>\$22,079</u>	<u>\$351</u>	<u>\$22,430</u>

Compensated Absences

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

Net Pension Liability

For details on the net pension liability, refer to Note 7. The District's annual required contribution to the Public Employees' Retirement System is budgeted and paid from the general fund on an annual basis.

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 6. LONG-TERM OBLIGATION ACTIVITY, (continued)

Leases

The District has no right to use leased assets that qualify under GASB 87.

NOTE 7. PENSION PLANS

Description of Plans - All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625 or reports can be accessed on the internet at: http://www.state.nj.us/treasury/pensions/annrpts_archive.htm.

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

Benefits Provided

The vesting and benefit provisions are set by N.J.S.A. 18A:66. TPAF provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of TPAF. Members are 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.

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Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 7. PENSION PLANS, (continued)

The following represents the membership tiers for TPAF:

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

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

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

Benefits Provided

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

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

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 7. PENSION PLANS, (continued)

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

Defined Contribution Retirement Program

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

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

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

Contributions Requirements Fund Based Statements

The Board's contribution to PERS and DCRP, equal to the required contributions for each year as reported in the fund based statements, were as follows:

<u>Year</u> <u>Ending</u>	<u>PERS</u>	<u>DCRP</u>
6/30/24	\$197,316	\$1,014
6/30/23	192,306	753
6/30/22	177,656	4,490

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 7. PENSION PLANS, (continued)

The State of New Jersey contribution to TPAF (paid on-behalf of the District) for normal and post retirement benefits have been included in the fund-based statements as revenues and expenditures in accordance with GASB 24, paragraphs 7 through 13, as follows:

<u>Year</u> <u>Ending</u>	<u>Pension</u> <u>Contributions</u>	<u>Post-Retirement</u> <u>Medical</u> <u>Contributions</u>	<u>NCGI</u> <u>Premium</u>	<u>Long-Term</u> <u>Disability</u> <u>Insurance</u>
6/30/24	\$4,856,428	\$516,014	\$21,172	\$747
6/30/23	1,792,711	477,475	24,872	642
6/30/22	1,854,308	439,354	26,162	799

In addition, the post-retirement medical benefits are included in the district-wide financial statements.

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$398,553 during the 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 included in the fund-based statements as revenues and expenditures in accordance with GASB 24, paragraphs 7 through 13.

ACCOUNTING AND FINANCIAL REPORTING FOR PENSION IN THE DISTRICT-WIDE STATEMENTS PER - GASB NO. 68

Public Employees Retirement System (PERS)

At June 30, 2024, the District had a liability of \$2,138,377 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022 which was rolled forward to June 30, 2023. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating governmental entities, actuarially determined. At June 30, 2023, the District's proportion was .0147633353 percent, which was a decrease of .000486361 percent from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the District recognized pension expense of \$(118,674). At June 30, 2024, deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 7. PENSION PLANS, (continued)

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference in actual and expected experience	\$20,446	\$8,741
Changes of assumptions	4,698	129,595
Net difference between projected and actual earnings on pension plan investments	9,848	
Changes in proportion and differences between District contributions and proportionate share of contributions	35,573	199,264
District contributions subsequent to the measurement date	<u>220,377</u>	<u> </u>
Total	<u><u>\$290,942</u></u>	<u><u>\$337,600</u></u>

The \$220,377 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2024, the plan measurement date is June 30, 2023) will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions (excluding changes in proportion) will be recognized in pension expense as follows:

Year ended June 30:	
2024	\$(112,898)
2025	(63,015)
2026	88,060
2027	(15,759)
2028	268

Changes in Proportion

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 5.08, 5.04, 5.13, 5.16, 5.21 and 5.63 years for 2023, 2022, 2021, 2020, 2019 and 2018 amounts, respectively.

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 7. PENSION PLANS, (continued)

Additional Information

Local Group Collective balances net of nonemployer (State of New Jersey) balances at June 30, 2023 and June 30, 2022 are as follows:

	<u>June 30, 2023</u>	<u>June 30, 2022</u>
Collective deferred outflows of resources	\$1,080,204,730	\$1,660,772,008
Collective deferred inflows of resources	1,780,216,457	3,236,303,935
Collective net pension liability	14,606,489,066	15,219,184,920
District's Proportion	.0147633353%	.0152496968%

Actuarial Assumptions

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

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

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 7. PENSION PLANS, (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 a generational basis. Mortality improvement based on Scale MP-2021.

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS'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>
U.S. Equity	28.00%	8.98%
Non-U.S. Developed Market Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Market Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 7. PENSION PLANS, (continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the 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 to determine the total pension liability.

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

The following presents the collective net pension liability of the participating employers as of June 30, 2023 calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1 -percentage point lower or 1- percentage-point higher than the current rate:

	June 30, 2023		
	1% Decrease <u>6.00%</u>	At Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
District's proportionate share of the pension liability	\$2,789,152	\$2,138,377	\$1,584,481

Pension Plan Fiduciary Net Position

Detailed information about the pension plan’s fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS). The financial report may be accessed at www.state.nj.us/treasury/pensions.

Teachers Pensions and Annuity Fund (TPAF)

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 7. PENSION PLANS, (continued)

contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer.

The portion of the TPAF Net Pension Liability that was associated with the District recognized at June 30, 2024 was as follows:

Net Pension Liability:	
District's proportionate share	\$ -0-
State's proportionate share	
associated with the District	<u>22,379,044</u>
	<u>\$22,379,044</u>

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022 rolled forward to June 30, 2023. The net pension liability associated with the District was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2023, the proportion of the TPAF net pension liability associated with the District was .0438523867%.

For the year ended June 30, 2024, the District recognized on-behalf pension expense and revenue of \$549,788 for contributions provided by the State in the District-Wide Financial Statements.

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%

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 7. PENSION PLANS, (continued)

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 Health 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 a future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

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

Long-Term Expected Rate of Return

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

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

**Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024**

NOTE 7. PENSION PLANS, (continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers 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 to determine the total pension liability.

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

Because the District's proportionate share of the net pension liability is zero, consideration of potential changes in the discount rate is not applicable to the District.

NOTE 8. POST-RETIREMENT BENEFITS

General Information about the OPEB Plan

State Health Benefit State Retired Employees Plan

Pension and Other Postemployment Benefits (OPEB) Obligations in Fiscal Year 2022 the State funded the various defined benefit pension systems at 108 percent of the full actuarially determined contributions. Employer contributions to the pension plans are calculated per the requirements of the governing State statutes using generally accepted actuarial procedures and practices. The actuarial funding method used to determine the State's contribution is a matter of State law. Any change to the funding method requires the approval of the State Legislature and the Governor. The amount the State actually contributes to the pension plans may differ from the actuarially determined contributions of the pension plans because the State's contribution to the pension plans is subject to the appropriation of the State Legislature and actions by the Governor. GASB Statement No. 68, Accounting and Financial Reporting for Pensions, requires participating employers to recognize their proportionate share of the collective net pension liability. Under the new statement, the calculation of the pension liability was changed to a more conservative methodology and each employer was allocated a proportional share of the pension plans' net pension liability. The State's share of the net pension liability, based on a measurement date of June 30, 2021, which is required to be recorded on the financial statements, is \$75.1 billion. The Fiscal Year 2023 projected aggregate State contribution to the pension plans of \$6.8 billion represents 104 percent of the actuarially determined contribution. The State provides post-retirement medical (PRM) benefits for certain State and other retired employees meeting the service credit eligibility requirements. In Fiscal Year 2022, the State paid PRM benefits for 161,238 State and local retirees. The State funds post-retirement medical benefits on a "pay-as-you-go" basis,

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 8. POST-RETIREMENT BENEFITS, (continued)

General Information about the OPEB Plan, (continued)

State Health Benefit State Retired Employees Plan, (continued)

which means that the State does not pre-fund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For Fiscal Year 2022, the State contributed \$1.9 billion to pay for "pay-as-you-go" PRM benefit costs incurred by covered populations, a slight increase from \$1.8 billion in Fiscal Year 2021. The State has appropriated \$2.1 billion in Fiscal Year 2023 as the State's contribution to fund increases in prescription drugs and medical claims costs. In accordance with the provisions of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. This new standard supersedes the previously issued guidance, GASB Statement No. 45, Accounting and Financial Reporting for postemployment Benefits Other Than Pensions, effective for Fiscal Year 2018. The 7 State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments. The Fiscal Year 2022 State OPEB liability to provide these benefits is \$88.9 billion, a decrease of \$12.7 billion, or 12.5 percent from the \$101.6 billion liability recorded in Fiscal Year 2021. Additional information on Pensions and OPEB can be accessed on the Division of Pensions & Benefits Financial Reports webpage: <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

Total OPEB Liability

The State, a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The LEA's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the LEA did not recognize any portion of the collective net OPEB liability of the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the board of education. Note that actual numbers will be published in the NJ State ACFR on the Office of Management and Budget's Financial Publications webpage: nj.gov/treasury/omb/fr.shtml.

The portion of the OPEB Liability that was associated with the District recognized at June 30, 2024 was as follows:

OPEB Liability:	
District's proportionate share	\$ -0-
State's proportionate share	
associated with the District	<u>22,833,461</u>
	<u>\$22,833,461</u>

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 8. POST-RETIREMENT BENEFITS, (continued)

Actual Assumptions and Other Imputes

The total OPEB liability in the June 30, 2023 actuarial valuation reported by the State in the State's Report of Total Nonemployer OPEB Liability for the State Health Benefit Local Education Retired Employee's Plan was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2023 was determined by an actuarial valuation as of June 30, 2022, which was rolled forward to June 30, 2023. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

	<u>TPAF/ABP</u>	<u>PERS</u>
Salary increases	2.75 - 4.25%	2.75 - 6.55%
	based on service years	based on service years

Preretirement mortality rates were based on the Pub-2010 Healthy “Teachers” (TPAF/ABP). “General” (PERS), and “Safety” (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using 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.

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

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

(a) Health Care Trend Assumptions

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

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 8. POST-RETIREMENT BENEFITS, (continued)

Total Nonemployer OPEB Liability, (continued)

(b) Discount Rate

The discount rate used to measure the total OPEB Liability 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.

Sensitivity of Total Nonemployer OPEB Liability to Changes in the Discount Rate

Because the District's proportionate share of the OPEB liability is zero, consideration of potential changes in the discount rate is not applicable to the District.

Sensitivity of the Total Nonemployer OPEB Liability to Changes in the Healthcare Cost Trend Rates:

Because the District's proportionate share of the OPEB liability is zero, consideration of potential changes in the healthcare cost trend rates is not applicable to the District.

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

For the year ended June 30, 2024, the board of education/board of trustees recognized on-behalf OPEB expense of \$511,399 in the district-wide financial statements as determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB No. 75 and in which there is a special funding situation.

In accordance with GASB No. 75, the Borough of Englewood Cliffs School District's proportionate share of school retirees OPEB is zero; therefore, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources.

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 9. DEFERRED COMPENSATION

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

AXA Equitable
AIG Valic

Invesco
Security Financial Resources

NOTE 10. RISK MANAGEMENT

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

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

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverages.

New Jersey Unemployment Compensation Insurance - The District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Contributory Method”. Under this plan, the District remits contributions directly to the New Jersey Unemployment Trust Fund.

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Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 11. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Borough of Englewood Cliffs Board of Education by inclusion of \$1.00 on October 2, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the district’s approved Long Range Facilities Plan (LRFP). 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. 6A:23A-14.1(g)*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the Maintenance Reserve Account for July 1, 2023 to June 30, 2024 fiscal year is as follows:

Beginning balance, July 1, 2023		\$3,585,969
Increased by:		
Interest Earnings	607	
Board Transfer - June 27, 2024	<u>1,719,942</u>	
		<u>1,720,549</u>
Decreased by:		5,306,518
Budgeted Withdrawal	890,000	
Additional Withdrawal - Reso. April 25, 2024	<u>677,959</u>	
		<u>1,567,959</u>
Ending balance, June 30, 2024		<u><u>\$3,738,559</u></u>

The Board designated and appropriated \$1,550,000 in the 2024/2025 original budget certified for taxes.

NOTE 12. MAINTENANCE RESERVE ACCOUNT

The maintenance reserve account is used to accumulate funds for the required maintenance of a facility in accordance with the EFCRA (*N.J.A.A. 18A:7G-9*). EFCFA requires that upon district completion of a school facilities project, the district must submit a plan for the maintenance of that facility. All such plans must include a provision for a maintenance reserve fund.

Section 6 of *N.J.S.A. 18A:7F-41(a)* and *41(b)* provides that a district may supplement a maintenance reserve account by board resolution at year end for any unanticipated revenue and/or unexpended line item appropriations.

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 12. MAINTENANCE RESERVE ACCOUNT, (continued)

The activity of the Maintenance Reserve Account for July 1, 2023 to June 30, 2024 fiscal year is as follows:

Beginning balance, July 1, 2023	\$185,256
Increased by:	
Interest Earnings	<u>130</u>
Ending balance, June 30, 2024	<u>\$185,386</u>

The Board designated and appropriated \$5,000 in the 2024-2025 original budget certified for taxes.

NOTE 13. EMERGENCY RESERVE ACCOUNT

The emergency reserve is used to accumulate funds in accordance with N.J.S.A. 18A:7F-41c(1) to finance unanticipated general fund expenditures required for a thorough and efficient education. Unanticipated means reasonably unforeseeable and shall not include additional costs caused by poor planning. The maximum balance permitted at any time in this reserve is the greater of \$250,000 or 1% of the general fund budget not to exceed one million dollars. Deposits may be made to the emergency reserve account by board resolution at year end of any unanticipated revenue or unexpended line item appropriation 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.

The activity of the Emergency Reserve Account for the July 1, 2023 to June 30, 2024 fiscal year is as follows:

Beginning balance, July 1, 2023	<u>\$250,000</u>
Ending balance, June 30, 2024	<u>\$250,000</u>

NOTE 14. FUND BALANCE APPROPRIATED

General Fund [Exhibit B-1] - Of the \$5,117,310 General Fund fund balance at June 30, 2024, \$220,932 is reserved for encumbrances; \$93,423 has been appropriated and included as anticipated revenue for the year ended June 30, 2025; \$3,738,559 has been reserved in the Capital Reserve Account; \$185,386 has been reserved in the Maintenance Reserve Account; \$250,000 has been reserved in the Emergency Reserve Account; and \$629,010 is unreserved and undesignated.

Borough of Englewood Cliffs School District
Notes to the Basic Financial Statements
for the fiscal year ended June 30, 2024

NOTE 14. FUND BALANCE APPROPRIATED, (continued)

Special Revenue Fund - Of the \$44,722 Special Revenue Fund Balance at June 30, 2024, \$44,722 is reserved for student groups.

Debt Service Fund - Of the \$17 Debt Service Fund balance at June 30, 2024, \$17 is reserved for Debt Service.

NOTE 15. CALCULATION OF EXCESS SURPLUS

In accordance with N.J.S.A. 18A:7F-7 as amended, the designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance for the year ended June 30, 2024 is \$-0- of which \$-0- is the result of current year's operations and \$-0- is prior year excess surplus.

NOTE 16. CONTINGENT LIABILITIES

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

Litigation - 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.

NOTE 17. SUBSEQUENT EVENTS

The District has evaluated subsequent events through November 22, 2024, the date which the financial statements were available to be issued and no additional items were noted for disclosure.

**REQUIRED SUPPLEMENTARY
INFORMATION - PART II**

BUDGETARY COMPARISON SCHEDULES

Exhibit C-1

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
REVENUES:					
General Fund:					
Revenues from Local Sources:					
Local Tax Levy	\$ 14,714,200		14,714,200	14,714,200	
Tuition	98,000		98,000	244,850	146,850
Unrestricted Miscellaneous Revenues	13,701		13,701	157,023	143,322
Interest Earned on Maintenance Reserve	25		25	130	105
Interest Earned on Capital Reserve Funds	50		50	607	557
Total - Local Sources	14,825,976		14,825,976	15,116,810	290,834
Revenues from State Sources:					
Categorical Special Education Aid	438,260		438,260	438,260	
Categorical Security Aid	36,698		36,698	36,698	
Categorical Transportation Aid	163,551		163,551	163,551	
Extraordinary Aid				300,302	300,302
Other Unrestricted State Aid - NonPublic Transportation Aid				41,405	41,405
On-behalf TPAF Post-Retirement Medical (non-budgeted)				511,014	511,014
On-behalf TPAF Pension (non-budgeted)				1,856,428	1,856,428
On-behalf TPAF NCGI Premium (non-budgeted)				21,172	21,172
On-behalf TPAF - LTDI				747	747
Reimbursed TPAF Social Security Contributions (non-budgeted)				398,553	398,553
Total - State Sources	638,509		638,509	3,768,130	3,129,621
TOTAL REVENUES	15,464,485		15,464,485	18,884,940	3,420,455
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction					
Preschool - Salaries of Teachers	138,692		138,692	138,634	58
Kindergarten - Salaries of Teachers	272,289	51,313	323,602	316,209	7,393
Grades 1-5 - Salaries of Teachers	1,596,875	9,617	1,606,492	1,599,905	6,587
Grades 6-8 - Salaries of Teachers	1,186,127	(101,359)	1,084,768	1,060,258	24,510
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	59,003	39,621	98,624	97,249	1,375
Purchased Professional-Educational Services	51,569	5,255	56,824	56,724	100
Purchased Technical Services	17,750	(3,170)	14,580	13,079	1,501
Other Purchased Services (400-500 series)	125,120	23,454	148,574	111,885	36,689
General Supplies	184,164	(5,035)	179,129	146,790	32,339
Textbooks	8,000		8,000	7,331	669
Other Objects	8,836	15,018	23,854	22,160	1,694
TOTAL REGULAR PROGRAMS - INSTRUCTION	3,648,425	34,714	3,683,139	3,570,224	112,915
SPECIAL EDUCATION - INSTRUCTION					
Resource Room/Resource Center:					
Salaries of Teachers	693,388	90,147	783,535	781,399	2,136
Purchased Professional-Educational Services	9,797	(6,866)	2,931	2,923	8
Total Resource Room/Resource Center	703,185	83,281	786,466	784,322	2,144
Preschool Disabilities- Full-Time:					
Salaries of Teachers	53,206		53,206	53,206	
Other Salaries for Instruction	23,573	12,213	35,786	35,335	451
General Supplies	2,000	(1,745)	255		255
Total Preschool Disabilities - Full-Time	78,779	10,468	89,247	88,541	706
TOTAL SPECIAL EDUCATION - INSTRUCTION	781,964	93,749	875,713	872,863	2,850
Basic Skills/Remedial - Instruction					
Salaries of Teachers	169,355	(51,820)	117,535	116,755	780
Total Basic Skills/Remedial - Instruction	169,355	(51,820)	117,535	116,755	780

Exhibit C-1

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
Bilingual Education - Instruction					
Salaries of Teachers	152,900	(745)	152,155	150,068	2,087
Total Bilingual Education - Instruction	152,900	(745)	152,155	150,068	2,087
School-Sponsored Cocurricular Activities - Instruction					
Salaries	28,952	(6,391)	22,561	22,312	249
Purchased Services (300-500 series)	1,200	(144)	1,056		1,056
Supplies and Materials	2,400	(2,095)	305		305
Total School-Sponsored Cocurricular Activities - Instruction	32,552	(8,630)	23,922	22,312	1,610
Other Supplemental/At Risk Prog-Inst					
Salaries of Reading Specialist	184,152	9,375	193,527	192,782	745
Total Other Supplemental/At Risk Prog-Inst	184,152	9,375	193,527	192,782	745
TOTAL INSTRUCTION	4,969,348	76,643	5,045,991	4,925,004	120,987
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State - Regular	1,140,763	(145,208)	995,555	756,433	239,122
Tuition to Other LEAs Within the State - Special	265,603	(2,274)	263,329	263,329	
Tuition to County Voc. School Dist. - Regular	662,400		662,400	658,404	3,996
Tuition to County Voc. School Dist. - Special	67,196	19,834	87,030	85,966	1,064
Tuition to Private Schools for the Disabled - Within State	461,429	(83,162)	378,267	358,666	19,601
Total Undistributed Expenditures - Instruction:	2,597,391	(210,810)	2,386,581	2,122,798	263,783
Undistributed Expend. - Attend. & Social Work					
Salaries	36,450		36,450	34,827	1,623
Total Undistributed Expend. - Attend. & Social Work	36,450		36,450	34,827	1,623
Undist. Expend. - Health Services					
Salaries	190,601	(56,100)	134,501	131,890	2,611
Purchased Professional and Technical Services	12,400	92,210	104,610	65,789	38,821
Other Purchased Services (400-500 series)	1,670		1,670	174	1,496
Supplies and Materials	13,790	521	14,311	13,143	1,168
Other Objects	500		500	297	203
Total Undistributed Expenditures - Health Services	218,961	36,631	255,592	211,293	44,299
Undist. Expend. - Speech, OT, PT & Related Services					
Salaries	108,383	(40,000)	68,383	62,336	6,047
Purchased Prof. Services-Educational Services	263,245	33,202	296,447	254,429	42,018
Supplies and Materials	6,000		6,000	3,589	2,411
Total Undist. Expend. - Speech, OT, PT & Related Serv.	377,628	(6,798)	370,830	320,354	50,476
Undist. Expend. - Other Supp. Serv. Students-Extra. Serv.					
Salaries	345,832	13,180	359,012	349,130	9,882
Purchased Prof. Services-Educational Services	82,608	(3,800)	78,808	73,694	5,114
Other Objects	9,500	(5,000)	4,500		4,500
Total Undist. Expend. -Other Supp. Serv. Students-Extra. Serv.	437,940	4,380	442,320	422,824	19,496
Undist. Expend. - Guidance					
Salaries of Other Professional Staff	72,502	7,403	79,905	79,394	511
Salaries of Secretarial and Clerical Assistants	27,093	4,521	31,614	30,478	1,136
Other Purchased Services (400-500 series)	400		400		400
Supplies and Materials	10,667	(5,565)	5,102	1,322	3,780
Other Objects	205	(150)	55		55
Total Undist. Expend. - Guidance	110,867	6,209	117,076	111,194	5,882
Undist. Expend. - Child Study Teams					
Salaries of Other Professional Staff	389,730	14,873	404,603	401,454	3,149
Salaries of Secretarial and Clerical Assistants	78,744	(10,728)	68,016	68,015	1
Purchased Prof. Services-Educational Services	6,080	7,828	13,908	6,231	7,677
Other Purchased Prof. and Tech Services	30,124	(5,000)	25,124	17,920	7,204
Misc. Pur Services (400-500 Series O/than Resid Costs)	62,670	8,490	71,160	46,293	24,867
Supplies and Materials	17,670		17,670	5,843	11,827
Other Objects		1,510	1,510	1,509	1
Total Undist. Expend. - Child Study Teams	585,018	16,973	601,991	547,265	54,726

Exhibit C-1

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Improvement of Instructional Services					
Salaries of Supervisors of Instruction	65,735		65,735	63,294	2,441
Salaries of Other Professional Staff	16,562		16,562	16,358	204
Other Purch Services (400-500)	3,500		3,500	540	2,960
Supplies and Materials	1,700		1,700	29	1,671
Other Objects	500	150	650	150	500
Total Undist. Expend. - Improvement of Inst. Services	87,997	150	88,147	80,371	7,776
Undist. Expend. - Educational Media Serv./Sch. Library					
Salaries	124,924	(37,675)	87,249	83,854	3,395
Salaries of Technology Coordinators	167,647	1,801	169,448	167,438	2,010
Purchased Professional and Technical Services	99,927	(17,322)	82,605	70,170	12,435
Other Purch Services (400-500)	2,000		2,000	864	1,136
Supplies and Materials	13,778		13,778	10,438	3,340
Other Objects	205		205	80	125
Total Undist. Expend. - Educational Media Serv./Sch. Library	408,481	(53,196)	355,285	332,844	22,441
Undist. Expend. - Instructional Staff Training Serv.					
Salaries Supervisor of Instruction	63,296		63,296	63,294	2
Salaries of Secretarial and Clerical Assistants	31,257		31,257	26,431	4,826
Purchased Professional - Educational Services	8,400		8,400	2,919	5,481
Other Purchased Services (400-500 series)	4,000		4,000	2,894	1,106
Total Undist. Expend. - Instructional Staff Training Serv.	106,953		106,953	95,538	11,415
Undist. Expend. - Supp. Serv. - General Administration					
Salaries	237,968	(12,607)	225,361	224,822	539
Legal Services	15,000	10,465	25,465	25,465	
Audit Fees	46,100	651	46,751	23,000	23,751
Architectural/Engineering Services	7,000	(5,053)	1,947	1,947	
Other Purchased Professional Services	1,000	990	1,990	975	1,015
Purchased Technical Services	300	7,722	8,022	8,022	
Communications/Telephone	10,400	6,600	17,000	15,193	1,807
Travel - All Other		1,093	1,093		1,093
BOE Other Purchased Services	500	(94)	406		406
Misc. Purch Services (400-500 Series)	30,999	(1,301)	29,698	27,948	1,750
General Supplies	1,230	1,632	2,862	2,510	352
BOE In House Training/Meeting Supplies	500	(280)	220	121	99
Judgements Against School District	40,300	(40,300)			
Misc. Expenditures	3,000		3,000	2,472	528
BOE Membership Dues and Fees	10,100	1,433	11,533	11,533	
Total Undist. Expend. - Supp. Serv. - General Administration	404,397	(29,049)	375,348	344,008	31,340
Undist. Expend. - Support Serv. - School Administration					
Salaries of Principals/Assistant Principals	103,434	6,066	109,500	109,499	1
Salaries of Secretarial and Clerical Assistants	83,009	(6,585)	76,424	65,160	11,264
Purchased Prof & Technical Services	7,839	519	8,358	8,357	1
Other Purchased Services (400-500 series)	4,600	850	5,450	3,843	1,607
Supplies and Materials	8,704		8,704	5,456	3,248
Other Objects	1,375		1,375	1,200	175
Total Undist. Expend. - Support Serv. - School Administration	208,961	850	209,811	193,515	16,296
Undist. Expend. - Support Serv. - Central Services					
Salaries	181,229	79,247	260,476	260,475	1
Purchased Technical Services	11,257	2,603	13,860	13,860	
Misc. Pur Services (400-500 Series)	6,722	(557)	6,165	5,710	455
Supplies and Materials	5,000	816	5,816	5,483	333
Miscellaneous Expenditures	4,600	(74)	4,526	3,519	1,007
Total Undist. Expend. - Support Serv. - Central Services	208,808	82,035	290,843	289,047	1,796
Undist. Expend. -Admin. Info. Tech					
Salaries					
Purchased Professional Services	9,981	(1,893)	8,088	4,599	3,489
Purchased Technical Services	20,080	3,722	23,802	23,719	83
Supplies and Materials	5,731	(527)	5,204	547	4,657
Total Undist. Expend. - Admin. Info. Tech	35,792	1,302	37,094	28,865	8,229
Undist. Expend. - Required Maint. for School Facilities (261)					
Salaries	274,063	(49,448)	224,615	181,447	43,168
Cleaning, Repair and Maintenance Services	107,667	53,728	161,395	114,159	47,236
General Supplies	40,500	(15,117)	25,383	15,641	9,742
Other Objects	1,825		1,825	1,720	105
Total Undist. Expend. - Required Maint. for School Facilities	424,055	(10,837)	413,218	312,967	100,251

Exhibit C-1

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Custodial Services (262)					
Salaries	301,326	(148)	301,178	244,948	56,230
Salaries of Non-Instructional Aides	15,000		15,000	10,464	4,536
Purchased Professional and Technical Services		1,309	1,309	1,309	
Cleaning, Repair and Maintenance Services	18,000	(5,349)	12,651	3,012	9,639
Other Purchased Property Services	33,000	(18,405)	14,595	11,712	2,883
Insurance	110,813	(1,453)	109,360	109,360	
Travel		148	148	147	1
General Supplies	26,300	5,761	32,061	31,982	79
Energy (Natural Gas)	60,000	(3,567)	56,433	55,797	636
Energy (Electricity)	92,000	27,972	119,972	119,972	
Total Undist. Expend. - Custodial Services (262)	656,439	6,268	662,707	588,703	74,004
Undist. Expend. - Care & Upkeep of Grounds					
Salaries	8,000	(6,500)	1,500		1,500
Cleaning, Repair and Maintenance Services	32,550	11,468	44,018	34,412	9,606
General Supplies	5,800	(4,399)	1,401	1,250	151
Total Undist. Expend. - Care & Upkeep of Grounds	46,350	569	46,919	35,662	11,257
Undist. Expend. - Security					
Salaries	139,590	27,538	167,128	165,311	1,817
Purchased Professional and Technical Services		40,072	40,072	39,453	619
Cleaning, Repair and Maintenance Services	37,006	(34,006)	3,000	3,000	
General Supplies	22,785	(11,498)	11,287	6,109	5,178
Other Objects	18,127	(18,052)	75	75	
Total Undist. Expend. - Security	217,508	4,054	221,562	213,948	7,614
Undist. Expend. - Student Transportation Services (270)					
Salaries of Non-Instructional Aides	58,000		58,000	28,190	29,810
Sal. For Pupil Trans (Bet Home & Sch)-Reg	34,155		34,155	26,042	8,113
Contract Serv.-Aid in Lieu Pymts-NonPub Sch	115,500		115,500	88,540	26,960
Contr Serv. (Oth than Bet. Home and Sch)-Vendors	23,300	(9,900)	13,400	4,682	8,718
Contr Serv. (Bet. Home & Sch) Joint Agrmnts	427,000	22,100	449,100	418,055	31,045
Contract Serv. (Sp Ed Stds)-Joint Agrmnts	407,711	24,800	432,511	402,756	29,755
Total Undist. Expend. - Student Transportation Services	1,065,666	37,000	1,102,666	968,265	134,401
UNALLOCATED BENEFITS					
Social Security Contributions	150,000	2,619	152,619	152,619	
Other Retirement Contributions-PERS	220,894	(7,423)	213,471	197,316	16,155
Other Retirement Contributions-Regular	4,000		4,000	1,014	2,986
Unemployment Compensation	30,000		30,000	24,477	5,523
Workmen's Compensation	54,064		54,064	36,064	18,000
Health Benefits	2,420,000	(34,958)	2,385,042	2,376,106	8,936
Tuition Reimbursement	20,000		20,000	15,618	4,382
Other Employee Benefits	41,325	9,186	50,511	50,510	1
Unused Sick Payment to Term/Retired Staff	25,000	(9,144)	15,856		15,856
TOTAL UNALLOCATED BENEFITS	2,965,283	(39,720)	2,925,563	2,853,724	71,839
On-behalf TPAF Post-Retirement Medical (non-budgeted)				511,014	511,014
On-behalf TPAF Pension (non-budgeted)				1,856,428	1,856,428
On-behalf TPAF NCGI Premium (non-budgeted)				21,172	21,172
On-behalf TPAF - LTDI				747	747
Reimbursed TPAF Social Security Contributions (non-budgeted)				398,553	398,553
TOTAL ON-BEHALF CONTRIBUTIONS				2,787,914	(2,787,914)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	2,965,283	(39,720)	2,925,563	5,641,638	(2,716,075)
TOTAL UNDISTRIBUTED EXPENDITURES	11,200,945	(153,989)	11,046,956	12,895,926	(1,848,970)
TOTAL GENERAL CURRENT EXPENSE	16,170,293	(77,346)	16,092,947	17,820,930	(1,727,983)
Equipment					
Regular Programs - Instruction:					
Grades 1-5		5,478	5,478	5,478	
Grades 6-8		34,746	34,746	34,376	370
Total Equipment		40,224	40,224	39,854	370

Exhibit C-1

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
Undist. Expenditures:					
Instruction	60,330	(28,893)	31,437	31,437	
Security		4,750	4,750	4,749	1
Total Undist. Expend.	60,330	(24,143)	36,187	36,186	1
Facilities Acquisition and Construction Services					
Architectural/Engineering Services	19,721	111,563	131,284	55,021	76,263
Other Purchased Prof. & Tech. Services	18,061	9,602	27,663	27,663	
Construction Services	2,325,649	565,309	2,890,958	2,270,927	620,031
Supplies & Materials	17,592	52,750	70,342	61,283	9,059
Assessment for Debt Service on SDA Funding	5,625		5,625	5,625	
Total Facilities Acquisition and Construction Services	2,386,648	739,224	3,125,872	2,420,519	705,353
TOTAL CAPITAL OUTLAY	2,446,978	755,305	3,202,283	2,496,559	705,724
TOTAL EXPENDITURES	18,617,271	677,959	19,295,230	20,317,489	(1,022,259)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,152,786)	(677,959)	(3,830,745)	(1,432,549)	2,398,196
Other Financing Sources/(Uses):					
Transfers In:					
Close out of Milk Fund				1,002	(1,002)
Total Other Financing Sources/(Uses):				1,002	(1,002)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(3,152,786)	(677,959)	(3,830,745)	(1,431,547)	2,397,194
Fund Balance, July 1	6,612,146		6,612,146	6,612,146	
Fund Balance, June 30	3,459,360	(677,959)	2,781,401	5,180,599	2,397,194
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Adjustment for Prior Year Encumbrances	(1,798,268)		(1,798,268)	(1,798,268)	
Increase:					
Capital Reserve - Principal				1,719,942	1,719,942
Capital Reserve - Interest	50		50	607	557
Maintenance Reserve - Interest	25		25	130	105
Withdrawal from Maintenance Reserve					
Withdrawal from Capital Reserve	(890,000)	(677,959)	(1,567,959)	(1,567,959)	
Budgeted Fund Balance	(464,593)		(464,593)	214,001	676,590
	(3,152,786)	(677,959)	(3,830,745)	(1,431,547)	2,397,194
Recapitulation:					
Restricted Fund Balance:					
Capital Reserve designated for Subsequent Years' Expenditures				1,550,000	
Capital Reserve				2,188,559	
Maintenance Reserve designated for Subsequent Years' Expenditures				5,000	
Maintenance Reserve				180,386	
Emergency Reserve				250,000	
Assigned Fund Balance:					
Designated for Subsequent Years' Expenditures				93,423	
Year-End Encumbrances				220,932	
Unassigned Fund Balance:				692,299	
				5,180,599	
Recapitulation to Governmental Fund Statement (GAAP):					
Less: Last State Aid Payment not Recognized GAAP Basis				(63,289)	
Total Fund Balance per Governmental Funds (GAAP)				5,117,310	

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Budgetary Comparison Schedule
Special Revenue Fund
Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources		5,070	5,070	66,104	61,034 (1)
State Sources		54,246	54,246	26,199	(28,047)
Federal Sources	214,431	863,887	1,078,318	551,883	(526,435)
Total Revenues	214,431	923,203	1,137,634	644,186	(493,448)
EXPENDITURES:			923,203		
Instruction:					
Salaries		44,148	44,148	30,030	14,118
Other Purchased Services (400-500 Series)	92,380	56,925	149,305	126,035	23,270
General Supplies	104,690	106,252	210,942	154,095	56,847
Textbooks		5,319	5,319	-	5,319
Total instruction	197,070	212,644	409,714	310,160	99,554
Support services:					
Salaries		-		-	-
Personal Services - Employee Benefits		1,193	1,193	-	1,193
Purchased Professional and Technical Services	17,361	201,627	218,988	163,651	55,337
Cleaning, Repair & Maintenance Services			8,719	8,719	-
Other Purchased Services (400-500 Series)		7,258	7,258	3,130	4,128
Supplies and Materials		62,994	62,994	28,402	34,592
Student Activities				45,788	(45,788)
Total support services	17,361	273,072	299,152	249,690	49,462
Facilities acquisition and construction services:					
Building/Renovation		341,231	341,231	-	341,231
Instructional Equipment		81,842	81,842	74,456	7,386
Non - Instructional Equipment		5,695	5,695	4,473	1,222
Total facilities acquisition and construction services	-	428,768	428,768	78,929	349,839
Total Expenditures	214,431	914,484	1,137,634	638,779	498,855
Excess (Deficiency) of Revenues Over (Under)					
Expenditures and Other Financing Sources (Uses)	-	8,719	-	5,407	5,407
Fund Balance, July 1				39,315	
Fund Balance, June 30				44,722	
Recapitulation:					
Restricted					
Student Activities				44,722	
Total Fund Balance				44,722	

(1) - Not required to budget for these funds

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Required Supplementary Information
Budgetary Comparison Schedule
Note to Required Supplementary Information - Part II
Fiscal Year Ended June 30, 2024

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

		General Fund	Special Revenue Fund
Sources/inflows of resources			
Actual amounts (budgetary basis) "revenue"			
from the budgetary comparison schedule	[C-1],[C-2]	18,884,940	644,186
Difference - budget to GAAP:			
Grant accounting budgetary basis differs from GAAP in that			
encumbrances are recognized as expenditures, and the related			
revenue is recognized.			
Prior Year			4,978
Current Year			(41,506)
State aid payment recognized for GAAP statements in			
the current year, previously recognized for budgetary purposes.			
		61,063	
The last state aid payment is recognized as revenue for budgetary			
purposes, and differs from GAAP which does not recognize this			
revenue until the subsequent year when the State recognizes the			
related expense (GASB 33)			
		(63,289)	
Total revenues as reported on the statement of revenues, expenditures			
and changes in fund balances - governmental funds.			
	[B-2]	18,882,714	607,658
Uses/outflows of resources			
Actual amounts (budgetary basis) "total outflows" from the			
budgetary comparison schedule	[C-1],[C-2]	20,317,489	638,779
Differences - budget to GAAP			
Encumbrances for supplies and equipment ordered but			
received are reported in the year the order is placed for			
<i>budgetary</i> purposes, but in the year the supplies are received			
for <i>financial reporting</i> purposes.			
Prior Year			4,978
Current Year			(41,506)
Total expenditures as reported on the statement of revenues,			
expenditures, and changes in fund balances - governmental funds			
	[B-2]	20,317,489	602,251

**REQUIRED SUPPLEMENTARY
INFORMATION - PART III**

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Schedules of Required Supplementary Information
Schedule of District's Proportionate Share of the Net Pension Liability - Public Employees Retirement System
Last 10 Fiscal Years

Fiscal Year Ending June 30,	District's		District's		District's		Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
	Proportion of the Net Pension Liability (Asset)		Proportionate Share of the Net Pension Liability (Asset)		Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its' Covered Payroll		
2015	0.0152065979%	\$	2,847,091	\$	1,080,524	263.49%	52.08%
2016	0.0142095476%		3,189,759		1,180,020	270.31%	47.93%
2017	0.0171520092%		3,847,422		1,182,605	325.33%	59.86%
2018	0.0171392665%		3,963,132		1,213,811	326.50%	48.10%
2019	0.0170249300%		3,462,475		1,062,985	325.73%	53.60%
2020	0.0175853854%		2,691,005		1,119,093	240.46%	56.27%
2021	0.0149346922%		2,473,798		1,043,745	237.01%	58.32%
2022	0.0151698009%		1,797,090		1,115,659	161.08%	70.33%
2023	0.0152496968%		2,301,389		1,163,547	197.79%	62.91%
2024	0.0147633353%		2,138,377		1,253,705	170.56%	65.23%

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Schedules of Required Supplementary Information
Schedule of District's Contributions - Public Employees Retirement System
Last 10 Fiscal Years

<u>Fiscal Year Ending June 30,</u>	<u>Contractually Required Contribution</u>	<u>Contributions in Relations to the Contractually Required Contributions</u>	<u>Contribution Deficiency (Excess)</u>	<u>District's PERS Covered- Employee Payroll</u>	<u>Contributions as a Percentage of PERS Covered- Employee Payroll</u>
2015	\$ 125,361	\$ 125,361	\$ -	\$ 1,080,524	11.60%
2016	122,164	122,164	-	1,180,020	10.35%
2017	152,376	152,376	-	1,182,605	12.88%
2018	158,777	158,777	-	1,213,811	13.08%
2019	169,343	169,343	-	1,062,985	15.93%
2020	171,054	171,054	-	1,119,093	15.29%
2021	163,378	163,378	-	1,043,745	15.65%
2022	177,656	177,656	-	1,115,659	15.92%
2023	192,306	192,306	-	1,163,547	16.53%
2024	197,316	197,316	-	1,253,705	15.74%

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Schedules of Required Supplementary Information
Schedule of the District's Share of the Net Pension Liability - Teacher's Pension and Annuity Fund
Last 10 Fiscal Years

Fiscal Year Ending June 30,	District's Proportion of the Net Pension Liability (Asset)	State's		District's Covered Payroll - TPAF Employee's	District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its' Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
		District's Proportionate Share of the Net Pension Liability (Asset)	Share of the Net Pension Liability Associated with the District (Asset)			
2015	0.0360689950%	\$	\$ 19,277,704	\$ 4,335,126	0.00%	33.64%
2016	0.0380913907%	-	24,075,386	4,393,888	0.00%	28.71%
2017	0.0419659794%	-	33,013,111	4,507,810	0.00%	22.33%
2018	0.0448742572%	-	30,255,842	4,680,802	0.00%	25.41%
2019	0.0452932148%	-	28,814,570	5,036,691	0.00%	26.49%
2020	0.0434329796%	-	26,655,230	5,022,930	0.00%	26.95%
2021	0.0430927241%	-	28,376,040	4,867,908	0.00%	24.60%
2022	0.0465227221%	-	22,365,886	5,089,160	0.00%	35.52%
2023	0.0450440459%	-	23,240,212	5,111,546	0.00%	32.29%
2024	0.0438523867%	-	22,379,044	5,408,514	0.00%	34.68%

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Schedules of Required Supplementary Information
Schedule of the School District's Contribution
Teachers' Pension and Annuity Fund (TPAF)
Last 10 Fiscal Years

This schedule is not applicable.

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

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

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Note to Required Schedules of Supplementary Information - Part III
Fiscal Year Ended June 30, 2024

PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)

Change in benefit terms: None

Change in assumptions: Assumptions used in calculating the net pension liability and
statutorily required employer contribution are presented in
Note 7 of the Notes to the Financial Statements.

TEACHERS PENSION AND ANNUITY FUND (TPAF)

Change in benefit terms: None

Change in assumptions: Assumptions used in calculating the net pension liability and
statutorily required employer contribution are presented in
Note 7 of the Notes to the Financial Statements.

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Schedule of Required Supplementary Information
Schedule of Changes in the District's Proportionate Share of the State OPEB Liability
*Last 10 Fiscal Years**

	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability							
Service Costs	\$ 856,508	\$ 1,281,980	\$ 1,430,356	\$ 775,568	\$ 797,503	\$ 879,761	\$ 1,063,587
Interest on Total OPEB Liability	804,167	588,053	717,107	640,427	818,080	859,013	740,889
Changes of Benefit Terms	(456,722)	(807,596)	(29,423)				
Difference between Expected and Actual Experience			(4,090,899)	5,949,272	(4,180,365)	(1,617,406)	
Changes in Assumptions	46,023	(5,952,596)	27,273	5,504,780	265,020	(2,364,381)	(3,095,742)
Gross Benefit Payments	(626,861)	(582,483)	(564,879)	(524,640)	(545,625)	(550,936)	(541,499)
Contribution from the Member	20,608	18,686	18,333	15,902	16,174	19,041	19,939
Net Changes in total Share of OPEB Liability	643,723	(5,453,956)	(2,492,132)	12,361,309	(2,829,213)	(2,774,908)	(1,812,826)
Total OPEB Liability - Beginning	22,189,738	27,643,694	30,135,826	17,774,517	20,603,730	23,378,638	25,191,464
Total OPEB Liability - Ending	\$ 22,833,461	\$ 22,189,738	\$ 27,643,694	\$ 30,135,826	\$ 17,774,517	\$ 20,603,730	\$ 23,378,638
District's Proportionate Share of OPEB Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of OPEB Liability	22,833,461	22,189,738	27,643,694	30,135,826	17,774,517	20,603,730	23,378,638
Total OPEB Liability - Ending	\$ 22,833,461	\$ 22,189,738	\$ 27,643,694	\$ 30,135,826	\$ 17,774,517	\$ 20,603,730	\$ 23,378,638
District's Covered Employee Payroll	\$ 6,662,219	\$ 6,275,093	\$ 6,204,819	\$ 5,987,001	\$ 6,085,915	\$ 6,250,502	\$ 5,894,613
Districts' Proportionate Share of the Total OPEB Liability as a Percentage of its Covered Payroll	0%	0%	0%	0%	0%	0%	0%

Notes to Schedule:

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

Change in benefit terms Decrease in liability due to employers adopting provisions of Chapter 44.

Change in assumptions Assumptions used in calculating the OPEB liability are presented in Note 8.

* GASB requires that ten years of information be presented. However, since fiscal year 2018 was the first year of GASB 75 implementation ten years is not presented. Each year thereafter, an additional year will be included until ten years of data is presented.

Other Supplementary Information

SPECIAL REVENUE FUND

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
Fiscal Year Ended June 30, 2024

	Total Brought Forward (Ex. E-1a)	Title I, Improving Basic Programs	Title II/A, Teacher/Principal Training & Recruiting	Title III, English Language Acquisition & Enhancement	Title IV, Student Support & Academic Enrichment	Totals 2024
REVENUES						
Local Sources	66,104					66,104
State Sources	26,199					26,199
Federal Sources	369,825	109,080	36,059	19,884	17,035	551,883
Total Revenues	462,128	109,080	36,059	19,884	17,035	644,186
EXPENDITURES:						
Instruction:						
Salaries of Teachers	30,030					30,030
Other Purchased Services (400-500 series)	126,035					126,035
General Supplies	132,979	17,816			3,300	154,095
Total instruction	289,044	17,816	-	-	3,300	310,160
Support Services:						
Salaries	-					-
Purchased Professional and Technical Services	45,444	91,264	5,400	18,344	3,199	163,651
Cleaning, Repair & Maintenance Services	8,719					8,719
Other Purchased Services (400-500 series)	1,590			1,540	8,235	3,130
Supplies and Materials	20,167					28,402
Student Activities	45,788					45,788
Total support services	121,708	91,264	5,400	19,884	11,434	249,690
Facilities acquisition and const. serv.:						
Building/Renovation	-					-
Instructional Equipment	41,496		30,659		2,301	74,456
Non-Instructional Equipment	4,473					4,473
Total facilities acquisition and const. serv.	45,969	-	30,659	-	2,301	78,929
Total Expenditures	456,721	109,080	36,059	19,884	17,035	638,779
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	5,407	-	-	-	-	5,407
Fund Balance, July 1	39,315					39,315
Fund Balance, June 30	44,722	-	-	-	-	44,722

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
Fiscal Year Ended June 30, 2024

	Total Brought Forward (Ex. E-1b)	IDEA Part B, Basic	IDEA Part B Preschool	CRRSA ESSER II	ARP ESSER III	Totals 2024
REVENUES						
Local Sources	66,104					66,104
State Sources	26,199					26,199
Federal Sources	57,985	121,055	4,980	139,309	46,496	369,825
Total Revenues	150,288	121,055	4,980	139,309	46,496	462,128
EXPENDITURES:						
Instruction:						
Salaries of Teachers	8,938			2,805	18,287	30,030
Other Purchased Services (400-500 series)	-	121,055	4,980			126,035
General Supplies	16,921			114,412	1,646	132,979
Total instruction	25,859	121,055	4,980	117,217	19,933	289,044
Support Services:						
Salaries	-					-
Personal Services - Employee Benefits	-					-
Purchased Professional and Technical Services	42,267			1,800	1,377	45,444
Cleaning, Repair & Maintenance Services	8,719					8,719
Other Purchased Services (400-500 series)	-			2,023	1,590	1,590
Supplies and Materials	18,144					20,167
Student Fees/Activities	45,788					45,788
Total support services	114,918	-	-	3,823	2,967	121,708
Facilities acquisition and const. serv.:						
Building/Renovation	-					-
Instructional Equipment	4,104			13,796	23,596	41,496
Non-Instructional Equipment	-			4,473		4,473
Total facilities acquisition and const. serv.	4,104	-	-	18,269	23,596	45,969
Total Expenditures	144,881	121,055	4,980	139,309	46,496	456,721
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	5,407	-	-	-	-	5,407
Fund Balance, July 1	39,315					39,315
Fund Balance, June 30	44,722	-	-	-	-	44,722

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
Fiscal Year Ended June 30, 2024

	Total Brought Forward (Ex. E-1c)	ARP ESSR Accelerated Learning Coach & Educator Support	ARP ESSR Evidence Based Summer Learning & Enrichment	ARP ESSR Evidence Based Comprehension Beyond the School Day	ARP ESSR NJTSS Mental Health Support Staffing	N.J. Nonpublic Nursing Services Aid	Totals 2024
REVENUES							
Local Sources	66,104						66,104
State Sources	12,999					13,200	26,199
Federal Sources	-	30,903	6,425	2,513	18,144		57,985
Total Revenues	79,103	30,903	6,425	2,513	18,144	13,200	150,288
EXPENDITURES:							
Instruction:							
Salaries of Teachers	-		6,425	2,513			8,938
Other Purchased Services (400-500 series)	-						-
General Supplies	15,085	1,836					16,921
Total instruction	15,085	1,836	6,425	2,513	-	-	25,859
Support Services:							
Salaries	-						-
Personal Services - Employee Benefits	-						-
Purchased Professional and Technical Services	-	29,067				13,200	42,267
Cleaning, Repair & Maintenance Services	8,719						8,719
Other Purchased Services (400-500 series)	-						-
Supplies and Materials	-				18,144		18,144
Student Fees/Activities	45,788						45,788
Total support services	54,507	29,067	-	-	18,144	13,200	114,918
Facilities acquisition and const. serv.:							
Building/Renovation	-						-
Instructional Equipment	4,104						4,104
Non-Instructional Equipment	-						-
Total facilities acquisition and const. serv.	4,104	-	-	-	-	-	4,104
Total Expenditures	73,696	30,903	6,425	2,513	18,144	13,200	144,881
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	5,407	-	-	-	-	-	5,407
Fund Balance, July 1	39,315	-	-	-	-	-	39,315
Fund Balance, June 30	44,722	-	-	-	-	-	44,722

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
Fiscal Year Ended June 30, 2024

	SDA Emergent Capital Needs Grant	N.J. Nonpublic Technology Aid	Donation - Chung Family	Student Activity Account	Student Fee Account	Totals 2024
REVENUES						
Local Sources	8,719		4,104	52,315	9,685	66,104
State Sources		4,280				12,999
Federal Sources						-
Total Revenues	8,719	4,280	4,104	52,315	9,685	79,103
EXPENDITURES:						
Instruction:						
Salaries of Teachers						-
Other Purchased Services (400-500 series)		4,280			10,805	-
General Supplies						15,085
Total instruction	-	4,280	-	-	10,805	15,085
Support Services:						
Salaries						-
Personal Services - Employee Benefits						-
Purchased Professional and Technical Services						-
Cleaning, Repair & Maintenance Services	8,719					8,719
Other Purchased Services (400-500 series)						-
Supplies and Materials						-
Student Fees/Activities				45,788		45,788
Total support services	8,719	-	-	45,788	-	54,507
Facilities acquisition and const. serv.:						
Building/Renovation			4,104			-
Instructional Equipment						4,104
Non-Instructional Equipment						-
Total facilities acquisition and const. serv.	-	-	4,104	-	-	4,104
Total Expenditures	8,719	4,280	4,104	45,788	10,805	73,696
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	6,527	(1,120)	5,407
Fund Balance, July 1	-	-	-	9,510	29,805	39,315
Fund Balance, June 30	-	-	-	16,037	28,685	44,722

PROPRIETARY FUNDS

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Combining Statement of Net Position
Enterprise Funds
June 30, 2024

	<u>Enrichment Program</u>	<u>Invengineering Program</u>	<u>Totals</u>
ASSETS			
Current assets:			
Cash and cash equivalents	56,750		56,750
Total current assets	<u>56,750</u>		<u>56,750</u>
Noncurrent assets:			
Capital assets:			
Equipment			
Less accumulated depreciation			
Total capital assets (net of accumulated depreciation)			
Total assets	<u>56,750</u>		<u>56,750</u>
NET POSITION			
Unrestricted	56,750		56,750
Total net position	<u>56,750</u>		<u>56,750</u>

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
Enterprise Funds
Fiscal Year Ended June 30, 2024

	<u>Special Milk Program</u>	<u>Enrichment Program</u>	<u>Invengineering Program</u>	<u>Totals</u>
Operating revenues:				
Charges for services:				
Tuition Charges	<u> </u>	<u>80,335</u>	<u>850</u>	<u>81,185</u>
Total operating revenues	<u>-</u>	<u>80,335</u>	<u>850</u>	<u>81,185</u>
Operating expenses:				
Salaries and wages		38,986	850	39,836
Purchased services		22,240		22,240
Supplies and materials	-	2,218		2,218
Total Operating Expenses	-	63,444	850	64,294
Operating income (loss)	-	16,891	-	16,891
Transfers in (out)	(1,002)			(1,002)
Change in net position	(1,002)	16,891	-	15,889
Total net position—beginning	1,002	39,859		40,861
Total net position—ending	<u>-</u>	<u>56,750</u>	<u>-</u>	<u>56,750</u>

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Combining Statement of Cash Flows
Enterprise Funds
Fiscal Year Ended June 30, 2024

	<u>Special Milk Program</u>	<u>Enrichment Program</u>	<u>Invengineering Program</u>	<u>Totals</u>
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	-	80,335	850	81,185
Payments for salaries and wages	-	(38,986)	(850)	(39,836)
Payments for purchased services	-	(22,240)	-	(22,240)
Payments for supplies	-	(2,218)	-	(2,218)
Net cash provided by (used for) operating activities	<u>-</u>	<u>16,891</u>	<u>-</u>	<u>16,891</u>
Transfers in/(out)	<u>(1,002)</u>			<u>(1,002)</u>
Net increase (decrease) in cash and cash equivalents	(1,002)	16,891	-	15,889
Balances—beginning of year	<u>1,002</u>	<u>39,859</u>		<u>40,861</u>
Balances—end of year	<u><u>-</u></u>	<u><u>56,750</u></u>	<u><u>-</u></u>	<u><u>56,750</u></u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	<u>-</u>	<u>16,891</u>	<u>-</u>	<u>16,891</u>
Net cash provided by (used for) operating activities	<u><u>-</u></u>	<u><u>16,891</u></u>	<u><u>-</u></u>	<u><u>16,891</u></u>

LONG-TERM DEBT

ENGLEWOOD CLIFFS BOARD OF EDUCATION
General Long Term Debt Account Group
Schedule of Obligations Under Lease-Purchase Agreements
June 30, 2024

Description	Issued	Amount of Issue	Annual Maturities Date	Amount	Interest Rate	Balance July 1, 2023	Decreased	Balance June 30, 2024
Macbook Computers & Related Equipment	7/9/2021	87,635	8/15/2024	22,079	1.59%	\$ 43,812	21,733	22,079
						\$ 43,812	21,733	22,079

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Budgetary Comparison Schedule
Debt Service Fund
Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy			-		-
State Sources:					
Debt Service Aid Type II			-		-
Total - State Sources	-	-	-	-	-
Total Revenues	-	-	-	-	-
EXPENDITURES:					
Regular Debt Service:					
Interest			-		-
Redemption of Principal			-		-
Total Regular Debt Service	-	-	-	-	-
Total expenditures	-	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	17	17
Fund Balance, June 30	-	-	-	17	17
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Budgeted Fund Balance	-	-	-	-	-

STATISTICAL SECTION

STATISTICAL SECTION (UNAUDITED)

Introduction to the Statistical Section

Financial Trends

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- J-2 Changes in Net Assets/Position
- J-3 Fund Balances - Governmental Funds
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- J-5 General Fund Other Local Revenue by Source

Revenue Capacity

- J-6 Assessed Value and Estimated Actual Value of Taxable Property
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Debt Capacity

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STATISTICAL SECTION (UNAUDITED) - INTRODUCTION

J SERIES

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Financial Trends These schedules contain trend information to help the reader understand how the district's financial performance and well-being have changes over time.	J-1 to J-5
Revenue Capacity These schedules contain information to help the reader assess the district's most significant local revenue sources, the property tax.	J-6 to J-9
Debt Capacity These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.	J-10 to J-13
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.	J-14 to J-15
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district 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 (ACFR) for the relevant year.	

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Net Position by Component,
Last Ten Fiscal Years
(accrual basis of accounting)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental activities										
Invested in capital assets, net of related debt	1,837,957	1,794,548	1,766,991	2,697,226	3,457,521	4,276,537	4,940,129	5,047,346	5,075,391	6,805,465
Restricted	2,418,546	2,670,011	3,506,024	3,058,563	2,901,400	2,900,783	3,893,644	5,014,513	6,323,418	4,533,039
Unrestricted	(2,540,549)	(2,609,582)	(3,348,512)	(3,639,213)	(3,671,933)	(3,799,832)	(3,355,733)	(2,778,524)	(2,976,664)	(2,311,217)
Total governmental activities net position	\$ 1,715,954	\$ 1,854,977	\$ 1,924,503	\$ 2,116,576	\$ 2,687,528	\$ 3,377,488	\$ 5,478,040	\$ 7,283,335	\$ 8,422,145	\$ 9,027,287
Business-type activities										
Invested in capital assets, net of related debt	818	1,648	20,577	26,092	36,479	38,343	36,344	40,589	40,861	56,750
Restricted	818	1,648	20,577	26,092	36,479	38,343	36,344	40,589	40,861	56,750
Total business-type activities net position	\$ 818	\$ 1,648	\$ 20,577	\$ 26,092	\$ 36,479	\$ 38,343	\$ 36,344	\$ 40,589	\$ 40,861	\$ 56,750
District-wide										
Invested in capital assets	\$ 1,837,957	\$ 1,794,548	\$ 1,766,991	\$ 2,697,226	\$ 3,457,521	\$ 4,276,537	\$ 4,940,129	\$ 5,047,346	\$ 5,075,391	\$ 6,805,465
Restricted	2,418,546	2,670,011	3,506,024	3,058,563	2,901,400	2,900,783	3,893,644	5,014,513	6,323,418	4,533,039
Unrestricted	(2,539,731)	(2,607,934)	(3,327,935)	(3,613,121)	(3,634,914)	(3,761,489)	(3,319,389)	(2,737,935)	(2,935,803)	(2,254,467)
Total district net position	\$ 1,716,772	\$ 1,856,625	\$ 1,945,080	\$ 2,142,668	\$ 2,724,007	\$ 3,415,831	\$ 5,514,384	\$ 7,323,924	\$ 8,463,006	\$ 9,084,037

Source: ACFR Schedule A-1

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses										
Governmental activities										
Instruction										
Regular	\$ 4,327,314	\$ 4,799,343	\$ 4,543,476	\$ 4,750,188	\$ 4,547,331	\$ 4,807,167	\$ 4,249,864	\$ 3,703,201	\$ 4,137,921	\$ 4,427,147
Special education	1,438,502	1,463,516	1,468,399	1,118,449	968,844	1,179,033	1,140,300	998,123	816,482	1,019,736
Other special education	285,924	261,988	182,652	170,063	235,177	275,553	509,154	428,757	372,111	311,871
Other instruction	9,440		24,292	14,891	107,589	207,633	-	-	228,351	251,408
Support Services:										
Tuition	717,668	977,564	1,973,131	2,021,273	2,034,033	2,132,895	1,990,856	1,806,905	1,994,980	2,122,798
Student & instruction related services	2,430,735	2,349,989	2,225,026	2,211,348	2,259,228	2,428,109	2,670,587	2,471,742	2,514,283	2,722,544
School Administrative Services	158,185	156,652	207,811	230,683	244,410	258,999	306,922	270,233	281,459	236,570
General administration	409,541	412,375	456,753	471,737	491,682	565,231	510,078	479,420	434,714	381,965
Central Services	354,589	271,986	347,766	264,369	292,529	276,884	274,617	230,218	230,376	333,023
Administrative information technology	181,306	225,784	157,717	172,582	87,731	137,500	51,730	42,663	45,592	28,865
Administrative information technology	1,237,537	1,155,542	1,038,254	1,051,907	1,075,936	1,114,295	941,212	1,052,553	1,181,292	1,271,621
Plant Operations and Maintenance	755,696	798,155	906,858	928,621	969,830	844,437	660,720	815,456	1,004,463	977,421
Pupil transportation	959,116	311,338	1,205,340	2,998,814	2,010,545	2,097,985	2,454,316	3,828,338	2,919,999	2,749,324
Unallocated benefits										
On-behalf Contributions										
Capital Outlay - non-depreciable	95,291	195,212	5,993	202,379	21,025	32,919	8,918	222,487	75,147	176,589
Debt Services:										
Interest and other charges	93,510	78,190	66,864	4,771	18,042	12,357	6,497	722		
Bond Issuance Costs			49,000							
Unallocated depreciation			302,877	320,396	367,788	404,031	404,024	426,694	426,694	547,923
Total governmental activities expenses	<u>\$ 13,454,354</u>	<u>\$ 13,457,634</u>	<u>\$ 15,162,209</u>	<u>\$ 16,932,471</u>	<u>\$ 15,731,720</u>	<u>\$ 16,775,028</u>	<u>\$ 16,179,795</u>	<u>\$ 16,777,512</u>	<u>\$ 16,663,864</u>	<u>\$ 17,558,805</u>
Business-type activities:										
Special Milk Fund	6,789	5,090	6,141	3,815	3,916	2,956	1,403	449		1,002
Inventories				3,150	3,150	2,554	1,446	1,700	2,250	850
Enrichment Program			26,842	37,392	34,298	15,334	-	25,021	47,118	63,444
Total business-type activities expense	<u>6,789</u>	<u>5,090</u>	<u>32,983</u>	<u>44,337</u>	<u>41,364</u>	<u>20,844</u>	<u>2,849</u>	<u>27,170</u>	<u>49,368</u>	<u>65,296</u>
Total district expenses	<u>\$ 13,461,143</u>	<u>\$ 13,462,724</u>	<u>\$ 15,195,192</u>	<u>\$ 16,976,828</u>	<u>\$ 15,773,084</u>	<u>\$ 16,795,872</u>	<u>\$ 16,182,644</u>	<u>\$ 16,804,682</u>	<u>\$ 16,713,232</u>	<u>\$ 17,624,101</u>
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction (tuition)	\$ -	\$ -	\$ -	\$ -	\$ -				\$ 13,150	\$ 9,685
Student & instruction related services							43,401	40,872	46,811	52,315
Central and other support services										
Operating grants and contributions	251,809	294,852	269,287	315,064	223,490	233,593	350,436	298,283	361,667	490,325
Capital grants and contributions										2,438,477
Total governmental activities program revenues	<u>\$ 251,809</u>	<u>\$ 294,852</u>	<u>\$ 269,287</u>	<u>\$ 315,064</u>	<u>\$ 223,490</u>	<u>\$ 233,593</u>	<u>\$ 393,837</u>	<u>\$ 339,155</u>	<u>\$ 421,628</u>	<u>\$ 2,990,802</u>
Business-type activities:										
Charges for services:										
Special Milk Fund	3,105	2,658	2,094	2,158	2,393	2,251	-	1,700	2,250	850
Inventories				3,150	3,150	3,150	850	29,715	47,390	80,335
Enrichment Program			46,935	42,095	43,829	15,900	-			
Operating grants and contributions	3,768	3,262	2,883	2,469	2,379	1,407	-			
Total business type activities program revenues	<u>\$ 6,873</u>	<u>\$ 5,920</u>	<u>\$ 51,912</u>	<u>\$ 49,872</u>	<u>\$ 51,751</u>	<u>\$ 22,708</u>	<u>\$ 850</u>	<u>\$ 31,415</u>	<u>\$ 49,640</u>	<u>\$ 81,185</u>
Total district program revenues	<u>\$ 258,682</u>	<u>\$ 300,772</u>	<u>\$ 321,199</u>	<u>\$ 364,936</u>	<u>\$ 275,241</u>	<u>\$ 256,301</u>	<u>\$ 394,687</u>	<u>\$ 370,570</u>	<u>\$ 471,268</u>	<u>\$ 3,071,987</u>

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Net (Expense)/Revenue										
Governmental activities	\$ (13,202,545)	\$ (13,162,782)	\$ (14,892,922)	\$ (16,617,407)	\$ (15,508,230)	\$ (16,541,435)	\$ (15,785,958)	\$ (16,438,357)	\$ (16,242,236)	\$ (14,568,003)
Business-type activities	84	830	18,929	5,515	10,387	1,864	(1,999)	4,245	272	15,889
Total district-wide net expense	<u>\$ (13,202,461)</u>	<u>\$ (13,161,952)</u>	<u>\$ (14,873,993)</u>	<u>\$ (16,611,892)</u>	<u>\$ (15,497,843)</u>	<u>\$ (16,539,571)</u>	<u>\$ (15,787,957)</u>	<u>\$ (16,434,112)</u>	<u>\$ (16,241,964)</u>	<u>\$ (14,552,114)</u>
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 10,277,713	\$ 10,963,918	\$ 12,421,223	\$ 12,963,634	\$ 13,222,907	\$ 13,487,365	\$ 13,865,519	\$ 14,142,829	\$ 14,425,686	\$ 14,714,200
Taxes levied for debt service	262,668	262,463	265,370	267,829	72,961	252,337	263,561	255,496		
Federal and state aid not restricted	2,228,154	1,598,074	1,877,119	3,120,148	2,409,518	3,132,391	3,603,926	3,698,206	2,625,444	55,333
Tuition Received	268,450	397,699	300,427	230,500	16,900	277,000	126,750	15,380	38,362	244,850
Investment earnings					281,823	4,859	1,816	83,839	180,524	
Miscellaneous income	12,438	79,651	98,309	227,369	68,961	66,658	12,607	47,902	111,030	158,762
Total governmental activities	<u>13,336,723</u>	<u>13,301,805</u>	<u>14,962,448</u>	<u>16,809,480</u>	<u>16,079,182</u>	<u>17,231,395</u>	<u>17,874,179</u>	<u>18,243,652</u>	<u>17,381,046</u>	<u>15,173,145</u>
Business-type activities:										
Liabilities canceled	-	-	-	-	-	-	-	-	-	-
Total business-type activities	<u>\$ 13,336,723</u>	<u>\$ 13,301,805</u>	<u>\$ 14,962,448</u>	<u>\$ 16,809,480</u>	<u>\$ 16,079,182</u>	<u>\$ 17,231,395</u>	<u>\$ 17,874,179</u>	<u>\$ 18,243,652</u>	<u>\$ 17,381,046</u>	<u>\$ 15,173,145</u>
Change in Net Position										
Governmental activities	\$ 134,178	\$ 139,023	\$ 69,526	\$ 192,073	\$ 570,952	\$ 689,960	\$ 2,088,221	\$ 1,805,295	\$ 1,138,810	\$ 605,142
Business-type activities	84	830	18,929	5,515	10,387	1,864	(1,999)	4,245	272	15,889
Total district	<u>\$ 134,262</u>	<u>\$ 139,853</u>	<u>\$ 88,455</u>	<u>\$ 197,588</u>	<u>\$ 581,339</u>	<u>\$ 691,824</u>	<u>\$ 2,086,222</u>	<u>\$ 1,809,540</u>	<u>\$ 1,139,082</u>	<u>\$ 621,031</u>

Source: ACFR Schedule A-2

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund										
Restricted	\$ 2,229,652	\$ 2,481,121	\$ 2,978,861	\$ 1,932,667	\$ 2,665,633	\$ 2,529,159	\$ 3,669,225	\$ 4,429,611	\$ 4,021,225	\$ 4,173,945
Assigned	276,193	205,733	338,269	928,922	227,687	371,624	180,501	546,704	2,262,861	314,355
Unassigned	273,774	357,131	235,877	187,802	278,697	257,210	653,774	769,262	266,997	629,010
Total general fund	<u>\$ 2,779,619</u>	<u>\$ 3,043,985</u>	<u>\$ 3,553,007</u>	<u>\$ 3,049,391</u>	<u>\$ 3,172,017</u>	<u>\$ 3,157,993</u>	<u>\$ 4,503,500</u>	<u>\$ 5,745,577</u>	<u>\$ 6,551,083</u>	<u>\$ 5,117,310</u>
All Other Governmental Funds										
Restricted, reported in:										
Special revenue fund							43,918	35,913	39,315	44,722
Capital projects fund	188,894	188,894	188,894	196,974	8,080	-	17	17	17	17
Debt service fund										
Total all other governmental funds	<u>\$ 188,894</u>	<u>\$ 188,894</u>	<u>\$ 188,894</u>	<u>\$ 196,974</u>	<u>\$ 8,080</u>	<u>\$ -</u>	<u>\$ 43,935</u>	<u>\$ 35,930</u>	<u>\$ 39,332</u>	<u>\$ 44,739</u>

Source: ACFR B-1

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues										
Tax levy	\$ 10,540,381	\$ 11,226,381	\$ 12,686,593	\$ 13,231,463	\$ 13,295,868	\$ 13,739,702	\$ 14,129,080	\$ 14,398,325	\$ 14,425,686	\$ 14,714,200
Tuition charges	268,450	397,699	300,427	230,500	281,823	277,000	126,750	83,839	180,524	244,850
Interest earnings										
Miscellaneous	12,438	79,651	98,309	227,369	75,073	71,517	67,958	67,788	111,030	157,760
Donations										4,104
Student Fees							41,700	10,838	13,150	9,685
Student Group Receipts							1,701	30,034	43,409	52,315
State sources	1,501,628	1,704,858	1,982,996	2,183,344	2,436,832	2,485,118	3,162,021	3,839,434	3,558,025	3,797,081
Federal sources	148,106	188,068	163,410	211,294	213,076	213,484	284,253	264,360	369,346	510,377
Total revenue	12,471,003	13,596,657	15,231,735	16,083,970	16,302,672	16,786,821	17,813,463	18,694,618	18,701,170	19,490,372
Expenditures										
Instruction										
Regular Instruction	3,213,930	3,465,168	3,454,283	3,864,884	3,623,370	3,608,466	3,164,920	3,374,289	3,583,534	3,745,836
Special education instruction	1,017,441	1,003,994	1,055,704	867,661	748,234	847,986	820,578	892,260	697,807	998,898
Other special instruction	199,161	178,451	131,222	129,158	181,856	197,916	366,447	383,096	318,616	266,823
Other Instruction	9,440	-	18,769	14,891	83,740	149,086			195,056	215,094
Support Services:										
Tuition	717,668	977,564	1,973,131	2,021,273	2,034,033	2,132,895	1,990,856	1,806,905	1,994,980	2,122,798
Student & inst. related services	1,860,860	1,705,509	1,678,622	1,793,804	1,825,205	1,829,374	2,031,856	2,212,751	2,202,088	2,401,781
School administrative services	111,846	106,622	149,606	179,587	190,974	189,075	214,245	229,986	229,882	193,515
General administration	339,030	329,097	381,901	400,529	424,898	474,494	415,409	447,830	391,725	344,008
Central services	264,287	200,595	260,806	211,287	233,045	212,163	209,210	209,888	202,648	289,047
Admin. information technology	181,306	169,503	129,484	152,526	86,241	121,326	50,129	42,663	45,592	28,865
Plant operations and maintenance	783,542	699,856	909,505	914,308	930,044	914,431	790,161	986,740	1,077,697	1,151,280
Pupil transportation	730,494	765,909	879,621	908,488	950,484	825,060	645,728	808,479	994,093	968,265
Employee benefits	1,715,804	2,112,378	2,059,585	2,170,566	2,275,727	2,308,440	2,412,599	2,547,468	2,664,683	2,853,724
On behalf contributions	864,275	1,056,737	1,245,974	1,458,172	1,613,450	1,679,755	2,159,933	2,688,748	2,670,673	2,787,914
Prior year encumbrances										

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Special Schools										
Charter Schools										
Capital outlay	229,951	208,667	38,361	1,136,667	817,494	968,965	810,585	574,188	623,188	2,551,892
Debt service:										
Principal	260,000	270,000	285,000	335,000	330,000	335,000	345,000	340,000		
Interest and other charges	92,515	82,240	71,140	20,705	20,145	14,493	8,696	2,890		
Total expenditures	12,591,550	13,332,290	14,722,714	16,579,506	16,368,940	16,808,925	16,436,352	17,548,181	17,892,262	20,919,740
Excess (Deficiency) of revenues over (under) expenditures	(120,547)	264,367	509,021	(495,536)	(66,268)	(22,104)	1,377,111	1,146,437	808,908	(1,429,368)
Other Financing sources (uses)										
Proceeds from borrowing										
Lease-Purchase										
Agreements (non-budgeted)								87,635		1,002
Transfers in	448	472	474	189,043						
Transfers out	(448)	(472)	(474)	(189,043)						
Capital Reserve - Capital Outlay	287,300									
Total other financing sources (uses)	287,300	-	-	-	-	-	-	87,635	-	1,002
Net change in fund balances	\$ 166,753	\$ 264,367	\$ 509,021	\$ (495,536)	\$ (66,268)	\$ (22,104)	\$ 1,377,111	\$ 1,234,072	\$ 808,908	\$ (1,428,366)
Debt service as a percentage of noncapital expenditures	2.85%	2.68%	2.43%	2.30%	2.25%	2.21%	2.26%	2.02%	0.00%	0.00%

Source: District records

Note: Capital Projects Fund is not included as these expenditures vary substantially from year to year. The financial data presented would not be meaningful for comparative purposes if these were included.
Source: ACFR, Schedule B-2

Englewood Cliffs Board of Education
General Fund - Other Local Revenue by Source
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year Ending June 30,	Tuition	PTA Donations	Interest	Refunds	Settlements	Prior Year Voided Checks	Balance of Unemployment Closed to General Fund	Technology Fees	Subscription Busing Fees	Proceeds from Sale of Technology	Miscellaneous	Annual Totals
2015	268,450		1,055	984		4,983					5,416	280,888
2016	397,699		3,065		62,160						13,952	476,876
2017	300,427		10,546				21,611				66,003	398,587
2018	230,500	43,420	17,551			1,326		16,125		101,467	43,135	453,524
2019	281,823	21,000	8,177	21,599		500		17,445			6,352	356,896
2020	277,000		6,347	26,232		2,500		25,887			10,551	348,517
2021	126,750		5,914								8,509	141,173
2022	83,839		2,979	3,418		967			39,173		1,365	131,741
2023	173,868		3,306	57,227		377			37,800		18,976	291,554
2024	244,850		2,151	22,182		28,076			51,100	11,964	42,287	402,610

Source: District records

Englewood Cliffs Board of Education
Assessed Value and Actual Value of Taxable Property,
Last Ten Fiscal Years

Year Ended December 31,	Vacant Land	Residential	Commercial	Industrial	Apartment	Total Assessed Value	Less : Tax Exempt Property	Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized) Value	% of Net Assessed to Estimated Full Cash Valuations
2015	40,944,400	2,445,230,900	878,792,500	-	1,750,000	3,366,717,800	921,055,400	1,270,044	2,446,932,444	0.333	3,221,160,824	75.96%
2016	37,470,700	2,459,596,200	871,371,200	-	1,750,000	3,370,188,100	917,566,200	1,344,390	2,453,966,290	0.376	3,254,751,471	75.40%
2017	38,144,100	2,485,809,000	838,910,300	-	1,750,000	3,364,613,400	917,566,200	1,334,262	2,448,381,462	0.393	3,287,713,364	74.47%
2018	93,718,400	2,520,047,800	783,649,800	-	1,750,000	3,399,166,000	917,566,200	-	2,481,599,800	0.391	3,523,223,281	70.44%
2019	89,466,900	2,528,668,000	776,952,800	-	1,750,000	3,396,837,700	917,566,200	1,296,492	2,480,567,992	0.405	3,770,912,189	65.78%
2020	105,814,100	2,520,641,200	773,795,200	-	1,750,000	3,402,000,500	920,081,200	1,273,132	2,483,192,432	0.423	3,473,555,748	71.49%
2021	53,533,400	2,521,655,900	944,312,300	-	1,750,000	3,521,251,600	919,026,100	1,621,675	2,603,847,175	0.401	3,465,798,819	75.13%
2022	57,828,900	2,529,953,500	944,895,400	-	1,750,000	3,534,427,800	919,026,100	1,745,565	2,617,147,265	0.407	3,895,115,495	67.19%
2023	65,534,400	2,528,769,800	945,304,100	-	1,750,000	3,541,358,300	919,026,100	1,626,359	2,623,958,559	0.415	3,896,861,060	67.34%
2024	65,364,600	2,562,362,600	927,636,600	-	1,750,000	3,557,113,800	919,026,100	166,861	2,638,254,561	0.431	3,991,889,232	66.09%

Source: Municipal Tax Assessor

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation.

Reassessment occurs when the County Board of Taxation requests Treasury to order a reassessment

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

^b Tax rates are per \$100

Englewood Cliffs Board of Education
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per \$100 of assessed value)

Year Ended Dec. 31,	Englewood Cliffs Board of Education			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	(From J-6) Total Direct School Tax Rate	Borough of Englewood Cliffs	Bergen County	
2015	0.325	0.008	0.333	0.370	0.227	0.930
2016	0.368	0.008	0.376	0.368	0.235	0.979
2017	0.385	0.008	0.393	0.373	0.232	0.998
2018	0.386	0.005	0.391	0.401	0.251	1.043
2019	0.398	0.007	0.405	0.418	0.258	1.081
2020	0.415	0.008	0.423	0.894	0.257	1.574
2021	0.381	0.020	0.401	0.464	0.259	1.124
2022	0.387	0.020	0.407	0.476	0.240	1.123
2023	0.415	-	0.415	0.461	0.265	1.141
2024	0.431	-	0.431	0.459	0.265	1.155

Source: Municipal Tax Collector

Note: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy . The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculated as follows: the prebudget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

a The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net valuation taxable.

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

Englewood Cliffs Board of Education
Principal Property Taxpayers,
Current Year and Nine Years Ago

	2024				2015			
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value		Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	
Taxpayer 1	\$ 185,870,200	1	7.05%		\$ 109,310,000	1	4.47%	
Taxpayer 2	82,500,000	2	3.13%		82,500,000	2	3.37%	
Taxpayer 3	61,831,600	3	2.34%		89,145,700	3	3.64%	
Taxpayer 4	47,223,300	4	1.79%		72,100,000	4	2.95%	
Taxpayer 5	37,000,000	5	1.40%		37,194,600	5	1.52%	
Taxpayer 6	35,544,300	6	1.35%		35,719,500	6	1.46%	
Taxpayer 7	21,300,000	7	0.81%		35,500,000	7	1.45%	
Taxpayer 8	32,700,000	8	1.24%		25,125,000	8	1.03%	
Taxpayer 9	20,588,300	9	0.78%		17,780,600	9	0.73%	
Taxpayer 10	18,173,200	10	0.69%		14,624,800	10	0.60%	
Total	\$ 542,730,900		20.57%		\$ 519,000,200		21.21%	
Total Net Assessed Value	2,638,254,561				2,446,932,444			

Source: Municipal Tax Assessor

**Englewood Cliffs Board of Education
Property Tax Levies and Collections,
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	10,540,381	10,540,381	100.00%	-
2016	11,226,381	11,226,381	100.00%	-
2017	12,686,593	12,686,593	100.00%	-
2018	13,231,463	13,231,463	100.00%	-
2019	13,295,868	13,295,868	100.00%	-
2020	13,739,702	13,739,702	100.00%	-
2021	14,129,080	14,129,080	100.00%	-
2022	14,398,325	14,398,325	100.00%	-
2023	14,425,686	14,425,686	100.00%	-
2024	14,714,200	14,714,200	100.00%	-

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

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

Source: District ACFR Schedules I-1 and I-2

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

- a** See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.
- b** Includes Early Retirement Incentive Plan (ERIP) refunding

Englewood Cliffs Board of Education
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2015	2,191,000	-	2,191,000	0.09%	77,767
2016	1,921,000	-	1,921,000	0.08%	79,407
2017	1,685,000	-	1,685,000	0.07%	81,676
2018	1,350,000	-	1,350,000	0.05%	86,404
2019	1,020,000	-	1,020,000	0.04%	89,456
2020	685,000	-	685,000	0.03%	91,972
2021	340,000	-	340,000	0.01%	97,343
2022	-	-	-	0.00%	97,138
2023	-	-	-	0.00%	Not Available
2024	-	-	-	0.00%	Not Available

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

a See Exhibit NJ J-6 for property tax data.

b Population data can be found in Exhibit NJ J-14.

Englewood Cliffs Board of Education
Direct and Overlapping Governmental Activities Debt
As of June 30, 2024

<u>Governmental Unit</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Debt Outstanding</u>	<u>Estimated Share of Overlapping Debt</u>
Direct Debt of School District as of June 30, 2024			\$ -
Debt repaid with property taxes			
Borough of Englewood Cliffs	100.00%	\$ 18,279,800	
County of Bergen - Borough's Share	3.615%	35,114,731	
Bergen County Utilities Authority - Borough's Share	1.238%	1,024,745	
Subtotal, overlapping debt			54,419,276
Total direct and overlapping debt			<u>\$ 54,419,276</u>

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

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

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

Englewood Cliff's Board of Education
Legal Debt Margin Information,
Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2024

	Equalized valuation basis									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt limit	\$ 95,621,040	\$ 94,786,098	\$ 95,967,744	\$ 99,403,549	\$ 100,656,881	\$ 105,831,453	\$ 107,702,608	\$ 73,609,143	\$ 112,577,754	\$ 117,838,658
Total net debt applicable to limit	2,191,000	1,921,000	1,685,000	1,350,000	1,020,000	685,000	340,000	-	-	-
Legal debt margin	\$ 93,126,452	\$ 93,430,040	\$ 92,865,098	\$ 94,282,744	\$ 98,053,549	\$ 99,636,881	\$ 105,146,453	\$ 107,362,608	\$ 73,609,143	\$ 117,838,658
Total net debt applicable to the limit as a percentage of debt limit	2.29%	2.03%	1.76%	1.36%	1.01%	0.65%	0.32%	0.00%	0.00%	0.00%

Average equalized valuation of taxable property		[A]	\$ 11,783,865,787
Debt limit (3% of average equalization value)		[B]	117,838,658 ^a
Total Net Debt Applicable to Limit		[C]	-
Legal debt margin		[B-C]	\$ 117,838,658

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

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

**Englewood Cliffs Board of Education
Demographic and Economic Statistics
Last Ten Fiscal Years**

Year	Population ^a	Personal Income ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2015	5,363	417,064,421	77,767	3.40%
2016	5,346	424,509,822	79,407	3.60%
2017	5,364	438,110,064	81,676	3.10%
2018	5,366	463,643,864	86,404	2.60%
2019	5,354	478,947,424	89,456	2.20%
2020	5,320	489,291,040	91,972	8.30%
2021	5,342	520,006,306	97,343	5.50%
2022	5,313	516,094,194	97,138	3.00%
2023	5,321	Not Available	Not Available	3.60%
2024	Not Available	Not Available	Not Available	Not Available

Source:

^a Population information provided by the NJ Dept of Labor and Workforce Development

^b Personal income has been estimated based upon the municipal population and per capita personal income presented.

^c Per Capita Personal Income - Bergen County - provided by NJ Dept of Labor and Workforce Development.

^d Unemployment data provided by the NJ Dept of Labor and Workforce Development

Englewood Cliffs Board of Education
Principal Employers,
Current Year and Ten Years Ago

	2024			2015		
	Employer	Employees	Rank [Optional]	Percentage of Total Municipal Employment	Employees	Rank [Optional]
				Percentage of Total Municipal Employment		

THE NEW JERSEY DEPARTMENT OF LABOR AND AREA EMPLOYERS REFUSED TO RELEASE INFORMATION NEEDED TO COMPLETE THIS SCHEDULE DUE TO PRIVACY CONCERNS.

Englewood Cliffs Board of Education
Full-time Equivalent District Employees by Function/Program,
Last Ten Fiscal Years

<u>Function/Program</u>	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Instruction										
Regular	40.9	40.5	38.5	42.7	49.8	46.0	42.3	40.3	38.4	42.9
Special education	10.9	12.0	11.5	11.0	13.0	16.0	14.3	16.7	16.6	14.2
Other special education	2.0	3.0	3.5	1.9	-					
Vocational										
Other instruction	2.3	2.0								
Nonpublic school programs										
Adult/continuing education programs										
Support Services:										
Student & instruction related services	25.7	25.5	24.5	23.0	11.2	23.0	22.5	19.6	22.2	22.3
General administration	1.7	1.9	2.1	2.1	2.1	2.1	2.1	2.1	2.1	1.6
School administrative services	2.0	2.0	2.7	3.0	2.5	3.0	3.0	3.0	2.7	1.8
Other administrative services					7.0					
Central services	2.3	2.3	2.3	2.3	1.8	1.3	1.3	1.3	1.2	1.6
Administrative Information Technology	2.5	1.5	1.0	1.0	2.5	1.0			-	-
Plant operations and maintenance	8.0	7.6	7.5	7.6	6.0	5.5	5.5	7.0	8.5	8.9
Pupil transportation	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.45	0.50
Other support services					2.0			2.3	2.3	2.3
Special Schools										
Food Service										
Child Care										
Total	98.6	98.4	93.8	94.9	98.2	98.1	91.3	92.6	94.4	95.9

Source: District Personnel Records

**Englewood Cliffs Board of Education
Operating Statistics,
Last Ten Fiscal Years**

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	Senior High School				
2015	567	12,009,084	21,180	-10.24%	56.00	1:10.0	1:10.0		540.00	523.00	3.24%	96.85%
2016	584	12,771,383	21,869	3.25%	54.60	1:10.7	1:10.7		546.25	528.65	1.16%	96.78%
2017	547	14,328,213	26,194	19.78%	53.50	1:10.23	1:10.23		524.76	506.53	-3.93%	96.53%
2018	495	15,087,134	30,479	16.36%	55.60	1:8.91	1:8.91		494.36	486.29	-5.79%	98.37%
2019	489	15,201,301	31,087	1.99%	54.50	1:8.98	1:8.98		489.48	478.78	-0.99%	97.81%
2020	489	15,490,467	31,678	1.90%	55.65	1:8.61	1:9.17		486.44	474.21	-0.62%	97.49%
2021	483	15,272,071	31,721	0.14%	56.60	1:10.47	1:6.62		432.78	425.46	-11.03%	98.31%
2022	427	16,631,103	31,835	0.36%	57.00	1:6.73	1:9.70		409.69	392.39	-5.34%	95.78%
2023	417	17,269,074	34,323	7.81%	55.00	1:9.24	1:6.48		389.29	370.72	-4.98%	95.23%
2024	433	18,367,848	42,420	23.59%	56.00	1:10.34	1:8.55		418.55	399.55	7.52%	95.46%

Sources: District records

Note: Enrollment based on annual October district count.

- ^a Operating expenditures equal total expenditures less debt service and capital outlay (J-4)
^b Teaching staff includes only full-time equivalents of certificated staff.
^c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

**Englewood Cliffs Board of Education
School Building Information
Last Ten Fiscal Years**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<u>District Building</u>										
Elementary										
Northcliff School										
Square Feet GSF	24,971	24,971	24,971	24,971	24,971	24,971	24,971	24,971	24,971	24,971
Square Feet NSF	16,036	16,036	16,036	16,036	16,036	16,036	16,036	16,036	16,036	16,036
Capacity (students)	230	230	230	230	230	230	230	230	230	230
Enrollment	224	230	230	166	163		184	142	128	154
Upper School										
Square Feet GSF	76,050	76,050	76,050	76,050	76,050	76,050	76,050	76,050	76,050	76,050
Square Feet NSF	51,531	51,531	51,531	51,531	51,531	51,531	51,531	51,531	51,531	51,531
Capacity (students)	349	349	349	349	349	349	349	349	349	349
Enrollment	343	354	354	329	326	315	307	285	262	264

Number of Schools at June 30, 2024
Elementary = 2

Source: District Facilities Office

Englewood Cliffs Board of Education
Schedule of Required Maintenance
Last Ten Fiscal Years

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

School Facilities	Project No.'s	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Northliff School	N/A	112,527	74,335	78,169	39,162	26,960	39,786	59,964	59,738	15,324	14,054
Upper School	N/A	200,440	187,256	178,681	102,201	69,944	98,221	104,981	79,787	61,793	48,237
Grand Total		<u>\$ 312,967</u>	<u>\$ 261,591</u>	<u>\$ 256,850</u>	<u>\$ 141,363</u>	<u>\$ 96,904</u>	<u>\$ 138,007</u>	<u>\$ 164,945</u>	<u>\$ 139,525</u>	<u>\$ 77,117</u>	<u>\$ 62,291</u>

Source: District records

Englewood Cliffs Board of Education
Insurance Schedule
June 30, 2024

Company	Type of Coverage	Coverage	Deductible
National Union Fire	Flood & Earthquake	5,000,000/occurrence 5,000,000 aggregate	\$50k/\$100k
	Flood: Within Special Flood "A"	2,000,000/occurrence 2,000,000 aggregate	500,000
			Loss of Income Limit
	Extra Expense	5,000,000	\$250,000
	Building Ord Demolition Cost	1,000,000	
	Building Ord Increased Cost of Construction	1,000,000	
	Pollution - Clean Up & Removal	250,000	
	Broadened Water - Loss of Income Planned Events and Tuition Fees	100,000	
	Claim Data Expenses	25,000	
	Fire Dept Service Charge	50,000	
	Fire Extinguisher Recharge Expense	5,000	
	Food Contamination Shutdown	10,000	
	Newly Acquired or Constructed Property - Building	1,000,000	
	Newly Acquired Personal Property	500,000	
	Non-Owned Detached Trailers per occurrence	50,000	
	Outdoor Property	150,000	
	Outdoor Signs	100,000	
	Pollutant Cleanup and Removal - Planned Events	10,000	
	Property Off Premises	100,000	
	Refrigerated Property	50,000	
	Roof Protection	1,000	
	Transportation	100,000	
	Tuition and Fees	20,000	
	Utility Services Direct Damage	50,000	
	Utility Services Planned Events	25,000	
	Valuable Papers & Records	5,000,000	
	Accts Receivable	250,000	
	Fine Arts	50,000	
	Musical Instruments	250,000	
	Cameras, Audio/Video Equip	250,000	
	Misc School Property	100,000	
	Contractors Equipment	250,000	
	Reward - Arson, Theft or Vandalism	250,000	
	Underground Fiber Optic Cable	100,000	
	Violent Event Extra Expense	50,000	
	Expediting Expenses	250,000	
	Hazardous Substances	250,000	
	Theft of Money & Securities-Inside Premises	50,000	1,000
	Theft of Money & Securities-Outside Premises	50,000	1,000
	Computer Fraud	50,000	1,000
	General Liability		
	General Aggregate	1,000,000	
	Products & Completed Operations	1,000,000	
	Each Occurrence	1,000,000	
	Personal & Advertising Injury	1,000,000	
	Fire Damage Legal Liability	1,000,000	
	Medical Expense Limit	10,000	
	Pesticide or Herbicide Applicator	1,000,000	1,000
	Employee Benefits Liability: Claims Made	1,000,000/2,000,000 aggregate	1,000
	Sexual Abuse & Molestation	1,000,000 occ/ 2,000,000 agg	

**Englewood Cliffs Board of Education
Insurance Schedule
June 30, 2024**

Company	Type of Coverage	Coverage	Deductible
	Inline Marine (Commercial)		
	Contractors Equipment Leased/ Rented Unscheduled	350,000	
	Miscellaneous Property Coverage: outdoor fences, lighting, radio & TV antennas, satellite dishes, signs, guardrails, portable bleachers under 100 capacity, playground equip., bicycle racks, outdoor benches & flagpoles: 10,000 max per items	150,000	
	EDP Equipment	5,000,000	
	Accounts Receivable	250,000	
	Camera & Audio Equipment Max 10,000 per item	5,000,000	
	Musical Instruments, Band Uniforms and Theatrical Equipment 10,000 max per item	250,000	
	Valuable Papers Coverage	5,000,000	
	Installation Floater	500,000	
	Contractor's Equipment Leased/ Rented	250,000	
National Union Fire	Automobile Coverages		
	Liability Limit	1,000,000	
	Uninsured Motorist	1,000,000	
	Underinsured Motorist	1,000,000	
	Auto Medical Payment	10,000	
	AL Deductible - 10,000		
	2,500 member/ 7,500 Fund		
Nathional Union Fire	Crime		Deductible
	Employee Theft - Incl. Faithful Performance	500,000	5,000
	Forgery or Alteration	250,000	5,000
	Inside the Premises – Theft of Money & Securities	250,000	5,000
	Inside the Premises – Robbery/Safe Burglary	100,000	5,000
	Outside the Premises	250,000	5,000
	Computer and Funds Transfer Fraud	250,000	5,000
	Money Orders	250,000	5,000
	Fraudulent Impersonation	250,000	5,000
Markel Ins Co	Pollution Liability/ Environmental Impairment		25,000
	Aggregate Limit per Name Insured	4,000,000	50,000 Mold
	Fund Aggregate Limit	20,000,000	
Greenwich Insurance Co.	School Board E & O		
	Educator's Legal Liability/ Employment Practices Liability	1,000,000	
	Acts of School Violence Crisis Management	250,000	
	Amendment of Exclusion B Endorsement: defense of non-monetary claims	500,000	
	Harassment/ Bullying, Defense Only	100,000	
	Prevailing Party Fees for IEP Claims	250,000	
Zurich American	Accident Coverage		
	Accidental Death, Dismemberment & Paralysis	100,000	
	Total Limit of Liability per Accident	500,000	
	Total Limit of Liability per All Other Accidents	500,000	
Safety National	Excess Worker's Comp		
	Each Accident- Bodily Injury by Accident	1,000,000	
	Policy Limit- Bodily Injury by Disease	1,000,000	
	Each Employee - Bodily Injury by Disease	1,000,000	

**Englewood Cliffs Board of Education
Insurance Schedule
June 30, 2024**

Company	Type of Coverage	Coverage	Deductible
Coalition	Cyber Liability		Retention
	Network and Information Secutiy Liability	1,000,000	25,000
	Regulatory Defense and Penalties	1,000,000	25,000
	Multimedia Content Liability	1,000,000	25,000
	PCI Fines and Assessments	1,000,000	25,000
	Breach Response	1,000,000	25,000
	Crisis Management and Public Relations	1,000,000	25,000
	Cyber Extortion	1,000,000	25,000
	Business Interruption and Extra Expenses	1,000,000	25,000
	Digital Asset Restoration	1,000,000	25,000
	Funds Transfer Fraud	250,000	25,000

Source: District Records

SINGLE AUDIT SECTION



WIELKOTZ & COMPANY ^{LLC}

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

Honorable President and
Members of the Board of Education
Borough of Englewood Cliffs School District
County of Bergen New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities and each major fund and the aggregate remaining fund information of the Board of Education of the Borough of Englewood Cliffs School District, in the County of Bergen, New Jersey, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 22, 2024.

Internal Control Over Financial Reporting

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



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

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

Compliance and Other Matters

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

We noted certain matters that were required to be reported to the Board of Education of the Englewood Cliffs Borough School District in the separate Auditors' Management Report on Administrative Findings - Financial, Compliance and Performance dated November 22, 2024.

Purpose of this Report

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

Steven D. Wielkotz

Steven D. Wielkotz, C.P.A.
Licensed Public School Accountant
No. 816

Wielkotz & Company, LLC

WIELKOTZ & COMPANY, LLC
Certified Public Accountants
Pompton Lakes, New Jersey

November 22, 2024





WIELKOTZ & COMPANY LLC

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND REPORT ON INTERNAL CONTROL OVER
COMPLIANCE AS REQUIRED BY STATE OF
NEW JERSEY OMB CIRCULAR 15-08**

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

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Board of Education of the Borough of Englewood Cliffs School District in the County of Bergen, New Jersey, compliance with the types of compliance requirements described in the *OMB Compliance Supplements* and the New Jersey State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the Borough of Englewood Cliffs Board of Education's major federal and state programs for the year ended June 30, 2024. The Borough of Englewood Cliffs 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.

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

Basis for Opinion on Each Major Federal and State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and N.J. OMB Circular 15-08. Our



responsibilities under those standards and the Uniform Guidance and N.J. OMB Circular 15-08 are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Borough of Englewood Cliffs 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 opinion on compliance for each major federal and state program. Our audit does not provide a legal determination of Borough of Englewood Cliffs Board of Education's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Borough of Englewood Cliffs 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 Borough of Englewood Cliffs 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, the Uniform Guidance and N.J. OMB Circular 15-08, will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Borough of Englewood Cliffs 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, the Uniform Guidance and N.J. OMB Circular 15-08, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Borough of Englewood Cliffs 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 Borough of Englewood Cliffs 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 Uniform Guidance and N.J. OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of Borough of Englewood Cliffs 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.

Report on Internal Control Over Compliance

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

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

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



Honorable President and
Members of the Board of Education

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

Steven D. Wielkatz

Steven D. Wielkatz, C.P.A.
Licensed Public School Accountant
No. 816

Wielkatz & Company, LLC

WIELKOTZ & COMPANY, LLC
Certified Public Accountants
Pompton Lakes, New Jersey

November 22, 2024

ENGLEWOOD CLIFFS BOARD OF EDUCATION

Schedule of Expenditures of Federal Awards

Year ended June 30, 2024

Federal Grantor/Pass-through Grantor/Program Title	Assistance Listing Number	Federal FAIN Number	Grant Period	Award Amount	Balance at June 30, 2023	Carryover Amount	Cash Received	Budgetary Expenditures	(Accounts Receivable) at June 30, 2024
Special Revenue Fund:									
U.S. Department of Education									
Passed-through State Department of Education									
Special Revenue Fund:									
Title I, Part A	84.010	S010A230030	7/1/23-9/30/24	110,258		(55,251)	137,234	109,080	(27,097)
Title I, Part A	84.010	S010A220030	7/1/22-9/30/23	84,752	(55,251)	55,251			
Title II, Part A	84.367A	S367A230029	7/1/23-9/30/24	18,594		(2,300)	8,141	19,884	(14,043)
Title II, Part A	84.367A	S367A220029	7/1/22-9/30/23	16,772	(2,300)	2,300			
Title III, English and Language Acquisition and Language Enhancement	84.365A	S365A220030	7/1/22-9/30/23	23,714	(1,464)	1,464			
Title III, English and Language Acquisition and Language Enhancement	84.365A	S365A230030	7/1/23-6/30/24	23,892		(1,464)	18,632	36,059	(18,891)
Title III, Immigrant	84.365A	S365A220030	7/1/22-9/30/23	17,115					
Title IV	84.424	S424A230030	7/1/23-9/30/24	10,000		(6,500)	22,030	17,035	(1,505)
Title IV	84.424	S424A220030	7/1/22-9/30/23	10,000	(6,500)	6,500			
I.D.E.A. Part B, Basic	84.027A	H027A230100	7/1/23-9/30/24	121,055		(92,205)	197,654	121,055	(15,606)
I.D.E.A. Part B, Basic	84.027A	H027A220100	7/1/22-9/30/23	115,475	(92,205)	92,205			
I.D.E.A. Part B, Preschool	84.173A	H173A220114	7/1/22-9/30/23	5,037	(5,037)	5,037	9,360	4,980	(657)
I.D.E.A. Part B, Preschool	84.173A	H173A230114	7/1/23-9/30/24	4,980		(5,037)	190,407	139,309	(45,474)
CARES Act 2020/ESSER II	84.425D	S425D200027	3/13/20-10/15/22	271,690	(51,098)		4,261	46,496	
ARP - ESSER III	84.425D	S425U210027	3/13/20-09/30/24	453,285	(3,239)				
ARP - Accelerated Learning Coach & Educator Support	84.425U	S425U210027	3/13/20-09/30/24	50,000	(1,300)		1,300	30,903	(30,903)
ARP - Evidence Based Summer Learning & Enrichment	84.425U	S425U210027	3/13/20-09/30/24	40,000	(1,100)		3,315	6,425	(4,210)
ARP - Evidence Based Comprehensive Beyond the School Day	84.425U	S425U210027	3/13/20-09/30/24	40,000	(12,114)		12,189	2,513	(2,438)
ARP - NJTSS Mental Health Support Staffing	84.425U	S425U210027	3/13/20-09/30/24	45,000	(3,899)		15,025	18,144	(7,018)
Total U.S. Department of Education					(235,507)		619,548	551,883	(167,842)
Total Federal Financial Assistance					\$ (235,507)		619,548	551,883	(167,842)

Note: This schedule was not subject to an audit in accordance with the Uniform Guidance.

ENGLEWOOD CLIFFS BOARD OF EDUCATION
Schedule of Expenditures of State Financial Assistance

Year ended June 30, 2024

State Grantor/Program Title	Grant or State Project Numbers	Grant Period	Program or Award Amount	Balance at June 30, 2023		Cash Received	Budgetary Expenditures Pass through Funds	Repayment of Prior Years' Balances	Balance at June 30, 2024			MEMO	
				Deferred Revenue (Accounts Receivable)					(Accounts Receivable)	Deferred Revenue	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
State Department of Education:													
General Fund:													
Special Education Aid	495-034-5120-089	7/1/23-6/30/24	\$ 438,260			394,820	438,260			*	(43,440)	438,260	
Transportation Aid	495-034-5120-014	7/1/23-6/30/24	163,551			147,340	163,551			*	(16,211)	163,551	
Security Aid	495-034-5120-084	7/1/23-6/30/24	36,698			33,060	36,698			*	(3,638)	36,698	
Reimbursed Non-Public Transportation Aid	495-034-5120-014	7/1/23-6/30/24	41,405				41,405		(41,405)	*		41,405	
Reimbursed Non-Public Transportation Aid	495-034-5120-014	7/1/22-6/30/23	32,760		(32,760)	32,760			(300,302)	*		32,760	
Extraordinary Aid	495-034-5120-044	7/1/23-6/30/24	300,302				300,302			*		300,302	
Extraordinary Aid	495-034-5120-044	7/1/22-6/30/23	213,282		(213,282)	213,282			(19,730)	*		213,282	
TPAF Social Security	495-034-5094-003	7/1/23-6/30/24	398,553			378,823	398,553			*		398,553	
TPAF Social Security	495-034-5094-003	7/1/22-6/30/23	374,973		(34,956)	34,956				*		374,973	
On-behalf TPAF Postretirement Medical Cont.	495-034-5094-001	7/1/23-6/30/24	511,014			511,014	511,014			*		511,014	
On-behalf TPAF Pension	495-034-5094-002	7/1/23-6/30/24	1,856,428			1,856,428	1,856,428			*		1,856,428	
On-behalf TPAF NCGI Premium	495-034-5094-004	7/1/23-6/30/24	21,172			21,172	21,172			*		21,172	
On-behalf TPAF - LTIDI	495-034-5094-004	7/1/23-6/30/24	747			747	747			*		747	
Total General Fund				(280,998)		3,624,402	3,768,130		(361,437)	*	(63,289)	4,392,455	
Special Revenue Fund:													
N.J. Nonpublic Aid:										*			
Security Aid	100-034-5120-509	7/1/23-6/30/24	22,550			22,550				*			
Security Aid	100-034-5120-509	7/1/22-6/30/23	22,960		22,960			22,960		*	22,550		
Textbook Aid	100-034-5120-064	7/1/23-6/30/24	5,319			5,319				*			
Textbook Aid	100-034-5120-064	7/1/22-6/30/23	5,676		5,676			5,676		*	5,319		
Nursing Services	100-034-5120-070	7/1/23-6/30/24	13,200			13,200	13,200			*			
Technology Aid	100-034-5120-373	7/1/23-6/30/24	4,508			4,508	4,280			*	228		13,200
Technology Aid	100-034-5120-373	7/1/22-6/30/23	3,612		3,612			3,612		*			4,280
Climate Awareness Grant	22-495-034-5120-128	7/1/22-6/30/23	6,660		(5,891)	5,891				*		5,891	
SDA Emergent & Capital Maintenance Needs Grant	22-495-034-5120-128	7/1/23-6/30/24	8,719			8,719	8,719			*		8,719	
SDA Emergent & Capital Maintenance Needs Grant	22-495-034-5120-128	7/1/22-6/30/23	9,229		(9,229)	9,229				*		9,229	
Total Special Revenue Fund				17,128		69,416	26,199	32,248		*	28,097		41,319
Total State Financial Assistance				(263,870)		3,693,818	3,794,329	32,248	(361,437)	*	28,097	(63,289)	4,433,774

ENGLEWOOD CLIFFS BOARD OF EDUCATION

Schedule of Expenditures of State Financial Assistance

Year ended June 30, 2024

State Grantor/Program Title	Grant or State Project Numbers	Grant Period	Program or Award Amount	Balance at June 30, 2023		Cash Received	Budgetary Expenditures Pass through Funds	Repayment of Prior Years' Balances	Balance at June 30, 2024			MEMO	
				Deferred Revenue (Accounts Receivable)	Revenue (Accounts Receivable)				(Accounts Receivable)	Deferred Revenue	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
Other Financial Assistance													
Special Revenue Fund:													
Donation - PTA - COVID 19 Supplies			16,000		335					335			15,665
ECEF Music Play Donation			1,341		1,341					1,341			
Read-a-thon Proceeds			5,962		1,741					1,741			4,221
Change Family Donation			5,000			5,000	4,104			896			4,104
American Online Giving Proceeds			70			70				70			
American Online Giving Proceeds			119		119					119			
				3,536		5,070	4,104			4,502			23,990
				(260,334)		3,698,888	3,798,433	32,248	(361,437)	4,502	28,097	(63,289)	4,457,764
Total State and Other Financial Assistance													
Less: On-Behalf TPAF Pension System Contributions													
On-Behalf TPAF Pension - Contribution	495-034-5094-002	7/1/23-6/30/24	1,856,428				1,856,428						
On-Behalf TPAF Pension - Post Retirement	495-034-5094-001	7/1/23-6/30/24	511,014				511,014						
On-Behalf TPAF NCGI Premium	495-034-5094-004	7/1/23-6/30/24	21,172				21,172						
On-Behalf TPAF LTDI	495-034-5094-004	7/1/23-6/30/24	747				747						
							2,389,361						
							1,404,968						
Total for State Financial Assistance-Major Program Determination													

See accompanying notes to schedules of expenditures for federal and state awards.

NOTE 1. GENERAL

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance include the activity of all federal and state award programs of the Board of Education, Borough of Englewood Cliffs School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal and state awards passed through other government agencies is included on the Schedules of Expenditures of Federal Awards and State Financial Assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying Schedules of Expenditures of Awards and Financial Assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Notes 1(D) and 1(E) to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of *2 CFR 200-Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS, (continued)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(2,226) for the General Fund and \$(36,528) for the Special Revenue Fund. See Notes to Required Supplemental 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 follows:

	<u>Federal</u>	<u>State</u>	<u>Other</u>	<u>Total</u>
General Fund	\$	\$3,765,904	\$	\$3,765,904
Special Revenue Fund	<u>510,377</u>	<u>31,177</u>	<u>4,104</u>	<u>545,658</u>
Total Awards and Financial	<u>\$510,377</u>	<u>\$3,797,081</u>	<u>\$4,104</u>	<u>\$4,311,562</u>

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions, respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the District for the year ended June 30, 2024. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2024.

NOTE 6. ON-BEHALF PROGRAMS NOT SUBJECT TO STATE SINGLE AUDIT

On-behalf State Programs for TPAF Pension and Post-Retirement Medical Benefits Contributions are not subject to a State single audit and, therefore, the amount of \$2,389,361 of on-behalf payments is excluded from major program determination.

NOTE 8. SCHOOLWIDE PROGRAM FUNDS

Schoolwide programs are not separate federal programs as defined in *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Grant Guidance); amounts used in schoolwide programs are included in the total expenditures of the program contributing the funds in the Schedule of Expenditures of Federal Awards. The following funds by program are included in schoolwide programs in the school district:

<u>Program</u>	<u>Total</u>
Title I, Part A: <i>Grants to Local Educational Agencies</i>	\$137,234
Title II, Part A: <i>Improving Teacher Quality State Grants</i>	8,141
Title III: <i>English Language Acquisitional Language Enhancement</i>	18,632
Title IV: <i>Student Support and Academic Enrichment</i>	<u>22,030</u>
Total	<u>\$186,037</u>

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

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: unmodified

Internal control over financial reporting:

1. Material weakness(es) identified? yes X no
2. Significant deficiencies identified that are not considered to be material weaknesses? yes X none reported

Noncompliance material to basic financial statements noted? yes X no

Federal Awards

Not Applicable

State Awards

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

Auditee qualified as low-risk auditee? X yes no

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

Internal Control over major programs:

1. Material weakness(es) identified? yes X no
2. Significant deficiencies identified that are not considered to be material weaknesses? yes X none reported

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

Identification of major programs:

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
<u>495-034-5054</u> (B)	<u>Reimbursed TPAF Social Security Contribution</u>

Note: (B) – Tested as Major Type B Program.

**BOROUGH OF ENGLEWOOD CLIFFS SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(continued)**

Section II - Financial Statement Findings

None

Section III - State Financial Assistance Findings and Questioned Costs

None

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

Status of Prior Year Findings

There were no prior year findings.