

GATEWAY REGIONAL HIGH SCHOOL DISTRICT

Woodbury Heights, New Jersey
County of Gloucester

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

ANNUAL COMPREHENSIVE FINANCIAL REPORT

OF THE

GATEWAY REGIONAL HIGH SCHOOL DISTRICT

WOODBURY HEIGHTS, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Prepared by

**Gateway Regional High School District
Finance Department**

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INTRODUCTORY SECTION

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Gateway Regional High School District

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Woodbury Heights, New Jersey 08096-6218

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FAX: (856) 251-9813



December 10, 2024

Honorable President and
Members of the Board of Education
Gateway Regional High School District
Woodbury Heights, New Jersey

Dear Board Members:

The annual comprehensive financial report of the Gateway Regional High School District for the fiscal year ended June 30, 2024, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the School District. All disclosures necessary to enable the reader to gain an understanding of the School 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 School District's organizational chart and a list of principal officials. The financial section includes the general-purpose financial statements and schedules, as well as the auditors report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The School District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, the Single Audit Act Amendments of 1996, the Uniform Guidance and New Jersey State OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES: Gateway Regional High School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups of the School District are included in this report. The Gateway Regional High School District Board of Education and its one school constitute the School District's reporting entity.

The School District provides a full range of educational services appropriate to grade levels 7 through 12. The School District had an enrollment of 856 students in June 2024. This is an increase of 7 students from the district's June 2023 enrollment, or a 0.82% increase. The following details the changes in the student enrollment as of the end of each school year over the last ten years:

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2023-2024	856	0.82%
2022-2023	849	0.00%
2021-2022	849	-1.16%
2020-2021	859	-2.94%
2019-2020	885	-0.11%
2018-2019	886	-0.89%
2017-2018	894	-4.08%
2016-2017	932	-2.71%
2015-2016	958	1.27%
2014-2015	946	5.94%

2. ECONOMIC CONDITION AND OUTLOOK: The service area is not experiencing any significant development or expansion. The district's enrollment has remained consistent. The district has seen a rise in the number of students considered homeless as families are forced to relocate out of district due to economic necessity. The state and national economy are reflected in the employment base of the area and continues to affect each of the communities. The State imposed 2% CAP on the district tax levy was passed in January 2012 to provide relief to the taxpayers of New Jersey. The Gateway Board of Education, being cognizant of the struggles of its taxpayers, has adopted budgets at or below the CAP with the exception of the 2015-16, 2016-17 and 2017-18 school years. The Board felt compelled to exceed the 2% CAP during those years in order to maintain staff and programs, due to flat or no additional funding from the State. The district has benefited from increases in State aid since that time.

3. MAJOR INITIATIVES:

A. Current Year Accomplishments:

District goals continue to emphasize improvement of students' academic skills and preparing them for college and career readiness. All programs are focused on skills needed to demonstrate proficiency in the New Jersey Student Learning Standards for both Mathematics and Language Arts subtests of the NJ Student Learning Assessment. The School District continues to strive to show improvement in test score passing rates and have added programs and revised curriculum. Curricula in all content areas continue to be revised to provide instruction that is differentiated, engaging and supports inquiry.

While the COVID19 crisis has complicated efforts to collect meaningful data, we remain committed to internal measurements using LinkIt! Benchmarks and teacher-developed assessments. Beyond traditional measurements, we also are expanding use of project- and problem- based learning and the use of rubric assessments across all curriculum areas.

To provide students instruction in 21st Century skills, the School District continues to incorporate technology across the curricula and into the everyday operation of the School District. The School District has completed the implementation of a 1:1 initiative. Students are able to enhance learning through the use of technological tools and the ability to interact with courses, assessments, and activities online.

3. MAJOR INITIATIVES (continued):

To provide structured learning experiences, the School District continues the “Gateway to Careers” program. This program provides students the ability to secure internships throughout the community to attain workplace skills. The School District has partnered with NJ Talent Network and other organizations to assist in providing students the best experiences possible.

The School District continues to be a Choice School. The program is focused on increasing the minority populations, so that the community can benefit from other perspectives. A total of approximately 80 students attended grades 7-12. A number of these students reside in other counties, but still chose to attend Gateway. The district will continue the program and will strive to fill all available seats.

The Board continues to set aside funds into capital and maintenance reserve accounts for various projects to update and maintain its facilities. The district recently added air conditioning in the middle school gym and replaced the auxiliary gym floor.

B. Future and Continuing Projects:

The Board continues to focus its efforts on reducing costs by providing and being part of shared services with the four municipal school districts. During the audit year, Gateway continued to provide business office, child study team, and curriculum services to three of the elementary sending districts; shared Superintendent services to two of the elementary districts; and Facility Director services to all four of the elementary districts. Gateway also shares other auxiliary services in purchasing, food service, and transportation with the constituent districts.

There is a strong commitment to advance technology both in classroom instruction and after school student access, as well as internal student management areas including attendance, scheduling, grade reporting, and other administrative functions. Infrastructure, hardware and software have been purchased to allow greater record access both internally as well as provide the links necessary for increased community/parent interaction with their students’ records. Departments continually plan for resources that are Online or technology based.

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

As a recipient of federal and state financial assistance, the School 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 School District’s Management.

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

5. BUDGETARY CONTROLS: In addition to internal accounting controls, the School District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipalities. Annual appropriated budgets are adopted for the General Fund, the Special Revenue Fund, and the Debt Service Fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

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

7. DEBT ADMINISTRATION: The District entered into 25-year indebtedness with the passage of a \$8.9 million bond issue in March of 2004 that will be paid off in the 2028-29 school year. Building renovations and additions as well as site reconstruction were completed in 2004. The School District took advantage of state share funding in the amount of \$6.3 million dollars through the Educational Development Council. The School District was able to refinance the issue in May 2012, for additional savings to the taxpayers. As of June 30, 2024, the District's outstanding debt issues were \$2,160,000.

8. CASH MANAGEMENT: The investment policy of the School District is guided in large part by state statute as detailed in "Notes to the Financial Statements," Note 2. The School District maintains liquid cash funds on deposit in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

9. RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to general liability, automobile, liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. Being one of the Charter Districts in 1998, forming the Gloucester, Cumberland, Salem School District (GCSSD) Joint Insurance Fund, the District has benefited greatly from higher levels of coverage and stability in rising insurance industry premium costs.

10. OTHER INFORMATION:

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Holt McNally & Associates Inc. is the appointed School District auditor. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1984, the Single Audit Act Amendments of 1996 and the related Uniform Guidance, and New Jersey OMB's Circular 15-08. The auditor's report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

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

Respectfully submitted,

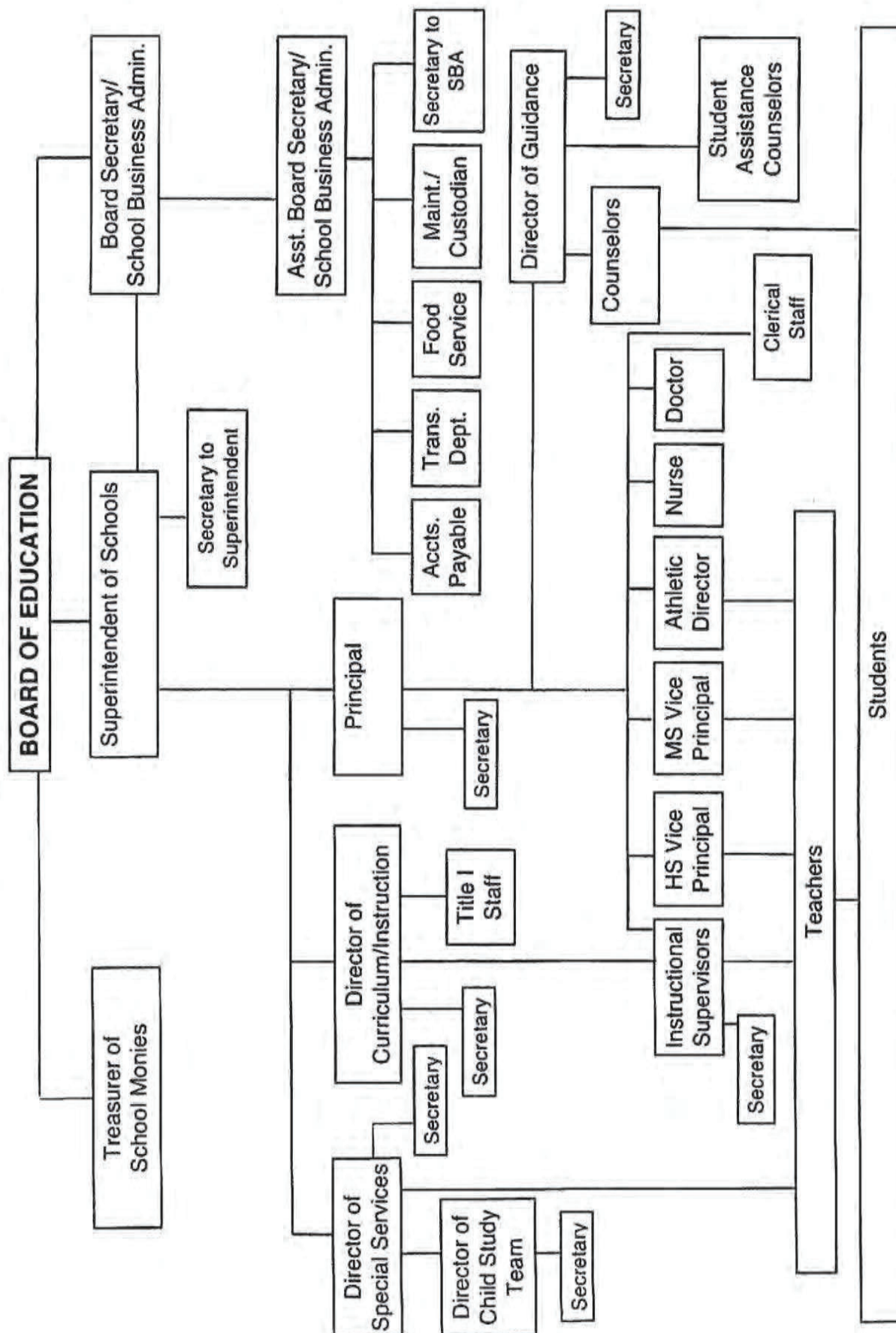


Dr. Shannon M. Whalen
Superintendent



Janice Grassia, CPA
School Business Administrator/Board Secretary

ORGANIZATIONAL CHART GATEWAY REGIONAL HIGH SCHOOL DISTRICT



GATEWAY REGIONAL HIGH SCHOOL DISTRICT
Woodbury Heights, New Jersey

ROSTER OF OFFICIALS

JUNE 30, 2024

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Robert Miller, President	2024
Harry Bush, Vice President	2026
Michelle Edmund	2025
Elizabeth Follis	2024
Jeanette Iverson-Rattle	2025
Christine Patrick	2025
Judi Pye	2026
Tamar Shelov	2024
Connie Steedle	2026

OTHER OFFICIALS

Dr. Shannon M. Whalen, Superintendent

Janice Grassia, Business Administrator/Board Secretary

Lauren Granate, Assistant Business Administrator/Assistant Board Secretary

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
Woodbury Heights, New Jersey

CONSULTANTS AND ADVISORS

AUDIT FIRM

David McNally, CPA, RMA, PSA
Holt McNally & Associates, Inc.
105 Atsion Road, Suite I
Medford, New Jersey 08055

ATTORNEY

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8000 Midlantic Drive, Suite 300S
PO Box 5016
Mount Laurel, New Jersey 08054
Joseph F. Betley, Esq.

OFFICIAL DEPOSITORY

Ocean First Bank
State of New Jersey Cash Management

FINANCIAL SECTION

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Certified Public Accountants & Advisors

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Gateway Regional High School District
County of Gloucester
Woodbury Heights, New Jersey

Opinions

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

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities and each major fund of the Gateway Regional High School District, County of Gloucester, 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 Opinions

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the School District's ability to

continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2024 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

Respectfully submitted,

HOLT MCNALLY & ASSOCIATES, INC.

Certified Public Accountants & Advisors

David McNally
Certified Public Accountant
Public School Accountant, No. 2616

Medford, New Jersey
December 10, 2024

REQUIRED SUPPLEMENTARY INFORMATION - PART I

Management's Discussion and Analysis

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**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

The Management Discussion and Analysis (MD&A) of Gateway Regional High School District's (the School District) financial performance provides an overall review of the School District's financial activities for the fiscal year ended on June 30, 2024. The intent of this discussion and analysis is to look at the School District's financial performance as a whole. Readers should also review the basic financial statements and notes to the basic financial statements to enhance their understanding of the School District's financial performance. Certain comparative information between the current fiscal year (2023-2024) and the prior fiscal year (2022-2023) is required and is presented in the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2024 fiscal year are as follows:

The overall General Fund - fund balance (budgetary basis) increased \$130,100 from the prior fiscal year to \$8,009,558 as of June 30, 2024 (See Exhibit C-1).

At the conclusion of the fiscal year, the district's Unassigned General Fund balance (budgetary basis) was \$677,559. The State of New Jersey limits the amount of unassigned fund balance to 2% of the adjusted general fund expenditures plus certain allowable adjustments. The amount of unassigned fund balance at the end of the current year is at the maximum allowed.

The amount of unassigned general fund balance in the School District's general fund on a GAAP basis was \$(367,175). The amount of unassigned general fund balance in the School District's general fund on a budgetary basis is \$677,559. The between the budgetary basis and the GAAP basis is the final two State aid payments in the amount of \$1,044,734.

Using this Annual Comprehensive Financial Report (ACFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the Gateway Regional High School District as a financial whole, an entire operating entity. Required supplementary information and other supplementary information proceed to provide an increasingly detailed look at specific financial activities.

The focus of governmental accounting differs from that of business enterprises. In government, the financial statement user is concerned with determining accountability for funds, evaluating operating results, and assessing of service that can be provided by the governmental along with its ability to meet obligations as they become due. In comparison, the primary emphasis in the private sector from both an operational and reporting perspective is on the maximization of profits.

The *Statement of Net Position* and *Statement of Activities* provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. In the case of Gateway Regional High School District, the general fund is by far the most significant fund.

Reporting the School District as a Whole

Government-Wide Financial Statements

This document contains the large number of funds used by the School District to provide programs and activities. The view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2024?" The Statement of Net Position and the Statement of Activities help answer this question. These statements include all assets, deferred outflows of resources,

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

liabilities, and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by most private-sector companies. These bases of accounting take in to account all of the current year's revenues and expenditures, regardless of when cash is received or paid.

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

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

- ◆ Governmental Activities – All of the School District's programs and services are reported here including, but not limited to, instruction, support services, operation and maintenance of plant facilities and pupil transportation.
- ◆ Business-Type Activities – This service is provided on a charge for goods or services basis in order to recover all the expenses of the goods or services provided. The Food Service Fund is reported as business activities. The District has three internal service funds for; Child Study Team, Business Services and Superintendent services.

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. The School District's major governmental funds are the General, Special Revenue, Capital Projects and Debt Service funds.

Governmental Funds

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

Proprietary Funds

The School District maintains four proprietary fund types, one enterprise fund and three internal service funds. The enterprise fund is used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the School District is that the costs of providing goods or services be financed through user charges. The Food Service Fund provides for the operation of food services in the School District's high school and provides for the elementary schools in the sending district. The proprietary fund has been included within the business-type activities in the government-wide financial statements.

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Notes to the Financial Statements

The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found after the fund financial statements in this report.

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the school district as a whole (governmental and business-type activities). Net position may serve over time as a useful indicator of a government's financial position.

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

Table 1 provides a summary of the School District's net position for fiscal year 2024 compared to fiscal year 2023.

TABLE I - NET POSITION

	Governmental Activities		Business-Type Activities	
	2024	2023	2024	2023
ASSETS				
Current Assets	\$ 8,323,371	\$ 7,716,989	\$ 445,498	\$ 475,333
Capital Assets, Net	13,302,264	13,874,034	49,908	3,176
Total Assets	21,625,635	21,591,023	495,406	478,509
Deferred Outflows of Resources	954,770	870,908	-	-
Total Assets and Deferred Outflows of Resources	\$ 22,580,405	\$ 22,461,931	\$ 495,406	\$ 478,509
LIABILITIES				
Current Liabilities	\$ 806,941	\$ 977,120	\$ 62,690	\$ 48,328
Noncurrent Liabilities	8,065,199	8,262,669	-	-
Total Liabilities	8,872,140	9,239,789	62,690	48,328
Deferred Inflows of Resources	412,098	886,697	-	-
Total Liabilities and Deferred Inflows of Resources	9,284,238	10,126,486	62,690	48,328
NET POSITION				
Net Investment in Capital Assets	11,142,264	11,274,034	49,908	3,176
Restricted	7,732,646	7,231,334	-	-
Unrestricted (Deficit)	(5,578,743)	(6,169,923)	382,808	427,005
Total Net Position	\$ 13,296,167	\$ 12,335,445	\$ 432,716	\$ 430,181

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

The School District as a Whole (continued)

The School District's combined net position was \$13,728,883 on June 30, 2024. This was an increase of \$963,257 or 7.55% from the prior year. For the Governmental Activities the largest component of net position is Net Investment in Capital Assets. For Business-Type activities, the largest component of net position is Unrestricted Net Position.

Table 2 provides a summary of the School District's changes in net position for fiscal year 2024 compared to fiscal year 2023.

TABLE 2 - CHANGES IN NET POSITION

	Governmental Activities		Business-Type Activities	
	2024	2023	2024	2023
Revenues:				
Program Revenues:				
Charges for Services	\$ 1,459,310	\$ 1,295,310	\$ 271,180	\$ 256,808
Operating Grants & Contributions	3,724,018	4,670,278	594,084	598,292
General Revenues				
Property Taxes	12,546,364	12,328,412	-	-
Grants & Entitlements	10,902,391	9,700,234	-	-
Miscellaneous	1,387,327	1,598,231	12,840	1,893
Prior Year Receivables Cancelled	-	(423,036)	-	-
Total Revenues	30,019,410	29,169,429	878,104	856,993
Function/Program Expenditures:				
Instruction	9,566,291	9,643,433	-	-
Support Services	19,248,407	18,040,794	-	-
Transfer to Charter School	72,395	40,921	-	-
Interest and Other Charges	171,595	189,195	-	-
Food Service Fund	-	-	875,569	796,429
Total Expenses	29,058,688	27,914,343	875,569	796,429
Increase in Net Position before Transfers	960,722	1,255,086	2,535	60,564
Changes in Net Position	960,722	1,255,086	2,535	60,564
Net Position- July 1	12,335,445	11,080,359	430,181	369,617
Net Postion- June 30	\$ 13,296,167	\$ 12,335,445	\$ 432,716	\$ 430,181

Governmental Activities

During the fiscal year 2024, the net position of governmental activities increased by \$960,722 or 7.79%, compared to an increase of \$1,255,086 in the prior year. The main contributor to this decrease in the change from the prior year is the increase in Student & Instructional Related Services at a higher pace than the increase in revenues.

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Governmental Activities (continued)

The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$13,296,167, with an unrestricted deficit balance of \$(5,578,743). The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable, GASB 68 net pension liability, and the last two state aid payments. In addition, state statutes prohibit school districts from maintaining more than 2% of its adopted budget as unassigned fund balance.

The School District's governmental activities unrestricted net position had GASB 68 pension not been implemented would have been as follows:

TABLE 3 - GASB 68 EFFECT ON UNRESTRICTED NET POSITION

Unrestricted Net Position (With GASB 68)	\$ (5,578,743)
Add back: PERS Pension Liability	5,152,311
Less: Deferred Outflows related to pensions	(954,770)
Add back: Deferred Inflows related to pensions	<u>412,098</u>
Unrestricted Net Position (Without GASB 68)	<u><u>\$ (969,104)</u></u>

Business-type Activities

During the fiscal year 2024, the net position of business-type activities increased by \$2,535 or 0.59%, compared to an increase of \$60,564 in the prior year. This slight increase was the result of reduced state and federal revenues in the current fiscal year, combined with increased expenses.

The assets and deferred outflows of the business-type activities exceeded liabilities and deferred inflows by \$432,716.

General Fund Budgeting Highlights

Final budgeted revenues were \$23,808,994, which equaled the original budget. Excluding On-Behalf revenues, the School District's actual revenues exceeded estimated revenues by \$720,438.

Final budgeted appropriations were \$27,534,056 which was an increase of \$641,792 from the original budget. The increase is due to prior year reserve for encumbrances, which increase budget appropriations in the subsequent fiscal year's budget and withdrawals from capital reserve. Excluding nonbudgeted revenues, the School District's budget appropriations exceeded actual expenditures by \$3,134,724.

As previously mentioned, the School District's general fund budgetary basis fund balance (Exhibit C-1) was \$8,009,558 at June 30, 2024, an increase of \$130,100 from the prior year.

Governmental Funds

General Fund

At the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance on the GAAP basis of accounting of \$7,770,730, an increase of \$701,421 from the prior year.

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

General Fund (continued)

As of June 30, 2024, the District has an unassigned fund balance of \$(367,175). The School District designated \$2,723,280 in excess surplus for the subsequent years' expenditures, which is restricted for the subsequent years' budget. Current year excess surplus was \$2,709,854. Additionally, the District maintains a capital reserve restricted fund balance in the amount of \$1,202,631 for future capital improvements and maintenance reserve of \$377,113. \$106,164 is restricted for Unemployment Compensation claims and \$212,957 is recorded in encumbrances and assigned to other purposes.

Special Revenue Fund

Special Revenue fund – The fund balance for the special revenue fund increased \$24,576 in the current year, compared to an increase of \$39,672 in the prior year.

Capital Projects Fund

Capital projects fund – The fund balance for the capital projects fund increased \$677,882 to a balance of \$356,776 in the current year. This increase is the result of funding a prior deficit balance, as well as approving a new project in the current year.

Proprietary Funds

Food service fund - During the current fiscal year, the net position of the School District's food service fund increased by \$2,535 to \$432,716 at June 30, 2024, compared to an increase of \$60,564 in net position in the prior fiscal year.

Internal service funds – The School District's three internal service funds had a decrease in net position of \$95,165.

Capital Assets

The School District's capital assets for its governmental and business-type activities as of June 30, 2024, totaled \$13,352,172 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and improvements and equipment. Overall, the capital assets decreased by \$525,038 from fiscal year 2023 to fiscal year 2024. The primary reason for the decrease is due to the additions offset by depreciation. Table 4 shows combining 2024 balances compared to 2023.

TABLE 4 - SUMMARY OF CAPITAL ASSETS

<u>Capital Assets (Net of Depreciation):</u>	June 30, <u>2024</u>	June 30, <u>2023</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Land	\$ 159,975	\$ 159,975	\$ -	0.00%
Construction in Progress	13,224	-	13,224	N/A
Land Improvements	6,527,539	6,527,539	-	0.00%
Building and Improvements	20,439,759	20,439,759	-	0.00%
Equipment	5,360,019	4,980,514	379,505	7.62%
Accumulated Depreciation	(19,148,344)	(18,230,577)	(917,767)	5.03%
	<u>\$ 13,352,172</u>	<u>\$ 13,877,210</u>	<u>\$ (525,038)</u>	-3.78%

Combined depreciation expense for the year was \$917,767. Additional information on the School District's capital assets can be found in the notes to the basic financial statements (Note 7) of this report.

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

For the Future

This administration and Board of Education fully understands the dynamics of strategic thinking and have established a collaborative decision-making process that incorporates a deliberate approach to strategic planning initiatives. Resources are evaluated, needs assessed, and progress measured. Key decisions are examined in scenario-based discussions and final goals are established after consideration from all stakeholders.

The School District is proud of its community support of the public schools. A major concern is the sustained enrollment of the School District with the increased reliance on local property taxes. However, future finances are not without challenges as the community continues to grow and State funding is uncertain.

In conclusion, the Gateway Regional High School District has committed itself to financial excellence for many years. In addition, the School District's system for financial planning, budgeting, and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenges of the future.

Requests for Information

This financial report is designed to provide a general overview of the Gateway Regional High School District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Business Administrator, Janice Grassia, located at 775 Tanyard Road, Woodbury Heights, New Jersey or email at: jgrassia@gatewayhs.com.

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BASIC FINANCIAL STATEMENTS

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A. Government-Wide Financial Statements

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**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2024**

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS - TYPE ACTIVITIES	TOTAL
Cash & Cash Equivalents	\$ 5,462,553	\$ 356,290	\$ 5,818,843
Receivables, Net (Note 4)	921,149	84,195	1,005,344
Inventory	-	5,013	5,013
Restricted Assets:			
Restricted Cash & Cash Equivalents	1,685,908	-	1,685,908
Right to Use Assets, Net (Note 5)	145,531	-	145,531
Intangible Assets, Net (Note 6)	108,230	-	108,230
Capital Assets:			
Non-Depreciable (Note 7)	173,199	-	173,199
Depreciable, Net (Note 7)	13,129,065	49,908	13,178,973
Total Assets	<u>21,625,635</u>	<u>495,406</u>	<u>22,121,041</u>
DEFERRED OUTFLOW OF RESOURCES			
Deferred Outflows Related to Pensions (Note 10)	<u>954,770</u>	-	<u>954,770</u>
Total Deferred Outflow of Resources	<u>954,770</u>	-	<u>954,770</u>
Total Assets and Deferred Outflow of Resources	<u>22,580,405</u>	<u>495,406</u>	<u>23,075,811</u>
LIABILITIES			
Accounts Payable	107,926	51,110	159,036
Payroll Taxes Payable	130,274	-	130,274
Accrued Interest	25,229	-	25,229
Due to Other Governments	508,183	-	508,183
Unearned Revenue	35,329	11,580	46,909
Noncurrent Liabilities (Note 9):			
Due Within One Year	524,019	-	524,019
Due Beyond One Year	7,541,180	-	7,541,180
Total Liabilities	<u>8,872,140</u>	<u>62,690</u>	<u>8,934,830</u>
DEFERRED INFLOW OF RESOURCES			
Deferred Inflows Related to Pensions (Note 10)	<u>412,098</u>	-	<u>412,098</u>
Total Deferred Inflow of Resources	<u>412,098</u>	-	<u>412,098</u>
Total Liabilities and Deferred Inflow of Resources	<u>9,284,238</u>	<u>62,690</u>	<u>9,346,928</u>
NET POSITION			
Net Investment in Capital Assets	11,142,264	49,908	11,192,172
Restricted For:			
Capital Projects	1,367,105	-	1,367,105
Debt Service	4	-	4
Maintenance Reserve	377,113	-	377,113
Excess Surplus	5,433,134	-	5,433,134
Unemployment Compensation	106,164	-	106,164
Student Activities	439,336	-	439,336
Scholarships	9,790	-	9,790
Unrestricted/(Deficit)	<u>(5,578,743)</u>	<u>382,808</u>	<u>(5,195,935)</u>
Total Net Position	<u>\$ 13,296,167</u>	<u>\$ 432,716</u>	<u>\$ 13,728,883</u>

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

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES			NET (EXPENSE)/REVENUE AND CHANGES IN NET POSITION		
		CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	BUSINESS- TYPE ACTIVITIES	GOVERNMENTAL ACTIVITIES	TOTAL	
Governmental Activities:							
Instruction:							
Regular	\$ 6,157,659	\$ -	\$ -	-	(6,157,659)	\$ -	(6,157,659)
Special Education	2,311,882	-	464,671	-	(1,847,211)	-	(1,847,211)
Other Special Instruction	266,036	-	-	-	(266,036)	-	(266,036)
Other Instruction	830,714	-	-	-	(830,714)	-	(830,714)
Support Services & Undistributed Costs:							
Student & Instruction Related Services	6,817,939	1,029,310	750,341	-	(5,038,288)	-	(5,038,288)
General Administration	451,819	-	-	-	(451,819)	-	(451,819)
School Administrative Services	621,703	71,000	-	-	(550,703)	-	(550,703)
Central Services	833,881	359,000	-	-	(474,881)	-	(474,881)
Plant Operations & Maintenance	2,267,016	-	-	-	(2,267,016)	-	(2,267,016)
Pupil Transportation	1,723,995	-	-	-	(1,723,995)	-	(1,723,995)
Unallocated Benefits	6,532,054	-	2,509,006	-	(4,023,048)	-	(4,023,048)
Interest and Other Charges	171,595	-	-	-	(171,595)	-	(171,595)
Transfer to Charter School	72,395	-	-	-	(72,395)	-	(72,395)
Total Governmental Activities	29,058,688	1,459,310	3,724,018	-	(23,875,360)	-	(23,875,360)
Business-Type Activities:							
Food Service	875,569	271,180	594,084	-	(10,305)	(10,305)	(10,305)
Total Business-Type Activities	875,569	271,180	594,084	-	(10,305)	(10,305)	(10,305)
Total Primary Government	\$ 29,934,257	\$ 1,730,490	\$ 4,318,102	-	(23,875,360)	(10,305)	(23,885,665)

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

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	NET (EXPENSE)/REVENUE AND CHANGES IN NET POSITION		
	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL
FUNCTIONS/PROGRAMS			
General Revenues:			
Taxes:			
Property Taxes, Levied for General Purposes	12,013,074	-	12,013,074
Property Taxes Levied for Debt Service	533,290	-	533,290
Federal & State Aid Not Restricted	10,902,391	-	10,902,391
Tuition	214,224	-	214,224
Transportation Fees	775,039	-	775,039
Interest Earnings	-	12,840	12,840
Miscellaneous Income	398,064	-	398,064
Total General Revenues & Transfers	24,836,082	12,840	24,848,922
Change In Net Position	960,722	2,535	963,257
Net Position - Beginning	12,335,445	430,181	12,765,626
Net Position - Ending	\$ 13,296,167	\$ 432,716	\$ 13,728,883

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

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B. Fund Financial Statements

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Governmental Funds

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**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2024**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS
Assets:					
Cash & Cash Equivalents	\$ 4,656,255	\$ 449,126	\$ 356,776	\$ 4	\$ 5,462,161
Interfund Receivable	105,353	-	-	-	105,353
Accounts Receivable:					
Federal	-	200,212	-	-	200,212
State	224,681	10,727	-	-	235,408
Other	484,529	1,000	-	-	485,529
Restricted Cash & Cash Equivalents	1,685,908	-	-	-	1,685,908
Total Assets	\$ 7,156,726	\$ 661,065	\$ 356,776	\$ 4	\$ 8,174,571
Liabilities & Fund Balances:					
Liabilities:					
Accounts Payable	\$ 61,628	\$ 46,298	\$ -	\$ -	\$ 107,926
Due to State	-	24,959	-	-	24,959
Interfund Payable	-	105,353	-	-	105,353
Payroll Taxes Payable	130,274	-	-	-	130,274
Unearned Revenue	-	35,329	-	-	35,329
Total Liabilities	191,902	211,939	-	-	403,841
Fund Balances:					
Restricted for:					
Excess Surplus - Prior Year - Designated for Subsequent Year's Expenditures	2,723,280	-	-	-	2,723,280
Excess Surplus - Current Year	2,709,854	-	-	-	2,709,854
Capital Reserve Account	1,202,631	-	-	-	1,202,631
Maintenance Reserve Account	377,113	-	-	-	377,113
Unemployment Compensation	106,164	-	-	-	106,164
Student Activities	-	439,336	-	-	439,336
Scholarships	-	9,790	-	-	9,790
Capital Projects	-	-	164,474	-	164,474
Debt Service Fund	-	-	-	4	4
Assigned to:					
Other Purposes	212,957	-	192,302	-	405,259
Unassigned:					
General Fund	(367,175)	-	-	-	(367,175)
Total Fund Balances	6,964,824	449,126	356,776	4	7,770,730
Total Liabilities & Fund Balances	\$ 7,156,726	\$ 661,065	\$ 356,776	\$ 4	
Amounts reported for <i>governmental activities</i> in the statement of net position (A-1) are different because:					
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$32,313,620 and the accumulated depreciation is \$19,011,356 (See Note 7).					13,302,264
Right to use assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$181,921 and the accumulated amortization is \$36,390 (See Note 5).					145,531
Intangible assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$145,143 and the accumulated amortization is \$36,913 (See Note 6).					108,230
Deferred outflows and inflows of resources related to pensions are applicable to future reporting periods and, therefore, are not reported in the funds.					
Deferred Outflows related to pensions					954,770
Deferred Inflows related to pensions					(412,098)
Accrued pension contributions for the June 30, 2024 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.					(483,224)
Accrued interest payable is not recorded in the fund financial Statements due to the fact that the payable is not due in the current period.					(25,229)
Internal service funds are used by the School District to charge related services to other school district's. The assets and liabilities of the internal service fund are included with governmental activities.					392
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (See Note 9)					(8,065,199)
Net Position of Governmental Activities					<u>\$ 13,296,167</u>

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

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR FISCAL YEAR ENDED JUNE 30, 2024**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS	DEBT SERVICE FUND	TOTALS
Revenues:					
Local Sources:					
Local Tax Levy	\$ 12,013,074	\$ -	\$ -	\$ 533,290	\$ 12,546,364
Tuition - From Other LEAS	214,224	-	-	-	214,224
Transportation Fee from Other LEAs	775,039	-	-	-	775,039
Miscellaneous	398,064	459,180	-	-	857,244
Total Revenues - Local Sources	13,400,401	459,180	-	533,290	14,392,871
State Sources	16,142,409	118,235	-	-	16,260,644
Federal Sources	27,182	676,779	-	-	703,961
Total Revenues	29,569,992	1,254,194	-	533,290	31,357,476
Expenditures:					
Current Expense:					
Regular Instruction	5,698,481	-	-	-	5,698,481
Special Education Instruction	1,847,211	464,671	-	-	2,311,882
Other Instruction	266,036	-	-	-	266,036
School Sponsored Activities	830,714	-	-	-	830,714
Support Services & Undistributed Costs:					
Student & Instruction Related Services	5,007,774	680,488	-	-	5,688,262
General Administration	360,220	-	-	-	360,220
School Administrative Services	520,170	-	-	-	520,170
Central Services	474,881	-	-	-	474,881
Plant Operations & Maintenance	2,215,764	-	-	-	2,215,764
Student Transportation Services	1,577,436	-	-	-	1,577,436
Unallocated Benefits	9,725,999	39,182	-	-	9,765,181
Capital Outlay	421,791	45,277	13,224	-	480,292
Transfer to Charter School	72,395	-	-	-	72,395
Debt Service					
Principal	30,476	-	-	440,000	470,476
Interest and Other Charges	84,175	-	-	93,287	177,462
Total Expenditures	29,133,523	1,229,618	13,224	533,287	30,909,652
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	436,469	24,576	(13,224)	3	447,824
Other Financing Sources/(Uses):					
Transfers In	95,500	-	691,106	-	786,606
Transfers Out	(691,106)	-	-	-	(691,106)
Leases (Nonbudget)	158,097	-	-	-	158,097
Total Other Financing Sources/(Uses)	(437,509)	-	691,106	-	253,597
Net changes in Fund Balance	(1,040)	24,576	677,882	3	701,421
Fund Balances July 1,	6,965,864	424,550	(321,106)	1	7,069,309
Fund Balances June 30	\$ 6,964,824	\$ 449,126	\$ 356,776	\$ 4	\$ 7,770,730

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

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

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$ 701,421

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 depreciation exceeded capital outlays in the period:

Depreciation Expense	\$ (915,993)	
Capital Outlays	<u>344,223</u>	(571,770)

Outflows related to leases 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 amortization expense. This is the amount by which capital outlays exceeded amortization in the period:

Amortization Expense	(30,476)	
Additions	<u>158,097</u>	127,621

Outflows related to intangible assets 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 amortization expense. This is the amount by which capital outlays exceeded amortization in the period:

Amortization Expense	(24,190)	
Additions	<u>68,808</u>	44,618

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. 470,476

Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period. 392,555

Interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. 5,867

Proceeds from lease payable issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets. (158,097)

The Internal Service Fund is used by the School District to charge the cost of Related Services to other Districts. The activity of this fund is included in the Statement of Activities. (95,165)

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 (+). 43,196

Change in Net Position of Governmental Activities \$ 960,722

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

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Proprietary Funds

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**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 JUNE 30, 2024**

	Business-Type Activities Food Service Fund	Governmental Activities Internal Service Fund	Total
ASSETS			
Current Assets:			
Cash & Cash Equivalents	\$ 356,290	\$ 392	\$ 356,682
Accounts Receivable:			
Federal	31,589	-	31,589
State	1,292	-	1,292
Other	51,314	-	51,314
Inventories	5,013	-	5,013
	<hr/>	<hr/>	<hr/>
Total Current Assets	445,498	392	445,890
	<hr/>	<hr/>	<hr/>
Capital Assets:			
Equipment	186,896	-	186,896
Less: Accumulated Depreciation	(136,988)	-	(136,988)
	<hr/>	<hr/>	<hr/>
Total Capital Assets	49,908	-	49,908
	<hr/>	<hr/>	<hr/>
Total Assets	495,406	392	495,798
	<hr/>	<hr/>	<hr/>
LIABILITIES			
Unearned Revenue	11,580	-	11,580
Accounts Payable	51,110	-	51,110
	<hr/>	<hr/>	<hr/>
Total Liabilities	62,690	-	62,690
	<hr/>	<hr/>	<hr/>
NET POSITION			
Net Investment in Capital Assets	49,908	-	49,908
Unrestricted	382,808	392	383,200
	<hr/>	<hr/>	<hr/>
Total Net Position	\$ 432,716	\$ 392	\$ 433,108
	<hr/>	<hr/>	<hr/>

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

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	Business-Type Activities Food Service Fund	Governmental Activities Internal Service Fund	Total
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ 218,044	\$ -	\$ 218,044
Daily Sales - Nonreimbursable Programs	39,949	-	39,949
Special Functions	13,187	-	13,187
Services to Other Districts	-	1,459,310	1,459,310
	<hr/>	<hr/>	<hr/>
Total Operating Revenues	271,180	1,459,310	1,730,490
	<hr/>	<hr/>	<hr/>
Operating Expenses:			
Salaries	345,190	1,203,662	1,548,852
Employee Benefits	76,124	205,799	281,923
Social Security	-	19,444	19,444
Supplies & Materials	64,989	5,868	70,857
Other Purchased Services	33,272	15,022	48,294
Cost of Sales - Reimbursable	247,968	-	247,968
Cost of Sales - Non Reimbursable	60,428	-	60,428
Miscellaneous Expenditures	45,824	9,180	55,004
Depreciation Expense	1,774	-	1,774
	<hr/>	<hr/>	<hr/>
Total Operating Expenses	875,569	1,458,975	2,334,544
	<hr/>	<hr/>	<hr/>
Operating Income/(Loss)	(604,389)	335	(604,054)
	<hr/>	<hr/>	<hr/>
Nonoperating Revenues/(Expenses):			
State Sources:			
State School Lunch Program	8,290	-	8,290
State School Reduced Lunch & Breakfast Program	8,777	-	8,777
Working Class Families State Supplement	2,870	-	2,870
Federal Sources:			
National School Breakfast Program	130,489	-	130,489
National School Lunch Program	330,330	-	330,330
Healthy Hunger-Free Kids Act	10,062	-	10,062
Supply Chain Assistance Award	44,577	-	44,577
Pandemic EBT Administrative Costs	653	-	653
Food Distribution Program	58,036	-	58,036
Interest Revenue	12,840	-	12,840
Transfers Out	-	(95,500)	(95,500)
	<hr/>	<hr/>	<hr/>
Total Nonoperating Revenues/(Expenses)	606,924	(95,500)	511,424
	<hr/>	<hr/>	<hr/>
Change in Net Position	2,535	(95,165)	(92,630)
Total Net Position - Beginning	430,181	95,557	525,738
	<hr/>	<hr/>	<hr/>
Total Net Position - Ending	\$ 432,716	\$ 392	\$ 433,108
	<hr/>	<hr/>	<hr/>

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

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	Business-Type Activities Food Service Fund	Governmental Activities Internal Service Fund	Totals
Cash Flows From Operating Activities:			
Receipts from Customers	\$ 264,065	\$ 1,479,509	\$ 1,743,574
Payments to Employees	-	(1,203,662)	(1,203,662)
Payments for Employee Benefits & FICA	-	(225,243)	(225,243)
Payments to Suppliers	(802,312)	(30,070)	(832,382)
Net Cash Provided/(Used) by Operating Activities	(538,247)	20,534	(517,713)
Cash Flows From Noncapital Financing Activities:			
State Sources	19,532	-	19,532
Federal Sources	509,441	-	509,441
Transfers to Other Funds	-	(95,500)	(95,500)
Net Cash Provided/(Used) by Noncapital Financing Activities	528,973	(95,500)	433,473
Cash Flows From Investing Activities:			
Equipment Purchases	(48,506)	-	(48,506)
Interest Earnings	12,840	-	12,840
Net Cash Provided/(Used) by Investing Activities	(35,666)	-	(35,666)
Net Increase/(Decrease) in Cash & Cash Equivalents	(44,940)	(74,966)	(119,906)
Balances - Beginning of Year	401,230	75,358	476,588
Balances - End of Year	\$ 356,290	\$ 392	\$ 356,682

Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:

Operating Income/(Loss)	\$ (604,389)	\$ 335	\$ (604,054)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:			
Food Distribution Program	58,036	-	58,036
Depreciation & Net Amortization	1,774	-	1,774
(Increase)/Decrease in Accounts Receivable	(6,234)	20,199	13,965
(Increase)/Decrease in Interfund Receivable	-	-	-
(Increase)/Decrease in Inventories	(1,796)	-	(1,796)
Increase/(Decrease) in Unearned Revenue	(881)	-	(881)
Increase/(Decrease) in Accounts Payable	15,243	-	15,243
Total Adjustments	66,142	20,199	86,341
Net Cash Provided/(Used) by Operating Activities	\$ (538,247)	\$ 20,534	(517,713)

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

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GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

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**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024**

Note 1. Summary of Significant Accounting Policies

Basis of Presentation

The financial statements of the Gateway Regional High School District (hereafter referred to as the “School District”) have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations).

Reporting Entity

The Gateway Regional High School District is a Type II district located in the County of Gloucester, 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. These terms are staggered so that three members’ terms expire each year. The purpose of the School District is to educate students in grades seven through twelve at its school. The School District has an approximate enrollment as of June 30, 2024 of 856 students.

The primary criterion for including activities within the School District’s reporting entity, as set forth in Section 2100 of the GASB *Codification of Governmental Accounting and Financial Reporting Standards*, is whether:

- ◆ the organization is legally separate (can sue or be sued in their own name);
- ◆ the School District holds the corporate powers of the organization;
- ◆ the School District appoints a voting majority of the organization’s board
- ◆ the School District is able to impose its will on the organization;
- ◆ the organization has the potential to impose a financial benefit/burden on the District
- ◆ there is a fiscal dependency by the organization on the School District.

There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the School District is not includable in any other reporting entity on the basis of such criteria.

Component Units

GASB Statement No.14 The Financial Reporting Entity, provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, Determining Whether Certain Organizations are Component Units, GASB Statement No. 61, The Financial Reporting Entity: Omnis - an amendment of GASB Statements No. 14 and No. 34, GASB Statement No. 80, Blending Requirements for Certain Component Units – an Amendment of GASB Statement No. 14 and GASB Statement No. 90 – Majority Equity Interests – an Amendment of GASB Statements No. 14 & No. 61. The School District had no component units as of for the year ended June 30, 2024.

Government-Wide Financial Statements

The School District’s Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the District accompanied by a total column. Fiduciary activities of the School District are

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 1. Summary of Significant Accounting Policies (continued)

not included in these statements.

These statements are presented on an “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all of the School District’s assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the School District are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions.

Certain eliminations have been made to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule (Exhibit B-3) is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the Government-Wide financial statements. The School District has presented all major funds that met those qualifications.

All governmental funds are accounted for on a spending, or “current financial resources” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. (The School District’s deferred outflows of resources and deferred inflows of resources are noncurrent.) The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the School District, are property tax and intergovernmental revenues and other taxes. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and for the non-major funds aggregated. A column representing internal service funds is also presented in these statements. However, internal service funds balances and activities have been combined with the governmental activities in the Government-Wide financial statements.

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities (whether current or noncurrent), and deferred inflows of resources are included on the Statement of Net Position. The

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 1. Summary of Significant Accounting Policies (continued)

Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year in which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

While government-wide and fund financial statements are presented separately, they are interrelated. The governmental activities column of the government wide statements incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the School District's enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. However, data from the fiduciary funds is not incorporated in the government-wide financial statements.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year-end. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in the governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, charges for services, licenses, and interest on notes receivable associated with the current fiscal period are all considered to be susceptible to accrual and accordingly have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)

Note 1. Summary of Significant Accounting Policies (continued)

measurable and available when cash is received.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Food Service Fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, employee salaries and benefits, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the School District's policy to use restricted resources first, then unrestricted resources as they are needed.

Internal service funds are used to account for those operations which provide benefits to other funds, departments, or agencies of the primary government and its component unit. Although internal service funds are reported as a proprietary fund in the fund financial statements, it is incorporated into governmental activities in the government-wide financial statements.

The School District reports the following major governmental funds:

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

As required by the New Jersey Department of Education the School District includes budgeted capital outlay in this fund. Generally accepted accounting principles 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, interest earnings 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.

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

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

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 1. Summary of Significant Accounting Policies (continued)

The School District reports the following major proprietary fund:

Food Service Fund – This fund accounts for the revenues and expenses pertaining to the School District's cafeteria operations.

Internal Service Fund (Related Service) – The internal service funds of the School District are Child Study Team, Business Services and Chief School Administrator which are used in order to account for the services provided to other local school districts.

During the course of operations, the School District has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office. In accordance with P.L.2011 c.202, which became effective January 17, 2012, the School District eliminated the April annual voter referendum on budgets which met the statutory tax levy cap limitations, and the board of education members are elected at the November general election. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line-item accounts within each fund. Line-item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2-2(f)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23-2-11.

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

The accounting records of the special revenue fund are maintained on the grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 1. Summary of Significant Accounting Policies (continued)

GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

The budget, as detailed on Exhibit C-1, and Exhibit C-2, includes all amendments to the adopted budget, if any.

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounts as presented in the General Fund Budgetary Comparison Schedules and the Special Revenue Fund Budgetary Comparison Schedule to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds. Note that the School District does not report encumbrances outstanding at fiscal year-end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the last state aid payments.

Encumbrances

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

Open encumbrances in the special revenue fund for which the School District has received advances are reflected in the balance sheet as a reduction of the accounts receivables or as unearned revenue at fiscal year-end.

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

Cash and Cash Equivalents

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.

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

Additionally, the School District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (“GUDPA”). GUDPA was enacted in 1970 to protect Governmental Units from 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

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 1. Summary of Significant Accounting Policies (continued)

Cash and Cash Equivalents (Continued)

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 Payable/Receivable

Tuition rates for the fiscal year end June 30, 2024 were established by the receiving school district based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

Inventories

Inventories are valued at cost, using the first-in/first-out (FIFO) method. The costs of inventories are recorded as expenditures when consumed rather than when purchased.

Interfund Receivables/Payables

Interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the School District and that are due within one year. The amounts are eliminated in the governmental and business-type activities, which are presented as Internal Balances. Balances with fiduciary funds are not considered Internal Balances; therefore those balances are reported on the Statement of Net Position.

Capital Assets

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Purchased or constructed assets are recorded at actual cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at estimated fair value at the date of donation. The School District has established a threshold of \$2,000 for capitalization of depreciable assets.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets of the School District are depreciated or amortized using the straight-line method over the following estimated lives:

Equipment & Vehicles	3 – 20 Years
Buildings	30 – 50 Years
Improvements	10 – 50 Years
Software	5 – 7 Years

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

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 School District and its employees, is accrued as the employees earn the rights to the benefits. Compensated absences that relate to future services, or that are contingent on a specific event that is outside the control of the School District and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

The entire compensated absences liability is reported on the government-wide financial statements and proprietary fund financial statements. Compensated absences liability is not recorded in the governmental funds. Instead, expenditures are recognized in the governmental funds as payments come due each period, for example, as a result of resignations or retirements.

Unearned Revenue

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

Accrued Liabilities and Long-Term Obligations

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

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumption that affect certain reported amounts reported in the financial statements and accompanying note disclosures. Actual results could differ from those estimates.

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. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 1. Summary of Significant Accounting Policies (continued)

Fund Balance

In accordance with Government Accounting Standards Board 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the District classifies governmental fund balances as follows:

- Non-spendable – This classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.
- Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.
- Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The School Board did not have any committed resources as of June 30, 2024.
- Assigned – This classification includes amounts that are constrained by the School District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.
- Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, it is the School District's policy to consider restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, it is the School District's policy to consider amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board has provided otherwise in its commitment or assignment actions.

Net Position

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

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)

Note 1. Summary of Significant Accounting Policies (continued)

- Net Investment in Capital Assets – This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for acquisition, construction, or improvement of those assets.
- Restricted – Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.
- Unrestricted – Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

Impact of Recently Issued Accounting Principles

Recently Issued Accounting Pronouncements

The GASB has issued the following Statements which will become effective in future years as shown below:

Statement No. 101, *Compensated Absences*, updates the recognition and measurement guidance to better meet the information needs of the financial statement users for compensated absences. The standard requires that liabilities for compensated absences be recognized for leave that hasn't been used and leave that has been used but not paid yet. Statement No. 101 is effective for reporting periods beginning after December 15, 2023. Management has not yet determined the potential impact on the District's financial statements.

Statement No. 102, *Certain Risk Disclosures*, requires a government to disclose information about concentrations or constraints and related events that have occurred or have begun to occur that make a government vulnerable to a substantial impact. The standard will improve financial reporting by providing users of financial statements with essential information that currently is not often provided. Statement No. 102 is effective for reporting periods beginning after June 15, 2024. Management has not yet determined the potential impact on the District's financial statements.

Bond Premiums, Discounts and Issuance Costs

In the government-wide financial statements and in the proprietary fund financial statements, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed when bonds are issued.

In governmental fund financial statements, bond premiums and discounts, as well as debt issuance costs are recognized in the current period. The face amount of the debt is reported as other financing sources. Premiums received on debt issuance are also reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds, are reported as debt service expenditures.

Deferred Loss on Refunding Debt

Deferred loss on refunding debt arising from the issuance of the refunding bonds is recorded as deferred outflows of resources. It is amortized in a systematic and rational manner over the shorter of the duration of the related debt or the new debt issues as a component of interest expense.

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 1. Summary of Significant Accounting Policies (continued)

Deferred Outflows and Deferred Inflows of Resources

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

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

Pensions

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

Note 2. Deposits and Investments

Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board's deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2024, the School District's bank balance of \$8,134,499 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$ 7,393,977
Uninsured and Uncollateralized	<u>740,522</u>
	<u>\$ 8,134,499</u>

Investments

The School District had no investments at June 30, 2024.

Note 3. Reserve Accounts

Capital Reserve

A capital reserve account was established by the School District by the inclusion of \$200,000 in October of 2001 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years.

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 3. Reserve Accounts (continued)

The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

The activity of the capital reserve for the July 1, 2023 to June 30, 2024 fiscal year is as follows:

Beginning Balance, July 1, 2023	\$ 1,070,462
Increased by:	
Budgeted Deposits	498,275
Deposits approved by Board	<u>325,000</u>
	1,893,737
Decreased by:	
Budget Withdrawals	(170,000)
Withdrawals approved by Board	<u>(521,106)</u>
Ending Balance, June 30, 2024	<u><u>\$ 1,202,631</u></u>

The School District established a maintenance reserve account for the accumulation of funds for use as required maintenance of a facility in subsequent fiscal years.

Funds placed in the maintenance reserve account are restricted to maintenance projects in the School District's approved Maintenance Plan (M-1). A School District may increase the balance in the maintenance reserve account 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. The balance in the account cannot at any time exceed four percent of the replacement cost of the school district's school facilities for the current year.

Maintenance Reserve

The activity of the maintenance reserve for the July 1, 2023 to June 30, 2024 fiscal year is as follows:

Beginning Balance, July 1, 2023	\$ 392,113
Increased by:	
Deposits approved by Board	<u>50,000</u>
	442,113
Decreased by:	
Budget Withdrawals	<u>(65,000)</u>
Ending Balance, June 30, 2024	<u><u>\$ 377,113</u></u>

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)

Note 4. Accounts Receivable

Accounts receivable at June 30, 2024 consisted of accounts and intergovernmental grants. All receivables are considered collectible in full due to the stable condition of state and federal programs, the current fiscal year guarantee of federal funds and the budgetary control of New Jersey governmental entities. Accounts receivable in the School District's governmental and business-type activities as of June 30, 2024, consisted of the following:

<u>Description</u>	<u>Governmental Funds</u>			<u>Proprietary Funds</u>	
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total Governmental Activities</u>	<u>Food Service Fund</u>	<u>Total Business-Type Activities</u>
Federal Awards	\$ -	\$ 200,212	\$ 200,212	\$ 31,589	\$ 31,589
State Awards	224,681	10,727	235,408	1,292	1,292
Other	484,529	1,000	485,529	51,314	51,314
Total	<u>\$ 709,210</u>	<u>\$ 211,939</u>	<u>\$ 921,149</u>	<u>\$ 84,195</u>	<u>\$ 84,195</u>

Note 5. Right to Use Assets

The School District has recorded right to use lease assets during the current fiscal year. The assets are right to use assets for leased copier machines. The right to use lease asset is amortized over the terms of the related lease. The related lease is discussed in the Leases subsection of Note 9, Long-Term Obligations.

Right to use asset activity for the School District for the year ended June 30, 2024, was as follows:

	<u>Balance June 30, 2023</u>	<u>Additions</u>	<u>Retirements and Transfers</u>	<u>Balance June 30, 2024</u>
Governmental Activities:				
Right to Use Assets:				
Leased copier machines	\$ 23,824	\$ 158,097	\$ -	\$ 181,921
Total Right to Use Assets	<u>23,824</u>	<u>158,097</u>	<u>-</u>	<u>181,921</u>
Less: Accumulated Amortization:				
Leased copier machines	(5,914)	(30,476)	-	(36,390)
Total Accumulated Amortization	<u>(5,914)</u>	<u>(30,476)</u>	<u>-</u>	<u>(36,390)</u>
Right to Use Assets, Net	<u>\$ 17,910</u>	<u>\$ 127,621</u>	<u>\$ -</u>	<u>\$ 145,531</u>

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)

Note 6. Intangible Assets

The School District has recorded intangible assets due to implementation of GASB 96. The assets are subscription-based information technology arrangements for various software throughout the District. The intangible asset is amortized on a straight-line basis over the terms of the related subscription arrangement.

Intangible asset activity for the School District for the year ended June 30, 2024, was as follows:

	<u>Balance</u> <u>June 30, 2023</u>	<u>Additions</u>	<u>Retirements</u> <u>and Transfers</u>	<u>Balance</u> <u>June 30, 2024</u>
Governmental Activities:				
Intangible Assets:				
SBITA's - Curriculum Software	\$ 76,335	\$ 68,808	\$ -	\$ 145,143
Total Intangible Assets	<u>76,335</u>	<u>68,808</u>	<u>-</u>	<u>145,143</u>
Less: Accumulated Amortization:				
SBITA's - Curriculum Software	(12,723)	(24,190)	-	(36,913)
Total Accumulated Amortization	<u>(12,723)</u>	<u>(24,190)</u>	<u>-</u>	<u>(36,913)</u>
Intangible Assets, Net	<u>\$ 63,612</u>	<u>\$ 44,618</u>	<u>\$ -</u>	<u>\$ 108,230</u>

Note 7. Capital Assets

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

	<u>Balance</u> <u>July 1, 2023</u>	<u>Additions</u>	<u>Retirements</u> <u>and Transfers</u>	<u>Balance</u> <u>June 30, 2024</u>
Governmental Activities:				
Capital assets not being depreciated:				
Sites	\$ 159,975	\$ -	\$ -	\$ 159,975
Construction in Progress		13,224	-	13,224
Total Capital Assets not being depreciated	<u>159,975</u>	<u>13,224</u>	<u>-</u>	<u>173,199</u>
Capital Assets being depreciated:				
Site Improvements	6,527,539	-	-	6,527,539
Buildings and Improvements	20,439,759	-	-	20,439,759
Equipment	4,842,124	330,999	-	5,173,123
Total Capital Assets being depreciated	<u>31,809,422</u>	<u>330,999</u>	<u>-</u>	<u>32,140,421</u>
Less: Accumulated Depreciation:				
Site Improvements	(4,738,177)	(303,335)	-	(5,041,512)
Buildings and Improvements	(10,326,556)	(361,336)	-	(10,687,892)
Equipment	(3,030,630)	(251,322)	-	(3,281,952)
Total Accumulated Depreciation	<u>(18,095,363)</u>	<u>(915,993)</u>	<u>-</u>	<u>(19,011,356)</u>
Total Capital Assets being depreciated, net	<u>13,714,059</u>	<u>(584,994)</u>	<u>-</u>	<u>13,129,065</u>
Total Governmental Activities Capital Assets, net	<u>\$ 13,874,034</u>	<u>\$ (571,770)</u>	<u>\$ -</u>	<u>\$ 13,302,264</u>

Depreciation expense was allocated as follows:

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)

Note 7. Capital Assets (continued)

Governmental Activities:

Regular Instruction	\$ 503,796
Student and Instruction Related Services	100,759
General Administration	91,599
Operations and Maintenance	73,280
Transportation	<u>146,559</u>

Total Depreciation Expense	<u><u>\$ 915,993</u></u>
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	<u>Balance</u> <u>July 1, 2023</u>	<u>Additions</u>	<u>Retirements</u> <u>and Transfers</u>	<u>Balance</u> <u>June 30, 2024</u>
Business-Type Activities:				
Equipment	\$ 138,390	\$ 48,506	\$ -	\$ 186,896
Total Capital Assets being depreciated	<u>138,390</u>	<u>48,506</u>	<u>-</u>	<u>186,896</u>
Less: Accumulated Depreciation:				
Equipment	(135,214)	(1,774)	-	(136,988)
Total Capital Assets being depreciated, net	<u>(135,214)</u>	<u>(1,774)</u>	<u>-</u>	<u>(136,988)</u>
Total Business-Type Activities Capital Assets, net	<u><u>\$ 3,176</u></u>	<u><u>\$ 46,732</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 49,908</u></u>

Note 8. Interfund Receivables, Payables and Transfers

Individual fund receivable/payable balances as of June 30, 2024 were as follows:

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ 105,353	\$ -
Special Revenue Fund	<u>-</u>	<u>105,353</u>
	<u><u>\$ 105,353</u></u>	<u><u>\$ 105,353</u></u>

The interfund receivables and payables above predominately resulted from payment made by certain funds on behalf of other funds. All interfund balances are expected to be repaid within one year.

Transfers during the current fiscal year were as follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 95,500	\$ 691,106
Capital Projects Fund	691,106	-
Internal Service Funds	<u>-</u>	<u>95,500</u>
	<u><u>\$ 786,606</u></u>	<u><u>\$ 786,606</u></u>

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)

Note 9. Long-Term Obligations

During the fiscal year-ended June 30, 2024 the following changes occurred in long-term obligations for the governmental and business-type activities:

	Balance <u>July 1, 2023</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2024</u>	Balance Due Within <u>One Year</u>
Governmental Activities:					
General Obligation Bonds	\$ 2,600,000	\$ -	\$ 440,000	\$ 2,160,000	\$ 440,000
Leases Payable	17,910	158,097	30,476	145,531	37,041
Compensated Absences	650,553	39,057	82,253	607,357	46,978
Net Pension Liability	4,994,206	158,105	-	5,152,311	-
	<u>\$ 8,262,669</u>	<u>\$ 355,259</u>	<u>\$ 552,729</u>	<u>\$ 8,065,199</u>	<u>\$ 524,019</u>

For governmental activities, the bonds payable are liquidated from the School District's debt service fund. Compensated absences, leases payable and net pension liability are liquidated by the general fund.

A. Bonds Payable

The voters of the municipality through referendums authorize bonds in accordance with State Law. All bonds are retired in serial installments within the statutory period of usefulness.

On May 13, 2012, the District issued \$6,275,000 in Refunding School Bonds with interest rates ranging from 2.00% to 4.00% to refund the remaining balance of the 2004 School Bonds.

Principal and Interest due on the outstanding bonds is as follows:

Fiscal Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 440,000	\$ 75,687	\$ 515,687
2026	435,000	59,188	494,188
2027	435,000	42,875	477,875
2028	430,000	26,562	456,562
2029	420,000	13,125	433,125
	<u>\$ 2,160,000</u>	<u>\$ 217,437</u>	<u>\$ 2,377,437</u>

B. Leases:

On July 1 2022, the District entered into an agreement as the Lessee for the use of copier machines. An initial lease liability was recorded in the amount of \$23,824. As of June 30, 2024, the value of the lease liability is \$11,685. The District is required to make monthly fixed payments in the amount of \$583. The interest rate associated with this lease is 5.25%.

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)

Note 9. Long-Term Obligations (continued)

On September 1 2023, the District entered into an agreement as the Lessee for the use of copier machines. An initial lease liability was recorded in the amount of \$142,891. As of June 30, 2024, the value of the lease liability is \$120,538. The District is required to make monthly fixed payments in the amount of \$2,568. The interest rate associated with this lease is 3.00%.

On November 1 2023, the District entered into an agreement as the Lessee for the use of postage machines. An initial lease liability was recorded in the amount of \$15,206. As of June 30, 2024, the value of the lease liability is \$13,308. The District is required to make monthly fixed payments in the amount of \$273. The interest rate associated with this lease is 3.00%.

The principal and interest requirements to maturity are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2025	\$ 37,041	\$ 4,044	\$ 41,085
2026	36,555	2,781	39,336
2027	32,374	2,592	
2028	33,359	731	34,090
2029	6,202	26	6,228
	\$ 145,531	\$ 10,174	\$ 120,739

C. Bonds Authorized But Not Issued:

As of June 30, 2024, the District had no authorized but not issued bonds.

Note 10. Pension Plans

A. Public Employees' Retirement System (PERS)

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

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.

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 10. Pension Plans (continued):

A. Public Employees' Retirement System (PERS)(continued):

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

Service retirement benefits of $1/55^{\text{th}}$ of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of $1/60^{\text{th}}$ of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 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.

Contributions - The contribution policy for PERS is set by *N.J.S.A. 15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for the noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2023, the State's pension contribution was more than the actuarial determined amount.

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

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At June 30, 2024, the School District reported a liability of \$5,152,311 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2023. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2022, to the measurement date of June 30, 2023. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2023. The School District's proportion measured as of June 30, 2023, was 0.035572%, which was an increase of 0.002478% from its proportion measured as of June 30, 2022.

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 10. Pension Plans (continued):

A. Public Employees' Retirement System (PERS)(continued):

For the year ended June 30, 2024, the School District recognized full accrual pension expense/(benefit) of \$82,868 in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2023 measurement date. At June 30, 2024 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 49,263	\$ 21,061
Changes of Assumptions	11,319	312,252
Net Difference between Projected and Actual Earnings on Pension Plan Investments	23,727	-
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	387,237	78,785
School District Contributions Subsequent to Measurement Date	<u>483,224</u>	<u>-</u>
	<u>\$ 954,770</u>	<u>\$ 412,098</u>

\$483,224 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is based on the estimated amount payable to the State due April 1, 2025 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2025	\$ 64,943
2026	36,249
2027	(50,655)
2028	9,065
2029	<u>(154)</u>
	<u>\$ 59,448</u>

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

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)

Note 10. Pension Plans (continued):

A. Public Employees' Retirement System (PERS)(continued):

	Deferred Outflow of <u>Resources</u>	Deferred Inflow of <u>Resources</u>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2018	-	5.63
June 30, 2019	-	5.21
June 30, 2020	5.16	-
June 30, 2021	5.13	-
June 30, 2022	-	5.04
June 30, 2023	-	5.08
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2018	-	5.63
June 30, 2019	-	5.21
June 30, 2020	-	5.16
June 30, 2021	5.13	-
June 30, 2022	-	5.04
June 30, 2023	-	5.08
Net Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2018	5.00	-
June 30, 2019	5.00	-
June 30, 2020	5.00	-
June 30, 2021	5.00	-
June 30, 2022	5.00	-
June 30, 2023	5.00	-
Changes in Proportion and Differences between Contributions and		
Pro Year of Pension Plan Deferral:		
June 30, 2018	5.63	5.63
June 30, 2019	5.21	5.21
June 30, 2020	5.16	5.16
June 30, 2021	5.13	5.13
June 30, 2022	5.04	5.04
June 30, 2023	5.08	5.08

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 10. Pension Plans (continued):

A. Public Employees' Retirement System (PERS)(continued):

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 was rolled forward to June 30, 2023. This actuarial valuation used the following assumptions:

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases	2.75%-6.55% based on years of service
Investment Rate of Return	7.00%
Period of Actuarial Experience	
Study upon which Actuarial	
Assumptions were Based	July 1, 2018 - June 30, 2021

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

The actuarial assumptions used in the July 1, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

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 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:

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 10. Pension Plans (continued):

A. Public Employees' Retirement System (PERS)(continued):

<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 Markets Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Markets Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%
	<u>100.00%</u>	

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

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the School District's proportionate share of the net pension liability as of June 30, 2023, calculated using the discount rate of 7.00% as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's Proportionate Share of the Net Pension Liability	<u>\$ 6,763,760</u>	<u>\$ 5,152,311</u>	<u>\$ 3,861,165</u>

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 10. Pension Plans (continued):

A. Public Employees' Retirement System (PERS)(continued):

Additional Information - The following is a summary of the collective balances of the local group at June 30, 2024 and 2023:

Balances at June 30, 2024 and June 30, 2023

	<u>6/30/2024</u>	<u>6/30/2023</u>
Actuarial valuation date (including roll forward)	June 30, 2023	June 30, 2022
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 portion of the Plan's total Net Pension Liability	0.035572%	0.033093%

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

The State's proportionate share of the PERS net pension liability associated with the special funding situation is \$-0- as of June 30, 2024. The State's proportionate share of the contribution associated with the special funding situation was \$16,068 as of June 30, 2024. These are based on measurements as of June 30, 2023.

B. Teachers' Pension and Annuity Fund (TPAF)

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

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)

Note 10. Pension Plans (continued):

B. Teachers' Pension and Annuity Fund (TPAF) (continued):

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

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

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

As mentioned previously, 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, the School District is considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the School District does 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.

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2023 was \$41,580,043. The School District's proportionate share was \$-0-.

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 10. Pension Plans (continued):

B. Teachers' Pension and Annuity Fund (TPAF) (continued):

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 State's proportionate share of the net pension liability associated with the School District was based on projection of the State's long-term contributions to the pension plan associated with the School District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2023, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.081477%, which was an increase of 0.000001% from its proportion measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the School District recognized \$1,021,501 in on-behalf pension expense and revenue in the government-wide financial statements, for the State of New Jersey on-behalf TPAF pension contributions. This pension expense and revenue was based on the pension plans June 30, 2023 measurement date.

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%

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

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

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 10. Pension Plans (continued):

B. Teachers' Pension and Annuity Fund (TPAF) (continued):

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 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 Markets Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Markets Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%
	<u>100.00%</u>	

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

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate – As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. The following represents the State's proportionate share of the net pension liability, attributable to the School District calculated using the discount rate of 7.00% as well as what the State's proportionate share of the net pension liability, attributable to the School District's would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 10. Pension Plans (continued):

B. Teachers' Pension and Annuity Fund (TPAF) (continued):

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	49,030,416	41,580,043	35,305,058
	<u>\$ 49,030,416</u>	<u>\$ 41,580,043</u>	<u>\$ 35,305,058</u>

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

Additional Information – The following is a summary of the collective balances of the local group at June 30, 2024 and 2023:

Balances at June 30, 2024 and June 30, 2023

	<u>6/30/2024</u>	<u>6/30/2023</u>
Actuarial valuation date (including roll forward)	June 30, 2023	June 30, 2022
Collective Deferred Outflows of Resources	\$ 2,502,380,838	\$ 5,004,259,312
Collective Deferred Inflows of Resources	14,830,205,473	19,682,774,794
Collective Net Pension Liability	51,109,961,824	51,676,587,303
District's portion of the Plan's total Net Pension Liability	0.081477%	0.081476%

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)

Note 10. Pension Plans (continued):

C. Defined Contribution Plan (DCRP)

Plan Description - The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of N.J.S.A. 43:15C-1 et seq. The DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007;
- Employees enrolled in the Public Employees' Retirement System (PERS) or Teachers' Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits
- Employees enrolled in the Police and Firemen's Retirement System (PFRS) or State Police Retirement System (SPRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits;
- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually. The minimum salary in 2020 is \$8,300 and is subject to adjustment in future years.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually. The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees

Contributions - The contribution policy is set by N.J.S.A. 43:15C-3 and requires active members and contribution employers. When enrolled in the DCRP, members are required to contribute 5.5% of their base salary to a tax-deferred investment account established with Prudential Financial, which jointly administers the DCRP investments with the Division of Pension and Benefits. Member contributions are matched by a 3% contribution from the School District.

For the year ended June 30, 2024, employee contributions totaled \$17,743, and the School District recognized an expense for payments made to the Defined Contribution Retirement program in the amount of \$9,678.

Note 11. Other Post-Retirement Benefits

General Information about the OPEB Plan

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

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 11. Other Post-Retirement Benefits (continued):

General Information about the OPEB Plan (continued):

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

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

Basis of Presentation

The Schedule presents the State of New Jersey's obligation under NJSA 52:14-17.32f. The Schedule does not purport to be a complete presentation of the financial position or changes in financial position of the State Health Benefit Local Education Retired Employees Plan or the State of New Jersey. The accompanying Schedule was prepared in accordance with U.S. generally accepted accounting principles.

Such preparation requires management of the State of New Jersey to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

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.

Total Nonemployer OPEB Liability: \$ 52,361,668,239

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

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)

Note 11. Other Post-Retirement Benefits (continued):

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

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

OPEB Obligation and OPEB Expense - The State’s proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2023 was \$48,975,614. The School District’s proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2023, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The State’s proportionate share of the OPEB Obligation associated with the District was based on projection of the State’s long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2023, the State proportionate share of the OPEB Obligation attributable to the School District was 0.093533%, which was a decrease of 0.000944% from its proportion measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the State of New Jersey recognized an OPEB expense in the amount of \$729,240 for the State’s proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2023 measurement date.

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 decreased 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 9.50% and decreased to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Discount Rate

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

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)

Note 11. Other Post-Retirement Benefits (continued):

Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate

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

	June 30, 2023		
	At 1% Decrease (2.65%)	At Discount Rate (3.65%)	At 1% Increase (4.65%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 57,415,499	\$ 48,975,614	\$ 42,199,366
State of New Jersey's Total Non- employer Liability	\$ 61,385,066,712	\$ 52,361,668,239	\$ 45,116,926,835

Sensitivity of Total Nonemployer OPEB Liability to changes in the healthcare trend rate

The following presents the total nonemployer OPEB liability as of June 30, 2023, calculated using the healthcare trend rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a healthcare trend rate that is 1- percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2023		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 40,657,310	\$ 48,975,614	\$ 59,860,136
State of New Jersey's Total Nonemployer OPEB Liability	\$ 43,468,257,358	\$ 52,361,668,239	\$ 63,998,719,320

* See Healthcare Cost Trend Assumptions for details of rates.

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)

Note 11. Other Post-Retirement Benefits (continued):

Collective balances of the Local Group at June 30, 2023 are as follows:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Change in Proportion	\$ -	\$ -
Differences between Expected & Actual Experience	7,639,717,639	(13,791,541,217)
Change in Assumptions	7,445,895,322	(14,449,948,556)
Contributions Made in Fiscal Year Year Ending 6/30/2024		
After Measurement Date	<u>TBD</u>	<u>-</u>
	<u>\$ 15,085,612,961</u>	<u>\$ (28,241,489,773)</u>

** Employer Contributions made after June 30, 2023 are reported as a deferred outflow of resources, but are not amortized in expense.

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

<u>Fiscal Year Ending June 30,</u>	
2024	\$ (2,611,225,301)
2025	(2,611,225,301)
2026	(2,269,523,460)
2027	(1,338,024,839)
2028	(273,877,609)
Thereafter	<u>(4,052,000,302)</u>
	<u>\$ (13,155,876,812)</u>

Plan Membership

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

	<u>June 30, 2022</u>
Active Plan Members	217,212
Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	<u>152,383</u>
	<u>369,595</u>

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 11. Other Post-Retirement Benefits (continued):

Changes in the Total OPEB Liability

The change in the State's Total OPEB liability for the fiscal year ended June 30, 2024 (measurement date June 30, 2023) is as follows:

Total OPEB Liability

Service Cost	\$ 2,136,235,476
Interest Cost	1,844,113,951
Difference Between Expected & Actual Experience	(980,424,863)
Changes of Assumptions	105,539,463
Contributions: Member	47,258,104
Gross Benefit Payments	<u>(1,437,516,858)</u>
Net Change in Total OPEB Liability	1,715,205,273
Total OPEB Liability (Beginning)	<u>50,646,462,966</u>
Total OPEB Liability (Ending)	<u><u>\$ 52,361,668,239</u></u>
Total Covered Employee Payroll	\$ 15,314,749,297
Net OPEB Liability as a Percentage of Payroll	342%

Note 12. On-Behalf Payments for Fringe Benefits and Salaries

As previously mentioned, the School District receives on-behalf payments from the State of New Jersey for normal costs and post-retirement medical costs related to the Teachers' Pension and Annuity Fund (TPAF) pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2024, the on-behalf payments for pension, post-retirement medical costs, long-term disability and social security were \$3,575,104, \$973,013, \$1,147 and \$717,936, respectively.

Note 13. Risk Management

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

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

Joint Insurance Pool – The School District also participates in the Gloucester, Cumberland, Salem School Districts Joint Insurance Fund. The purpose of this is to permit member Boards of Education to make use of their powers and resources by cooperating on a basis that will be of mutual advantage and to provide a procedure for development, administration, and provision of Risk Management Programs, a Joint Self Insurance Fund, Joint Insurance Purchases and related services for members and their employees for the following:

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 13. Risk Management (continued)

- Workers Compensation and Employers Liability
- Automobile and Equipment Liability
- General Liability and Property Damage
- School Board Legal Liability
- Boiler and Machinery

New Jersey Unemployment Compensation Insurance – The School District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method”. Under this plan the School District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The School District is billed quarterly for amounts due to the State. The following is a summary of School District contributions, reimbursements to the State for benefits paid and the ending balance of the School District’s trust fund for the current and previous two years:

<u>Fiscal Year</u>	<u>Interest Earnings</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2023-2024	\$ 2,515	\$ 31,291	\$ 21,401	\$ 106,164
2022-2023	118	24,486	39,693	93,759
2021-2022	128	23,633	-	108,848

Note 14. Contingencies

State and Federal Grantor Agencies - The School District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the School District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2024 may be impaired. In the opinion of the School District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

Litigation – The School District is not a defendant in any lawsuits. It is the opinion of the School Districts’ attorney that no contingent liability exists that would have a material adverse effect on the financial condition of the School District.

Economic Dependency – The School District receives a substantial amount of its support from federal and state governments. A significant reduction in the level of support, if this were to occur, could have an effect on the School District’s programs and activities.

Note 15. Deferred Compensation

The School District offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. 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:

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)

Note 15. Deferred Compensation (continued)

Lincoln Investment Planning	Siracusa Benefits Program
Metropolitan Life Insurance	AXA Equitable

Note 16. Compensated Absences

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

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

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. At June 30, 2024, the liability for compensated absences reported on the government-wide Statement of Net Position was \$607,357.

Note 17. Tax Abatements

As defined by the Governmental Accounting Standards Board (GASB) Statement No. 77, a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

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

Note 18. Commitments

The School District has \$405,259 in contractual commitments at June 30, 2024.

Note 19. Calculation of Excess Surplus

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A.18A:7F-7. New Jersey school districts are required to reserve General Fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2024 was \$2,709,854.

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)

Note 20. Fund Balances

General Fund – Of the \$6,964,824 General Fund balance at June 30, 2024, \$1,202,631 has been restricted for the Capital Reserve Account; \$377,113 has been restricted for the Maintenance Reserve Account; \$2,709,854 has been restricted for current year excess surplus; \$2,723,280 is restricted for prior year excess surplus; \$106,164 has been restricted for Unemployment Compensation; \$212,957 has been assigned for other purposes and \$(367,175) has been unassigned.

Special Revenue Fund – Of the \$449,126 Special Revenue Fund Balance at June 30, 2024, \$439,336 is restricted for student activities and \$9,790 is restricted for scholarships.

Capital Projects Fund – Of the \$356,776 Capital Projects Fund balance at June 30, 2024, \$192,302 has been assigned for other purposes and \$164,474 has been restricted for future capital projects.

Debt Service Fund Balance – Of the \$4 Debt Service Fund Balance, \$4 is restricted for future Debt Service.

Note 21. Deficit Fund Balance

General Fund – The School District has a deficit fund balance of \$367,175 in the General Revenue Fund as of June 30, 2024 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payment(s) in the subsequent fiscal year, the school district cannot recognize the June state aid payment(s) (on the GAAP financial statements) until the year the State records the payable. Due to the timing difference of recording the June state aid payment(s), the General Fund balance deficit does not alone indicate that the district is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unreserved, undesignated general fund balance that is reported as a direct result from a delay in the June payment(s) of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The School District deficit in the fund statements (modified accrual basis) of \$367,175 is less than or equal to the last two state aid payments.

Note 22. Deficit in Net Position

Unrestricted Net Position – The School District governmental activities had a deficit in unrestricted net position in the amount of \$5,578,743 at June 30, 2024. The primary causes of this deficit is the School District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the Public Employee's Retirement System (PERS) as of June 30, 2024. This deficit in unrestricted net position for governmental activities does not indicate that the School District is facing financial difficulties.

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (continued)**

Note 23. Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2024 and December 10, 2024, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items have come to the attention of the School District that would require disclosure.

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REQUIRED SUPPLEMENTARY INFORMATION - PART II

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C. Budgetary Comparison Schedules

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**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2024**

		JUNE 30, 2024				POSITIVE (NEGATIVE)
	ACCOUNT NUMBER	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL
Revenues:						
Local Sources:						
Local Tax Levy	10-1210	\$ 12,013,074	\$ -	\$ 12,013,074	\$ 12,013,074	\$ -
Tuition - From Other LEAS	10-1320	75,000	-	75,000	214,224	139,224
Transportation Fee from Other LEAs	10-1420	700,000	-	700,000	775,039	75,039
Interest Earned on Maintenance Reserve	10-1xxx	5	-	5	-	(5)
Interest Earned on Capital Reserve	10-1xxx	5	-	5	-	(5)
Miscellaneous	10-1xxx	229,000	-	229,000	398,064	169,064
Total Local Sources		13,017,084	-	13,017,084	13,400,401	383,317
State Sources:						
Categorical Special Education Aid	10-3132	581,865	-	581,865	581,865	-
Equalization Aid	10-3176	8,847,975	-	8,847,975	8,847,975	-
Security Aid	10-3177	192,533	-	192,533	192,533	-
Categorial Transportation Aid	10-3121	502,794	-	502,794	502,794	-
School Choice Aid	10-3116	637,308	-	637,308	637,308	-
Extraordinary Aid	10-3131	-	-	-	176,832	176,832
Non Public Transportation	10-3xxx	-	-	-	12,740	12,740
State Secure Child Future Act	10-3256	-	-	-	54,302	54,302
Nonbudgeted:						
On-Behalf TPAF Post-Retirement Medical Contributions		-	-	-	973,013	973,013
On-Behalf TPAF Pension Contributions		-	-	-	3,575,104	3,575,104
On-Behalf TPAF Long-Term Disability Contributions		-	-	-	1,147	1,147
Reimbursed TPAF Social Security Contributions		-	-	-	717,936	717,936
Total State Sources		10,762,475	-	10,762,475	16,273,549	5,511,074
Federal Sources:						
Medicaid Reimbursement	10-4200	29,435	-	29,435	27,182	(2,253)
Total Federal Sources		29,435	-	29,435	27,182	(2,253)
Total Revenues		23,808,994	-	23,808,994	29,701,132	5,892,138
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Grades 6 - 8	11-130-100-101	1,780,000	85,000	1,865,000	1,864,415	585
Grades 9 - 12	11-140-100-101	3,590,000	(99,000)	3,491,000	3,219,863	271,137
Home Instruction:						
Salaries of Teachers	11-150-100-101	22,000	-	22,000	4,033	17,967
Purchased Professional - Educational Services	11-150-100-320	12,000	1,540	13,540	9,239	4,301
Regular Programs - Undistributed Instruction:						
Purchased Professional - Educational Services	11-190-100-320	6,500	-	6,500	2,349	4,151
Purchased Technical Services	11-190-100-340	248,000	15,234	263,234	138,323	124,911
Other Purchased Services	11-190-100-500	63,000	-	63,000	33,012	29,988
General Supplies	11-190-100-610	400,000	1,172	401,172	355,418	45,754
Textbooks	11-190-100-640	96,000	-	96,000	70,721	25,279
Other Objects	11-190-100-800	13,000	-	13,000	1,108	11,892
Total Regular Programs		6,230,500	3,946	6,234,446	5,698,481	535,965
Special Education:						
Learning and/or Language Disabilities:						
Salaries of Teachers	11-204-100-101	243,500	14,000	257,500	257,368	132
Other Salaries for Instruction	11-204-100-106	141,000	-	141,000	136,723	4,277
Purchased Technical Services	11-204-100-340	62,500	660	63,160	60,479	2,681
General Supplies	11-204-100-610	20,000	-	20,000	5,222	14,778
Other Objects	11-204-100-800	1,000	-	1,000	-	1,000
Total Learning and/or Language Disabilities		468,000	14,660	482,660	459,792	22,868

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2024**

		JUNE 30, 2024				POSITIVE (NEGATIVE)
	ACCOUNT NUMBER	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL
Behavioral Disabilities:						
Salaries of Teachers	11-209-100-101	196,500	-	196,500	189,703	6,797
Other Salaries for Instruction	11-209-100-106	68,500	-	68,500	63,860	4,640
Purchased Professional - Technical Services	11-209-100-340	6,000	-	6,000	-	6,000
General Supplies	11-209-100-610	8,000	-	8,000	5,105	2,895
Other Objects	11-209-100-800	1,000	-	1,000	-	1,000
Total Multiple Disabilities:		280,000	-	280,000	258,668	21,332
Resource Room:						
Salaries of Teachers	11-213-100-101	1,205,000	-	1,205,000	986,000	219,000
Other Salaries for Instruction	11-213-100-106	212,000	-	212,000	116,818	95,182
Purchased Technical Services	11-213-100-340	5,000	-	5,000	-	5,000
General Supplies	11-213-100-610	10,000	129	10,129	9,548	581
Other Objects	11-213-100-800	1,000	-	1,000	48	952
Total Resource Room		1,433,000	129	1,433,129	1,112,414	320,715
Home Instruction:						
Salaries of Teachers	11-219-100-101	25,000	(20,000)	5,000	2,528	2,472
Purchased Professional Educational Services	11-219-100-320	13,500	5,000	18,500	13,809	4,691
Total Home Instruction		38,500	(15,000)	23,500	16,337	7,163
Total Special Education		2,219,500	(211)	2,219,289	1,847,211	372,078
Basic Skills/Remedial:						
Salaries of Teachers	11-230-100-101	252,500	15,000	267,500	266,036	1,464
General Supplies	11-230-100-610	500	-	500	-	500
Total Basic Skills/Remedial		253,000	15,000	268,000	266,036	1,964
Bilingual Education - Instruction:						
General Supplies	11-240-100-610	500	-	500	-	500
Total Bilingual Education - Instruction:		500	-	500	-	500
School Sponsored Cocurricular Activities:						
Salaries	11-401-100-100	175,000	-	175,000	155,983	19,017
Other Purchased Services	11-401-100-500	12,000	-	12,000	-	12,000
Supplies and Materials	11-401-100-600	27,000	1,715	28,715	19,003	9,712
Other Objects	11-401-100-800	2,500	-	2,500	800	1,700
Total School Sponsored Cocurricular Activities		216,500	1,715	218,215	175,786	42,429
School Sponsored Athletics - Instruction:						
Salaries	11-402-100-100	470,000	-	470,000	468,257	1,743
Purchased Services	11-402-100-500	145,000	-	145,000	69,260	75,740
Supplies and Materials	11-402-100-600	85,000	15,470	100,470	80,866	19,604
Other Objects	11-402-100-800	37,000	-	37,000	36,545	455
Total School Sponsored Athletics - Instruction		737,000	15,470	752,470	654,928	97,542
Total - Instruction		9,657,000	35,920	9,692,920	8,642,442	1,050,478
Undistributed Expenditures:						
Tuition						
Tuition to Other LEA'S Within State - Special	11-000-100-562	40,000	-	40,000	23,335	16,665
Tuition to County Vocational Schools - Regular	11-000-100-563	190,000	8,000	198,000	187,171	10,829
Tuition to CSSD & Regular Day Schools	11-000-100-565	540,000	(138,000)	402,000	374,920	27,080
Tuition to Private School for Handicapped - State	11-000-100-566	1,220,000	(68,000)	1,152,000	998,862	153,138
Tuition - Other	11-000-100-569	32,500	-	32,500	32,500	-
Total Tuition		2,022,500	(198,000)	1,824,500	1,616,788	207,712

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2024**

		JUNE 30, 2024				POSITIVE (NEGATIVE)
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL
ACCOUNT NUMBER						
Attendance & Social Work Services:						
Salaries	11-000-211-100	31,000	-	31,000	25,956	5,044
Purchased Professional and Technical Services	11-000-211-300	7,500	-	7,500	5,062	2,438
Other Purchased Services	11-000-211-500	175	-	175	-	175
Total Attendance & Social Work Services		38,675	-	38,675	31,018	7,657
Health Services:						
Salaries	11-000-213-100	244,500	-	244,500	243,745	755
Purchased Professional and Technical Services	11-000-213-300	30,000	(1,500)	28,500	26,382	2,118
Other Purchased Services	11-000-213-500	3,000	-	3,000	-	3,000
Supplies and Materials	11-000-213-600	4,000	1,626	5,626	5,225	401
Other Objects	11-000-213-800	500	-	500	36	464
Total Health Services		282,000	126	282,126	275,388	6,738
Other Support Services - Students - Related Services:						
Salaries	11-000-216-100	55,000	(9,100)	45,900	40,416	5,484
Purchased Professional - Educational Services	11-000-216-320	25,000	79,500	104,500	94,655	9,845
Supplies and Materials	11-000-216-600	4,000	-	4,000	-	4,000
Other Objects	11-000-216-800	500	-	500	-	500
Total Other Support Services - Students - Related Services		84,500	70,400	154,900	135,071	19,829
Other Support Services - Students - Extraordinary Services:						
Salaries	11-000-217-100	215,000	-	215,000	165,557	49,443
Purchased Professional - Educational Services	11-000-217-320	-	18,000	18,000	-	18,000
Total Other Support Services - Students - Extraordinary Services		215,000	18,000	233,000	165,557	67,443
Other Support Services - Guidance:						
Salaries of Other Professional Staff	11-000-218-104	685,000	-	685,000	677,369	7,631
Salaries of Secretarial & Clerical Assistants	11-000-218-105	49,000	-	49,000	46,680	2,320
Other Salaries	11-000-218-110	180,000	-	180,000	136,264	43,736
Purchased Professional - Educational Services	11-000-218-320	17,500	-	17,500	17,179	321
Other Purchased Professional & Technical Services	11-000-218-390	26,000	-	26,000	25,180	820
Other Purchased Services	11-000-218-500	16,000	-	16,000	5,169	10,831
Supplies and Materials	11-000-218-600	14,500	663	15,163	9,159	6,004
Other Objects	11-000-218-800	3,500	-	3,500	1,119	2,381
Total Other Support Services - Guidance		991,500	663	992,163	918,119	74,044
Other Support Services - Child Study Team:						
Salaries of Other Professional Staff	11-000-219-104	177,000	(149,000)	28,000	-	28,000
Salaries of Secretarial & Clerical Assistants	11-000-219-105	45,000	-	45,000	44,717	283
Other Salaries	11-000-219-110	45,000	-	45,000	8,189	36,811
Purchased Educational Services	11-000-219-320	460,000	141,750	601,750	590,425	11,325
Other Purchased Professional & Technical Services	11-000-219-390	13,000	-	13,000	2,500	10,500
Other Purchased Services	11-000-219-500	11,000	-	11,000	-	11,000
Supplies and Materials	11-000-219-600	2,000	-	2,000	89	1,911
Other Objects	11-000-219-800	500	-	500	-	500
Total Other Support Services - Child Study Team		753,500	(7,250)	746,250	645,920	100,330
Improvement of Instruction Services/Other Support Services - Instruction Staff:						
Salaries of Supervisors of Instruction	11-000-221-102	510,000	-	510,000	460,267	49,733
Salaries of Secretarial & Clerical Assistants	11-000-221-105	87,000	-	87,000	84,562	2,438
Other Salaries	11-000-221-110	150,000	-	150,000	115,579	34,421
Purchased Educational Services	11-000-221-320	5,000	(250)	4,750	3,888	862
Other Purchased Professional & Technical Services	11-000-221-390	48,000	250	48,250	48,163	87
Other Purchased Services	11-000-221-500	24,000	775	24,775	12,982	11,793
Supplies and Materials	11-000-221-600	10,000	600	10,600	10,595	5
Other Objects	11-000-221-800	18,000	(600)	17,400	6,869	10,531
Total Improvement of Instruction Services/Other Support Services Instructional Staff		852,000	775	852,775	742,905	109,870

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2024**

		JUNE 30, 2024				POSITIVE (NEGATIVE) FINAL TO ACTUAL
		ACCOUNT NUMBER	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL
Educational Media Services/School Library:						
Salaries	11-000-222-100	150,000	15,000	165,000	164,725	275
Salaries of Technology Coordinator	11-000-222-177	290,000	-	290,000	275,390	14,610
Purchased Technical Services	11-000-222-300	13,000	-	13,000	10,285	2,715
Other Purchased Services	11-000-222-500	15,000	(15,000)	-	-	-
Supplies and Materials	11-000-222-600	34,000	-	34,000	26,057	7,943
Other Objects	11-000-222-800	200	-	200	-	200
Total Educational Media Services/School Library		502,200	-	502,200	476,457	25,743
Instructional Staff Training Services:						
Other Purchased Services	11-000-223-500	8,500	-	8,500	551	7,949
Total Instructional Staff Training Services		8,500	-	8,500	551	7,949
Support Services General Administration:						
Salaries	11-000-230-100	220,000	-	220,000	216,809	3,191
Legal Services	11-000-230-331	20,000	414	20,414	13,778	6,636
Audit fees	11-000-230-332	40,000	-	40,000	32,000	8,000
Architectural/Engineering Services	11-000-230-334	3,500	-	3,500	-	3,500
Other Purchased Professional Services	11-000-230-339	240	-	240	-	240
Communications/Telephone	11-000-230-530	40,000	-	40,000	31,941	8,059
BOE Other Purchased Services	11-000-230-585	750	-	750	-	750
Other Purchased Services	11-000-230-590	63,000	(300)	62,700	51,726	10,974
Supplies and Materials	11-000-230-610	3,000	-	3,000	1,010	1,990
Miscellaneous Expenditures	11-000-230-890	3,000	40,000	43,000	2,688	40,312
BOE Membership Dues	11-000-230-895	10,000	300	10,300	10,268	32
Total Support Services General Administration		403,490	40,414	443,904	360,220	83,684
Support Services School Administration:						
Salaries of Principals & Assistant Principals	11-000-240-103	390,000	-	390,000	388,208	1,792
Salaries of Secretarial & Clerical Assistants	11-000-240-105	95,000	-	95,000	94,088	912
Purchased Professional Technical Services	11-000-240-300	14,000	-	14,000	11,143	2,857
Other Purchased Services	11-000-240-500	6,500	2,100	8,600	3,207	5,393
General Supplies	11-000-240-600	24,000	-	24,000	15,573	8,427
Other Objects	11-000-240-800	11,000	54,000	65,000	7,951	57,049
Total Support Services School Administration		540,500	56,100	596,600	520,170	76,430
Central Services:						
Salaries	11-000-251-100	390,000	43,700	433,700	433,023	677
Purchased Professional Services	11-000-251-330	6,850	780	7,630	7,628	2
Purchased Technical Services	11-000-251-340	20,000	(3,200)	16,800	16,712	88
Other Purchased Services	11-000-251-592	7,500	2,350	9,850	9,698	152
General Supplies	11-000-251-600	6,000	(830)	5,170	4,685	485
Miscellaneous Expenditures	11-000-251-890	3,000	200	3,200	3,135	65
Total Central Services		433,350	43,000	476,350	474,881	1,469
Required Maintenance for School Facilities:						
Salaries	11-000-261-100	115,000	-	115,000	108,431	6,569
Cleaning, Repair & Maintenance	11-000-261-420	370,000	65,608	435,608	341,425	94,183
General Supplies	11-000-261-610	115,000	(30,000)	85,000	23,231	61,769
Total Required Maintenance for School Facilities		600,000	35,608	635,608	473,087	162,521
Custodial Services:						
Salaries	11-000-262-100	805,000	-	805,000	713,143	91,857
Salaries of Noninstructional Aides	11-000-262-107	78,000	-	78,000	29,882	48,118
Purchased Professional Technical Services	11-000-262-300	15,000	(6,000)	9,000	6,907	2,093
Cleaning, Repair & Maintenance Services	11-000-262-420	125,000	6,650	131,650	83,969	47,681
Other Purchased Property Services	11-000-262-490	87,000	-	87,000	80,199	6,801
Insurance	11-000-262-520	182,000	-	182,000	173,747	8,253
Miscellaneous Purchased Services	11-000-262-590	3,000	-	3,000	725	2,275
General Supplies	11-000-262-610	120,000	25,544	145,544	136,503	9,041
Energy (Natural Gas)	11-000-262-621	140,000	(27,225)	112,775	111,033	1,742
Energy (Heat & Electricity)	11-000-262-622	240,000	24,500	264,500	264,402	98
Other Objects	11-000-262-800	7,500	655	8,155	3,814	4,341
Total Custodial Services		1,802,500	24,124	1,826,624	1,604,324	222,300

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2024**

	ACCOUNT NUMBER	JUNE 30, 2024				POSITIVE (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Care & Upkeep of Grounds:						
General Supplies	11-000-263-610	47,000	(11,525)	35,475	18,101	17,374
Total Care & Upkeep of Grounds		47,000	(11,525)	35,475	18,101	17,374
Security:						
Purchased Technical Services	11-000-266-300	115,000	46,398	161,398	150,553	10,845
General Supplies	11-000-266-610	15,000	(12,956)	2,044	175	1,869
Total Security		130,000	33,442	163,442	150,728	12,714
Total Other Operating & Maintenance of Plant Services		2,579,500	81,649	2,661,149	2,246,240	414,909
Student Transportation Services:						
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	346,000	190,000	536,000	535,616	384
Salaries for Pupil Transportation (Between Home & School) - Special	11-000-270-161	614,000	(205,000)	409,000	395,789	13,211
Salaries for Pupil Transportation - (Other than Home & School)	11-000-270-162	-	177,000	177,000	164,088	12,912
Salaries for Pupil Transportation (Between Home & School) - NonPublic	11-000-270-163	177,000	(177,000)	-	-	-
Cleaning, Repair & Maintenance Services	11-000-270-420	45,000	-	45,000	22,740	22,260
Contracted Services Aid in Lieu Nonpublic	11-000-270-503	39,000	-	39,000	33,630	5,370
Contracted Svc Other - Regular Vendors	11-000-270-511	500	-	500	-	500
Contract Svc (Sp Ed) -Joint	11-000-270-515	225,000	15,000	240,000	239,365	635
Miscellaneous Purchased Services	11-000-270-593	1,750	-	1,750	1,750	-
General Supplies	11-000-270-610	213,500	(18,500)	195,000	171,024	23,976
Other Objects	11-000-270-800	12,000	2,000	14,000	13,434	566
Total Student Transportation Services		1,673,750	(16,500)	1,657,250	1,577,436	79,814
Unallocated Benefits - Employee Benefits:						
Social Security Contributions	11-000-291-220	382,000	-	382,000	336,386	45,614
Other Retirement Contributions - PERS	11-000-291-241	435,000	40,500	475,500	475,423	77
Other Retirement Contributions - Regular	11-000-291-249	17,500	-	17,500	9,678	7,822
Unemployment Compensation	11-000-291-250	1,500	-	1,500	-	1,500
Workmen's Compensation	11-000-291-260	164,000	-	164,000	156,967	7,033
Health Benefits	11-000-291-270	3,510,000	(108,500)	3,401,500	3,254,694	146,806
Tuition Reimbursement	11-000-291-280	50,000	(5,000)	45,000	17,638	27,362
Other Employee Benefits	11-000-291-290	160,000	(7,000)	153,000	135,004	17,996
Unused Sick Payments to Terminated/Retired Staff	11-000-291-299	30,000	43,500	73,500	73,009	491
Total Unallocated Benefits		4,750,000	(36,500)	4,713,500	4,458,799	254,701
Nonbudgeted:						
On-Behalf TPAF Medical Contributions		-	-	-	973,013	(973,013)
On-Behalf TPAF Pension Contributions		-	-	-	3,575,104	(3,575,104)
On-Behalf TPAF Long-Term Disability Contributions		-	-	-	1,147	(1,147)
Reimbursed TPAF Social Security Contributions		-	-	-	717,936	(717,936)
Total Nonbudgeted		-	-	-	5,267,200	(5,267,200)
Total Undistributed Expenditures		16,130,965	52,877	16,183,842	19,912,720	(3,728,878)
Total Expenditures - Current Expense		25,787,965	88,797	25,876,762	28,555,162	(2,678,400)
Capital Outlay:						
Increase in Capital Reserve	10-604	498,275	-	498,275	-	498,275
Interest Deposit to Capital Reserve	10-604	5	-	5	-	5
Interest Deposit to Maintenance Reserve	10-606	5	-	5	-	5
Equipment:						
School Sponsored and Other Instructional Programs	12-4xx-100-730	2,500	4,825	7,325	4,825	2,500
Undistributed Expenditures:						
Instruction	12-000-100-731	46,500	(4,825)	41,675	26,011	15,664
Custodial Services	12-000-262-730	50,000	-	50,000	38,928	11,072
Care and Upkeep of Grounds	12-000-263-730	35,000	(4,087)	30,913	30,909	4
Student Transportation - Noninstructional Equipment	12-000-270-732	2,500	-	2,500	-	2,500
School Buses- Regular	12-000-270-733	125,000	18,876	143,876	143,876	-

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2024**

	ACCOUNT NUMBER	JUNE 30, 2024			POSITIVE (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Equipment (continued):					
Undistributed Expenditures (continued):					
Special Schools (All Programs)	12-xxx-x00-730	35,000	-	35,000	19,145
Total Equipment		296,500	14,789	311,289	263,694
Facilities Acquisition & Construction Services:					
Assesment for Debt service on SDA Funding	12-000-400-896	84,175	-	84,175	84,175
Total Facilities Acquisition & Construction Services		84,175	-	84,175	84,175
Right to Use Assets Acquired Under Capital Leases (Nonbudgeted)		-	-	-	158,097
Total Right to Use Assets Acquired Under Capital Leases (Nonbudgeted)		-	-	-	158,097
Total Capital Outlay		878,960	14,789	893,744	505,966
Transfer of Funds to Charter Schools		55,344	17,100	72,444	72,395
Total Transfer of Funds to Charter Schools		55,344	17,100	72,444	72,395
Total Expenditures		26,722,269	120,686	26,842,950	29,133,523
Excess/(Deficiency) of Revenues Over/(Under)					
Expenditures Before Other Financing Sources/(Uses)		(2,913,275)	(120,686)	(3,033,956)	567,609
Other Financing Sources/(Uses):					
Capital Reserve to Capital Projects	12-000-400-931	(170,000)	(200,000)	(370,000)	(370,000)
Transfers In		-	-	-	95,500
Transfers Out - Capital Projects		-	(321,106)	(321,106)	(321,106)
Lease Proceeds (Nonbudgeted)		-	-	-	158,097
Total Other Financing Sources/(Uses)		(170,000)	(521,106)	(691,106)	(437,509)
Excess/(Deficiency) of Revenues Over/(Under) After					
Expenditures & Other Financing Sources/(Uses)		(3,083,275)	(641,792)	(3,725,062)	130,100
Fund Balances, July 1		7,879,458	-	7,879,458	7,879,458
Fund Balances, June 30		<u>\$ 4,796,183</u>	<u>\$ (641,792)</u>	<u>\$ 4,154,396</u>	<u>\$ 8,009,558</u>

RECAPITULATION OF BUDGET TRANSFERS

Prior Year Reserve for Encumbrances	\$ 120,686
Withdrawal from Capital Reserve	521,106
Total Budget Transfers	<u>\$ 641,792</u>

RECAPITULATION OF FUND BALANCE

Restricted Fund Balance:	
Excess Surplus	\$ 2,709,854
Reserved Excess Surplus - Designated for Subsequent Year's Expenditures	2,723,280
Capital Reserve	1,202,631
Maintenance Reserve	377,113
Unemployment Compensation Reserve	106,164
Assigned Fund Balance:	
Reserve for Encumbrances	212,957
Unassigned Fund Balance	<u>677,559</u>
Subtotal	8,009,558
Reconciliation to Governmental Funds Statements (GAAP):	
Last Two State Aid Payments Not Recognized on GAAP Basis	(1,044,734)
Fund Balance per Governmental Funds (GAAP)	<u>\$ 6,964,824</u>

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2024**

	JUNE 30, 2024				VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
REVENUES					
State Sources	\$ 91,220	\$ 58,177	\$ 149,397	\$ 102,028	\$ (47,369)
Federal Sources	704,352	119,613	823,965	695,193	(128,772)
Local Sources	275,325	173,675	449,000	462,180	13,180
Total Revenues	1,070,897	351,465	1,422,362	1,259,401	(162,961)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	153,585	(42,719)	110,866	96,775	14,091
Purchased Professional - Educational Services	21,694	-	21,694	17,977	3,717
Other Purchased Services	38,379	-	38,379	27,569	10,810
Tuition	239,591	22,571	262,162	262,162	-
General Supplies	98,980	34,534	133,514	57,372	76,142
Textbooks	4,972	-	4,972	4,970	2
Other Objects	-	4,000	4,000	1,326	2,674
Total Instruction	557,201	18,386	575,587	468,151	107,436
Support Services:					
Other Salaries	44,283	1,037	45,320	21,804	23,516
Personal Services - Employee Benefits	35,615	11,432	47,047	39,182	7,865
Purchased Professional - Technical Services	80,143	84,022	164,165	158,277	5,888
Purchased Professional - Educational Services	21,153	-	21,153	12,897	8,256
Other Purchased Services	20,143	31,223	51,366	34,520	16,846
Supplies & Materials	33,441	(455)	32,986	21,818	11,168
Miscellaneous Expenditures	3,593	-	3,593	1,419	2,174
Scholarships Awarded	325	175	500	396	104
Student Activities	275,000	160,000	435,000	430,716	4,284
Total Support Services	513,696	287,434	801,130	721,029	80,101
Facilities Acquisitions & Construction Services:					
Construction	-	45,645	45,645	45,645	-
Total Facilities Acquisitions & Construction Services	-	45,645	45,645	45,645	-
Total Expenditures	1,070,897	351,465	1,422,362	1,234,825	187,537
Excess/(Deficiency) of Revenues Over/(Under)					
Expenditures & Other Financing Sources/(Uses)	-	-	-	24,576	24,576
Fund Balance, July 1	424,550	-	424,550	424,550	-
Fund Balance, June 30	\$ 424,550	\$ -	\$ 424,550	\$ 449,126	\$ 24,576

Recapitulation:

Restricted:

Student Activities	\$ 439,336
Scholarships	9,790
	<u>\$ 449,126</u>

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART II

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**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR 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) "revenues" from the budgetary comparison schedules	\$ 29,701,132	\$ 1,259,401
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.	-	(5,207)
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year	(1,044,734)	-
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	913,594	-
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<u>\$ 29,569,992</u>	<u>\$ 1,254,194</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Expenditures" From the Budgetary Comparison Schedule	<u>\$ 29,133,523</u>	<u>\$ 1,234,825</u>
Differences- Budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposed, but in the year the supplies are received for financial reporting purposes.	-	(5,207)
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<u>\$ 29,133,523</u>	<u>\$ 1,229,618</u>

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REQUIRED SUPPLEMENTARY INFORMATION - PART III

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L. Schedules Related to Accounting and Reporting for Pensions (GASB 68)

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**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST TEN FISCAL YEARS**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
District's proportion of the net pension liability (asset)	0.00000%	0.03309%	0.03363%	0.03382%	0.03286%	0.03209%	0.03184%	0.03421%	0.03368%	0.03032%
	\$ 5,152,311	\$ 4,994,206	\$ 3,984,247	\$ 5,515,027	\$ 5,921,411	\$ 6,317,790	\$ 7,410,999	\$ 10,131,996	\$ 7,559,893	\$ 5,676,558
District's proportionate share of the net pension liability (asset)										
District's covered-employee payroll	2,687,559	2,573,473	2,340,276	2,372,611	2,324,820	2,234,842	2,120,627	2,177,425	2,010,231	Unavailable
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	191.71%	194.06%	170.25%	232.45%	254.70%	282.70%	349.47%	465.32%	376.07%	Unavailable
Plan fiduciary net position as a percentage of the total pension liability	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%

*The amounts presented for each fiscal year were determined as of the previous fiscal year end (the measurement date).

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 475,423	\$ 417,320	\$ 393,873	\$ 369,965	\$ 319,660	\$ 319,163	\$ 294,930	\$ 303,916	\$ 289,535	\$ 249,946
Contributions in relation to the contractually required contribution	475,423	417,320	393,873	369,965	319,660	319,163	294,930	303,916	289,535	249,946
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 2,863,978	\$ 2,687,559	\$ 2,573,473	\$ 2,340,276	\$ 2,372,611	\$ 2,324,820	\$ 2,234,842	\$ 2,120,627	\$ 2,177,425	\$ 2,010,231
Contributions as a percentage of covered-employee payroll	16.60%	15.53%	15.31%	15.81%	13.47%	13.73%	13.20%	14.33%	13.30%	12.43%

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' PENSION AND ANNUITY FUND
LAST TEN FISCAL YEARS**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
District's proportion of the net pension liability (asset)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
State's proportionate share of the net pension liability (asset) associated with the District	\$ 41,580,043	\$ 42,037,216	\$ 39,852,115	\$ 53,473,098	\$ 50,695,788	\$ 50,051,938	\$ 53,764,694	\$ 62,127,851	\$ 48,376,051	\$ 41,764,060
District's covered-employee payroll	9,815,680	9,819,735	9,047,703	9,123,069	8,905,611	8,585,920	8,424,438	8,147,501	7,835,258	Unavailable
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%

*The amounts presented for each fiscal year were determined as of the previous fiscal year end (the measurement date)

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND (TPAF)
LAST TEN FISCAL YEARS**

This schedule is not applicable. There is a special funding situation where the State of New Jersey pays 100% of the required contributions associated with the School District.

M. Schedules Related to Accounting and Reporting for Other Post-Employment Benefits (GASB 75)

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**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)
LAST SEVEN FISCAL YEARS***

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
District's Total OPEB Liability							
Service Cost	\$ 1,843,188	\$ 2,404,772	\$ 2,795,286	\$ 1,547,506	\$ 1,550,664	\$ 1,706,246	\$ 2,060,627
Interest Cost	1,724,861	1,268,063	1,470,436	1,382,315	1,760,174	1,946,952	1,685,700
Difference between Expected and Actual Differences	(1,240,245)	1,544,693	(9,866,941)	11,490,012	(8,760,071)	(6,145,597)	-
Changes of Benefit Terms	-	-	(60,333)	-	-	-	-
Changes of Assumptions	98,715	(12,836,044)	55,923	11,582,838	573,708	(5,106,541)	(6,987,733)
Contributions: Member	44,202	40,295	37,592	33,460	35,013	41,125	45,414
Gross Benefit Payments	(1,344,557)	(1,256,054)	(1,158,291)	(1,103,917)	(1,181,155)	(1,189,901)	(1,233,319)
Net Change in District's Total OPEB Liability	1,126,164	(8,834,275)	(6,726,328)	24,932,214	(6,021,667)	(8,747,716)	(4,429,311)
District's Total OPEB Liability (Beginning)	47,849,450	56,683,725	63,410,053	38,477,839	44,499,506	53,247,222	57,676,533
District's Total OPEB Liability (Ending)	\$ 48,975,614	\$ 47,849,450	\$ 56,683,725	\$ 63,410,053	\$ 38,477,839	\$ 44,499,506	\$ 53,247,222
District's Covered Employee Payroll							
District's Net OPEB Liability as a Percentage of Payroll	\$ 12,503,239	\$ 12,393,208	\$ 11,387,979	\$ 11,495,680	\$ 11,230,431	\$ 10,820,762	\$ 10,545,065
	391.70%	386.09%	497.75%	551.60%	342.62%	411.24%	504.95%

Note - The amounts presented for each fiscal year were determined as of the previous fiscal year end (the measurement date).

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III

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**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

Changes in Assumptions - None.

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

Changes in Assumptions - None.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 3.54% as of June 30, 2022, to 3.65% as of June 30, 2023.

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OTHER SUPPLEMENTARY INFORMATION

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E. Special Revenue Fund

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**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR FISCAL YEAR ENDED JUNE 30, 2024**

	E.S.E.A.			IDEA		ARP HOMELESS GRANT	PERKINS GRANT	C.R.R.S.A.		AMERICAN RESCUE PLAN					SUBTOTAL
	TITLE I PART A	TITLE I SIA	TITLE II PART A	TITLE IV PART A	PART B BASIC			ESSER II	LEARNING ACCEL.	ESSER III	ACCEL. LEARNING	SUMMER LEARNING	BEYOND SCHOOL	MENTAL HEALTH	
Revenues:															
Federal Sources	\$ 123,269	\$ 18,717	\$ 30,312	\$ 6,477	\$ 291,881	\$ 11,262	\$ 3,112	\$ 566	\$ 1,015	\$ 127,318	\$ 12,503	\$ 33,711	\$ 4,104	\$ 30,946	\$ 695,193
Total Revenues	\$ 123,269	\$ 18,717	\$ 30,312	\$ 6,477	\$ 291,881	\$ 11,262	\$ 3,112	\$ 566	\$ 1,015	\$ 127,318	\$ 12,503	\$ 33,711	\$ 4,104	\$ 30,946	\$ 695,193
Expenditures:															
Instruction:															
Salaries of Teachers	\$ 60,959	\$ 12,195	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 23,216	\$ 405	\$ -	\$ 96,775
Purchased Professional	-	-	-	6,000	-	-	-	-	-	-	-	-	-	-	6,000
Educational Services	-	-	-	-	262,162	-	-	-	-	-	-	-	-	-	262,162
Tuition	20,882	-	-	96	-	-	2,804	-	1,015	29,881	-	-	902	-	55,580
General Supplies	-	-	-	-	-	-	-	-	-	-	-	-	1,326	-	1,326
Other Objects	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Instruction	81,841	12,195	-	6,096	262,162	-	2,804	-	1,015	29,881	-	23,216	2,633	-	421,843
Support Services:															
Other Salaries	3,000	-	-	-	-	-	-	-	-	12,882	3,107	2,815	-	-	21,804
Employee Benefits	29,414	6,522	-	-	-	-	-	-	-	986	238	1,991	31	-	39,182
Purchased Professional	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Technical Services	5,206	-	25,595	-	29,719	-	250	-	-	55,838	-	-	-	28,349	144,957
Other Purchased Services	-	-	4,717	-	-	11,262	-	-	-	3,000	3,114	-	-	-	22,093
Supplies and Materials	3,808	-	-	381	-	-	58	566	-	1,235	6,044	5,689	1,440	2,597	21,818
Total Support Services	41,428	6,522	30,312	381	29,719	11,262	308	566	-	73,941	12,503	10,495	1,471	30,946	249,854
Facilities acquisition and construction:															
Building	-	-	-	-	-	-	-	-	-	23,496	-	-	-	-	23,496
Total Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	23,496	-	-	-	-	23,496
Total Expenditures	123,269	18,717	30,312	6,477	291,881	11,262	3,112	566	1,015	127,318	12,503	33,711	4,104	30,946	695,193
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	NJ NONPUBLIC HANDICAPPED										LOCAL			TOTAL
	CHAPTER 193 SERVICES EXAM. CLASS.	SUPPL. INSTR.	TRANSPORT.	EDUCATION	COMP.	NONPUBLIC NURSING	NONPUBLIC TEXTBOOK	NONPUBLIC TECHNOLOGY	TEACHER CLIMATE AND CULTURE	SDA EMERGENT AND CAPITAL NEEDS GRANT	OTHER GRANTS	SCHOLARSHIP	STUDENT ACTIVITIES	
Revenues:														
State Sources	\$ 12,897	\$ 11,977	\$ 1,419	\$ 23,377	\$ 23,377	\$ 10,320	\$ 4,970	\$ 4,192	\$ 10,727	\$ 22,149	\$ -	\$ -	\$ -	
Federal Sources	-	-	-	-	-	-	-	-	-	-	6,492	-	-	
Local Sources	-	-	-	-	-	-	-	-	-	-	-	-	455,688	
Total Revenues	\$ 12,897	\$ 11,977	\$ 1,419	\$ 23,377	\$ 23,377	\$ 10,320	\$ 4,970	\$ 4,192	\$ 10,727	\$ 22,149	\$ 6,492	\$ -	\$ 455,688	
Expenditures:														
Instruction:														
Salaries of Teachers	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Purchased Professional Educational Services	-	11,977	-	-	-	-	-	-	-	-	-	-	-	
Other Purchased Services	-	-	-	23,377	-	-	-	4,192	-	-	-	-	-	
Tuition	-	-	-	-	-	-	-	-	-	-	-	-	-	
General Supplies	-	-	-	-	-	-	-	-	-	-	1,792	-	-	
Textbooks	-	-	-	-	-	-	4,970	-	-	-	-	-	-	
Other Objects	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Instruction	-	11,977	-	23,377	-	10,320	4,970	4,192	-	-	1,792	-	-	
Support Services:														
Other Salaries	-	-	-	-	-	-	-	-	-	-	-	-	-	
Employee Benefits	-	-	-	-	-	-	-	-	-	-	-	-	-	
Purchased Professional Technical Services	-	-	-	-	-	10,320	-	-	-	-	-	-	-	
Purchased Professional Educational Services	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other Purchased Services	12,897	-	-	-	-	-	-	-	-	-	-	-	-	
Supplies and Materials	-	-	-	-	-	-	-	-	10,727	-	-	-	-	
Miscellaneous Expenditures	-	-	-	-	-	-	-	-	-	-	-	-	-	
Scholarships Awarded	-	-	1,419	-	-	-	-	-	-	-	-	-	-	
Student Activities	-	-	-	-	-	-	-	-	-	-	-	396	-	
Total Support Services	-	-	-	-	-	-	-	-	-	-	-	396	430,716	
Facilities acquisition and construction:														
Building	-	-	-	-	-	-	-	-	-	22,149	-	-	-	
Total Facilities acquisition and construction	-	-	-	-	-	-	-	-	-	22,149	-	-	-	
Total Expenditures	12,897	11,977	1,419	23,377	23,377	10,320	4,970	4,192	10,727	22,149	6,492	396	430,716	
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-	-	-	-	-	-	-	-	
Fund Balance, July 1	-	-	-	-	-	-	-	-	-	-	-	(396)	24,576	
Fund Balance, June 30	-	-	-	-	-	-	-	-	-	-	-	10,186	414,364	
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,790	\$ 439,336	
													\$ 449,126	

F. Capital Projects Fund

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**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

PROJECT TITLE/ISSUE	APPROPRIATIONS	EXPENDITURES TO DATE		UNEXPENDED BALANCE JUNE 30, 2024
		PRIOR YEARS	CURRENT YEAR	
Replacement of Auxiliary Gym Floor	\$ 370,000	\$ -	\$ 13,224	\$ 356,776
	<u>\$ 370,000</u>	<u>\$ -</u>	<u>\$ 13,224</u>	<u>\$ 356,776</u>

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE-BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Revenues & Other Financing Sources:	
Capital Reserve - Transfer for Capital Projects	\$ 370,000
	<hr/>
Total Revenues	370,000
	<hr/>
Expenditures & Other Financing Uses:	
Purchased Professional & Technical Services	13,224
	<hr/>
Total Expenditures	13,224
	<hr/>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	356,776
Fund Balance - Beginning	<hr/> -
	<hr/>
Fund Balance - Ending	\$ 356,776
	<hr/> <hr/>

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
REPLACEMENT OF AUX GYM FLOOR
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from General Fund - Capital Reserve	\$ -	\$ 370,000	\$ 370,000	\$ 370,000
Total Revenues	-	370,000	370,000	370,000
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	-	13,224	13,224	30,000
Construction Services	-	-	-	340,000
Total Expenditures	-	13,224	13,224	370,000
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	\$ -	\$ 356,776	\$ 356,776	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	SP-#01-15-1715
Grant Date	Not Applicable
Bond Authorization Date	Not Applicable
Bonds Authorized	Not Applicable
Bonds Issued	Not Applicable
Original Authorized Cost	\$370,000
Revised Authorized Cost	\$370,000
Percentage Increase Over Original Authorized Cost	Not Applicable
Percentage Completion	4%
Original Target Completion Date	9/30/24
Revised Target Completion Date	Not Applicable

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G. Proprietary Funds

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Enterprise Funds

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**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
ENTERPRISE FUND
SCHEDULE OF NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	Business-Type Activities	
	Food Service Fund	2024
ASSETS		
Current Assets:		
Cash & Cash Equivalents	\$ 356,290	\$ 356,290
Accounts Receivable:		
Federal	31,589	31,589
State	1,292	1,292
Other	51,314	51,314
Inventories	5,013	5,013
	<hr/>	<hr/>
Total Current Assets	445,498	445,498
	<hr/>	<hr/>
Capital Assets:		
Equipment	186,896	186,896
Accumulated Depreciation	(136,988)	(136,988)
	<hr/>	<hr/>
Total Capital Assets	49,908	49,908
	<hr/>	<hr/>
Total Assets	495,406	495,406
	<hr/>	<hr/>
LIABILITIES		
Unearned Revenue	11,580	11,580
Accounts Payable	51,110	51,110
	<hr/>	<hr/>
Total Liabilities	62,690	62,690
	<hr/>	<hr/>
NET POSITION		
Net Investment in Capital Assets	49,908	49,908
Unrestricted	382,808	382,808
	<hr/>	<hr/>
Total Net Position	\$ 432,716	\$ 432,716
	<hr/>	<hr/>

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	Business-Type Activities Food Service Fund	2024
Operating Revenues:		
Local Sources:		
Daily Sales - Reimbursable Programs	\$ 218,044	\$ 218,044
Daily Sales - Nonreimbursable Programs	39,949	39,949
Special Functions	13,187	13,187
	<hr/>	<hr/>
Total Operating Revenue	271,180	271,180
	<hr/>	<hr/>
Operating Expenses:		
Salaries - FSMC	345,190	345,190
Employee Benefits - FSMC	76,124	76,124
Supplies & Materials	64,989	64,989
Other Purchased Services	33,272	33,272
Cost of Sales - Reimbursable	247,968	247,968
Cost of Sales - Non Reimbursable	60,428	60,428
Miscellaneous expenditures	45,824	45,824
Depreciation Expense	1,774	1,774
	<hr/>	<hr/>
Total Operating Expenses	875,569	875,569
	<hr/>	<hr/>
Operating Income/(Loss)	(604,389)	(604,389)
	<hr/>	<hr/>
Nonoperating Revenues:		
State Sources:		
State School Lunch Program	8,290	8,290
State School Reduced Lunch & Breakfast Program	8,777	8,777
Working Class Families State Supplement	2,870	2,870
Federal Sources:		
National School Breakfast Program	130,489	130,489
National School Lunch Program	330,330	330,330
Healthy Hunger-Free Kids Act	10,062	10,062
Supply Chain Assistance Award	44,577	44,577
Pandemic EBT Administrative Costs	653	653
Food Distribution Program	58,036	58,036
Interest Income	12,840	12,840
	<hr/>	<hr/>
Total Nonoperating Revenues	606,924	606,924
	<hr/>	<hr/>
Net Income/(Loss)	2,535	2,535
Net Position - July 1	430,181	430,181
	<hr/>	<hr/>
Net Position/(Deficit) - June 30	\$ 432,716	\$ 432,716
	<hr/>	<hr/>

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
PROPRIETARY FUNDS
SCHEDULE OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	Business-Type Activities Food Service Fund	2024
Cash Flows From Operating Activities:		
Receipts from Customers	\$ 264,065	\$ 264,065
Payments to Suppliers & FSMC	(802,312)	(802,312)
Net Cash Provided/(Used) by Operating Activities	(538,247)	(538,247)
Cash Flows From Noncapital Financing Activities:		
State Sources	19,532	19,532
Federal Sources	509,441	509,441
Net Cash Provided/(Used) by Noncapital Financing Activities	528,973	528,973
Cash Flows From Investing Activities:		
Equipment Purchases	(48,506)	(48,506)
Interest Earned	12,840	12,840
Net Cash Provided/(Used) by Investing Activities	(35,666)	(35,666)
Net Increase/(Decrease) in Cash & Cash Equivalents	(44,940)	(44,940)
Balances - Beginning of Year	401,230	401,230
Balances - End of Year	\$ 356,290	\$ 356,290
Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:		
Operating Income/(Loss)	(604,389)	(604,389)
Adjustments to Reconcile Operating Income/(Loss) to		
Net Cash Provided/(Used) by Operating Activities:		
Food Distribution Program	58,036	58,036
Depreciation & Net Amortization	1,774	1,774
(Increase)/Decrease in Accounts Receivable	(6,234)	(6,234)
(Increase)/Decrease in Inventories	(1,796)	(1,796)
Increase/(Decrease) in Unearned Income	(881)	(881)
Increase/(Decrease) in Accounts Payable	15,243	15,243
Total Adjustments	66,142	66,142
Net Cash Provided/(Used) by Operating Activities	\$ (538,247)	\$ (538,247)

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Internal Service Fund

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**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING SCHEDULE OF NET POSITION
AS OF JUNE 30, 2024**

	Child Study Team	Total
ASSETS		
Cash & Cash Equivalents	\$ 392	\$ 392
	<hr/>	<hr/>
Total Assets	392	392
	<hr/>	<hr/>
NET POSITION		
Unrestricted	392	392
	<hr/>	<hr/>
Total Net Position	\$ 392	\$ 392
	<hr/>	<hr/>

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
FOR FISCAL YEAR ENDED JUNE 30, 2024**

	Child Study Team	Business Services	Chief School Administrator	Total
Operating Revenues:				
Local Sources:				
Services provided to other School Districts	\$ 1,029,310	\$ 359,000	\$ 71,000	\$ 1,459,310
Total Operating Revenue	1,029,310	359,000	71,000	1,459,310
Operating Expenses:				
Salaries	856,010	285,456	62,196	1,203,662
Employee Benefits	145,676	52,984	7,139	205,799
Social Security	6,222	13,222	-	19,444
Purchased Professional/ Educational Services	9,343	-	-	9,343
Other Purchased Services	-	4,866	813	5,679
Supplies & Materials	3,962	1,906	-	5,868
Miscellaneous	7,705	566	909	9,180
Total Operating Expenses	1,028,918	359,000	71,057	1,458,975
Operating Income/(Loss)	392	-	(57)	335
Nonoperating Revenues/(Expense):				
Transfers Out	-	-	(95,500)	(95,500)
Total Nonoperating Revenues/(Expenses)	-	-	(95,500)	(95,500)
Change in Net Position	392	-	(95,557)	(95,165)
Net Position - Beginning	-	-	95,557	95,557
Net Position - Ending	\$ 392	\$ -	\$ -	\$ 392

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING SCHEDULE OF CASH FLOWS
FOR FISCAL YEAR ENDED JUNE 30, 2024**

	Child Study Team	Business Services	Chief School Administrator	Total
Cash Flows From Operating Activities:				
Receipts from Customers	\$ 1,029,310	\$ 379,199	\$ 71,000	\$ 1,479,509
Payments to Employees	(856,010)	(285,456)	(62,196)	(1,203,662)
Payments for Employee Benefits & FICA	(151,898)	(66,206)	(7,139)	(225,243)
Payments to Suppliers	(21,010)	(7,338)	(1,722)	(30,070)
Net Cash Provided/(Used) by Operating Activities	392	20,199	(57)	20,534
Cash Flows From Noncapital Financing Activities:				
Transfers to Other Funds	-	-	(95,500)	(95,500)
Net Cash Provided by Noncapital Financing Activities	-	-	(95,500)	(95,500)
Net Increase/(Decrease) in Cash & Cash Equivalents	392	20,199	(95,557)	(74,966)
Balances - Beginning of Year	-	(20,199)	95,557	75,358
Balances - Ending of Year	\$ 392	\$ -	\$ -	\$ 392

Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:

Operating Income/(Loss)	\$ 392	\$ -	\$ (57)	\$ 335
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:				
(Increase)/Decrease in Accounts Receivable	-	20,199	-	20,199
Net Cash Provided/(Used) by Operating Activities	\$ 392	\$ 20,199	\$ (57)	\$ 20,534

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I. Long-Term Debt

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**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
JUNE 30, 2024**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES		INTEREST RATE	BALANCE JULY 1, 2023	RETIRED	BALANCE JUNE 30, 2024
			DATE	AMOUNT				
Refunding School Bonds, Series 2012	5/13/12	\$ 6,275,000	3/1/2025	\$ 440,000	3.7500%	\$ 2,600,000	\$ 440,000	\$ 2,160,000
			3/1/26-27	435,000	3.7500%			
			3/1/2028	430,000	3.1250%			
			3/1/2029	420,000	3.1250%			
			Total					\$ 2,600,000

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2024**

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE (NEGATIVE) FINAL TO ACTUAL
Revenues:					
Local Sources:					
Local Tax Levy	\$ 533,290	\$ -	\$ 533,290	\$ 533,290	\$ -
Total Revenues	533,290	-	533,290	533,290	-
Expenditures:					
Regular Debt Service:					
Interest	93,290	-	93,290	93,287	3
Redemption of Principal	440,000	-	440,000	440,000	-
Total Expenditures	533,290	-	533,290	533,287	3
Excess/(Deficiency) of Revenues					
Over/(Under) Expenditures	-	-	-	3	3
Fund Balances July 1	1	-	1	1	-
Fund Balances June 30	\$ 1	\$ -	\$ 1	\$ 4	\$ 3

STATISTICAL SECTION (Unaudited)

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GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Governmental Activities:										
Net Investment in										
Capital Assets	\$ 11,142,264	\$ 11,274,034	\$ 10,941,781	\$ 10,493,089	\$ 10,291,051	\$ 9,808,913	\$ 9,988,984	\$ 9,875,658	\$ 9,667,272	\$ 9,678,422
Restricted	7,732,646	7,231,334	6,698,030	6,383,611	5,072,089	5,108,837	4,534,283	4,192,244	3,760,309	3,145,944
Unrestricted	(5,578,743)	(6,169,923)	(6,559,452)	(7,495,487)	(9,070,985)	(8,732,927)	(10,944,766)	(7,882,764)	(6,755,886)	(6,483,150)
Total Governmental Activities Net Position	\$ 13,296,167	\$ 12,335,445	\$ 11,080,359	\$ 9,381,213	\$ 6,292,155	\$ 6,184,823	\$ 3,578,501	\$ 6,185,138	\$ 6,671,695	\$ 6,341,216
Business-Type Activities:										
Net Investment in										
Capital Assets	\$ 49,908	\$ 3,176	\$ 3,519	\$ 3,863	\$ 431	\$ 1,292	\$ 2,153	\$ 3,015	\$ 12,566	\$ 15,400
Unrestricted	382,808	427,005	366,098	112,584	238,617	318,471	308,921	304,165	207,363	173,090
Total Business-Type Activities Net Position	\$ 432,716	\$ 430,181	\$ 369,617	\$ 116,447	\$ 239,048	\$ 319,763	\$ 311,074	\$ 307,180	\$ 219,929	\$ 188,490
District-Wide:										
Net Investment in										
Capital Assets	\$ 11,192,172	\$ 11,277,210	\$ 10,945,300	\$ 10,496,952	\$ 10,291,482	\$ 9,810,205	\$ 9,991,137	\$ 9,878,673	\$ 9,679,838	\$ 9,693,822
Restricted	7,732,646	7,231,334	6,698,030	6,383,611	5,072,089	5,108,837	4,534,283	4,192,244	3,760,309	3,145,944
Unrestricted	(5,195,935)	(5,742,918)	(6,193,354)	(7,382,903)	(8,832,368)	(8,414,456)	(10,635,845)	(7,578,599)	(6,548,523)	(6,310,060)
Total District Net Position	\$ 13,728,883	\$ 12,765,626	\$ 11,449,976	\$ 9,497,660	\$ 6,531,203	\$ 6,504,586	\$ 3,889,575	\$ 6,492,318	\$ 6,891,624	\$ 6,529,706

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Expenses:										
Governmental Activities:										
Instruction:										
Regular	\$ 6,157,659	\$ 6,072,985	\$ 5,824,974	\$ 4,878,538	\$ 5,709,393	\$ 5,615,312	\$ 5,756,271	\$ 5,635,366	\$ 5,520,080	\$ 5,537,714
Special Education	2,311,882	2,587,733	2,598,589	2,160,660	2,305,747	2,282,890	1,963,949	1,822,641	1,750,519	1,807,084
Other Special Instruction	266,036	235,374	228,294	227,231	220,760	218,793	223,119	220,669	234,488	221,276
Other Instruction	830,714	747,341	722,870	630,658	680,388	652,419	629,308	675,442	647,136	656,434
Support Services & Undistributed Costs:										
Student & Instruction Related Services	6,817,939	6,121,822	5,702,469	5,150,553	4,153,963	3,815,832	3,754,584	3,694,832	3,897,265	3,944,510
General Administration & Central Services	1,285,700	1,247,514	1,120,933	924,246	859,192	785,207	755,093	728,963	737,587	687,307
School Administrative Services	621,703	559,931	550,866	532,137	457,696	407,759	452,445	423,278	405,275	395,346
Plant Operations & Maintenance	2,267,016	2,245,215	2,096,581	1,713,229	1,757,119	1,761,319	1,597,215	1,515,158	1,454,688	1,507,795
Pupil Transportation	1,723,995	1,547,693	1,315,273	871,827	1,441,970	1,526,917	1,502,102	1,496,763	1,468,449	1,466,549
Employee Benefits	6,532,054	6,318,351	7,318,351	13,237,022	6,845,902	8,330,096	9,035,771	6,632,504	5,337,211	4,617,551
Interest on long-term debt	171,595	189,195	195,266	284,622	17,987	178,887	190,588	201,688	207,838	109,576
Capital Outlay	-	-	-	2,391	162,888	106,941	85,798	28,067	334,701	222,837
Transfer to Charter Schools	72,395	40,921	23,664	21,912	18,556	-	-	-	-	-
Amortization of Bond Issuance Costs	-	-	-	844,256	-	-	-	-	-	-
Total Governmental Activities Expenses	29,058,688	27,914,343	27,698,130	31,479,282	24,631,561	25,682,372	25,946,243	23,075,371	21,995,237	21,173,979
Business-Type Activities:										
Food Service	875,569	796,429	984,691	508,129	643,377	835,429	856,234	861,369	793,660	822,659
Other	-	-	-	-	1,080,862	1,098,724	1,010,236	1,001,644	957,406	987,467
Total Business-Type Activities Expense	875,569	796,429	984,691	508,129	1,724,239	1,934,153	1,866,470	1,863,013	1,751,066	1,810,126
Total District Expenses	<u>\$ 29,934,257</u>	<u>\$ 28,710,772</u>	<u>\$ 28,682,821</u>	<u>\$ 31,987,411</u>	<u>\$ 26,355,800</u>	<u>\$ 27,616,525</u>	<u>\$ 27,812,713</u>	<u>\$ 24,938,384</u>	<u>\$ 23,746,303</u>	<u>\$ 22,984,105</u>
Program Revenues:										
Governmental Activities:										
Charges for Services:	\$ 1,459,310	\$ 1,295,310	\$ 1,177,455	\$ 1,183,078	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Operating Grants & Contributions	3,724,018	4,670,278	5,743,495	7,390,555	601,645	624,436	465,791	481,086	512,440	610,881
Total Governmental Activities Program Revenues	<u>\$ 5,183,328</u>	<u>\$ 5,965,588</u>	<u>\$ 6,920,950</u>	<u>\$ 8,573,633</u>	<u>\$ 601,645</u>	<u>\$ 624,436</u>	<u>\$ 465,791</u>	<u>\$ 481,086</u>	<u>\$ 512,440</u>	<u>\$ 610,881</u>

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
FISCAL YEAR ENDING JUNE 30.										
Business-Type Activities:										
Charges for Services:										
Food Service	\$ 271,180	\$ 256,808	\$ 35,090	\$ 7,985	\$ 236,034	\$ 379,930	\$ 395,921	\$ 389,964	\$ 375,002	\$ 368,619
Other	-	-	-	-	989,051	1,143,603	1,045,711	1,090,583	968,767	990,001
Operating Grants & Contributions	594,084	598,292	1,202,444	554,884	418,016	418,592	428,096	469,016	438,062	438,762
Total Business Type Activities										
Program Revenues	865,264	855,100	1,237,534	562,869	1,643,101	1,942,125	1,869,728	1,949,563	1,781,831	1,797,382
Total District Program Revenues	\$ 6,048,592	\$ 6,820,688	\$ 8,158,484	\$ 9,136,502	\$ 2,244,746	\$ 2,566,561	\$ 2,335,519	\$ 2,430,649	\$ 2,294,271	\$ 2,408,263
Net (Expense)/Revenue:										
Governmental Activities	\$ (23,875,360)	\$ (21,948,755)	\$ (20,777,180)	\$ (22,905,649)	\$ (24,029,916)	\$ (25,057,936)	\$ (25,480,452)	\$ (22,594,285)	\$ (21,482,797)	\$ (20,563,098)
Business-Type Activities	(10,305)	58,671	252,843	54,740	(81,138)	7,972	3,258	86,550	30,765	(12,744)
Total District-Wide Net Expense	\$ (23,885,665)	\$ (21,890,084)	\$ (20,524,337)	\$ (22,850,909)	\$ (24,111,054)	\$ (25,049,964)	\$ (25,477,194)	\$ (22,507,735)	\$ (21,452,032)	\$ (20,575,842)
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes, Levied for General Purposes, Net	\$ 12,013,074	\$ 11,777,524	\$ 11,546,592	\$ 11,320,188	\$ 11,098,220	\$ 10,880,608	\$ 10,667,263	\$ 10,311,042	\$ 9,849,922	\$ 9,388,159
Taxes Levied for Debt Service	533,290	550,888	568,488	586,086	582,887	578,889	565,446	571,688	567,838	567,839
Federal & State Aid Not Restricted	10,902,391	9,700,234	9,230,309	11,766,089	11,376,057	12,785,854	10,329,682	9,856,232	9,967,851	9,157,806
Tuition	214,224	197,843	108,160	191,705	129,210	155,820	147,060	32,999	186,710	135,626
Transportation Fees	775,039	937,838	857,032	611,529	1,013,517	1,152,475	1,096,815	1,173,957	1,174,765	1,091,460
Investment Earnings	-	35	70	14,364	21,190	19,552	16,272	16,166	15,800	15,373
Miscellaneous Income	398,064	462,515	165,675	96,853	36,114	23,133	51,277	173,510	50,956	65,407
Cancellation of Prior Year Rec/Payables	-	(423,036)	-	21,329	(119,947)	(11,905)	-	(27,866)	(566)	-
Transfer to/from Business-type activities	-	-	-	177,444	-	-	-	-	-	-
Total Governmental Activities	24,836,082	23,203,841	22,476,326	24,785,587	24,137,248	25,584,426	22,873,815	22,107,728	21,813,276	20,421,670
Business-Type Activities:										
Interest Earnings	12,840	1,893	327	103	423	717	636	701	674	681
Transfer to Internal Service Fund	-	-	-	(177,444)	-	-	-	-	-	-
Total Business-Type Activities	12,840	1,893	327	(177,341)	423	717	636	701	674	681
Total District-Wide	\$ 24,848,922	\$ 23,205,734	\$ 22,476,653	\$ 24,608,246	\$ 24,137,671	\$ 25,585,143	\$ 22,874,451	\$ 22,108,429	\$ 21,813,950	\$ 20,422,351
Change in Net Position:										
Governmental Activities	\$ 960,722	\$ 1,255,086	\$ 1,699,146	\$ 1,879,938	\$ 107,332	\$ 526,490	\$ (2,606,637)	\$ (486,557)	\$ 330,479	\$ (141,428)
Business-Type Activities	2,535	60,564	253,170	(122,601)	(80,715)	8,689	3,894	87,251	31,439	(12,063)
Total District	\$ 963,257	\$ 1,315,650	\$ 1,952,316	\$ 1,757,337	\$ 26,617	\$ 535,179	\$ (2,602,743)	\$ (399,306)	\$ 361,918	\$ (153,491)

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
FISCAL YEAR ENDING JUNE 30										
General Fund:										
Restricted	\$ 7,119,042	\$ 7,127,889	\$ 6,211,222	\$ 5,935,447	\$ 4,667,947	\$ 4,736,599	\$ 4,376,520	\$ 4,072,280	\$ 3,334,707	\$ 2,965,796
Assigned	212,957	120,686	56,569	22,542	291,414	258,845	44,457	2,892	59,264	153,646
Unassigned	(367,175)	(282,711)	130,839	165,872	(297,475)	(256,632)	(256,738)	(256,361)	(242,467)	(265,439)
Total General Fund	\$ 6,964,824	\$ 6,965,864	\$ 6,398,630	\$ 6,123,861	\$ 4,661,886	\$ 4,738,812	\$ 4,164,239	\$ 3,818,811	\$ 3,151,504	\$ 2,854,003
All Other Governmental Funds:										
Restricted										
Special Revenue Fund	\$ 449,126	\$ 424,550	\$ 384,878	\$ 346,234	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Projects Fund	356,776	(321,106)	101,930	101,930	101,930	101,930	101,930	101,930	339,855	-
Debt Service Fund	4	1	-	-	-	2	-	15,142	15,142	15,142
Permanent Fund	-	-	-	-	792	666	579	567	544	563
Nonspendable Reported in Permanent Fund	-	-	-	-	10,797	10,797	10,797	10,797	10,797	10,797
Total All Other Governmental Funds	\$ 805,906	\$ 103,445	\$ 486,808	\$ 448,164	\$ 113,519	\$ 113,395	\$ 113,306	\$ 128,436	\$ 366,338	\$ 26,502

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Revenues:										
Tax Levy	\$ 12,546,364	\$ 12,328,412	\$ 12,115,080	\$ 11,906,274	\$ 11,681,107	\$ 11,459,497	\$ 11,232,709	\$ 10,882,730	\$ 10,417,760	\$ 9,955,998
Tuition	214,224	197,843	108,160	191,705	129,210	155,820	170,189	157,452	186,710	135,626
Transportation Fees	775,039	937,838	857,032	611,529	1,013,517	1,152,475	1,096,815	1,173,957	1,174,765	1,091,460
Interest Charges	-	35	70	14,364	23,548	19,464	16,260	16,166	14,129	18,661
Miscellaneous	857,244	904,245	546,008	362,470	33,756	28,160	28,160	49,057	54,556	62,119
State Sources	16,260,644	14,733,653	14,199,413	12,468,080	11,490,116	11,185,901	10,369,332	9,896,092	10,004,359	9,200,431
Federal Sources	703,961	1,363,205	1,005,579	499,895	487,586	577,238	426,141	441,226	474,003	568,256
Total Revenue	31,357,476	30,465,231	28,831,342	26,054,317	24,858,840	24,573,616	23,339,606	22,616,680	22,326,282	21,032,551
Expenditures:										
Current Expense:										
Regular Instruction	5,698,481	5,642,831	5,347,226	4,878,538	5,098,763	5,242,325	5,312,714	5,232,423	5,016,645	5,103,280
Special Education Instruction	2,311,882	2,587,733	2,598,589	2,160,660	2,305,747	2,282,890	1,963,949	1,822,641	1,750,519	1,807,084
Other Special Instruction	266,036	235,374	228,294	227,231	220,760	218,793	223,119	220,669	234,488	221,276
Other Instruction	830,714	747,341	722,870	630,658	680,388	652,419	629,308	675,442	647,136	656,434
Support Services:										
Tuition, Student & Instruction Related	5,688,262	5,033,545	4,737,339	4,335,970	4,063,409	3,725,887	3,666,520	3,608,389	3,803,373	3,853,484
General Administrative	835,101	812,400	766,465	673,731	776,870	703,439	675,035	734,020	632,766	604,556
School Administration	520,170	491,748	483,866	467,076	456,673	448,415	451,798	431,853	432,049	424,329
Plant Operations and Maintenance	2,215,764	2,173,394	2,027,090	1,713,229	1,691,261	1,695,905	1,533,169	1,452,290	1,386,403	1,441,594
Pupil Transportation	1,577,436	1,404,052	1,228,617	923,181	1,310,255	1,445,555	1,614,427	1,423,675	1,331,879	1,334,148
Employee Benefits	9,765,181	9,263,913	8,876,246	7,392,058	6,657,124	6,647,984	6,005,842	5,598,100	5,143,837	4,614,783
Capital Outlay	480,292	813,834	825,000	661,010	953,000	344,550	609,701	652,300	837,115	342,038
Debt Service										
Principal	470,476	440,000	440,000	440,000	420,000	400,000	390,000	370,000	360,000	345,000
Interest	177,462	195,062	212,663	230,262	162,888	178,887	190,588	201,688	207,838	222,837
Transfer to Charter School	72,395	40,921	23,664	21,912	18,556	-	-	-	-	-
Total Expenditures	30,909,652	29,882,148	28,517,929	24,755,516	24,815,694	23,987,049	23,266,170	22,323,490	21,784,048	20,970,843
Excess (Deficiency) of Revenues Over/(Under) Expenditures	447,824	583,083	313,413	1,298,801	43,146	586,567	73,436	293,190	542,234	61,708
Other Financing Sources/(Uses):										
Loan Proceeds (Nonbudget)	158,097	23,824	-	-	-	-	256,862	164,081	95,669	-
Cancellation of Prior year (Receivable)/Payable	-	(423,036)	-	21,329	(119,947)	(11,905)	-	(27,866)	(566)	-
Transfer from/(to) Internal Service Funds	95,500	-	-	-	-	-	-	-	-	-
Total Other Financing Sources/(Uses)	253,597	(399,212)	-	21,329	(119,947)	(11,905)	256,862	136,215	95,103	-
Net Change in Fund Balances	\$ 701,421	\$ 183,871	\$ 313,413	\$ 1,320,130	\$ (76,801)	\$ 574,662	\$ 330,298	\$ 429,405	\$ 637,337	\$ 61,708
Debt Service as a Percentage of Noncapital Expenditures	2.18%	2.23%	2.41%	2.86%	2.50%	2.51%	2.63%	2.71%	2.79%	2.83%
Source: District records										

Note: Noncapital expenditures are total expenditures less capital outlay.

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

<u>FISCAL</u> <u>YEAR</u> <u>ENDED</u> <u>JUNE 30,</u>	<u>Facility</u> <u>Rentals</u>	<u>Interest</u> <u>Earnings</u>	<u>Miscellaneous</u>	<u>Prior Year</u> <u>Refunds</u>	<u>Unemployment</u> <u>Compensation</u>	<u>Insurance</u> <u>Claims</u>	<u>SHIF</u> <u>Dividend</u>	<u>Sale of</u> <u>Assets</u>	<u>TOTAL</u>
2024	\$ -	\$ 230,541	\$ 40,902	\$ 126,621	\$ -	\$ -	\$ -	-	\$ 398,064
2023	-	-	60,987	81,528	-	-	320,000	-	462,515
2022	-	-	139,463	-	23,761	-	-	2,451	165,675
2021	-	-	53,635	-	25,952	-	-	17,266	96,853
2020	-	-	33,630	-	-	-	-	-	33,630
2019	2,750	-	15,613	-	-	-	-	4,771	23,134
2018	275	-	19,801	8,072	-	-	-	-	28,148
2017	-	-	30,086	18,894	-	-	-	-	48,980
2016	3,800	-	6,232	37,513	-	-	-	7,011	54,556
2015	1,388	-	18,343	16,127	-	13,088	-	13,088	62,034

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	NATIONAL PARK										TOTAL DIRECT SCHOOL TAX RATE	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE
	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE		
2024	\$ 2,096,300	\$ 152,536,800	\$ -	\$ -	\$ 6,780,800	\$ 166,300	\$ 476,100	\$ 162,056,300	\$ -	\$ 162,056,300	1.495	\$ 221,863,390
2023	2,295,300	151,193,300	-	-	6,780,800	166,300	709,100	161,144,800	297,830	161,442,630	1.472	192,891,825
2022	2,370,200	150,389,400	-	-	6,780,800	166,300	709,100	160,415,800	325,351	160,741,151	1.452	160,415,600
2021	2,219,600	148,806,100	-	-	6,800,100	166,300	709,100	158,701,200	342,774	159,043,974	1.449	159,174,774
2020	2,263,500	148,945,300	-	-	6,043,100	166,300	709,100	158,127,300	354,579	158,481,879	1.449	159,128,593
2019	2,194,300	148,823,300	-	-	5,993,100	166,300	709,100	157,886,100	355,082	158,241,182	1.434	158,666,764
2018	2,194,800	148,996,700	-	-	6,060,700	166,300	709,100	158,127,600	366,124	158,493,724	1.408	155,870,012
2017	2,195,500	149,215,800	-	-	6,169,400	166,300	745,600	158,492,600	361,232	158,853,832	1.363	150,388,319
2016	2,195,500	149,475,000	-	-	6,232,100	166,300	745,600	158,814,500	359,196	159,173,696	1.339	158,100,720
2015	2,238,000	149,817,400	-	-	5,876,700	166,300	579,800	158,678,200	356,578	159,034,778	1.312	162,601,818
WENONAH												
2024	\$ 785,600	\$ 211,443,400	\$ -	\$ -	\$ 5,117,700	\$ -	\$ -	\$ 217,346,700	\$ -	\$ 217,346,700	1.472	\$ 299,530,636
2023	785,600	211,833,600	-	-	5,117,700	-	-	217,736,900	-	217,736,900	1.388	262,942,585
2022	877,600	210,930,100	-	-	5,117,700	-	-	216,925,400	-	216,925,400	1.357	233,755,819
2021	735,900	211,468,100	-	-	5,931,500	-	-	218,135,500	-	218,135,500	1.312	223,115,200
2020	643,900	211,490,900	-	-	6,065,500	-	-	218,200,300	-	218,200,300	1.287	221,036,535
2019	663,000	213,807,300	-	-	5,540,500	-	-	220,010,800	-	220,010,800	1.245	221,590,713
2018	761,300	215,293,900	-	-	5,567,800	-	-	221,623,000	-	221,623,000	1.209	217,844,434
2017	1,322,300	216,085,600	-	-	5,934,300	-	-	223,342,200	-	223,342,200	1.176	222,819,087
2016	1,382,800	216,886,900	-	-	6,159,100	-	-	224,428,800	-	224,428,800	1.148	226,253,146
2015	1,707,700	216,444,800	-	-	6,486,700	-	-	224,639,200	-	224,639,200	1.123	232,947,471

Source: Gloucester County Abstract of Ratables

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	WESTVILLE										TOTAL DIRECT SCHOOL TAX RATE	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE
	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE		
2024	\$ 2,518,700	\$ 177,762,950	\$ -	-	\$ 20,455,900	\$ 24,016,200	\$ 9,946,700	\$ 234,700,450	-	\$ 234,700,450	1.305	\$ 348,464,585
2023	2,661,000	176,839,350	-	-	20,725,000	24,016,200	9,946,700	234,188,250	246,682	234,434,932	1.281	304,357,717
2022	2,642,000	175,831,200	-	-	20,970,500	24,016,200	9,946,700	233,406,600	220,402	233,627,002	1.260	260,627,067
2021	2,673,300	173,947,400	-	-	21,145,500	24,116,200	10,054,900	231,937,300	229,833	232,167,133	1.219	219,231,805
2020	2,225,600	173,496,300	-	-	21,289,100	24,290,800	10,074,900	231,376,700	214,347	231,591,047	1.198	239,197,464
2019	2,153,200	174,573,300	-	-	21,801,900	24,669,200	10,074,900	233,272,500	208,848	233,481,348	1.062	247,305,671
2018	2,137,800	174,430,600	-	-	22,732,600	25,963,200	10,074,900	235,339,100	213,290	235,552,390	1.234	248,495,655
2017	2,145,800	174,631,100	-	-	22,918,300	26,787,600	10,143,100	236,625,900	214,936	236,840,836	1.145	253,869,778
2016	2,260,300	174,483,200	-	-	23,193,200	26,906,600	10,172,500	237,013,800	227,783	237,243,583	1.104	250,163,793
2015	2,376,800	190,783,270	-	-	25,951,100	31,439,400	10,579,100	261,129,670	227,089	261,356,759	0.928	251,787,293
WOODBURY HEIGHTS												
2024	\$ 5,301,200	\$ 190,631,100	\$ -	-	\$ 48,205,800	\$ 6,776,100	\$ 300,000	\$ 251,214,200	-	\$ 251,214,200	1.327	\$ 346,470,738
2023	5,274,900	190,294,500	-	-	48,359,100	6,776,100	300,000	251,004,600	561,857	251,566,457	1.261	317,185,495
2022	5,650,300	189,403,900	-	-	46,950,900	6,776,100	300,000	249,081,200	616,211	249,697,411	1.229	284,390,972
2021	5,296,400	190,457,000	-	-	46,411,500	6,911,100	300,000	249,376,000	641,821	250,017,821	1.138	269,566,870
2020	5,296,400	190,323,800	-	-	46,682,500	6,911,100	300,000	249,513,800	648,620	250,162,420	1.115	264,955,862
2019	5,444,500	191,444,300	-	-	46,643,200	6,911,100	300,000	250,743,100	647,817	251,390,917	1.078	262,878,676
2018	7,022,800	191,393,100	-	-	47,196,900	6,911,100	300,000	252,823,900	661,467	253,485,367	1.07	263,967,992
2017	7,078,400	191,407,600	-	-	47,045,400	7,234,700	300,000	253,066,100	661,277	253,727,377	1.029	264,568,430
2016	7,163,100	191,274,400	-	-	47,745,100	7,163,700	300,000	253,646,300	663,967	254,310,267	0.988	261,697,969
2015	7,266,700	191,390,700	-	-	50,974,700	6,167,800	300,000	256,099,900	657,377	256,757,277	0.944	260,980,707

Source: Gloucester County Abstract of Rates

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)**

NATIONAL PARK

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES			TOTAL DIRECT AND OVERLAPPING TAX RATE
	LOCAL SCHOOL	DEBT SERVICE	TOTAL DIRECT	BOROUGH OF NATIONAL PARK	GATEWAY REGIONAL HIGH SCHOOL	ALL GLOUCESTER COUNTY	
2024	1.495	0.000	1.495	1.018	1.511	0.732	4.756
2023	1.472	0.000	1.472	0.994	1.499	0.716	4.681
2022	1.452	0.000	1.452	0.974	1.459	0.745	4.630
2021	1.449	0.000	1.449	0.932	1.346	0.773	4.500
2020	1.449	0.000	1.449	0.916	1.294	0.735	4.394
2019	1.434	0.000	1.434	0.905	1.316	0.732	4.387
2018	1.408	0.000	1.408	0.893	1.264	0.710	4.275
2017	1.363	0.000	1.363	0.883	1.159	0.683	4.088
2016	1.339	0.000	1.339	0.873	1.138	0.699	4.049
2015	1.312	0.000	1.312	0.901	1.139	0.676	4.028

WENONAH

FISCAL YEAR ENDED JUN 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES			TOTAL DIRECT AND OVERLAPPING TAX RATE	
	BASIC RATE	DEBT SERVICE	TOTAL DIRECT	BOROUGH OF WENONAH	GATEWAY REGIONAL SCHOOL			GLOUCESTER COUNTY
2024	1.472	0.089	1.561	0.784	1.399	0.691	4.435	
2023	1.388	0.114	1.502	0.718	1.318	0.681	4.219	
2022	1.357	0.092	1.449	0.714	1.377	0.650	4.190	
2021	1.312	0.092	1.404	0.701	1.422	0.702	4.229	
2020	1.287	0.089	1.376	0.701	1.429	0.707	4.213	
2019	1.245	0.091	1.336	0.739	1.381	0.689	4.145	
2018	1.209	0.088	1.297	0.817	1.332	0.628	4.074	
2017	1.176	0.086	1.262	0.799	1.344	0.669	4.074	
2016	1.148	0.085	1.233	0.799	1.276	0.679	3.987	
2015	1.123	0.086	1.209	0.802	1.212	0.678	3.901	

Source: Gloucester County Board of Taxation - Abstract of Ratables.

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)**

WESTVILLE

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE		BOROUGH OF WESTVILLE	OVERLAPPING RATES		TOTAL DIRECT AND OVERLAPPING TAX RATE
	LOCAL SCHOOL	DEBT SERVICE		GATEWAY REGIONAL HIGH SCHOOL	ALL GLOUCESTER COUNTY	
2024	1.305	0.000	1.502	1.624	0.745	5.176
2023	1.281	0.000	1.466	1.536	0.732	5.015
2022	1.260	0.000	1.438	1.474	0.713	4.885
2021	1.219	0.000	1.408	1.317	0.718	4.662
2020	1.198	0.000	1.354	1.278	0.729	4.559
2019	1.062	0.000	1.323	1.228	0.742	4.355
2018	1.234	0.000	1.323	1.211	0.711	4.479
2017	1.145	0.000	1.288	1.183	0.711	4.327
2016	1.104	0.000	1.254	1.096	0.692	4.146
2015	0.928	0.000	1.096	0.977	0.569	3.570

WOODBURY HEIGHTS

FISCAL YEAR ENDED JUN 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES			TOTAL DIRECT AND OVERLAPPING TAX RATE	
	BASIC RATE	DEBT SERVICE		BOROUGH OF WOODBURY HEIGHTS	GATEWAY REGIONAL SCHOOL			GLOUCESTER COUNTY
		TOTAL DIRECT						
2024	1.327	0.000	1.327	1.330	1.376	0.736	4.769	
2023	1.261	0.000	1.261	1.311	1.418	0.757	4.747	
2022	1.229	0.000	1.229	1.291	1.409	0.772	4.701	
2021	1.138	0.000	1.138	1.230	1.424	0.801	4.593	
2020	1.115	0.000	1.115	1.210	1.418	0.774	4.517	
2019	1.078	0.000	1.078	1.179	1.375	0.758	4.390	
2018	1.070	0.000	1.070	1.158	1.320	0.750	4.298	
2017	1.029	0.000	1.029	1.133	1.273	0.752	4.187	
2016	0.988	0.000	0.988	1.103	1.234	0.720	4.045	
2015	0.944	0.000	0.944	1.065	1.189	0.673	3.871	

Source: Gloucester County Board of Taxation - Abstract of Ratables.

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

NATIONAL PARK

TAXPAYER	2024		
	TAXABLE ASSESSED VALUE	RANK (OPTIONAL)	% OF TOTAL DISTRICT NET ASSESSED VALUE
Exchaneright Net-Leased Portfolio	\$ 937,000	1	0.58%
Lakehurst NP, LLC	722,500	2	0.45%
Taxpayer #1	599,500	3	0.37%
Taxpayer #2	578,900	4	0.36%
Fulton Bank, NA	493,800	5	0.30%
Taxpayer #3	421,500	6	0.26%
Taxpayer #4	414,700	7	0.26%
PSE&G Power, LLC	373,800	8	0.23%
Taxpayer #5	360,400	9	0.22%
J&B LP, LLC	346,000	10	0.21%
Total	<u>\$ 5,248,100</u>		<u>3.24%</u>

TAXPAYER	2015		
	TAXABLE ASSESSED VALUE	RANK (OPTIONAL)	% OF TOTAL DISTRICT NET ASSESSED VALUE
Taxpayer #1	\$ 599,500	1	0.38%
Taxpayer #2	564,200	2	0.35%
The Bank of Gloucester County	493,800	3	0.31%
Taxpayer #3	454,100	4	0.29%
Taxpayer #4	421,500	5	0.27%
Taxpayer #5	380,600	6	0.24%
PSE&G Power, LLC	373,800	7	0.24%
Verizon New Jersey	361,232	8	0.23%
Taxpayer #6	359,900	9	0.23%
J&B LP, LLC	346,000	10	0.22%
Total	<u>\$ 4,354,632</u>		<u>2.74%</u>

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

WENONAH

TAXPAYER	2024		
	TAXABLE ASSESSED VALUE	RANK (OPTIONAL)	% OF TOTAL DISTRICT NET ASSESSED VALUE
First Union National Bank	\$ 975,700	1	0.45%
Taxpayer #1	850,000	2	0.39%
Taxpayer #2	834,800	3	0.38%
Taxpayer #3	675,700	4	0.31%
Taxpayer #4	668,700	5	0.31%
Taxpayer #5	663,700	6	0.31%
Taxpayer #6	646,800	7	0.30%
Taxpayer #7	608,800	8	0.28%
Taxpayer #8	600,200	9	0.28%
Taxpayer #9	591,500	10	0.27%
Total	<u>\$ 7,115,900</u>		<u>3.27%</u>

TAXPAYER	2015		
	TAXABLE ASSESSED VALUE	RANK (OPTIONAL)	% OF TOTAL DISTRICT NET ASSESSED VALUE
First Union National Bank	\$ 975,700	1	0.43%
Taxpayer #1	947,800	2	0.42%
Taxpayer #2	944,900	3	0.42%
Taxpayer #3	834,800	4	0.37%
Taxpayer #4	811,200	5	0.36%
Taxpayer #5	775,800	6	0.35%
Taxpayer #6	749,800	7	0.33%
Wenonah Swimming Club	747,500	8	0.33%
Taxpayer #8	745,200	9	0.33%
Taxpayer #9	719,200	10	0.32%
Total	<u>\$ 8,251,900</u>		<u>3.67%</u>

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

WESTVILLE

TAXPAYER	2024		
	TAXABLE ASSESSED VALUE	RANK (OPTIONAL)	% OF TOTAL DISTRICT NET ASSESSED VALUE
Sunoco Inc C/O KE Andrews & Co	\$ 6,153,700	1	2.62%
Mega 712 Broadway LLC	2,929,300	2	1.25%
Pellegrino Enterprises LLC	2,350,000	3	1.00%
Carter Apartments, LP	2,150,100	4	0.92%
Babylon Properties, LLC	2,013,500	5	0.86%
Arber Properties LLC	2,000,000	6	0.85%
RAAB Family Partnership, LP	1,659,500	7	0.71%
Westville Investments, LLC	1,463,700	8	0.62%
Taxpayer #1	1,453,000	9	0.62%
Browns Westville, LLC	1,422,000	10	0.61%
Total	<u>\$ 23,594,800</u>		<u>10.05%</u>

TAXPAYER	2015		
	TAXABLE ASSESSED VALUE	RANK (OPTIONAL)	% OF TOTAL DISTRICT NET ASSESSED VALUE
Sunoco Inc	\$ 6,153,700	1	2.35%
712 Broadway, LLC	2,997,500	2	1.15%
Pellegrino Enterprises, LLC	2,350,000	3	0.90%
Woodbine Norse, LLC	2,150,000	4	0.82%
Westville Norse, LLC	2,013,500	5	0.77%
Arber Properties, LLC	2,000,000	6	0.77%
SMS Financial XXIX, LLC	1,827,500	7	0.70%
FRZ Commercial Real Estate, LLC	1,766,800	8	0.68%
Brown's Westville, LLC	1,750,000	9	0.67%
RAAB Family Partnership, LP	1,659,500	10	0.63%
Total	<u>\$ 24,668,500</u>		<u>9.44%</u>

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

WOODBURY HEIGHTS

TAXPAYER	2023		
	TAXABLE ASSESSED VALUE	RANK (OPTIONAL)	% OF TOTAL DISTRICT NET ASSESSED VALUE
Oak Valley Plaza, Inc.	\$ 12,145,000	1	4.83%
Balducci, Inc.	2,570,000	2	1.02%
Wawa, Inc.	2,555,500	3	1.02%
Phalines & Gligor, LLC.	2,200,000	4	0.88%
940 Mantua Pike, LLC	2,112,200	5	0.84%
WHD, LLC c/o Equus Capital Partners	1,755,000	6	0.70%
Taxpayer #1	1,433,200	7	0.57%
Steves Storage Shacks, LLC	1,373,100	8	0.55%
Heights Plaza, LLC	1,362,500	9	0.54%
Jonathon Advisors, LP	1,341,800	10	0.53%
Total	<u>\$ 28,848,300</u>		<u>11.48%</u>

TAXPAYER	2015		
	TAXABLE ASSESSED VALUE	RANK (OPTIONAL)	% OF TOTAL DISTRICT NET ASSESSED VALUE
Oak Valley Plaza, Inc	\$ 11,938,000	1	4.65%
Woodbury Heights Development, LLC	3,300,000	2	1.29%
Wawa, Inc.	2,555,500	3	1.00%
HCD Realty, LLC	2,112,200	4	0.82%
Balducci, Inc.	1,830,000	5	0.71%
Dellapolla Properties, LLC	1,557,600	6	0.61%
Heights Plaza, LLC	1,362,500	7	0.53%
McDonalds Real Estate Co.	1,357,000	8	0.53%
Jonathon Advisors, LP	1,341,800	9	0.52%
American Paper Box, LLC	1,322,400	10	0.52%
Total	<u>\$ 28,677,000</u>		<u>11.17%</u>

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
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	
		AMOUNT	PERCENTAGE OF LEVY
2024	\$ 12,546,364	\$ 12,546,364	100.00%
2023	12,328,412	12,328,412	100.00%
2022	12,115,080	12,115,080	100.00%
2021	11,906,274	11,906,274	100.00%
2020	11,681,107	11,681,107	100.00%
2019	11,459,497	11,459,497	100.00%
2018	11,232,709	11,232,709	100.00%
2017	10,882,730	10,882,730	100.00%
2016	10,417,760	10,417,760	100.00%
2015	9,955,998	9,955,998	100.00%

NATIONAL PARK

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY	
		AMOUNT	PERCENTAGE OF LEVY
2024	\$ 2,420,286	\$ 2,420,286	100%
2023	2,346,430	2,346,430	100%
2022	2,168,926	2,168,926	100%
2021	2,141,102	2,141,102	100%
2020	2,051,885	2,051,885	100%
2019	2,227,952	2,227,952	100%
2018	2,161,615	2,161,615	100%
2017	2,126,782	2,126,782	100%
2016	2,088,593	2,088,593	100%
2015	2,059,875	2,059,875	100%

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

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

WENONAH

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY	
		AMOUNT	PERCENTAGE OF LEVY
2024	\$ 2,870,413	\$ 2,870,413	100.00%
2023	2,901,619	2,901,619	100.00%
2022	3,103,402	3,103,402	100.00%
2021	3,119,294	3,119,294	100.00%
2020	3,037,317	3,037,317	100.00%
2019	2,900,660	2,900,660	100.00%
2018	2,845,937	2,845,937	100.00%
2017	2,788,604	2,788,604	100.00%
2016	2,742,290	2,742,290	100.00%
2015	2,691,806	2,691,806	100.00%

WESTVILLE

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY	
		AMOUNT	PERCENTAGE OF LEVY
2024	\$ 3,753,042	\$ 3,753,042	100.00%
2023	3,448,394	3,448,394	100.00%
2022	3,435,327	3,435,327	100.00%
2021	3,151,329	3,151,329	100.00%
2020	2,965,090	2,965,090	100.00%
2019	2,746,225	2,746,225	100.00%
2018	2,692,378	2,692,378	100.00%
2017	2,639,586	2,639,586	100.00%
2016	2,780,610	2,780,610	100.00%
2015	2,467,322	2,467,322	100.00%

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

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

WOODBURY HEIGHTS

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY	
		AMOUNT	PERCENTAGE OF LEVY
2024	\$ 3,502,623	\$ 3,502,623	100.00%
2023	3,631,969	3,631,969	100.00%
2022	3,407,425	3,407,425	100.00%
2021	3,494,549	3,494,549	100.00%
2020	3,626,815	3,626,815	100.00%
2019	2,762,882	2,762,882	100.00%
2018	2,675,946	2,675,946	100.00%
2017	2,653,644	2,653,644	100.00%
2016	2,567,984	2,567,984	100.00%
2015	2,460,268	2,460,268	100.00%

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

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

NATIONAL PARK

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES			TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA
	GENERAL OBLIGATION BONDS	FINANCED PURCHASES				
2024	\$ 391,904	\$ -	\$ 391,904	Unavailable	Unavailable	
2023	471,737	-	471,737	Unavailable	154	
2022	550,428	-	550,428	0.29%	180	
2021	630,096	9,474	639,570	0.33%	208	
2020	709,763	18,772	728,535	0.41%	247	
2019	1,291,450	-	1,291,450	0.77%	439	
2018	1,526,450	-	1,526,450	0.94%	516	
2017	1,756,450	-	1,756,450	1.12%	593	
2016	1,981,450	-	1,981,450	1.31%	666	
2015	2,201,450	-	2,201,450	1.48%	737	

WENONAH

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES			TOTAL DISTRICT	PERCENTAGE OF	PER CAPITA
	GENERAL OBLIGATION BONDS	FINANCED PURCHASES	PERSONAL INCOME			
2024	\$ 535,944	\$ -	\$ 535,944	Unavailable	Unavailable	
2023	645,117	-	645,117	Unavailable	279	
2022	762,227	-	762,227	0.53%	331	
2021	872,550	13,120	885,670	0.61%	383	
2020	982,872	25,996	1,008,868	0.75%	455	
2019	885,000	-	885,000	0.70%	400	
2018	1,055,000	-	1,055,000	0.87%	475	
2017	1,220,000	-	1,220,000	1.04%	547	
2016	1,375,000	-	1,375,000	1.21%	615	
2015	1,530,000	-	1,530,000	1.37%	681	

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

WESTVILLE

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES			TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA
	GENERAL OBLIGATION BONDS	FINANCED PURCHASES				
2024	\$ 595,714	\$ -	\$ 595,714	Unavailable	Unavailable	
2023	717,063	-	717,063	Unavailable	166	
2022	826,586	-	826,586	0.31%	192	
2021	946,223	14,227	960,450	0.35%	222	
2020	1,065,860	28,191	1,094,051	0.44%	263	
2019	-	-	-	0.00%	0	
2018	-	-	-	0.00%	0	
2017	-	-	-	0.00%	0	
2016	-	-	-	0.00%	0	
2015	189,000	-	189,000	0.09%	45	

WOODBURY HEIGHTS

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES			TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA
	GENERAL OBLIGATION BONDS	FINANCED PURCHASES				
2024	\$ 636,438	-	\$ 636,438	Unavailable	Unavailable	
2023	766,083	-	766,083	Unavailable	245	
2022	900,759	-	900,759	0.46%	289	
2021	1,031,132	15,504	1,046,636	0.54%	335	
2020	1,161,505	30,720	1,192,225	0.66%	401	
2019	207,516	-	207,516	0.12%	70	
2018	232,516	-	232,516	0.14%	78	
2017	257,516	-	257,516	0.16%	86	
2016	277,516	-	277,516	0.18%	93	
2015	297,516	-	297,516	0.20%	99	

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

NATIONAL PARK

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING		
2024	\$ 391,904	\$ -	\$ 391,904	0.24%	Unavailable
2023	471,737	-	471,737	0.29%	154
2022	550,428	-	550,428	0.34%	180
2021	630,096	-	630,096	0.40%	205
2020	709,763	-	709,763	0.45%	241
2019	1,291,450	-	1,291,450	0.82%	439
2018	1,526,450	-	1,526,450	0.96%	516
2017	1,756,450	-	1,756,450	1.11%	593
2016	1,981,450	-	1,981,450	1.24%	666
2015	2,201,450	-	2,201,450	1.38%	737

WENONAH

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING		
2024	\$ 535,944	\$ -	\$ 535,944	0.25%	Unavailable
2023	645,117	-	645,117	0.30%	279
2022	762,227	-	762,227	0.35%	331
2021	872,550	-	872,550	0.40%	377
2020	982,872	-	982,872	0.45%	443
2019	885,000	-	885,000	0.40%	400
2018	1,055,000	-	1,055,000	0.48%	475
2017	1,220,000	-	1,220,000	0.55%	547
2016	1,375,000	-	1,375,000	0.61%	615
2015	1,530,000	-	1,530,000	0.68%	681

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

WESTVILLE

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING		
2024	\$ 595,714	\$ -	\$ 595,714	0.25%	Unavailable
2023	717,063	-	717,063	0.31%	166
2022	826,586	-	826,586	0.35%	192
2021	946,223	-	946,223	0.41%	219
2020	1,065,860	-	1,065,860	0.46%	257
2019	-	-	-	0.00%	0
2018	-	-	-	0.00%	0
2017	-	-	-	0.00%	0
2016	-	-	-	0.00%	0
2015	189,000	-	189,000	0.07%	45

WOODBURY HEIGHTS

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING			PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING		
2024	\$ 636,438	\$ -	\$ 636,438	0.25%	Unavailable
2023	766,083	-	766,083	0.30%	245
2022	900,759	-	900,759	0.36%	289
2021	1,031,132	-	1,031,132	0.41%	330
2020	1,161,505	-	1,161,505	0.46%	391
2019	207,516	-	207,516	0.08%	70
2018	232,516	-	232,516	0.09%	78
2017	257,516	-	257,516	0.10%	86
2016	277,516	-	277,516	0.11%	93
2015	297,516	-	297,516	0.12%	99

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2024**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	SHARE OF OVERLAPPING DEBT
National Park			
Debt Repaid With Property Taxes:			
Gateway Regional High School	\$ 2,160,000	18.14%	\$ 391,904
Borough of National Park*	300,000	100.00%	300,000
Gloucester County*	144,673,000	0.54%	784,802
			<hr/>
Total Direct & Overlapping Debt			<u><u>\$ 1,476,706</u></u>
Wenonah			
Debt Repaid With Property Taxes:			
Gateway Regional High School	\$ 2,160,000	24.81%	\$ 535,944
Borough of Wenonah*	4,930,000	100.00%	4,930,000
Gloucester County*	144,673,000	0.73%	1,052,561
			<hr/>
Total Direct & Overlapping Debt			<u><u>\$ 6,518,505</u></u>
Westville			
Debt Repaid With Property Taxes:			
Gateway Regional High School	\$ 2,160,000	27.58%	\$ 595,714
Borough of Westville*	3,689,832	100.00%	3,689,832
Gloucester County*	144,673,000	0.79%	1,136,601
			<hr/>
Total Direct & Overlapping Debt			<u><u>\$ 5,422,147</u></u>
Woodbury Heights			
Debt Repaid With Property Taxes:			
Gateway Regional High School	\$ 2,160,000	29.46%	\$ 636,438
Borough of Woodbury Heights*	3,043,500	100.00%	3,043,500
Gloucester County*	144,673,000	0.84%	1,216,573
			<hr/>
Total Direct & Overlapping Debt			<u><u>\$ 4,896,511</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by the County Board of Taxation, Borough of National Park, Borough of Wenonah, Borough of Westville and Borough of Woodbury Heights Annual Debt Statements.

*Balance is Net Debt as of December 31, 2023

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Dollars in Thousands)

	FISCAL YEAR									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Debt Limit	\$ 37,707,863	\$ 33,854,598	\$ 31,796,604	\$ 31,127,704	\$ 26,824,169	\$ 26,806,886	\$ 26,718,018	\$ 26,846,744	\$ 27,078,535	\$ 27,546,777
Total Net Debt Applicable to Limit	2,160,000	2,600,000	3,040,000	3,480,000	3,920,000	4,340,000	4,740,000	5,130,000	5,500,000	5,860,000
Legal Debt Margin	\$ 35,547,863	\$ 31,254,598	\$ 28,756,604	\$ 27,647,704	\$ 22,904,169	\$ 22,466,886	\$ 21,978,018	\$ 21,716,744	\$ 21,578,535	\$ 21,686,777
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit (3%)	5.73%	7.68%	9.56%	11.18%	14.61%	16.19%	17.74%	19.11%	20.31%	21.27%
Equalized Valuation Basis										
					Combined	National Park	Wenonah	Westville	Woodbury Hights	
				2023	\$ 1,212,004,510	\$ 220,444,323	\$ 299,954,401	\$ 346,534,848	\$ 345,070,938	
			2022		1,068,682,583	191,564,127	261,860,695	302,066,261	313,191,500	
			2021		951,415,473	174,305,531	235,059,806	258,086,584	283,963,552	
					\$ 3,232,102,566	\$ 586,313,981	\$ 796,874,902	\$ 906,687,693	\$ 942,225,990	
Average Equalized Valuation of Taxable Property					\$ 1,077,367,522	\$ 195,437,994	\$ 265,624,967	\$ 302,229,231	\$ 314,075,330	
Debt Limit (3.5% of Average Equalization Value)					\$ 37,707,863					
Net Bonded School Debt					2,160,000					
Legal Debt Margin					\$ 35,547,863					

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

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

NATIONAL PARK				
YEAR	POPULATION (a)	PERSONAL INCOME (b)	GLOUCESTER COUNTY PER CAPITA INCOME	UNEMPLOYMENT RATE (d)
2023	3,063	Unavailable	Unavailable	5.7%
2022	3,054	190,584,870	62,405	4.4%
2021	3,074	192,287,922	62,553	7.3%
2020	2,949	178,078,314	60,386	11.5%
2019	2,945	167,432,085	56,853	4.7%
2018	2,957	161,588,222	54,646	5.7%
2017	2,964	156,288,756	52,729	7.0%
2016	2,973	150,992,724	50,788	7.0%
2015	2,989	148,320,158	49,622	8.0%
2014	2,994	141,933,564	47,406	9.3%

WENONAH				
YEAR	POPULATION (a)	PERSONAL INCOME (b)	GLOUCESTER COUNTY PER CAPITA INCOME	UNEMPLOYMENT RATE (d)
2023	2,309	Unavailable	Unavailable	3.1%
2022	2,302	143,656,310	62,405	2.8%
2021	2,315	144,810,195	62,553	4.6%
2020	2,217	133,875,762	60,386	6.7%
2019	2,214	125,872,542	56,853	2.4%
2018	2,223	121,478,058	54,646	2.9%
2017	2,229	117,532,941	52,729	3.6%
2016	2,235	113,511,180	50,788	4.6%
2015	2,247	111,500,634	49,622	4.9%
2014	2,250	106,663,500	47,406	3.9%

Source:

- (a) Population information provided by US Bureau of the Census; Population Division
 - (b) Personal income calculated using population and per capita personal income
 - (c) Per Capita Personal Income provided by the NJ Dept. of Labor and Workforce Development
 - (d) Unemployment data provided by the NJ Dept. of Labor and Workforce Development
- N/A - Information not available

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

WESTVILLE				
YEAR	POPULATION (a)	PERSONAL INCOME (b)	GLOUCESTER COUNTY PER CAPITA INCOME	UNEMPLOYMENT RATE (d)
2023	4,317	Unavailable	Unavailable	5.8%
2022	4,304	268,591,120	62,405	4.9%
2021	4,326	270,604,278	62,553	8.7%
2020	4,154	250,843,444	60,386	12.9%
2019	4,147	235,769,391	56,853	5.1%
2018	4,165	227,600,590	54,646	5.7%
2017	4,175	220,143,575	52,729	6.0%
2016	4,187	212,649,356	50,788	7.4%
2015	4,210	208,908,620	49,622	7.8%
2014	4,220	200,053,320	47,406	9.4%

WOODBURY HEIGHTS				
YEAR	POPULATION (a)	PERSONAL INCOME (b)	GLOUCESTER COUNTY PER CAPITA INCOME	UNEMPLOYMENT RATE (d)
2023	3,127	Unavailable	Unavailable	4.3%
2022	3,113	194,266,765	62,405	3.0%
2021	3,127	195,603,231	62,553	5.4%
2020	2,970	179,346,420	60,386	8.8%
2019	2,965	168,569,145	56,853	3.5%
2018	2,976	162,626,496	54,646	4.2%
2017	2,983	157,290,607	52,729	4.4%
2016	2,991	151,906,908	50,788	5.1%
2015	3,007	149,213,354	49,622	5.3%
2014	3,015	142,929,090	47,406	4.8%

Source:

- (a) Population information provided by US Bureau of the Census; Population Division
 - (b) Personal income calculated using population and per capita personal income
 - (c) Per Capita Personal Income provided by the NJ Dept. of Labor and Workforce Development
 - (d) Unemployment data provided by the NJ Dept. of Labor and Workforce Development
- N/A - Information not available

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL EMPLOYERS**

	2024	2015
	EMPLOYEES	EMPLOYEES
Rowan University	3,500	1,483
Inspira Medical Center, Woodbury	2,000	1,825
Walmart - Turnersville	1,500	
Washington Township School District	1,495	1,631
County of Gloucester	1,200	1,398
Monroe Township School District	912	807
Jefferson Health, Washington Township	670	
Shop-Rite	575	
Aryzta LA Brea Bakery, Inc.	500	
Keller Williams Realty	500	
U.S. Foodservices		725
Kennedy Health Alliance		1,675
Missa Bay, LLC		950
Exxon Mobil Research & Development		540
LaBrea Bakery		525
	12,852	11,559

Source: Information provided by the Gloucester County Office of Economic Development and Employer Directly.

Note: The information provided is for the County of Gloucester. Information at the municipal level is not available.

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Instruction:										
Regular	65.0	65.0	65.0	66.0	66.0	66.0	66.0	66.0	66.0	66.5
Special Education	20.0	20.0	20.0	20.0	19.0	19.0	19.0	18.0	18.0	16.5
Other Special Education	10.0	10.0	10.0	10.0	10.0	10.0	10.0	9.0	9.0	8.0
Support Services:										
Student & instruction related services	27.0	28.0	28.0	19.0	18.0	18.0	17.0	17.0	14.0	12.0
General & Business Administrative Services	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
School Administrative Services	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Business & Other Support Services	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
Central Services	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Administrative Information Technology	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
Plant Operations & Maintenance	17.0	17.0	16.0	15.0	15.0	15.0	15.0	14.5	14.0	13.0
Pupil Transportation	36.0	36.0	34.0	34.0	39.0	41.0	41.0	41.0	41.0	40.0
Other Support	18.0	18.0	18.0	17.0	16.0	15.0	14.0	14.0	14.0	14.0
Total	207.0	208.0	205.0	195.0	197.0	198.0	196.0	193.5	190.0	184.0

Source: District Personnel Records

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	PUPIL/TEACHER RATIO TEACHING STAFF (b)	HIGH	AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
2024	856	\$ 29,781,422	\$ 34,791	3.88%	109	1:8	878.9	823.1	0.62%	93.65%
2023	849	28,433,252	33,490	5.15%	109	1:8	873.4	817.5	1.73%	93.60%
2022	849	27,040,266	31,850	16.80%	109	1:8	858.6	795.6	-3.76%	92.66%
2021	859	23,424,244	27,269	3.03%	115	1:7	892.1	844.3	-3.13%	94.63%
2020	885	23,424,244	26,468	0.73%	113	1:8	921.0	884.0	1.21%	95.98%
2019	886	23,279,806	26,275	1.85%	113	1:8	910.0	858.0	2.71%	94.29%
2018	894	23,063,612	25,798	8.91%	112	1:8	886.0	807.0	-5.54%	91.08%
2017	932	22,075,881	23,687	7.55%	110	1:8	938.0	863.0	2.51%	92.00%
2016	958	21,099,502	22,025	2.24%	107	1:9	915.0	839.0	-1.19%	91.69%
2015	946	20,379,095	21,542	0.85%	103	1:9	926.0	847.0	5.59%	91.47%

Sources: District records

Note: Enrollment based on June district count.

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

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEAR**

DISTRICT BUILDINGS	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
High School:										
Square Feet	185,647	185,647	185,647	185,647	185,647	185,647	185,647	185,647	185,647	185,647
Capacity (Students)	1040	1040	1040	1040	1040	1040	1040	1040	1040	1040
Enrollment	856	849	849	859	885	886	894	932	958	946
Other										
Maintenance Garage (1996)										
Square Feet	2,760	2,760	2,760	2,760	2,760	2,760	2,760	2,760	2,760	2,760
Central Administration (1999)										
Square Feet	8266	8266	8266	8266	8266	8266	8266	8266	8266	8266
Generator Building (1995)										
Square Feet	480	480	480	480	480	480	480	480	480	480
Athletic Storage (1971)										
Square Feet	864	864	864	864	864	864	864	864	864	864
Ticket Booth (1995)										
Square Feet	154	154	154	154	154	154	154	154	154	154
Press Box (1995)										
Square Feet	60	60	60	60	60	60	60	60	60	60
Fieldhouse (1971)										
Square Feet	1380	1380	1380	1380	1380	1380	1380	1380	1380	1380

Number of Schools at June 30, 2024:

High School = 1

Other = 7

Source: District records, ASSA

Note: Year of original construction is shown in parentheses.

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS**

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

	TOTAL
2024	\$ 473,087
2023	487,124
2022	581,368
2021	388,197
2020	268,878
2019	316,061
2018	235,808
2017	261,326
2016	229,773
2015	182,510

Source: District records

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2024**

I. Property, Inland Marine and Automobile Physical Damages

A. Limit of Liability	\$175,000,000 Per Occurrence
1. GCSSD JIF Self Insurance Retention	\$250,000 Per Occurrence
2. Member District Deductible	\$500 Per Occurrence
3. Perils Incurred	"All Risk"
B. Property Valuation	
1. Building and Contents	Replacement Cost
2. Contractors Equipment	Actual Cash Value
3. Automobiles	Replacement Cost

II. Boiler and Machinery

A. Limit of Liability	\$125,000,000
1. GCSSD JIF Self Insurance Retention	None
2. Member District Deductible	\$1,000

III. Crine

A. Limit of Liability	\$500,000
1. GCSSD JIF Self Insurance Retention	\$250,000
2. Member District Deductible	\$500

IV. General and Automobile Liability

A. Limit of Liability	\$27,000,000
1. GCSSD JIF Self Insurance Retention	\$250,000
2. Member District Deductible	None

V. Workers' Compensation

A. Limit of Liability	Statutory
1. GCSSD JIF Self Insurance Retention	\$250,000
2. Member District Deductible	None

VI. Educator's Legal Liability

A. Limit of Liability	\$27,000,000
1. GCSSD JIF Self Insurance Retention	\$250,000
2. Member District Deductible	None

VII. Pollution Legal Liability

A. Limit of Liability	\$3,000,000
1. GCSSD JIF Self Insurance Retention	None
2. Member District Deductible - Pollution Incident	\$25,000
3. Member District Deductible - Mold Incident	\$100,000-\$250,000

VIII. Cyber Liability (Please see Certificate of Coverage for Covered Districts)

A. Limit of Liability	\$2,000,000
1. GCSSD JIF Self Insurance Retention	None
2. Member District Deductible	\$50,000-\$100,000

IX. Crisis Protection & Disaster Management Services

A. Limit of Liability	\$1,000,000
1. GCSSD JIF Self Insurance Retention	None
2. Member District Deductible	\$10,000

Surety Bond Coverage - Selective Insurance Company of America

Business Administrator - Janice Grassia \$10,000

Surety Bond Coverage - Ohio Casualty Insurance Company

Assistant Business Administrator - Lauren Granate \$226,000

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SINGLE AUDIT SECTION

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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
Gateway Regional High School District
County of Gloucester
Woodbury Heights, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities and each major fund of the Gateway Regional High School District (the “School District”), in the County of Gloucester, 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 School District’s basic financial statements, and have issued our report thereon dated December 10, 2024.

Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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.

Report on Compliance and Other Matters

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

Purpose of this Report

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

Respectfully Submitted,

HOLT MCNALLY & ASSOCIATES, INC.

Certified Public Accountants & Advisors

David McNally
Certified Public Accountant
Public School Accountant, No. 2616

Medford, New Jersey
December 10, 2024



HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

EXHIBIT K-2

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

Honorable President and Members
of the Board of Education
Gateway Regional High School District
County of Gloucester
Woodbury Heights, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Gateway Regional High School District's (the "School District") compliance with the types of compliance requirements identified in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the School District's major federal and state programs for the fiscal year ended June 30, 2024. The School District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the 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; Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*; and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards*, the Uniform Guidance, and State of New Jersey Circular 15-08-OMB, 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 School District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and State of New Jersey Circular 15-08-OMB, but not for the purpose of expressing an opinion on the effectiveness of School District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

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

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

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

Respectfully Submitted,

HOLT MCNALLY & ASSOCIATES, INC
Certified Public Accountants & Advisors

David McNally
Certified Public Accountant
Public School Accountant, No. 2616

Medford, New Jersey
December 10, 2024

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GATEWAY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR FISCAL YEAR ENDED JUNE 30, 2024

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	ASSISTANCE LISTING NUMBER	FAIN NUMBER	GRANT OR STATE PROJECT NUMBER	PROGRAM AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2023	CASH RECEIVED	BUDGETARY EXPENDITURES	SUBRECIPIENT EXPENDITURES	ADJUSTMENTS	BALANCE AT JUNE 30, 2024 (ACCOUNTS RECEIVABLE)	UNEARNED REVENUE
U.S. Department of Agriculture												
Passed Through New Jersey Department of Agriculture:												
Child Nutrition Cluster:												
School Breakfast Program	10.553	24NJ304N1099	100-010-3350-028	\$ 130,489	7/1/23-6/30/24	\$ -	\$ 120,908	\$ (130,489)	\$ -	\$ -	\$ (9,581)	\$ -
School Breakfast Program	10.553	23NJ304N1099	100-010-3350-028	118,176	7/1/22-6/30/23	(6,925)	69,25	-	-	-	-	-
National School Lunch Program	10.555	24NJ304N1099	100-010-3350-026	330,330	7/1/23-6/30/24	(17,504)	308,929	(330,330)	-	-	(21,401)	-
National School Lunch Program	10.555	23NJ304N1099	100-010-3350-026	360,148	7/1/22-6/30/23	-	17,504	-	-	-	-	-
Healthy Hunger-Free Kids Act	10.555	24NJ304N1099	100-010-3350-026	10,062	7/1/23-6/30/24	(490)	9,455	(10,062)	-	-	(607)	-
Healthy Hunger-Free Kids Act	10.555	23NJ304N1099	100-010-3350-026	10,220	7/1/22-6/30/23	-	490	-	-	-	-	-
COVID-19 Supply Chain Assistance Award	10.555	23NJ304N1099	100-010-3350-118	44,577	8/25/22-9/30/24	-	44,577	(44,577)	-	-	-	-
Food Distribution Program (Noncash Assistance)	10.555	24NJ304N1099	Unavailable	58,824	7/1/23-6/30/24	-	58,824	(57,890)	-	-	-	934
Food Distribution Program (Noncash Assistance)	10.555	23NJ304N1099	Unavailable	70,523	7/1/22-6/30/23	146	-	(146)	-	-	-	-
Total Child Nutrition Cluster						(24,773)	567,612	(573,494)	-	-	(31,589)	934
Pandemic EBT Administrative Costs	10.649	24NJ304N1099	100-010-3350-115	653	7/1/23-6/30/24	-	653	(653)	-	-	-	-
Total U.S. Department of Agriculture						(24,773)	568,265	(574,147)	-	-	(31,589)	934
U.S. Department of Health and Human Services												
Passed Through New Jersey Department of Human Services:												
Medical Assistance Program (SEMI)	93.778	2405NUMAP	100-034-7540-211	27,182	7/1/23-6/30/24	-	27,182	(27,182)	-	-	-	-
Total U.S. Department of Health and Human Services						-	27,182	(27,182)	-	-	-	-
U.S. Department of Education												
Passed Through New Jersey Department of Education:												
Title I - Part A	84.010	S010A230030	100-034-5064-194	143,106	7/1/23-9/30/24	-	77,930	(123,269)	-	-	(45,339)	-
Title I - Part A	84.010	S010A220030	100-034-5064-194	121,914	7/1/22-9/30/23	(64,274)	64,274	-	-	-	-	-
Title I - SIA	84.010	S010A230030	100-034-5064-194	20,000	7/1/23-9/30/24	-	9,755	(18,717)	-	-	(8,962)	-
Title I - SIA	84.010	S010A220030	100-034-5064-194	35,004	7/1/22-9/30/23	(7,473)	7,473	-	-	-	-	-
Subtotal						(71,747)	159,432	(141,986)	-	-	(54,301)	-
Title IIA- Part A	84.367	S367A2310029	100-034-5063-290	32,244	7/1/23-9/30/24	-	16,562	(30,312)	-	-	(13,750)	-
Title IIA- Part A	84.367	S367A2210029	100-034-5063-290	28,396	7/1/22-9/30/23	(5,590)	5,590	-	-	-	-	-
Subtotal						(5,590)	221,52	(30,312)	-	-	(13,750)	-
Title IV- Part A	84.424	S42A230031	100-034-5063-348	13,637	7/1/23-9/30/24	-	343	(6,477)	-	-	(6,134)	-
Title IV- Part A	84.424	S42A220031	100-034-5063-348	14,157	7/1/22-9/30/23	(10,520)	10,520	-	-	-	-	-
Subtotal						(10,520)	10,863	(6,477)	-	-	(6,134)	-
Career and Technical Education (Perkins)	84.048	V048A230030	100-034-5032-084	9,476	7/1/23-9/30/24	-	3,112	(3,112)	-	-	-	-
Subtotal						-	3,112	(3,112)	-	-	-	-
Special Education Cluster:												
I.D.E.A. Part B, Basic Regular	84.027	H027A231000	100-034-5065-016	294,166	7/1/23-9/30/24	-	178,427	(291,881)	-	-	(113,454)	-
I.D.E.A. Part B, Basic Regular	84.027	H027A221000	100-034-5065-016	303,409	7/1/22-9/30/23	(122,048)	122,048	-	-	-	-	-
COVID-19 ARP I.D.E.A. Basic	84.027X	H027X210100	100-034-5065-094	43,570	7/1/21-9/30/22	(6,714)	6,714	-	-	-	-	-
Total Special Education Cluster						(128,762)	307,189	(291,881)	-	-	(113,454)	-
Education Stabilization Fund:												
COVID-19 CRSSA ESSER II	84.425D	S425D210027	100-034-5120-518	408,541	3/13/20-9/30/23	(123,740)	123,935	(566)	371	-	-	-
COVID-19 CRSSA Learning Acceleration	84.425D	S425D210027	100-034-5120-518	26,218	3/13/20-9/30/23	(1,767)	2,782	(1,015)	-	-	-	-
COVID-19 CRSSA Mental Health	84.425D	S425D210027	100-034-5120-518	45,000	3/13/20-9/30/23	(19,969)	19,969	-	-	-	-	-
COVID-19 ARP ESSER III	84.425U	S425U210027	100-034-5120-523	918,170	3/13/20-9/30/24	(172,209)	262,281	(127,318)	-	-	(37,246)	-
COVID-19 ARP Accelerated Learning	84.425U	S425U210027	100-034-5120-523	78,700	3/13/20-9/30/24	(66,197)	77,900	(12,503)	100	-	(700)	-
COVID-19 ARP Summer Learning	84.425U	S425U210027	100-034-5120-523	40,000	3/13/20-9/30/24	(844)	34,555	(33,711)	-	-	-	-
COVID-19 ARP Beyond the School Day	84.425U	S425U210027	100-034-5120-523	40,000	3/13/20-9/30/24	(627)	3,259	(4,104)	480	-	(992)	-
COVID-19 ARP Mental Health	84.425U	S425U210027	100-034-5120-523	45,000	3/13/20-9/30/24	(279)	29,489	(30,946)	-	-	(1,736)	-
Homeless Children and Youth (ARPHCY)	84.425W	S425W210031	100-034-5064-233	11,262	4/23/21-9/30/23	-	11,262	(11,262)	-	-	-	-
Total Education Stabilization Fund						(385,632)	565,432	(221,425)	-	951	(40,674)	-
Total US Department of Education						(602,251)	1,068,180	(695,193)	-	951	(228,313)	-
Total Special Revenue Fund						(602,251)	1,068,180	(695,193)	-	951	(228,313)	-
Total Expenditures of Federal Awards						\$ (627,024)	\$ 1,663,627	\$ (1,296,522)	\$ -	\$ 951	\$ (259,902)	\$ 934

GATEWAY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR FISCAL YEAR ENDED JUNE 30, 2024

STATE GRANTOR/PROGRAM TITLE OR CLUSTER	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2023	CASH RECEIVED	BUDGETARY EXPENDITURES	SUBRECIPIENT EXPENDITURES	REPAYMENT OF PRIOR YEARS' BALANCES	BALANCE AT JUNE 30, 2024		CUMULATIVE TOTAL EXPENDITURES	
									(ACCOUNTS RECEIVABLE)	DUE TO GRANTOR		BUDGETARY RECEIVABLE
New Jersey Department of Education:												
General Fund:												
Categorical Special Education Aid	495-034-5120-089	\$ 581,865	7/1/23-6/30/24	\$ -	\$ 581,865	\$ (581,865)	\$ -	\$ -	\$ -	\$ -	\$ 581,865	
Equalization Aid	495-034-5120-078	8,847,975	7/1/23-6/30/24	-	8,847,975	(8,847,975)	-	-	-	-	8,847,975	
Security Aid	495-034-5120-084	192,533	7/1/23-6/30/24	-	192,533	(192,533)	-	-	-	-	192,533	
School Choice Aid	495-034-5120-068	637,308	7/1/23-6/30/24	-	637,308	(637,308)	-	-	-	-	637,308	
Total State Aid Public				-	10,259,681	(10,259,681)	-	-	-	-	10,259,681	
Categorical Transportation Aid	495-034-5120-014	502,794	7/1/23-6/30/24	-	502,794	(502,794)	-	-	-	-	502,794	
Nonpublic Transportation Aid	495-034-5120-014	12,740	7/1/23-6/30/24	(15,723)	15,723	(12,740)	-	-	(12,740)	-	12,740	
Nonpublic Transportation Aid	495-034-5120-014	15,723	7/1/22-6/30/23	(15,723)	-	-	-	-	-	-	-	
Total Transportation Aid				(15,723)	518,517	(515,534)	-	-	(12,740)	-	515,534	
Extraordinary Aid	495-034-5120-044	176,832	7/1/23-6/30/24	-	-	(176,832)	-	-	-	-	176,832	
Extraordinary Aid	495-034-5120-044	164,985	7/1/22-6/30/23	(164,985)	-	-	-	-	-	-	-	
Homeless Tuition Aid	495-034-5120-005	10,674	7/1/22-6/30/23	(10,674)	-	-	-	-	-	-	-	
Securing Our Children's Future	100-034-5065-016	54,302	7/1/23-6/30/24	-	54,302	(54,302)	-	-	-	-	54,302	
Reimbursed TPAF Social Security Contributions	7/1/23-6/30/24	717,936	7/1/23-6/30/24	-	682,827	(717,936)	-	-	(35,109)	-	717,936	
Reimbursed TPAF Social Security Contributions	495-034-5094-003	695,944	7/1/22-6/30/23	(68,104)	68,104	-	-	-	-	-	-	
Noncash Assistance:												
On Behalf Post Retirement Long Term Disability Insurance Contributions	495-034-5094-004	1,147	7/1/23-6/30/24	-	1,147	(1,147)	-	-	-	-	1,147	
On Behalf TPAF Pension Contributions (Non-Budgeted)	495-034-5094-002	3,575,104	7/1/23-6/30/24	-	3,575,104	(3,575,104)	-	-	-	-	3,575,104	
On Behalf TPAF Post-Retirement Medical (Non-Budgeted)	495-034-5094-001	973,013	7/1/23-6/30/24	-	973,013	(973,013)	-	-	-	-	973,013	
Total General Fund				(259,486)	16,308,354	(16,273,549)	-	-	(224,681)	-	16,273,549	
Special Revenue Fund:												
SDA Emergent Needs & Capital Maintenance Aid	100-034-5120-086	22,149	7/1/23-6/30/24	-	22,149	(22,149)	-	-	-	-	22,149	
Total SDA Emergent Needs & Capital Maintenance Aid				-	22,149	(22,149)	-	-	-	-	22,149	
Teacher Climate and Culture Grant	100-034-5061-053	33,137	5/1/24-2/28/25	-	-	(10,727)	-	-	(10,727)	-	10,727	
Total Teacher Climate and Culture Grant				-	-	(10,727)	-	-	(10,727)	-	10,727	
Non-Public Aid:												
Auxiliary Services Aid Cluster (Ch. 192):												
Compensatory Education	100-034-5120-067	34,165	7/1/23-6/30/24	-	34,165	(23,377)	-	-	-	10,788	-	
Compensatory Education	100-034-5120-067	43,486	7/1/22-6/30/23	989	-	(989)	-	-	-	-	23,377	
Transportation	100-034-5120-067	3,593	7/1/23-6/30/24	-	3,593	(1,419)	-	-	-	2,174	-	
Transportation	100-034-5120-067	2,125	7/1/22-6/30/23	74	-	(74)	-	-	-	-	-	
Home Instruction	100-034-5120-067	706	7/1/22-6/30/23	(706)	706	-	-	-	-	-	-	
Total Auxiliary Services Aid Cluster				357	38,464	(24,796)	-	(1,063)	-	12,962	-	
Handicapped Services Cluster (Ch. 193):												
Supplemental Instruction	100-034-5120-066	15,694	7/1/23-6/30/24	-	15,694	(11,977)	-	-	-	3,717	-	
Supplemental Instruction	100-034-5120-066	18,172	7/1/22-6/30/23	248	-	(248)	-	-	-	-	-	
Speech	100-034-5120-066	4,650	7/1/23-6/30/24	-	4,650	-	-	-	-	4,650	-	
Speech	100-034-5120-066	3,720	7/1/22-6/30/23	186	-	(186)	-	-	-	-	-	
Examination & Classification	100-034-5120-066	16,503	7/1/23-6/30/24	-	16,503	(12,897)	-	-	-	3,606	-	
Examination & Classification	100-034-5120-066	21,622	7/1/22-6/30/23	2,280	-	(2,280)	-	-	-	-	12,897	
Total Handicapped Services Cluster				2,714	36,847	(24,874)	-	(2,714)	-	11,973	-	
Textbooks	100-034-5120-064	4,972	7/1/23-6/30/24	-	4,972	(4,970)	-	-	-	2	-	
Nursing	100-034-5120-070	10,320	7/1/23-6/30/24	-	10,320	(10,320)	-	-	-	-	10,320	
Technology	100-034-5120-373	4,214	7/1/23-6/30/24	-	4,214	(4,192)	-	-	-	22	-	
Technology	100-034-5120-373	4,368	7/1/22-6/30/23	11	-	(11)	-	-	-	-	-	
Total Other Non-Public Aid				11	19,506	(19,482)	-	(11)	-	24	-	
Total Non-Public Aid				3,082	94,817	(69,152)	-	(3,788)	-	24,959	-	
Total Special Revenue Fund				3,082	116,966	(102,028)	-	(3,788)	(10,727)	24,959	-	
Enterprise Fund:												
National School Lunch Program (State Share)	495-010-3350-001	8,290	7/1/23-6/30/24	-	7,786	(8,290)	-	-	(504)	-	8,290	
National School Lunch Program (State Share)	495-010-3350-001	8,413	7/1/22-6/30/23	(404)	404	-	-	-	-	-	-	
School Lunch & Breakfast Program - Reduced (State Share)	495-010-3350-002	8,777	7/1/23-6/30/24	-	8,200	(8,777)	-	-	(577)	-	8,777	
School Lunch & Breakfast Program - Reduced (State Share)	495-010-3350-002	9,812	7/1/22-6/30/23	(483)	483	-	-	-	-	-	-	
Working Class Families State Supplement	495-010-3350-006	2,870	7/1/23-6/30/24	-	2,659	(2,870)	-	-	(211)	-	2,870	
Total Enterprise Fund				(887)	19,532	(19,937)	-	-	(1,292)	-	19,937	
Total State Financial Assistance				\$ (257,291)	\$ 16,444,852	\$ (16,395,514)	\$ -	\$ (3,788)	\$ (236,700)	\$ 24,959	\$ 1,044,734	
Less: Grants Not Subject to Major Program Determination:												\$ 16,395,514
On Behalf Post Retirement Long Term Disability Insurance Contributions	495-034-5094-004	1,147	7/1/23-6/30/24	-	-	1,147	-	-	-	-	-	
On Behalf TPAF Pension Contributions (Non-Budgeted)	495-034-5095-002	3,575,104	7/1/23-6/30/24	-	-	3,575,104	-	-	-	-	-	
On Behalf TPAF Post-Retirement Medical (Non-Budgeted)	495-034-5095-001	973,013	7/1/23-6/30/24	-	-	973,013	-	-	-	-	-	
Total State Financial Assistance subject to Calculation for Major Program Determination					\$	(11,846,250)						

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Note 1. Basis of Presentation

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all federal awards and state financial assistance programs of the Gateway Regional High School District. The School District is defined in Note 1 of the basic financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

Note 2. Summary of Significant Accounting Policies

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the budgetary basis of accounting with the following exception: programs recorded in the enterprise fund are presented using the accrual basis of accounting and programs recorded in the capital projects fund are presented using the modified accrual basis of accounting. These bases of accounting are described in Note 1 to the School District's basic financial statements. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

The School District did not elect the 10-percent de minimis indirect cost rate as discussed in 2 CFR 200.414.

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 School 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 3. Relationship to Basic Financial Statements

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

**GATEWAY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Note 3. Relationship to Basic Financial Statements (continued):

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(131,140) for the general fund and \$(2,207) for the special revenue fund. See Exhibit C-3 Note A of the basic financial statements, 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 expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 27,182	\$ 16,142,409	\$ 16,169,591
Special Revenue Fund	676,779	118,235	795,014
Food Service Fund	574,147	19,937	594,084
	<hr/>	<hr/>	<hr/>
Total Awards & Financial Assistance	<u>\$ 1,278,108</u>	<u>\$ 16,280,581</u>	<u>\$ 17,558,689</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. Federal and State Loans Outstanding

The Gateway Regional School District had no loan balances outstanding at June 30, 2024.

**GATEWAY REGIONAL 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 deficiency(ies) identified? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major programs:

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

2) Significant deficiency(ies) identified? yes X none reported

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

Any audit findings disclosed that are required to be reported
in accordance with 2 CFR 200 section .516(a) of Uniform Guidance? yes X no

Identification of major programs:

<u>Assistance Listing Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>10.553</u>	<u>24NJ304N1099</u>	<u>Child Nutrition Cluster:</u>
<u>10.555</u>	<u>24NJ304N1099</u>	<u>School Breakfast Program</u>
<u>10.555</u>	<u>24NJ304N1099</u>	<u>National School Lunch Program</u>
<u>10.555</u>	<u>24NJ304N1099</u>	<u>Healthy Hunger-Free Kids Act</u>
<u>10.555</u>	<u>24NJ304N1099</u>	<u>COVID-19 Supply Chain Assistance</u>
<u>10.555</u>	<u>24NJ304N1099</u>	<u>Food Distribution Program</u>
<u> </u>	<u> </u>	<u> </u>

Dollar threshold used to determine Type A programs \$750,000

Auditee qualified as low-risk auditee? yes X no

State Financial Assistance

Identification of major programs:

495-034-5120-078	State Aid - Public:
495-034-5120-084	Equalization Aid
495-034-5120-089	Categorical Security Aid
495-034-5120-068	Categorical Special Education Aid
	School Choice Aid

**GATEWAY REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Section II – Financial Statement Findings

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

None.

Section III – Federal Awards & State Financial Assistance Findings & Questioned Costs

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

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE

None.

**GATEWAY REGIONAL SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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

Financial Statement Findings – None

Federal Awards – None

State Financial Assistance – None