

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

Leonia, New Jersey

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

**Prepared by
Business Office**

**LEONIA BOARD OF EDUCATION
TABLE OF CONTENTS**

Page

INTRODUCTORY SECTION

Letter of Transmittal	i-iv
Organizational Chart	v
Roster of Officials	vi
Consultants and Advisors	vii

FINANCIAL SECTION

Independent Auditor's Report	1-3
------------------------------	-----

REQUIRED SUPPLEMENTARY INFORMATION- PART I

Management's Discussion and Analysis	4-13
--------------------------------------	------

Basic Financial Statements

A. District-wide Financial Statements

A-1 Statement of Net Position	14
A-2 Statement of Activities	15-16

B. Fund Financial Statements

Governmental Funds

B-1 Balance Sheet	17-18
B-2 Statement of Revenues, Expenditures, and Changes in Fund Balances	19
B-3 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	20

Proprietary Funds

B-4 Statement of Net Position	21
B-5 Statement of Revenues, Expenses, and Changes in Net Position	22
B-6 Statement of Cash Flows	23

Fiduciary Funds – Not Applicable

Notes to the Financial Statements	24-66
--	--------------

**LEONIA BOARD OF EDUCATION
TABLE OF CONTENTS**

	<u>Page</u>
REQUIRED SUPPLEMENTARY INFORMATION - PART II	
C. Budgetary Comparison Schedules	
C-1 Budgetary Comparison Schedule – General Fund	67-73
C-2 Budgetary Comparison Schedule – Special Revenue Fund	74
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION – PART II	
C-3 Budgetary Comparison Schedule – Notes to Required Supplementary Information	75
REQUIRED SUPPLEMENTARY INFORMATION - PART III	
L. Schedules Related to Accounting and Reporting for Pensions	
L-1 Required Supplementary Information – Schedule of the District’s Proportionate Share of the Net Pension Liability – Public Employees Retirement System	76
L-2 Required Supplementary Information – Schedule of District Contributions – Public Employees Retirement System	77
L-3 Required Supplementary Information – Schedule of the District’s Proportionate Share of the Net Pension Liability – Teachers Pension and Annuity Fund	78
L-4 Notes to Required Supplementary Information – Net Pension Liability	79
M. Schedules Related to Accounting and Reporting for Postemployment Retirement Benefits Other Than Pensions (OPEB)	
M-1 Required Supplementary Information – Schedule of Changes in the District’s Proportionate Share of Total OPEB Liability	80
M-2 Notes to Required Supplementary Information – OPEB Liability	81
OTHER SUPPLEMENTARY INFORMATION	
D. School Level Schedules – Not Applicable	
E. Special Revenue Fund	
E-1 Combining Schedule of Revenues and Expenditures Special Revenue Fund – Budgetary Basis	82-84
E-2 Preschool Education program Aid - Schedule of Expenditures – Budgetary Basis – Not Applicable	
F. Capital Projects Fund	
F-1 Summary Schedule of Project Expenditures – Budgetary Basis	85
F-2 Summary Schedule of Project Expenditures and Changes in Fund Balance – Budgetary Basis	86
F-2a Schedule of Project Revenues, Expenditures, Project Balances and Project Status – Technology Infrastructure Upgrade Project	87
F-2b Schedule of Project Revenues, Expenditures, Project Balance and Project Status – Acquisition of Electric Buses and Chargers	88
F-2c Schedule of Project Revenues, Expenditures, Project Balance and Project Status – Leonia Middle School FEMA Mitigation Project	89
F-2d Schedule of Project Revenues, Expenditures, Project Balance and Project Status – Leonia High School FEMA Mitigation Project	90
F-2e Schedule of Project Revenues, Expenditures, Project Balance and Project Status – Anna C. Scott Elementary School Roof Replacement	91

**LEONIA BOARD OF EDUCATION
TABLE OF CONTENTS**

Page

G. Proprietary Funds

Enterprise Fund

G-1	Combining Schedule of Enrichment Program Net Position	92
G-2	Combining Schedule of Revenues, Expenses and Changes in Net Position	93
G-3	Combining Schedule of Cash Flows – Not Applicable	94

H. Fiduciary Funds – Not Applicable

I. Long-Term Debt

I-1	Schedule of Serial Bonds Payable	95
I-2	Schedule of Obligations Under Capital Financing Agreements and Leases Payable	96
I-3	Debt Service Fund Budgetary Comparison Schedule	97
I-4	Schedule of Obligations Subscription – Based Information Technology Arrangements – Not Applicable	

J. STATISTICAL SECTION (Unaudited)

J-1	Net Position by Component	98
J-2	Changes in Net Position	99-100
J-3	Fund Balances – Governmental Funds	101
J-4	Changes in Fund Balances, Governmental Funds	102
J-5	General Fund Other Local Revenue by Source	103
J-6	Assessed Value and Actual Value of Taxable Property	104
J-7	Direct and Overlapping Property Tax Rates	105
J-8	Principal Property Taxpayers	106
J-9	Property Tax Levies and Collections	107
J-10	Ratios of Outstanding Debt by Type	108
J-11	Ratios of Net General Bonded Debt Outstanding	109
J-12	Direct and Overlapping Governmental Activities Debt	110
J-13	Legal Debt Margin Information	111
J-14	Demographic Statistics	112
J-15	Principal Employers	113
J-16	Full-Time Equivalent District Employees by Function/Program	114
J-17	Operating Statistics	115
J-18	School Building Information	116
J-19	Schedule of Required Maintenance for School Facilities	117
J-20	Insurance Schedule	118-119

**LEONIA BOARD OF EDUCATION
TABLE OF CONTENTS**

Page

SINGLE AUDIT SECTION

K.

K-1	Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards – Independent Auditor’s Report	120-121
K-2	Report on Compliance for Each Major Federal and State Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the U.S. Uniform Guidance and Schedule of Expenditures of State Financial Assistance Required by New Jersey OMB Circular 15-08 Independent Auditor’s Report	122-124
K-3	Schedule of Expenditure of Federal Awards	125-126
K-4	Schedule of Expenditures of State Financial Assistance	127
K-5	Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance	128-129
K-6	Schedule of Findings and Questioned Costs – Part 1 – Summary of Auditor’s Results	130-131
K-6	Schedule of Findings and Questioned Costs – Part 2 – Schedule of Financial Statement Findings	132
K-6	Schedule of Findings and Questioned Costs – Part 3 – Schedule of Federal and State Award Findings and Questioned Costs	133-134
K-7	Summary Schedule of Prior Year Findings – Not Applicable	

INTRODUCTORY SECTION



LEONIA PUBLIC SCHOOLS
570 GRAND AVENUE, LEONIA, NJ 07605

Brian P. Gatens, Ed.D., Superintendent
Xanthy Karamanos Ed.D., Asst. Superintendent
201-302-5200

December 12, 2024

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

Dear Board Members:

The annual comprehensive financial report of the Leonia 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 district. 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 of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Governmental Accounting Standards Board (GASB) requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with the narrative. The District's MD&A can be found immediately following the "Independent Auditor's Report".

The annual comprehensive financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act and the related U.S. Uniform Guidance and the State Treasury Circular Letter OMB 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments". Information related to this single audit, including the auditor's report on 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: Leonia School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds of the District are included in this report. The Leonia Board of Education and its school constitute the District's reporting entity.

The District provided a full range of educational services appropriate to regular students grade levels K through 12. These include regular and special education for handicapped, school-aged individuals. The District completed FY 2023-2024 with an average daily enrollment of 2,062. The following Average Daily Enrollment figures, reported in the School Summary Register, detail the changes in student enrollment over the last ten (10) years:

<u>Fiscal Year</u>	<u>Average Daily Enrollment</u>	<u>Percent Change</u>
2023/2024	2,062	-2.23%
2022/2023	2,109	0.57%
2021/2022	2,097	1.16%
2020/2021	2,073	2.57%
2019/2020	2,021	4.23%
2018/2019	1,939	2.92%
2017/2018	1,884	3.40%
2016/2017	1,822	0.11%
2015/2016	1,820	-0.22%
2014/2015	1,824	-0.05%

2) ECONOMIC CONDITION AND OUTLOOK: The Borough of Leonia is substantially developed with both residential and commercial taxpayers. The situation is expected to continue, which suggests that its tax base will remain stable.

3) MAJOR INITIATIVES: Our District continues to meet its educational challenges through a series of ambitious initiatives and improvements to our curriculum and programs. In the 2023-2024 school year, our district focused on enhancing curriculum in all content areas to include differentiated activities and modifications to meet our various learners' needs.

Professional development remains an important focus in our district, which allows us to provide all district staff with the opportunity to grow in their practice. In the 2023-2024 school year, our district focused our professional development efforts around continuing to build our staff's capacity in the following areas:

1. Build capacity of all certificated staff to use meaningful assessment data to drive instructional decisions and provide tier I intervention strategies to meet students' academic needs. Professional development included: multi-sensory reading through IMSE, workshops from Nancy Shultz and Reading and Writing Project, continuation of Math Task Force, consultants for Multi-Tiered Systems of Supports, and implementation support for specific staff in the following programs: ARIAS, Lexia, EduClimber.
2. Build capacity of all district staff to provide equitable educational experiences that are inclusive to all students' academic, social, and emotional needs. Professional development included opportunities aligned to the first PD goal with focus on diversity, equity, and inclusion.
3. Build capacity of staff to use tiered intervention strategies to support social-emotional learning and mental health. Professional development included consultants for Multi-Tiered Systems of Supports, Handle with Care training, and implementation support for specific staff in the following programs: Minga and EduClimber.

We worked towards these goals through a variety of in-service training and workshops, working with staff developers and consultants, and by strengthening our Professional Learning Communities. Our district worked with various organizations and staff developers to support learning in multi-sensory reading,

Sheltered English Instruction, and to provide teachers with various instructional strategies to support learners.

In addition to curriculum enhancements and targeted professional development, the following major initiatives were either successfully completed in the 2023-2024 school year or planned for in the 2024-2025 school year:

1. Continued implementation of our Multi-Tiered Systems of Support following last year's professional development.
2. Upgraded the software and hardware equipment of the district's technology infrastructure.
3. Continued to receive Bronze Status in all three school buildings through Sustainable Jersey
4. Added sports and activities including boys volleyball, a chess club, and participation in the Science Bowl

We look forward to continuing to improve to better support our Leonia students.

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

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

5) BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. 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 reserves of fund balance at June 30, 2024.

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

7) FINANCIAL INFORMATION AT FISCAL YEAR-END: As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

8) DEBT ADMINISTRATION: The District is continually reviewing the cost of the current debt and along with the advice of Bond Counsel makes determinations as to the refunding potential of current issuances.

9) CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in “Notes to the Financial Statements”. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (“GUDPA”). GUDPA was enacted in 1970 and was revised in 2009 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. Each year the Board designates its official depository at its reorganization meeting.

10) RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to general liability, hazard and theft insurance on property and contents, and fidelity bonds.

11) OTHER INFORMATION:

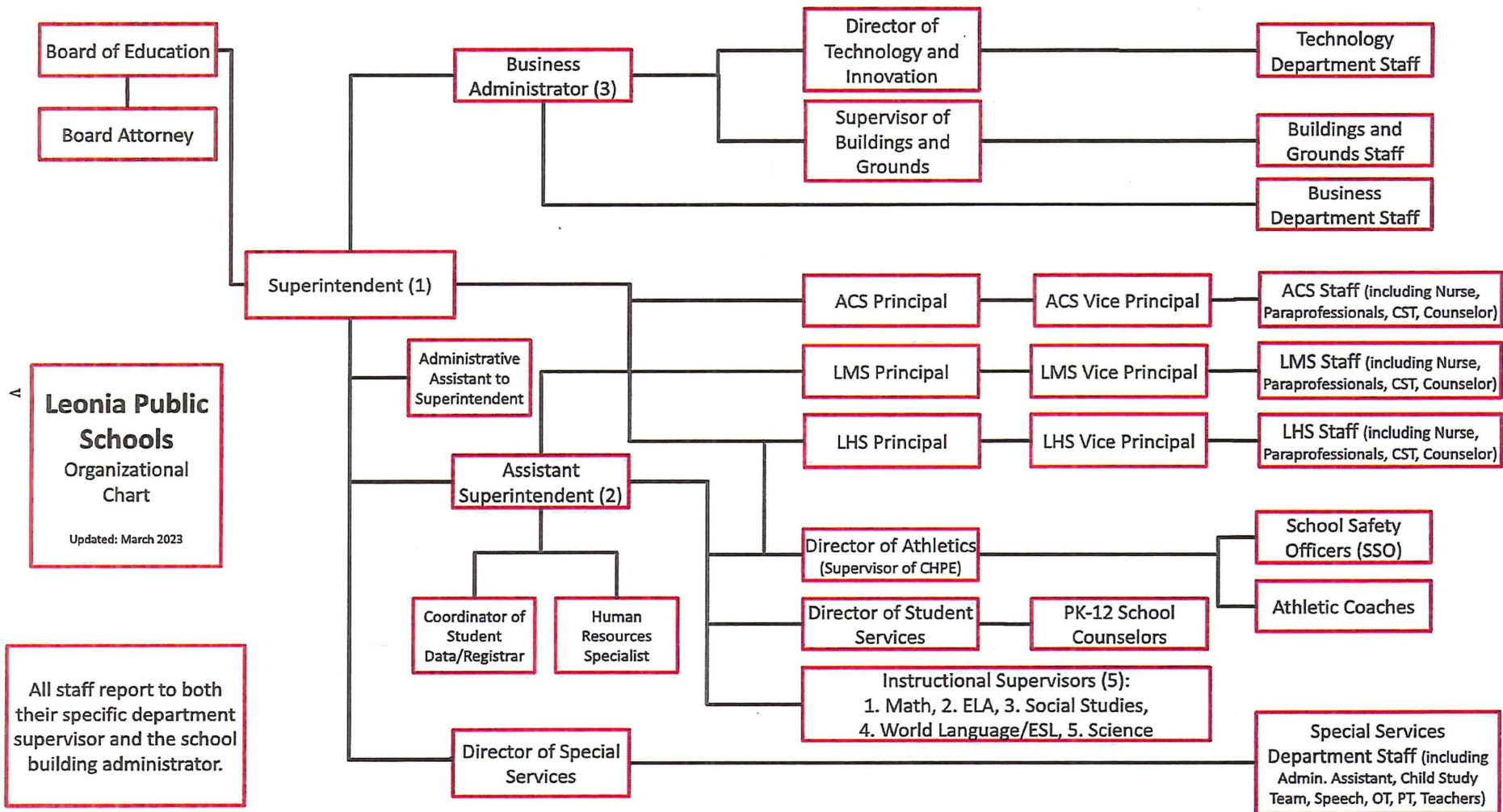
Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Lerch, Vinci & Bliss, LLP, CPAs, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of the related U.S. Uniform Guidance and State Treasury Circular Letter OMB 15-08. The auditor’s report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor’s report related specifically to the single audit is included in the single audit section of this report.

12) ACKNOWLEDGMENTS: I would like to express appreciation to the members of the Leonia Board of Education for their commitment to provide fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the maintenance of the school district’s financial operation. Further, the preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff and other members in the central office.

Respectfully submitted,

A handwritten signature in black ink, appearing to be 'BG' with a stylized flourish.

Brian P. Gatens, Ed.D.
Superintendent of Schools



**LEONIA BOARD OF EDUCATION
LEONIA, NEW JERSEY**

**ROSTER OF OFFICIALS
JUNE 30, 2024**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Daniel Lee, President	Jan. 2027
Kimberly Melman, Vice President	Jan. 2027
Damee Choi	Jan. 2025
Steven Meester	Jan. 2027
Isaac Park	Jan. 2026
Joseph Rzepka	Jan. 2026
Siddharth Sehgal	Jan. 2026
Mariya Thompson	Jan. 2025
Noreen Wilds	Jan. 2025
Laurie Molina – Edgewater Representative	Jan. 2025
<u>Other Officials</u>	
Brian Gatens, Superintendent	
Eric Thomasevich, Business Administrator	
Antoinette Kelly, Treasurer of School Monies	

**Leonía Board of Education
Leonía, New Jersey**

**Consultants and Advisors
June 30, 2024**

Audit Firm

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

Board Attorney

Fogarty & Hara
16-00 Route 208 South
Fair Lawn, NJ 07410

Architect of Record

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

Official Depository

Provident Bank
P.O. Box 1001
Iselin, NJ 08830

FINANCIAL SECTION



LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

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

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

INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

Opinions

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

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Leonia Board of Education as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for 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 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 the Financial Statements section of our report. We are required to be independent of the Leonia Board of Education and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

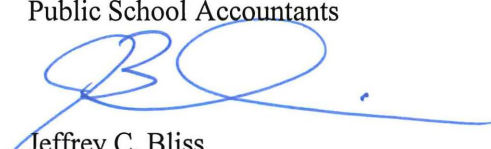
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If,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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated December 12, 2024 on our consideration of the Leonia Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Leonia Board of Education's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Leonia Board of Education's internal control over financial reporting and compliance.

LERCH, VINCI & BLISS, LLP

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



Jeffrey C. Bliss
Public School Accountant
PSA Number CS00932

Fair Lawn, New Jersey
December 12, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

LEONIA BOARD OF EDUCATION

Management's Discussion and Analysis Fiscal Year Ended June 30, 2024

As management of the Leonia Board of Education (the "Board" or the "District"), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the Leonia Board of Education for the fiscal year ended June 30, 2024. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report, as well as, the District's financial statements and notes to the financial statements which immediately follows this discussion and analysis.

FINANCIAL HIGHLIGHTS

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

- The assets and deferred outflows of resources of the Leonia Board of Education exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$22,945,413. (Net Position)
- The District's total net position increased by \$2,539,990, or 12%.
- Overall District revenues were \$51,110,110. General revenues accounted for \$30,705,856, or 60% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$20,404,254, or 40%, of total revenues.
- The school district had \$47,317,986 in expenses for governmental activities; only \$19,226,684 of these expenses were offset by program specific charges, grants or contributions. General revenues (predominantly property taxes) of \$30,704,361 were adequate to provide for these programs.
- As of the close of the current fiscal year, the District's governmental funds reported a combined ending fund balances of \$7,315,930. Of this amount, \$6,143,609 is fund balances restricted for specific purposes, \$1,171,799 has been committed or assigned to future expenditures and the remaining amount is the unassigned fund balance of \$522.
- The General Fund fund balance (GAAP Basis) at June 30, 2024 was \$6,712,492, an increase of \$423,709 from the previous year.
- The General Fund unassigned budgetary fund balance at June 30, 2024 was \$891,588, which represents an increase of \$47,828 when compared to the ending unassigned budgetary fund balance at June 30, 2023 of \$843,760.
- The District's total outstanding long-term liabilities decreased by \$3,337,433 during the current fiscal year.

LEONIA BOARD OF EDUCATION

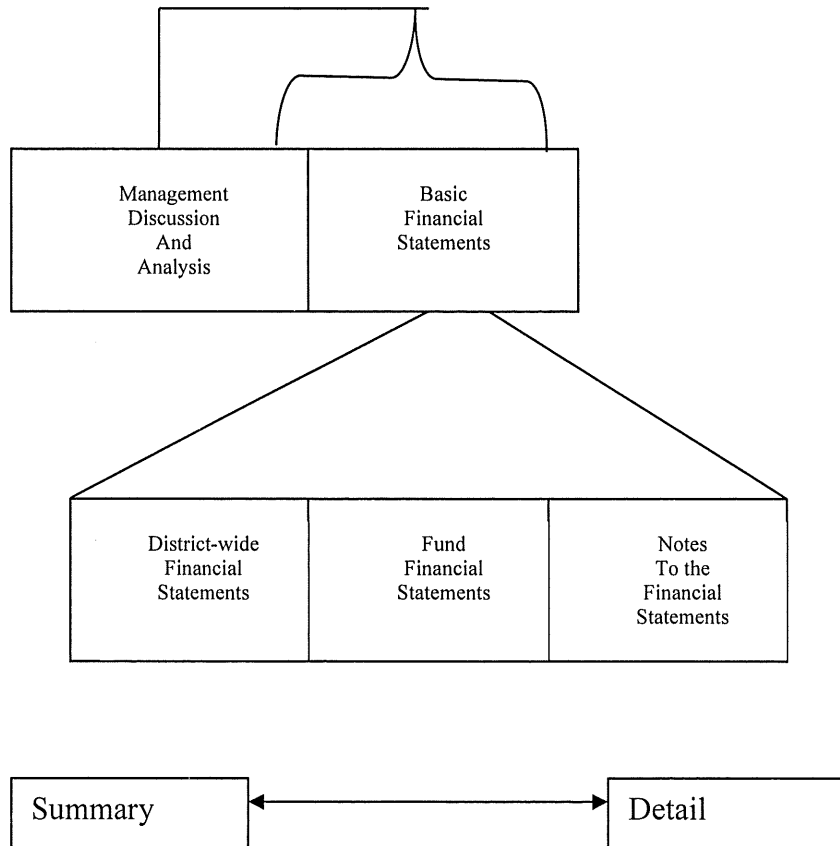
Management's Discussion and Analysis Fiscal Year Ended June 30, 2024

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of the annual report consists of four parts – Independent Auditor's Report, required supplementary information which includes the management's discussion and analysis (this section), the basic financial statements, and supplemental information. The basic financial statements include two kinds of statements that present different views of the District:

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

The basic financial statements also include notes that explain some of the information in the statements and provide more detailed data. The following shows how the various parts of this Annual Report are arranged and related to one another.



LEONIA BOARD OF EDUCATION

Management's Discussion and Analysis Fiscal Year Ended June 30, 2024

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

Major Features of the District-Wide and Fund Financial Statements

	District-Wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire district	The activities of the district that are not proprietary or fiduciary, such as instruction, building maintenance, transportation, and administration.	Activities the district operates similar to private businesses: Enterprise Funds
Required financial Statements	Statement of Net Position Statement of Activities	Balance Sheet Statement of Revenue, Expenditures and Changes in Fund Balances	Statement of Net position Statement of Revenue, Expenses, and Changes in Fund Net Position, Statement of Cash Flows
Accounting Basis and Measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
Type of asset, liability and deferred inflows/outflows information	All assets, deferred outflows, liabilities, and deferred inflows, both financial and capital, short-term and Long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets, deferred outflows, liabilities and deferred inflows, both financial and capital, and short-term and long-term
Type of inflow/outflow Information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable.	All revenues and expenses during the year, regardless of when cash is received or paid.

District-Wide Statements

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

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

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

LEONIA BOARD OF EDUCATION

Management's Discussion and Analysis Fiscal Year Ended June 30, 2024

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

- *Governmental activities* – Most of the District's basic services are included here, such as regular and special education, transportation, administration, and plant operation and maintenance. Property taxes and Federal and State aid finance most of these activities.
- *Business type activities* – These are activities for operations that are financed and operated in a manner similar to private business enterprises. The District's food services (cafeteria) program and enrichment program are included under this category.

Fund Financial Statements

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

- Some funds are required by State law and bond covenants.
- The District establishes other funds to control and manage money for particular purposes or to show that it is properly using certain revenues (federal and state grants).

The District has two kinds of funds:

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

Notes to the Financial Statements

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

Other Information

In addition to the financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the District's budget process, pension plans and other postemployment benefits. The District adopts an annual expenditure budget for the general and special revenue funds. A budgetary comparison statement has been provided for these funds as required supplementary information. Information regarding the District's employee retirement systems and pension plans as well as retirees' postemployment health benefits has also been provided as required supplementary information. The required supplementary information can be found following the notes to the financial statements.

Combining and individual financial schedules are presented immediately following the major budgetary comparisons, pension, and other postemployment benefits information.

LEONIA BOARD OF EDUCATION

Management's Discussion and Analysis Fiscal Year Ended June 30, 2024

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

Net Position. The District's *combined* net position was \$22,945,413 and \$20,405,423 on June 30, 2024 and 2023, respectively as follows:

Statement of Net Position As of June 30, 2024 and 2023

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Assets						
Current Assets	\$ 12,397,797	\$ 11,171,052	\$ 577,856	\$ 588,619	\$ 12,975,653	\$ 11,759,671
Capital Assets	32,158,445	34,137,220	172,361	191,104	32,330,806	34,328,324
Total Assets	<u>44,556,242</u>	<u>45,308,272</u>	<u>750,217</u>	<u>779,723</u>	<u>45,306,459</u>	<u>46,087,995</u>
Deferred Outflows of Resources	<u>304,522</u>	<u>717,939</u>	<u>-</u>	<u>-</u>	<u>304,522</u>	<u>717,939</u>
Total Assets and Deferred Outflows of Resources	<u>44,860,764</u>	<u>46,026,211</u>	<u>750,217</u>	<u>779,723</u>	<u>45,610,981</u>	<u>46,805,934</u>
Liabilities						
Other Liabilities	5,259,366	5,048,573	208,506	167,237	5,467,872	5,215,810
Long-Term Liabilities	16,549,645	19,887,078	-	-	16,549,645	19,887,078
Total Liabilities	<u>21,809,011</u>	<u>24,935,651</u>	<u>208,506</u>	<u>167,237</u>	<u>22,017,517</u>	<u>25,102,888</u>
Deferred Inflows of Resources	<u>642,280</u>	<u>1,294,146</u>	<u>5,771</u>	<u>3,477</u>	<u>648,051</u>	<u>1,297,623</u>
Total Liabilities and Deferred Inflows of Resources	<u>22,451,291</u>	<u>26,229,797</u>	<u>214,277</u>	<u>170,714</u>	<u>22,665,568</u>	<u>26,400,511</u>
Net Position:						
Net Investment in Capital Assets	21,831,188	20,739,886	172,361	191,104	22,003,549	20,930,990
Restricted	5,043,609	4,609,473	-	-	5,043,609	4,609,473
Unrestricted	(4,465,324)	(5,552,945)	363,579	417,905	(4,101,745)	(5,135,040)
Total Net Position	<u>\$ 22,409,473</u>	<u>\$ 19,796,414</u>	<u>\$ 535,940</u>	<u>\$ 609,009</u>	<u>\$ 22,945,413</u>	<u>\$ 20,405,423</u>

By far the largest portion of the District's net position reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment); less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Restricted net position represents amounts reserved for specific purposes by outside parties or state laws and regulations. Unrestricted net position represents amounts available to the government that are neither restricted nor invested in capital assets.

LEONIA BOARD OF EDUCATION

Management's Discussion and Analysis Fiscal Year Ended June 30, 2024

The District's total net position of \$22,945,413 at June 30, 2024 represents a \$2,539,990, or 12%, increase from the prior year. The following presents the changes in net position for the fiscal years ended June 30, 2024 and 2023.

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

	<u>Governmental</u> <u>Activities</u>		<u>Business-Type</u> <u>Activities</u>		<u>Total</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Revenues						
Program Revenues						
Charges for Services	\$ 11,041,067	\$ 10,688,383	\$ 799,355	\$ 733,786	\$ 11,840,422	\$ 11,422,169
Operating Grants and Contributions	8,120,098	8,748,319	378,215	433,808	8,498,313	9,182,127
Capital Grants and Contributions	65,519	79,922			65,519	79,922
General Revenues						
Property Taxes	25,003,419	23,707,444			25,003,419	23,707,444
Unrestricted Federal and State Aid	5,213,951	5,182,617			5,213,951	5,182,617
Other	486,991	232,271	1,495	1,395	488,486	233,666
Total Revenues	<u>49,931,045</u>	<u>48,638,956</u>	<u>1,179,065</u>	<u>1,168,989</u>	<u>51,110,110</u>	<u>49,807,945</u>
Expenses						
Instruction						
Regular	19,442,626	19,153,443			19,442,626	19,153,443
Special Education	6,618,873	6,675,758			6,618,873	6,675,758
Other Instruction	1,132,782	1,161,788			1,132,782	1,161,788
School Sponsored Activities and Athletics	1,504,854	1,391,545			1,504,854	1,391,545
Support Services						
Student and Instruction Related Serv.	7,033,653	6,673,247			7,033,653	6,673,247
General Administrative Services	1,602,220	1,200,530			1,602,220	1,200,530
School Administrative Services	2,725,525	2,571,616			2,725,525	2,571,616
Central Services and Info. Technology	1,511,850	1,648,455			1,511,850	1,648,455
Plant Operations and Maintenance	3,971,829	3,924,642			3,971,829	3,924,642
Student Transportation	1,541,752	1,522,371			1,541,752	1,522,371
Interest on Long-Term Debt	232,022	221,851			232,022	221,851
Food Services			1,104,194	862,802	1,104,194	862,802
Enrichment Program	-	-	147,940	164,563	147,940	164,563
Total Expenses	<u>47,317,986</u>	<u>46,145,246</u>	<u>1,252,134</u>	<u>1,027,365</u>	<u>48,570,120</u>	<u>47,172,611</u>
Increase (Decrease) in Net Position	2,613,059	2,493,710	(73,069)	141,624	2,539,990	2,635,334
Net Position, Beginning of Year	<u>19,796,414</u>	<u>17,302,704</u>	<u>609,009</u>	<u>467,385</u>	<u>20,405,423</u>	<u>17,770,089</u>
Net Position, End of Year	<u>\$ 22,409,473</u>	<u>\$ 19,796,414</u>	<u>\$ 535,940</u>	<u>\$ 609,009</u>	<u>\$ 22,945,413</u>	<u>\$ 20,405,423</u>

LEONIA BOARD OF EDUCATION

Management's Discussion and Analysis Fiscal Year Ended June 30, 2024

Governmental Activities. The District's total governmental activities' revenues, which includes State and Federal grants, were \$49,931,045 for the fiscal year ended June 30, 2024, property taxes of \$25,003,419 represented 50% of revenues. Another significant portion of revenues came from grants and contributions and unrestricted federal and state aid which totaled \$13,399,568 and represented 27% of revenues for the fiscal year ended June 30, 2024. In addition, charges for services from tuition, transportation services, related service fees and facility rental fees totaled \$11,041,067 and represented 22% of revenues.

The total cost of all governmental activities programs and services was \$47,317,986 for the fiscal year ended June 30, 2024. The District's expenses are predominantly related to educating and caring for students. Instruction costs were \$28,699,135 (61%) of total expenses. Support services costs were \$18,386,829 (39%) of total expenses and interest on debt totaled \$232,022, or less than 1% of total expenses.

For fiscal year 2024, total governmental activities revenues exceeded expenses increasing net position for governmental activities by \$2,613,059 from the previous year.

Total and Net Cost of Governmental Activities. The District's total cost of services was \$47,317,986. After applying program revenues, derived from operating grants and contributions of \$8,120,098, capital grants and contributions of \$65,519, and charges for services of \$11,041,067, the net cost of services of the District is \$28,091,302 for the fiscal year ended June 30, 2024.

Total and Net Cost of Governmental Activities

	<u>Total Cost of Services</u>		<u>Net Cost (Revenue) of Services</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Instruction				
Regular	\$ 19,442,626	\$ 19,153,443	\$ 8,682,996	\$ 8,970,120
Special Education	6,618,873	6,675,758	2,016,692	2,138,540
Other Instruction	1,132,782	1,161,788	910,506	904,678
School Sponsored Activities and Athletics	1,504,854	1,391,545	1,049,355	963,977
Support Services				
Student and Instruction Related Svcs.	7,033,653	6,673,247	5,469,315	4,915,759
General Administrative Services	1,602,220	1,200,530	1,494,256	1,126,922
School Administrative Services	2,725,525	2,571,616	2,445,742	2,256,570
Central Services and Info. Technology	1,511,850	1,648,455	1,454,108	1,567,255
Plant Operations and Maintenance	3,971,829	3,924,642	3,644,190	3,623,869
Student Transportation	1,541,752	1,522,371	753,346	27,775
Interest on Long Term Debt	232,022	221,851	170,796	133,157
Total	\$ 47,317,986	\$ 46,145,246	\$ 28,091,302	\$ 26,628,622

LEONIA BOARD OF EDUCATION

Management's Discussion and Analysis Fiscal Year Ended June 30, 2024

Business-Type Activities – The District's total business-type activities revenues were \$1,179,065 for the fiscal year ended June 30, 2024. Charges for services of \$799,355 accounted for 68% of total revenues and operating grants and contributions of \$378,215 accounted for 32% of total revenues and general revenues accounted for less than 1% of the total revenues.

Total cost of all business-type activities programs and services was \$1,252,134 for the fiscal year ended June 30, 2024. Food service expenses of \$1,104,194 represented 88% of total expense and the expenses for the enrichment program of \$147,940 represented 12% of total expenses.

For fiscal year 2024, total business-type activities expenses exceeded revenues, decreasing net position by \$73,069, or 12%, from the previous year.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The financial performance of the District as a whole is reflected in its governmental funds as well. As the District completed the year, its governmental funds reported a *combined* fund balance of \$7,315,930 at June 30, 2024, an increase of \$974,047 from last year's fund balance \$6,341,883.

Revenues for the District's governmental funds were \$53,497,592, while total expenditures were \$52,958,034 for the fiscal year ended June 30, 2024. The District additionally had other financing sources of \$434,489 from insurance recoveries for Hurricane Ida and other severe rain storms clean-up and repairs.

GENERAL FUND

The General Fund includes the primary operations of the District in providing educational services to students from grades Pre-K through 12 including pupil transportation, extra-curricular activities, plant operation and maintenance costs and capital outlay projects.

The following schedule presents a summary of General Fund Revenues.

	<u>Fiscal Year Ended June 30, 2024</u>	<u>Fiscal Year Ended June 30, 2023</u>	<u>Amount of Increase (Decrease)</u>	<u>Percent Change</u>
Local Sources:				
Property Tax Levy	\$ 22,881,536	\$ 21,593,913	\$ 1,287,623	6%
Tuition	9,350,360	8,407,829	942,531	11%
Other	1,735,169	2,109,118	(373,949)	-18%
State Sources	14,952,027	14,314,438	637,589	4%
Federal Sources	<u>39,664</u>	<u>67,254</u>	<u>(27,590)</u>	-41%
Total General Fund Revenues	<u>\$ 48,958,756</u>	<u>\$ 46,492,552</u>	<u>\$ 2,466,204</u>	<u>5%</u>

For fiscal year 2024, total General Fund revenues increased \$2,466,204, or 5%, from the previous year.

LEONIA BOARD OF EDUCATION

Management's Discussion and Analysis Fiscal Year Ended June 30, 2024

The following schedule presents a summary of General Fund expenditures for the fiscal years ended June 30, 2024 and 2023.

	Fiscal Year Ended June 30, 2024	Fiscal Year Ended June 30, 2023	Amount of Increase (Decrease)	Percent Change
Instruction	\$ 28,722,360	\$ 27,911,479	\$ 810,881	3%
Support Services	18,464,812	17,317,296	1,147,516	7%
Debt Service	571,661	413,793	157,868	38%
Capital Outlay	<u>485,590</u>	<u>1,521,143</u>	<u>(1,035,553)</u>	-68%
Total Expenditures	<u>\$ 48,244,423</u>	<u>\$ 47,163,711</u>	<u>\$ 1,080,712</u>	<u>2%</u>

For fiscal year 2024, total General Fund expenditures increased \$1,080,712, or 2%, from the previous year.

In fiscal year 2024 General Fund revenues and other financing sources exceeded expenditures and other financing uses by \$423,709. Therefore, the total fund balance of \$6,288,783 at June 30, 2023 increased to a fund balance of \$6,712,492 at June 30, 2024. After deducting restricted and assigned fund balances, the unassigned fund deficit increased \$27,609 to an unassigned fund balance of \$522 at June 30, 2024.

CAPITAL ASSET AND DEBT ADMINISTRATION

At the end of fiscal year 2024, the District had \$32,158,445 invested in land, buildings, furniture, equipment and vehicles for governmental activities and \$172,361 for business type activity. For fiscal year 2024 depreciation expense for governmental activities was \$2,596,571 and for business-type activities was \$21,842. The following is a comparison of the June 30, 2024 and 2023 balances:

Capital Assets at June 30, 2024 and 2023 (Net of Accumulated Depreciation)

	Governmental		Business-Type		Total	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Land and Land Improvements	\$ 2,326,126	\$ 2,452,763			\$ 2,326,126	\$ 2,452,763
Construction in Progress	422,201	377,134			422,201	377,134
Building and Building Improvements	27,107,132	28,407,825	\$ 10,040	\$ 11,474	27,117,172	28,419,299
Machinery and Equipment	2,045,016	2,524,078	162,321	179,630	2,207,337	2,703,708
Right-to-Use Equipment and IT Software	<u>257,970</u>	<u>375,420</u>	<u>-</u>	<u>-</u>	<u>257,970</u>	<u>375,420</u>
Total Capital Assets	<u>\$ 32,158,445</u>	<u>\$ 34,137,220</u>	<u>\$ 172,361</u>	<u>\$ 191,104</u>	<u>\$ 32,330,806</u>	<u>\$ 34,328,324</u>

Additional information on the District's capital assets is presented in Note 3 of this report.

LEONIA BOARD OF EDUCATION

Management's Discussion and Analysis Fiscal Year Ended June 30, 2024

LONG TERM LIABILITIES

At June 30, 2024 and 2023 the District had \$16,549,645 and \$19,887,078, respectively, of total outstanding long term liabilities. For fiscal year 2023/2024 total outstanding long-term liabilities decreased by \$3,337,433. The following is a comparison of the June 30, 2024 and 2023 balances:

Outstanding Long-Term Liabilities as of June 30, 2024 and 2023

	<u>Governmental Activities</u>	
	<u>2024</u>	<u>2023</u>
Serial Bonds (including unamortized premium)	\$ 8,205,455	\$ 10,607,664
Capital Financing Agreements	2,063,450	2,705,862
Compensated Absences	408,755	383,374
Leases Payable	77,346	134,458
Net Pension Liability	<u>5,794,639</u>	<u>6,055,720</u>
Total Long-Term Liabilities	\$ 16,549,645	\$ 19,887,078

Additional information of the District's long-term liabilities is presented in Note 3 of this report.

GENERAL FUND BUDGETARY HIGHLIGHTS

The District's budget is prepared according to New Jersey Department of Education guidelines, and is based on accounting for certain transactions on the budgetary basis of accounting for revenues, expenditures and encumbrances. The most significant budgetary fund is the General Fund.

For fiscal year 2024 General Fund budgetary revenues and other financing sources exceeded budgetary expenditures and other financing uses increasing budgetary fund balance \$443,928. After deducting fund balances restricted and assigned, the unassigned budgetary fund balance increased \$47,828 from an unassigned fund balance of \$843,760 at June 30, 2023 to \$891,588 at June 30, 2024. In addition, at June 30, 2024 the District had restricted fund balances for capital reserve of \$2,689,396, maintenance reserve of \$1,568,385, unemployment compensation reserve of \$182,390, and excess surplus of \$1,100,000.

FACTORS BEARING ON THE DISTRICT'S FUTURE

While many factors influence the district's future, the availability of funding for increased enrollment, staffing needs special education costs and the economy will have the most impact on educational and fiscal decisions in the future.

Many factors were considered by the District's administration during the process of developing the fiscal year 2024-2025 budget. The primary factors were the District's projected student population, anticipated state and federal aid as well as increasing salary and related benefit costs.

These indicators were considered when adopting the budget for fiscal year 2024-2025. Budgeted expenditures in the General Fund increased approximately 2% to \$42,887,033 for fiscal year 2024-2025. A majority of the increase was related to increase in instructional classroom costs and employee benefit costs.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional information contact the Business Office, Leonia Board of Education, 570 Grand Ave., NJ 07605.

DISTRICT-WIDE FINANCIAL STATEMENTS

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

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 6,878,793	\$ 675,598	\$ 7,554,391
Receivables, Net	5,353,407	50,966	5,404,373
Internal Balances	165,597	(165,597)	-
Inventory		16,889	16,889
Capital Assets, Not Being Depreciated	531,569		531,569
Capital Assets, Being Depreciated, net	<u>31,626,876</u>	<u>172,361</u>	<u>31,799,237</u>
Total Assets	<u>44,556,242</u>	<u>750,217</u>	<u>45,306,459</u>
DEFERRED OUTFLOW OF RESOURCES			
Deferred Amounts on Refunding on Debt	18,994		18,994
Deferred Amounts on Net Pension Liability	<u>285,528</u>	<u>-</u>	<u>285,528</u>
Total Deferred Outflow of Resources	<u>304,522</u>	<u>-</u>	<u>304,522</u>
Total Assets and Deferred Outflow of Resources	<u>44,860,764</u>	<u>750,217</u>	<u>45,610,981</u>
LIABILITIES			
Accounts Payable and Other Current Liabilities	1,774,758	56,359	1,831,117
Intergovernmental Payable	42,884		42,884
Accrued Interest on Bonds	177,499		177,499
Unearned Revenue	3,264,225	152,147	3,416,372
Noncurrent Liabilities			
Due Within One Year	1,536,403		1,536,403
Due Beyond One Year	<u>15,013,242</u>	<u>-</u>	<u>15,013,242</u>
Total Liabilities	<u>21,809,011</u>	<u>208,506</u>	<u>22,017,517</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Amounts on Net Pension Liability	642,280		642,280
Deferred Commodities Revenue	<u>-</u>	<u>5,771</u>	<u>5,771</u>
Total Deferred Inflows of Resources	<u>642,280</u>	<u>5,771</u>	<u>648,051</u>
Total Liabilities and Deferred Inflows of Resources	<u>22,451,291</u>	<u>214,277</u>	<u>22,665,568</u>
NET POSITION			
Net Investment in Capital Assets	21,831,188	172,361	22,003,549
Restricted for:			
Capital Projects	3,098,340		3,098,340
Plant Maintenance	1,568,385		1,568,385
Unemployment Compensation	182,390		182,390
Student Activities	186,501		186,501
Scholarships	7,993		7,993
Unrestricted (Deficit)	<u>(4,465,324)</u>	<u>363,579</u>	<u>(4,101,745)</u>
Total Net Position	<u>\$ 22,409,473</u>	<u>\$ 535,940</u>	<u>\$ 22,945,413</u>

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

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
Instruction							
Regular	\$ 19,442,626	\$ 7,362,406	\$ 3,387,224	\$ 10,000	\$ (8,682,996)		\$ (8,682,996)
Special Education	6,618,873	1,987,954	2,614,227		(2,016,692)		(2,016,692)
Other Instruction	1,132,782		222,276		(910,506)		(910,506)
School Sponsored Activities and Athletics	1,504,854	442,529	12,970		(1,049,355)		(1,049,355)
Support Services							
Student and Instruction Related Services	7,033,653	288,468	1,275,870		(5,469,315)		(5,469,315)
General Administrative Services	1,602,220		107,964		(1,494,256)		(1,494,256)
School Administrative Services	2,725,525		279,783		(2,445,742)		(2,445,742)
Central Services and Info. Technology	1,511,850		57,742		(1,454,108)		(1,454,108)
Plant Operations and Maintenance	3,971,829	191,709	80,411	55,519	(3,644,190)		(3,644,190)
Student Transportation	1,541,752	768,001	20,405		(753,346)		(753,346)
Interest on Long-Term Debt	232,022	-	61,226	-	(170,796)	-	(170,796)
Total Governmental Activities	47,317,986	11,041,067	8,120,098	65,519	(28,091,302)	-	(28,091,302)
Business-Type Activities:							
Food Service	1,104,194	629,877	378,215			\$ (96,102)	(96,102)
Enrichment Programs	147,940	169,478	-	-	-	21,538	21,538
Total Business-Type Activities	1,252,134	799,355	378,215	-	-	(74,564)	(74,564)
Total Primary Government	\$ 48,570,120	\$ 11,840,422	\$ 8,498,313	\$ 65,519	(28,091,302)	(74,564)	(28,165,866)

Continued

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

	Net (Expense) Revenue and Changes in Net Position		
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Total Primary Government (Carried Forward)	\$ (28,091,302)	\$ (74,564)	\$ (28,165,866)
General Revenues			
Taxes:			
Property Taxes, Levied for General Purposes, Net	22,881,536		22,881,536
Property Taxes Levied for Debt Service	2,121,883		2,121,883
State Aid - Unrestricted	4,624,717		4,624,717
Federal and State Aid for Debt Service Principal	589,234		589,234
Interest Earnings	20,806	1,495	22,301
Miscellaneous	466,185	-	466,185
Total General Revenues	30,704,361	1,495	30,705,856
Change in Net Position	2,613,059	(73,069)	2,539,990
Net Position, Beginning of Year	19,796,414	609,009	20,405,423
Net Position, End of Year	\$ 22,409,473	\$ 535,940	\$ 22,945,413

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

FUND FINANCIAL STATEMENTS

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total</u>
ASSETS					
Cash and Cash Equivalents	\$ 4,022,999	\$ 194,494	\$ 2,661,300		\$ 6,878,793
Receivables From Other Governments	3,899,120	345,238	733,875		4,978,233
Other Accounts Receivable	373,787	1,387			375,174
Due from Other Funds	<u>374,882</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>374,882</u>
Total Assets	<u>\$ 8,670,788</u>	<u>\$ 541,119</u>	<u>\$ 3,395,175</u>	<u>\$ -</u>	<u>\$ 12,607,082</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts Payable	467,328	102,959			\$ 570,287
Accrued Salaries and Wages	11,773				11,773
Payroll Deductions and Withholdings Payable	274,631				274,631
Employee Deposits Payable	782,060				782,060
Payable to Federal Government	42,884				42,884
Other Liabilities	136,007				136,007
Due to Other Funds	528	208,757			209,285
Unearned Revenue	<u>243,085</u>	<u>34,909</u>	<u>2,986,231</u>	<u>-</u>	<u>3,264,225</u>
Total Liabilities	<u>1,958,296</u>	<u>346,625</u>	<u>2,986,231</u>	<u>-</u>	<u>5,291,152</u>
Fund Balances					
Restricted					
Capital Reserve	2,434,686				2,434,686
Capital Reserve - Designated for Subsequent					
Year's Expenditures	254,710				254,710
Maintenance Reserve	1,047,750				1,047,750
Maintenance Reserve - Designated for Subsequent					
Year's Expenditures	520,635				520,635
Unemployment Compensation Reserve	182,390				182,390
Excess Surplus	550,000				550,000
Excess Surplus - Designated for Subsequent					
Year's Expenditures	550,000				550,000
Student Activities		186,501			186,501
Scholarships		7,993			7,993
Capital Projects			408,944		408,944
Committed					
Year-End Encumbrances	212,715				212,715
Assigned					
Year-End Encumbrances	959,084				959,084
Unassigned	<u>522</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>522</u>
Total Fund Balances	<u>6,712,492</u>	<u>194,494</u>	<u>408,944</u>	<u>-</u>	<u>7,315,930</u>
Total Liabilities and Fund Balances	<u>\$ 8,670,788</u>	<u>\$ 541,119</u>	<u>\$ 3,395,175</u>	<u>\$ -</u>	<u>\$ 12,607,082</u>

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

Total Fund Balance (Exhibit B-1) **\$ 7,315,930**

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$65,269,770 and the accumulated depreciation is \$33,111,325. 32,158,445

Amounts resulting from the refunding of debt are reported as deferred outflows of resources on the statement of net position and amortized over life of the debt. 18,994

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

Deferred Outflows of Resources	\$ 285,528	
Deferred Inflows of Resources	<u>(642,280)</u>	(356,752)

The District has financed capital assets through the issuance of serial bonds and long-term capital financing agreement obligations. The interest accrual at year end is: (177,499)

Long-term liabilities, are not due payable in the current period and therefore are not reported as liabilities in the funds.

General Obligation Bonds (including unamortized premium)	(8,205,455)	
Capital Financing Agreements Payable	(2,063,450)	
Leases Payable	(77,346)	
Compensated Absences	(408,755)	
Net Pension Liability	<u>(5,794,639)</u>	(16,549,645)

Total Net Position of Governmental Activities (Exhibit A-1) **\$ 22,409,473**

LEONIA BOARD OF EDUCATION
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total</u>
REVENUES					
Local Sources					
Property Tax Levy	\$ 22,881,536			\$ 2,121,883	\$ 25,003,419
Tuition	9,350,360				9,350,360
Transportation	768,001				768,001
Miscellaneous	967,168	\$ 472,107	-	-	1,439,275
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total - Local Sources	33,967,065	472,107	-	2,121,883	36,561,055
State Sources	14,952,027	59,400		407,864	15,419,291
Federal Sources	39,664	1,477,582	-	-	1,517,246
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	48,958,756	2,009,089	-	2,529,747	53,497,592
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
EXPENDITURES					
Instruction					
Regular	20,424,618	269,996			20,694,614
Special Education	6,182,621	545,961			6,728,582
Other Instruction	1,164,706	34,361			1,199,067
School Sponsored Activities and Athletics	950,415	518,846			1,469,261
Support Services					
Student and Instruction Related Services	6,869,096	423,313			7,292,409
General Administrative Services	1,643,215				1,643,215
School Administrative Services	2,720,966				2,720,966
Central Services and Info. Technology	1,532,684				1,532,684
Plant Operations and Maintenance	4,165,074				4,165,074
Student Transportation	1,533,777				1,533,777
Debt Service					
Principal	456,928	242,596		2,150,000	2,849,524
Interest	114,733	-		379,747	494,480
Capital Outlay	485,590	51,011	\$ 97,780	-	634,381
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenditures	48,244,423	2,086,084	97,780	2,529,747	52,958,034
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	714,333	(76,995)	(97,780)	-	539,558
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
OTHER FINANCING SOURCES (USES)					
Insurance Recoveries	434,489				434,489
Transfers In		94,920	630,193		725,113
Transfers Out	(725,113)	-	-	-	(725,113)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	(290,624)	94,920	630,193	-	434,489
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Net Change in Fund Balances	423,709	17,925	532,413	-	974,047
Fund Balance, Beginning of Year	6,288,783	176,569	(123,469)	-	6,341,883
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Fund Balance, End of Year	\$ 6,712,492	\$ 194,494	\$ 408,944	\$ -	\$ 7,315,930
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

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

**LEONIA BOARD OF EDUCATION
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Total Net Change in Fund Balances - Governmental Funds (Exhibit B-2) **\$ 974,047**

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

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

Capital Outlay	\$ 634,381	
Depreciation Expense	<u>(2,596,571)</u>	
		(1,962,190)

The net effect of various miscellaneous transactions involving capital assets (i.e. disposals, donations) is to decrease net position. These transactions are not reported in the governmental fund financial statements.

Donated Capital Assets	14,508	
Loss on Disposal of Capital Assets	<u>(31,093)</u>	
		(16,585)

Repayment of debt 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.

Principal Repayments:

General Obligations Bonds	2,150,000	
Capital Financing Agreements	642,412	
Leases Payable	<u>57,112</u>	
		2,849,524

In the statement of activities, certain amounts related to the issuance of long term debt re deferred and amortized over the term of the debt. In the governmental funds, these amounts either provide or use current resources. These amounts represent the current year amortization of the costs related to the issuance of long term debt.

Deferred Amounts on Refunding of Debt	(31,656)	
Original Issue Premium	<u>252,209</u>	
		220,553

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

Increase in Compensated Absences	(25,381)	
Decrease in Pension Expense	<u>531,186</u>	
		505,805

In the Statement of Activities, interest on long-term debt is accrued, regardless of when due. In governmental funds, interest is reported when due. The decrease in accrued interest is an addition in the reconciliation.

41,905

Change in Net Position of Governmental Activities (Exhibit A-2) **\$ 2,613,059**

**LEONIA BOARD OF EDUCATION
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
AS OF JUNE 30, 2024**

	Business-Type Activities Enterprise Funds		
	<u>Food Services</u>	<u>Non-Major Enrichment Program</u>	<u>Total</u>
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 507,954	\$ 167,644	\$ 675,598
Intergovernmental Receivable	14,425		14,425
Other Accounts Receivable	36,541		36,541
Due From Other Funds	-	528	528
Inventories	16,889	-	16,889
Total Current Assets	575,809	168,172	743,981
Noncurrent Assets			
Capital Assets			
Building Improvement	14,342		14,342
Furniture, Machinery and Equipment	514,792	19,876	534,668
Less: Accumulated Depreciation	(364,721)	(11,928)	(376,649)
Total Noncurrent Assets	164,413	7,948	172,361
Total Assets	740,222	176,120	916,342
LIABILITIES			
Current Liabilities			
Accounts Payable	54,903	1,456	56,359
Due to Other Funds	158,096	8,029	166,125
Unearned Revenue	29,848	122,299	152,147
Total Current Liabilities	242,847	131,784	374,631
DEFERRED INFLOW OF RESOURCES			
Deferred Commodities Revenue	5,771	-	5,771
Total Liabilities and Deferred Inflow of Resources	248,618	131,784	380,402
NET POSITION			
Investment in Capital Assets	164,413	7,948	172,361
Unrestricted	327,191	36,388	363,579
Total Net Position	\$ 491,604	\$ 44,336	\$ 535,940

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

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

	Business-Type Activities Enterprise Funds		
	<u>Food Services</u>	<u>Non-Major Enrichment Program</u>	<u>Total</u>
OPERATING REVENUES			
Charges for Services			
Daily Sales - Reimbursable Programs	\$ 423,550		\$ 423,550
Daily Sales - Non-Reimbursable Programs	206,327		206,327
Program Fees	-	\$ 169,478	169,478
	<hr/>	<hr/>	<hr/>
Total Operating Revenues	629,877	169,478	799,355
	<hr/>	<hr/>	<hr/>
OPERATING EXPENSES			
Salaries	431,842	100,105	531,947
Employee Benefits	46,956	7,658	54,614
Cost of Sales - Reimbursable Programs	378,126		378,126
Cost of Sales - Non-Reimbursable Programs	119,408		119,408
Purchased Professional and Technical Services		28,195	28,195
Purchased Management Services	32,269		32,269
Other Purchased Services	64,770		64,770
Supplies and Materials	5,932	8,006	13,938
Miscellaneous	7,025		7,025
Depreciation Expense	17,866	3,976	21,842
	<hr/>	<hr/>	<hr/>
Total Operating Expenses	1,104,194	147,940	1,252,134
	<hr/>	<hr/>	<hr/>
Operating Income (Loss)	(474,317)	21,538	(452,779)
	<hr/>	<hr/>	<hr/>
NON-OPERATING REVENUES			
State Sources			
State School Lunch Program	14,564		14,564
State School Breakfast Program	342		342
Federal Sources			
School Breakfast Program	9,295		9,295
National School Lunch Program	202,500		202,500
Administrative Cost Program for Pandemic EBT	653		653
Supply Chain Assistance	52,411		52,411
Food Distribution Program	98,450		98,450
Investment Interest			
Interest Income	1,270	225	1,495
	<hr/>	<hr/>	<hr/>
Total Non-Operating Revenues	379,485	225	379,710
	<hr/>	<hr/>	<hr/>
Change in Net Position	(94,832)	21,763	(73,069)
	<hr/>	<hr/>	<hr/>
Net Position, Beginning of Year	586,436	22,573	609,009
	<hr/>	<hr/>	<hr/>
Net Position, End of Year	\$ 491,604	\$ 44,336	\$ 535,940
	<hr/>	<hr/>	<hr/>

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

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

	Business-Type Activities Enterprise Funds		
	Food Services	Non-Major Enrichment Program	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Customers	\$ 615,786	\$ 201,126	\$ 816,912
Cash Payments for Employees' Salaries and Benefits	(478,798)	(107,763)	(586,561)
Cash Payments to Suppliers for Goods and Services	(498,784)	(35,099)	(533,883)
Net Cash Provided (Used) By Operating Activities	(361,796)	58,264	(303,532)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Cash Received from State and Federal Subsidy Reimbursements	285,621		285,621
Cash Received from/(Paid to) Other Funds	158,710	(528)	158,182
Net Cash Provided (Used) by Noncapital and Related Activities	444,331	(528)	443,803
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchase of Capital Assets	(3,099)	-	(3,099)
Net Cash (Used) by Capital and Financing Related Activities	(3,099)	-	(3,099)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Earnings Received	1,270	225	1,495
Net Cash Provided by Investing Activities	1,270	225	1,495
Net Increase in Cash and Cash Equivalents	80,706	57,961	138,667
Cash and Cash Equivalents, Beginning of Year	427,248	109,683	536,931
Cash and Cash Equivalents, End of Year	\$ 507,954	\$ 167,644	\$ 675,598
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ (474,317)	\$ 21,538	\$ (452,779)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities			
Depreciation	17,866	3,976	21,842
Non-Cash Commodities	98,450		98,450
Change in Assets, Liabilities and Deferred Inflows of Resources			
(Increase)/Decrease in Other Accounts Receivable	(16,905)		(16,905)
(Increase)/Decrease in Inventory	2,297		2,297
Increase/(Decrease) in Accounts Payable	5,705	1,102	6,807
Increase/(Decrease) in Unearned Revenue	2,814	31,648	34,462
Increase/(Decrease) in Deferred Commodities Revenue	2,294	-	2,294
Total Adjustments	112,521	36,726	149,247
Net Cash Provided (Used) By Operating Activities	\$ (361,796)	\$ 58,264	\$ (303,532)
Non-Cash Investing, Capital and Financing Activities: Value Received - Food Distribution Program	\$ 100,744		\$ 100,744

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

NOTES TO THE FINANCIAL STATEMENTS

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

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

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

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

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

B. New Accounting Standards

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

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

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

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. New Accounting Standards (Continued)

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

C. Basis of Presentation - Financial Statements

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

District-Wide Financial Statements

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

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

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation - Financial Statements (Continued)

Fund Financial Statements

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

The District reports the following major governmental funds:

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

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

The *capital projects fund* accounts for the proceeds from the sale of bonds, financing agreements and other revenues used for the acquisition or construction of capital facilities and other capital assets, other than those financed by the proprietary funds.

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

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

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

The District reports the following non-major proprietary fund which is organized to be self-supporting through user charges:

The *enrichment program fund* accounts for the activities of the District's after school and summer programs which provides classroom instruction after school during the fall and spring and various programs during the summer recess.

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

Reclassifications

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus and Basis of Accounting

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

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e. when they are both measurable and available). Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Board considers revenues to be available if they are collected within 60 days after year-end except for tuition, transportation fees and related service fees which are considered available if collected within 150 days after year-end. Expenditures are recorded when a liability is incurred, as under accrual basis of accounting, with the exception of debt service expenditures as well as expenditures related to compensated absences and claims and judgments which are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt, acquisitions under financing agreements, leases payable for intangible right-to-use leased assets and subscription arrangements for intangible right-to-use information technology (IT) software assets are reported as other financing sources.

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

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

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

1. Cash, Cash Equivalents and Investments

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

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

2. Receivables

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

3. *Inventories*

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

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

4. *Capital Assets*

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Capital assets are defined by the Board as assets with an initial, individual cost of \$2,000 and an estimated useful life in excess of two years. The District was able to estimate the historical cost for the initial reporting of these capital assets through back trending. As the District constructs or acquires additional capital assets each period, they are capitalized and reported at historical cost, except for intangible right-to-use leased assets and intangible right-to-use IT subscription assets, the measurement of which is discussed in Note 1. E.8 and 1.E.9. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized.

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

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

<u>Assets</u>	<u>Years</u>
Land Improvements	20
Buildings	50
Building Improvements	20-30
Machinery and Equipment	8-15
Office Equipment and Furniture	5-10
Computer Equipment	5
Right-to-use Leased Equipment	5
Right-to-use IT Software	5

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

5. Deferred Outflows/Inflows of Resources

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

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

6. Compensated Absences

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

7. Pensions

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

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

8. Leases Payable

Non-cancellable leases for the use of another entity's land, buildings and equipment are recognized as a lease liability and an intangible right-to-use lease asset in the district-wide and proprietary fund type financial statements. The District recognizes lease liabilities with an initial, individual value of \$2,000 or more. The lease liability is subsequently reduced by the principal portion of lease payments made each year. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the shorter of the lease term or the asset's useful life. Leases are monitored for changes in circumstances that would require a remeasurement of the lease and the lease assets and liabilities are remeasured if certain changes occur that are expected to significantly affect the amount of the lease liability. Lease assets are reported with other capital assets and lease liabilities are reported with long-term liabilities on the statement of net position.

In the fund financial statements leases payable are recognized as other financing sources at the initial amount of the lease liability. Intangible right-to-use leased assets are reported as capital outlay expenditures.

9. Subscription Bases Information Technology Arrangements (SBITAs)

Subscription arrangements for the use of another party's information technology (IT) software are recognized as a subscription liability and an intangible right-to-use IT subscription asset in the district-wide and proprietary fund type financial statements. The District recognizes subscription liabilities with an initial, individual value of \$2,000 or more. The subscription liability is subsequently reduced by the principal portion of SBITA payments made each year. The IT subscription asset is initially measured as the initial amount of the subscription liability, adjusted for SBITA payments made at or before the subscription commencement date, plus certain initial direct costs. Subsequently, the IT subscription asset is amortized on a straight-line basis over the shorter of the subscription term or the SBITA asset's useful life. SBITAs are monitored for changes in circumstances that would require a remeasurement of the SBITA and the IT subscription assets and liabilities are remeasured if certain changes occur that are expected to significantly affect the amount of the subscription liability. IT subscription assets are reported with other capital assets and subscription liabilities are reported with long-term liabilities on the statement of net position.

In the fund financial statements SBITAs are recognized as other financing sources at the initial amount of the subscription liability. Intangible right-to-use IT subscription assets are reported as capital outlay expenditures.

10. Financing Agreements

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

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

11. Long-Term Obligations

In the district-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Differences resulting from debt refundings are classified as deferred outflows of resources. Bond premiums are deferred and amortized over the life of the bonds using the effective interest method. Differences resulting from debt refundings are also deferred and amortized over the life of the refunded bonds or new bonds whichever is less using the effective interest method. Bonds payable are reported with the unamortized bond premium. Bond issuance costs (other than for prepaid insurance) are treated as an expense.

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

12. *Net Position/Fund Balance*

District-Wide Statements

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

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

Governmental Fund Statements

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

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

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

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

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

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

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

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

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

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

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

Capital Projects – Represents fund balance restricted specifically for capital acquisitions and improvements in the Capital Projects Fund.

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

Governmental Fund Statements (Continued)

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

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

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

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

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

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

13. *Fund Balance Policies*

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

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

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Revenues and Expenditures/Expenses

1. Program Revenues

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

2. Property Taxes

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

3. Tuition Revenues and Expenditures

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

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

4. On-Behalf Payments

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

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

5. Proprietary Funds, Operating and Nonoperating Revenues and Expenses

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

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

NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

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

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

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

Budget adoptions and amendments are recorded in the District's board minutes. The budget is amended by the Board of Trustees as needed throughout the year. The budget for revenues, other resources, other uses, and fund balances is prepared by fund source and amount. The budget for expenditures is prepared by fund, program, function, object and amount. The legal level of budgetary control is established at the line item account within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. The Board approved several budget transfers during 2023/2024. Also, during 2023/2024 the Board increased the original budget of the General Fund by \$942,276 and the Special Revenue Fund by \$2,108,019. The increases were funded by the additional appropriation of capital reserve, maintenance reserve, transportation fees, grant awards, student activity revenues, scholarship donations and the reappropriation of prior year general fund encumbrances. During the fiscal year the Board authorized and approved additional appropriations of capital reserve of \$27,952 and maintenance reserve of \$129,000 from the general fund.

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States of America, with the exception of the legally mandated revenue recognition of certain state aid payments for budgetary purposes only and the treatment of encumbrances in the special revenue fund as described in the Notes to Required Supplementary Information (RSI). Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

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

NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

B. Capital Reserve

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

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

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

Balance, July 1, 2023		\$ 2,926,261
Increased by		
Return of Unencumbered Budget Withdrawals	\$ 599,473	
Deposits Approved by Board Resolution	<u>895,375</u>	
Total Increases		<u>1,494,848</u>
		4,421,109
Decreased by		
Withdrawals Approved in District Budget	1,703,761	
Withdrawal Approve by Board Resolution	<u>27,952</u>	
Total Decreases		<u>1,731,713</u>
Balance, June 30, 2024		<u>\$ 2,689,396</u>

The June 2024 LRFP balance of the total costs of uncompleted capital projects is estimated by management to be \$43,715,244. The withdrawals from the capital reserve were for use in a department approved facilities project, consistent with the District's Long Range Facilities Plan. \$254,710 of the capital reserve balance at June 30, 2024 was designated and appropriated for use in the 2024/2025 original budget certified for taxes.

C. Maintenance Reserve

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

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

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

NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

C. Maintenance Reserve (Continued)

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

Balance, July 1, 2023		\$ 1,325,000	
Increased by			
Deposits Approved by Board Resolution		<u>647,385</u>	
			1,972,385
Decreased by			
Withdrawals Approved in District Budget	\$ 275,000		
Withdrawal Approve by Board Resolution	<u>129,000</u>		
			<u>404,000</u>
Balance, June 30, 2024		<u>\$ 1,568,385</u>	

The June 30, 2024 comprehensive maintenance plan indicated a maximum maintenance reserve amount of \$1,918,385. The withdrawals from the maintenance reserve were for use in required maintenance activities for school facilities. \$520,635 of the maintenance reserve balance at June 30, 2024 was designated and appropriated for use in the 2024/2025 original budget certified for taxes.

D. Calculation of Excess Surplus

In accordance with N.J.S.A. 18A:7F-7, as amended, the restricted fund balance for Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund fund balance in excess of 2% of budget expenditures at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The excess surplus fund balance at June 30, 2024 is \$1,100,000. Of this amount, \$550,000 was designated and appropriated in the 2024/2025 original budget certified for taxes and the remaining amount of \$550,000 will be designated and appropriated in the 2025/2026 original budget certified for taxes.

NOTE 3 DETAILED NOTES ON ALL FUNDS

A. Cash Deposits and Investments

Cash Deposits

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

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

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash Deposits and Investments (Continued)

Cash Deposits (Continued)

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to \$250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At June 30, 2024, the book value of the Board's deposits were \$7,554,391 and bank and brokerage firm balances of the Board's deposits amounted to \$7,961,562. The Board's deposits which are displayed on the various fund balance sheets as "cash and cash equivalents" are categorized as:

Depository Account

Insured	\$ 6,838,624
Uninsured and Collateralized	<u>1,122,938</u>
	<u>\$ 7,961,562</u>

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Board does not have a policy for custodial credit risk. As of June 30, 2024 the Board's bank balance of \$1,122,938 was exposed to custodial credit risk as follows:

Depository Account

	<u>Fair Value</u>
Uninsured and Collateralized:	
Collateral held by pledging financial institution's trust department but not in the Board's name	<u>\$ 1,122,938</u>

Investments

The Board is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 18A:20-37. Examples of the allowable investments are bonds or other obligations of the United States or obligations guaranteed by the United States of America; Government Money Market Mutual Funds; any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor; bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located; Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law," (C.40A:5A-1 et seq.); Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by school districts; Local Government investment pools; deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); and agreements for the repurchase of fully collateralized securities, if transacted in accordance with the above statute.

As of June 30, 2024, the Board had no outstanding investments.

Custodial Credit Risk – Investments – For an investment, this is the risk, that in the event of the failure of the counterparty, the Board will not be able to recover the value of its investments or collateral securities that are held by an outside party. The Board does not have a policy for custodial credit risk.

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

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash Deposits and Investments (Continued)

Investments (Continued)

Custodial Credit Risk – Investments – For an investment, this is the risk, that in the event of the failure of the counterparty, the Board will not be able to recover the value of its investments or collateral securities that are held by an outside party. The Board does not have a policy for custodial credit risk.

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

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

Concentration of Credit Risk – The concentration of credit risk is the risk of loss that may be caused by the Board's investment in a single issuer. The Board places no limit in the amount the District may invest in any one issuer.

B. Receivables

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

	<u>General</u>	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Food Service</u>	<u>Total</u>
Receivables:					
Intergovernmental -					
Federal		\$ 340,798		\$ 13,503	\$ 354,301
State	\$ 64,026	4,440	\$ 733,875	922	803,263
Local	3,835,094				3,835,094
Accounts	-	1,387	-	36,541	37,928
Gross Receivables	3,899,120	346,625	733,875	50,966	5,030,586
Less: Allowance for Uncollectibles	-	-	-	-	-
Net Total Receivables	<u>\$ 3,899,120</u>	<u>\$ 346,625</u>	<u>\$ 733,875</u>	<u>\$ 50,966</u>	<u>\$ 5,030,586</u>

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

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

C. Unearned Revenue

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

General Fund		
Prepaid Tuition	\$	70,360
Unrealized FEMA Reimbursement		172,725
Special Revenue Fund		
Unencumbered Grant Draw Downs		31,618
Grant Draw Downs Reserved for Encumbrances		3,291
Capital Projects Fund		
Unencumbered Grant Draw Downs		890,730
Grant Draw Downs for Year-End Encumbrances		2,095,501
Total Unearned Revenue for Governmental Funds	\$	<u>3,264,225</u>

D. Capital Assets

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

	Balance, <u>July 1, 2023</u>	<u>Increases</u>	<u>Decreases</u>	Balance, <u>June 30, 2024</u>
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ 109,368			\$ 109,368
Construction in Progress	<u>377,134</u>	<u>\$ 225,138</u>	<u>\$ (180,071)</u>	<u>269,683</u>
Total Capital Assets, Not Being Depreciated	<u>486,502</u>	<u>225,138</u>	<u>(180,071)</u>	<u>379,051</u>
Capital Assets, Being Depreciated:				
Land Improvements	3,042,684	4,508		3,047,192
Buildings and Building Improvements	54,757,630	436,648	(27,553)	55,319,243
Machinery and Equipment	5,780,268	162,666	(5,900)	5,937,034
Right-to-Use Leased Equipment	280,872			280,872
Right-to-Use IT Software	<u>306,378</u>	<u>-</u>	<u>-</u>	<u>306,378</u>
Total Capital Assets Being Depreciated	<u>64,167,832</u>	<u>603,822</u>	<u>(33,453)</u>	<u>64,890,719</u>
Less Accumulated Depreciation for:				
Land Improvements	(699,289)	(131,145)		(830,434)
Buildings and Building Improvements	(26,349,805)	(1,709,788)		(28,059,593)
Machinery and Equipment	(3,256,190)	(638,188)	2,360	(3,892,018)
Right-to-Use Leased Equipment	(150,554)	(56,174)		(206,728)
Right-to-Use IT Software	<u>(61,276)</u>	<u>(61,276)</u>	<u>-</u>	<u>(122,552)</u>
Total Accumulated Depreciation	<u>(30,517,114)</u>	<u>(2,596,571)</u>	<u>2,360</u>	<u>(33,111,325)</u>
Total Capital Assets, Being Depreciated, Net	<u>33,650,718</u>	<u>(1,992,749)</u>	<u>(31,093)</u>	<u>31,779,394</u>
Governmental Activities Capital Assets, Net	<u>\$ 34,137,220</u>	<u>\$ (1,767,611)</u>	<u>\$ (211,164)</u>	<u>\$ 32,158,445</u>

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

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

D. Capital Assets (Continued)

	Balance, July 1, 2023	Increases	Decreases	Balance, June 30, 2024
Business-Type Activities:				
Capital Assets, Being Depreciated:				
Building Improvement	\$ 14,342			\$ 14,342
Machinery and Equipment	531,569	\$ 3,099	\$ -	534,668
Total Capital Assets, Being Depreciated	545,911	3,099	-	549,010
Less Accumulated Depreciation for:				
Building Improvement	(2,868)	(1,434)		(4,302)
Machinery and Equipment	(351,939)	(20,408)	-	(372,347)
Total Accumulated Depreciation	(354,807)	(21,842)	-	(376,649)
Total Capital Assets, Being Depreciated, Net	191,104	(18,743)	-	172,361
Business-Type Activities Capital Assets, Net	\$ 191,104	\$ (18,743)	\$ -	\$ 172,361

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

Governmental Activities:

Instruction

Regular	\$ 1,156,442
Special Education	360,996
Other Instruction	71,965
School-Sponsored Activities and Athletics	64,172
Total Instruction	1,653,575

Support Services

Student and Instruction Related Services	375,597
General Administrative Services	42,729
School Administrative Services	234,202
Central Administrative Services	42,405
Plant Operations and Maintenance	195,128
Student Transportation	52,935

Total Support Services	942,996
------------------------	---------

Total Governmental Funds	\$ 2,596,571
--------------------------	--------------

Business-Type Activities:

Food Service Fund	\$ 17,866
Enrichment Program Fund	3,976

Total Depreciation Expense-Business-Type Activities	\$ 21,842
---	-----------

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

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

D. Capital Assets (Continued)

Construction and Other Significant Commitments

The District has the following active construction projects and other significant commitments as of June 30, 2024:

<u>Project</u>	<u>Remaining Commitment</u>
Acquisition of Electric Buses	\$ 2,571,696
Roof Replacement at Anna C. Scott Elementary School	367,500
Drainage Mitigation Improvements at Leonia Middle School	205,935
Drainage Mitigation Improvements at Leonia High School	792,000
Electric Vehicle Charging Stations	199,060
ADA Bathroom at Leonia High School	73,562
Door Replacement at Anna C. Scott Elementary School	46,089
	<u>\$ 4,255,842</u>

Insurance Proceeds

The District had insurance policies in effect at the time of Hurricane Ida and other severe rain storms for comprehensive property damage (including flood), casualty, business interruption and other coverages. As of June 30, 2024, the insurers have remitted \$2,834,433. These funds are recorded as other financing sources in the General Fund as of June 30, 2024. These funds have been used for the repair of District facilities and replacement of equipment destroyed by the Hurricane Ida and other storm damage. The District estimates that a significant portion of the Hurricane Ida related losses will also be covered through grants from the Federal Emergency Management Agency (FEMA), and through additional insurance recoveries.

E. Interfund Receivables, Payables, and Transfers

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

Due To/From Other Funds

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Special Revenue Fund	\$ 208,757
General Fund	Enrichment Program Fund	8,029
General Fund	Food Service Fund	158,096
Enrichment Enterprise Fund	General Fund	<u>528</u>
Total		<u>\$ 375,410</u>

The above balances are the result of receipts deposited in one fund which are due to another fund, expenditures paid by one fund on behalf of another fund or to cover cash balances which were in an overdraft position.

The District expects all interfund balances to be liquidated within one year.

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

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

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

Interfund Transfers

	Transfer In:		
	Special Revenue	Capital Projects	Total
Transfer Out:			
General Fund	\$ 94,920	\$ 630,193	\$ 725,113

The above transfers are the result of revenues earned and/or funds available in one fund to finance expenditures in another fund.

F. Leases Payable

On October 15, 2019 the District entered into a five-year lease agreement as lessee for the use of a water cooler. An initial lease liability was recorded in the amount of \$3,366. The lease has an interest rate of 2.00%. The District is required to make monthly payments of \$59. In addition, the District has the option to purchase the equipment for fair market value at the end of the lease term. As of June 30, 2024 the value of the lease liability was \$235. The equipment has a five-year estimated useful life. The value of the right-to-use asset as of June 30, 2024 is \$3,366 and had accumulated depreciation of \$3,142.

On May 8, 2020, the District entered into a five-year lease agreement as lessee for the use of a phone system. An initial lease liability was recorded in the amount of \$231,075. The lease has an interest rate of 2.50%. The District is required to make monthly payments of \$4,101. In addition, the District has the option to purchase the equipment for fair market value at the end of the lease term. As of June 30, 2024 the value of the lease liability was \$56,528. The equipment has a five-year estimated useful life. The value of the right-to-use asset as of June 30, 2024 is \$231,075 and had accumulated depreciation of \$177,158.

On July 9, 2021, the District entered into a five-year lease agreement as lessee for the use of postage machines. An initial lease liability was recorded in the amount of \$29,040. The lease has an interest rate of 2.00%. The District is required to make monthly payments of \$509. As of June 30, 2024 the value of the lease liability was \$11,965. The equipment has a five-year estimated useful life. The value of the right-to-use asset as of June 30, 2024 is \$29,040 and had accumulated depreciation of \$17,424.

On October 20, 2021, the District entered into a five-year lease agreement as lessee for the use of a postage machine. An initial lease liability was recorded in the amount of \$8,736. The lease has an interest rate of 2.00%. The District is required to make monthly payments of \$154. As of June 30, 2024 the value of the lease liability was \$4,012. The equipment has a five-year estimated useful life. The value of the right-to-use asset as of June 30, 2024 is \$8,736 and had accumulated depreciation of \$4,832.

On January 13, 2022, the District entered into a five-year lease agreement as lessee for the use of a postage machine. An initial lease liability was recorded in the amount of \$8,655. The lease has an interest rate of 2.50%. The District is required to make monthly payments of \$154. As of June 30, 2024 the value of the lease liability was \$4,606. The equipment has a five-year estimated useful life. The value of the right-to-use asset as of June 30, 2024 is \$8,655 and had accumulated depreciation of \$4,172.

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

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

F. Leases Payable (Continued)

The future principal and interest lease payments as of June 30, 2024 were as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2025	\$ 57,989	\$ 1,208	\$ 59,197
2026	17,830	171	18,001
2027	<u>1,527</u>	<u>10</u>	<u>1,537</u>
Total	<u>\$ 77,346</u>	<u>\$ 1,389</u>	<u>\$ 78,735</u>

G. Financing Agreements

Capital Financing Agreements

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

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

\$1,732,400 fiscal year 2021 Agreement for technology infrastructure upgrades for a term of 5 years due in annual principal installments of \$347,305 to \$351,119 through July 15, 2025, interest at 1.10%	\$ 698,424
\$1,500,000, fiscal year 2021 Shared Service Agreement for the installation of a turf field and related site improvements for a term of 10 years due in annual principal installments of \$150,000 to \$175,000 through July 1, 2030 interest at 2.50%	1,135,000
\$315,400, fiscal year 2023 Agreement for the acquisition of photo copiers for a term of 5 years due in monthly principal installments of \$4,686 to \$6,027 through December 31, 2027 interest at 5.71%	<u>230,026</u>
Total	<u>\$ 2,063,450</u>

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

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

G. Financing Agreements (Continued)

Capital Financing Agreements (Continued)

Shared Service Agreement - The Board has entered into a shared service agreement with the Borough of Leonia to jointly undertake a project to make certain improvements to the school fields, including but not limited to installation of synthetic turf surface, appropriate site drainage and accessory buildings and appurtenances, including but not limited to field house, snack bar, locker rooms, rest rooms, press box, bleachers, field lighting and markings ("the Project"). The Borough will jointly fund the Project with the Board in exchange for use of the school fields. The Board and the Borough will each be responsible to fund fifty percent of the total costs of the Project. The total estimated cost of the project is \$3 million. The Borough adopted a bond ordinance on June 15, 2020 for \$3,000,000 to provide the funding for the Project. The shared service agreement is reported as a capital financing agreement.

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

Governmental Activities:

Fiscal Year Ending June 30,	<u>Capital Financing Agreements</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2025	\$ 558,414	\$ 47,604	\$ 606,018
2026	570,812	36,455	607,267
2027	225,988	24,931	250,919
2028	198,236	17,411	215,647
2029	165,000	12,750	177,750
2030-2031	<u>345,000</u>	<u>13,000</u>	<u>358,000</u>
Total	<u>\$ 2,063,450</u>	<u>\$ 152,151</u>	<u>\$ 2,215,601</u>

H. Subscription – Based Information Technology Arrangements (SBITAs)

On November 16, 2021, the District entered into a five-year SBITA for the use of technology security software. The District prepaid \$306,378 for the 5 year right-to-use software beginning in fiscal year 2023. The SBITA has a five-year estimated useful life. The value of the right-to-use IT subscription asset as of June 30, 2024 is \$306,378 and had accumulated depreciation of \$122,552.

I. Long-Term Debt

General Obligation Bonds

The Board issued general obligation bonds to provide funds for the acquisition and construction of major capital facilities and other capital assets or other purposes permitted by statute. The full faith and credit of the Board are irrevocably pledged for the payment of the principal of the bonds and the interest thereon.

Bonds payable at June 30, 2024 are comprised of the following issues:

\$9,725,000, 2020 Refunding Bonds, due in annual installments of \$890,000 to \$1,225,000 through July 15, 2030, interest at 4.00 to 5.00%	<u>\$ 7,315,000</u>
--	---------------------

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

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

I. Long-Term Debt (Continued)

The Board's schedule of principal and interest for long-term debt issued and outstanding is as follows:

Governmental Activities:

Fiscal Year Ending June 30,	<u>Serial Bonds</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2025	\$ 890,000	\$ 319,900	\$ 1,209,900
2026	935,000	283,400	1,218,400
2027	980,000	245,100	1,225,100
2028	1,035,000	199,625	1,234,625
2029	1,095,000	146,375	1,241,375
2030-3031	<u>2,380,000</u>	<u>120,750</u>	<u>2,500,750</u>
Total	<u>\$ 7,315,000</u>	<u>\$ 1,315,150</u>	<u>\$ 8,630,150</u>

Statutory Borrowing Power

The Board's remaining borrowing power under N.J.S. 18A:24-19, as amended, at June 30, 2024 was as follows:

4% of Equalized Valuation Basis (Municipal)	\$ 71,477,471
Less: Net Debt Issued and Authorized But Not Issued	<u>7,315,000</u>
Remaining Borrowing Power	<u>\$ 64,162,471</u>

J. Other Long-Term Liabilities

Changes in Long-Term Liabilities

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

	<u>Balance, July 1, 2023</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance, June 30, 2024</u>	<u>Due Within One Year</u>
Governmental Activities:					
Bonds Payable	\$ 9,465,000		\$ 2,150,000	\$ 7,315,000	\$ 890,000
Add: Unamortized Premium	<u>1,142,664</u>	<u>-</u>	<u>252,209</u>	<u>890,455</u>	<u>-</u>
	10,607,664	-	2,402,209	8,205,455	890,000
Capital Financing Agreements	2,705,862		642,412	2,063,450	558,414
Compensated Absences	383,374	\$ 44,699	19,318	408,755	30,000
Leases Payable	134,458		57,112	77,346	57,989
Net Pension Liability	<u>6,055,720</u>	<u>273,612</u>	<u>534,693</u>	<u>5,794,639</u>	<u>-</u>
Governmental Activity Long-Term Liabilities	<u>\$ 19,887,078</u>	<u>\$ 318,311</u>	<u>\$ 3,655,744</u>	<u>\$ 16,549,645</u>	<u>\$ 1,536,403</u>

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

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

NOTE 4 OTHER INFORMATION

A. Risk Management

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

The District is a member of the School Alliance Insurance Fund (SAIF or Fund). The SAIF is a joint insurance fund established to provide an alternative to traditional insurance programs. The Fund provides various types of insurance coverages and risk management services to member districts.

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

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

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

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. The following is a summary of District contributions, employee contributions, interest earnings, reimbursements to the State for benefits paid and the ending balance of the District's restricted fund balance for unemployment compensation claims in the General Fund for the current and previous two years:

<u>Fiscal Year Ended June 30,</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2024	None	\$ 65,889	\$ 747	\$ 51,535	\$ 182,390
2023	None	92,128	722	107,382	181,643
2022	None	60,947	714	52,507	180,921

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

NOTE 4 OTHER INFORMATION (Continued)

B. Contingent Liabilities

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

Pending Litigation – There were three pending cases at June 30, 2024 in which allegations of sexual abuse committed by a former teacher in which the alleged abuse occurred between the years of 1967 and 1980. The complaint allege that the District knew or should have known about the alleged abuse. Following mediation on August 21, 2024 two of the plaintiffs settled their suits against the District. The Board approved these settlements on October 15, 2024. The majority of the settlements are covered by the Board's insurance carriers. The Board has assigned year-end encumbrances at June 30, 2024 to provide for the District's share of the settlements. With respect to the third plaintiff it's alleged they were assaulted during the 1979/1980 school year. This matter did not resolve at the August 21, 2024 mediation session. The Board approved a defense agreement whereby its insurance carrier will assume full control of the defense for this final claim. The parties are actively exploring the option of a second mediation at some point in the future. In the opinion of the Board Attorney the potential exposure in this final matter could be in the range of \$1,000,000 to \$3,000,000 to settle this claim.

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

C. Federal Arbitrage Regulations

The District is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. At June 30, 2024 the District has not estimated its arbitrage earnings due to the IRS, if any.

D. Employee Retirement Systems and Pension Plans

Plan Descriptions and Benefits Provided

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

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

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

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

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Public Employees' Retirement System (PERS) (Continued)

The following represents the membership tiers for PERS:

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

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

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

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

The following represent the membership tiers for TPAF:

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

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

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

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

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

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

Other Pension Funds

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

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

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

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

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

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Plan Amendments

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

Measurement Focus and Basis of Accounting

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

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

Investment Valuation

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

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

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

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Collective Net Pension Liability

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

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

Actuarial Methods and Assumptions

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

Employer and Employee Pension Contributions

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

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

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

<u>Fiscal Year Ended June 30,</u>	<u>PERS</u>	<u>On-behalf TPAF</u>	<u>DCRP</u>
2024	\$ 534,693	\$ 5,885,367	\$ 92,863
2023	506,021	5,731,502	93,926
2022	495,235	5,892,269	82,638

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

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Employer and Employee Pension Contributions (Continued)

In addition for fiscal years 2024, 2023 and 2022 the State contributed \$2,571, \$2,577 and \$2,480, respectively for TPAF for Long Term Disability Insurance Premium (LTDI).

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

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$1,319,128 during the fiscal year ended June 30, 2024 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount has been recognized in the district-wide financial statements (accrual basis) and the governmental fund financial statements (modified accrual basis) as both a revenue and expense/expenditure in accordance with GASB No. 85.

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

Public Employees Retirement System (PERS)

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

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

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

At June 30, 2024, the District reported in the statement of net position (accrual basis) a liability of \$5,794,639 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2023 and was determined by an actuarial valuation as of July 1, 2022. The District's proportionate share of the net pension liability was based on the ratio of the District's share of contributions to the pension plan relative to the total contributions of all participating governmental entities, for the year ended June 30, 2023. At June 30, 2023, the District's proportionate share was .04001 percent, which was a decrease of .00012 percent from its proportionate share measured as of June 30, 2022 of .04013 percent.

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

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

For the fiscal year ended June 30, 2024, the District recognized in the district-wide statement of activities (accrual basis) pension expense of \$3,507 for PERS. The pension contribution made by the District during the current 2023/2024 fiscal year is the contribution that is applied to the net pension liability reported at the end of the current fiscal year of June 30, 2024 with a measurement date of the prior fiscal year end of June 30, 2023. Since the State of New Jersey applies the current year pension contribution towards the calculation of the net pension liability reported at the end of the current fiscal year, which has a measurement date of the preceding fiscal year end, there is no deferred outflows of resources reported as of June 30, 2024 for contributions made subsequent to the measurement date. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to PERS pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 55,404	\$ 23,687
Changes of Assumptions	12,730	351,180
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	26,685	
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	<u>190,709</u>	<u>267,413</u>
Total	<u>\$ 285,528</u>	<u>\$ 642,280</u>

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

Year Ending <u>June 30,</u>	<u>Total</u>
2025	\$ (392,144)
2026	(266,903)
2027	119,186
2028	(79,195)
2029	262,304
Thereafter	<u>-</u>
	<u>\$ (356,752)</u>

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

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions

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

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	2.75-6.55%
	Based on Years of Service
Investment Rate of Return	7.00%

Mortality Rates

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

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

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the PERS's target asset allocation as of June 30, 2023 are summarized in the following table:

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

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

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Discount Rate

The discount rate used to measure the total pension liability for PERS was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

Sensitivity of Net Pension Liability

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

	1% Decrease <u>6.00%</u>	Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
District's Proportionate Share of the PERS Net Pension Liability	\$ <u>7,543,387</u>	\$ <u>5,794,639</u>	\$ <u>4,306,223</u>

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

Pension Plan Fiduciary Net Position

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

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

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF)

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

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

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

For the fiscal year ended June 30, 2024, the District recognized in the district-wide statement of activities (accrual basis) pension expense of \$1,733,681 for TPAF. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2024 the State's proportionate share of the net pension liability attributable to the District is \$70,569,254. The net pension liability was measured as of June 30, 2023 and was determined by an actuarial valuation as of July 1, 2022. The nonemployer allocation percentages are based on the ratio of the State's contributions made as a nonemployer attributable to the District adjusted for unpaid early retirement incentives relative to total contributions to TPAF during the year ended June 30, 2023. At June 30, 2023, the State's share of the net pension liability attributable to the District was .13828 percent, which was a decrease of .00286 percent from its proportionate share measured as of June 30, 2022 of .14114 percent.

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

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Actuarial Assumptions

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

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	2.75-4.25%
	Based on Years of Service
Investment Rate of Return	7.00%

Mortality Rates

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

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

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

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the TPAF's target asset allocation as of June 30, 2023 are summarized in the following table:

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

Discount Rate

The discount rate used to measure the total pension liability for TPAF was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

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

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Sensitivity of Net Pension Liability

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
State's Proportionate Share of the TPAF Net Pension Liability Attributable to the District	<u>\$ 83,213,956</u>	<u>\$ 70,569,254</u>	<u>\$ 59,919,409</u>

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

Pension Plan Fiduciary Net Position

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

E. Post-Retirement Medical Benefits

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

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

Plan Description and Benefits Provided

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

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

NOTE 4 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

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

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

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of the above Fund. The financial reports may be accessed via the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

Plan Membership

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

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

Measurement Focus and Basis of Accounting

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

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

Collective Net OPEB Liability

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

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

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

NOTE 4 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

Actuarial Methods and Assumptions

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

Post-Retirement Medical Benefits Contributions

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

The State sets the contribution rate based on a pay as you go basis rather than the actuarial determined contribution amount actuarially determined in accordance with the parameters of GASB Statement 75. The actuarial determined contribution represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and any unfunded actuarial liabilities (or funding excess) of the plan using a systematic and rational method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with OPEB through the Plan. The State's contributions, as a nonemployer contributing entity, to the State Health Benefits Program Fund – Local Education Retired Employees Plan for retirees' post-retirement benefits on behalf of the School District for the fiscal years ended June 30, 2024, 2023 and 2022 were \$1,601,782, \$1,505,652 and \$1,376,672, respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund – Local Education Retired Employees Plan for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey. The on-behalf OPEB contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB No. 85.

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

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

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

For the fiscal year ended June 30, 2024, the District recognized in the district-wide statement of activities (accrual basis) OPEB expense of \$2,172,413. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2024 the State's proportionate share of the OPEB liability attributable to the District is \$59,822,912. The nonemployer allocation percentages are based on the ratio of the State's proportionate share of the OPEB liability attributable to the District at June 30, 2023 to the total OPEB liability of the State Health Benefit Program Fund – Local Education Retired Employees Plan at June 30, 2023. At June 30, 2023, the state's share of the OPEB liability attributable to the District was .11425 percent, which was a decrease of .00175 percent from its proportionate share measured as of June 30, 2022 of .11600 percent.

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

NOTE 4 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

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

Actuarial Assumptions

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

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

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

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

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

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 6.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend is, increasing to 14.8% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend is, increasing to 17.4% in fiscal year 2026 and decreases to 4.5% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.5% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

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

NOTE 4 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

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

Discount Rate

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

Changes in the Total OPEB Liability

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

	Total OPEB Liability (State Share 100%)
Balance, June 30, 2022 Measurement Date	\$ 58,749,974
Changes Recognized for the Fiscal Year:	
Service Cost	2,888,625
Interest on the Total OPEB Liability	2,106,890
Differences Between Expected and Actual Experience	(2,454,792)
Changes of Assumptions	120,578
Gross Benefit Payments	(1,642,355)
Contributions from the Member	53,992
Net Changes	\$ 1,072,938
Balance, June 30, 2023 Measurement Date	\$ 59,822,912

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

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

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

NOTE 4 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

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

Sensitivity of OPEB Liability

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

	1% Decrease <u>(2.65%)</u>	Current Discount Rate <u>(3.65%)</u>	1% Increase <u>(4.65%)</u>
State's Proportionate Share of the OPEB Liability Attributable to the District	<u>\$ 70,132,094</u>	<u>\$ 59,822,912</u>	<u>\$ 51,545,836</u>

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

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
State's Proportionate Share of the OPEB Liability Attributable to the District	<u>\$ 49,662,240</u>	<u>\$ 59,822,912</u>	<u>\$ 73,118,178</u>

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

F. Tax Abatements

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

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

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

NOTE 4 OTHER INFORMATION (Continued)

G. Subsequent Events

Appropriation of Fund Balance

As of December 12, 2024 the Board approved the appropriation of an additional \$1,159,364 of capital reserve fund balance to the 2024/2025 General Fund budget for various capital improvement projects.

NOTE 5 RECENT HEALTHCARE DEVELOPMENTS

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

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

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

The Board has been awarded a total of \$2,233,941 in federal aid to address the effects of the COVID-19 pandemic.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

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

	<u>Original Budget</u>	<u>Budget Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUES					
Local Sources					
Property Tax Levy	\$ 22,881,536		\$ 22,881,536	\$ 22,881,536	
Tuition from Individuals	461,194		461,194	445,432	\$ (15,762)
Tuition from Other LEA's within the State	8,807,701		8,807,701	8,904,928	97,227
Transportation Fees from Other LEA's	648,804	\$ 49,925	698,729	768,001	69,272
Rents and Royalties	194,474		194,474	191,709	(2,765)
Interest Earned on Capital Reserve Funds	3,000		3,000		(3,000)
Interest Earned on Maintenance Reserve	1,500		1,500		(1,500)
Interest on Unemployment Reserve				747	747
Miscellaneous Revenue	255,837	-	255,837	774,712	518,875
Total Local Sources	33,254,046	49,925	33,303,971	33,967,065	663,094
State Sources					
Equalization Aid	4,624,037		4,624,037	4,624,037	-
Security Aid	36,798		36,798	36,798	-
Special Education Aid	1,135,048		1,135,048	1,135,048	-
Extraordinary Aid	270,000		270,000	367,515	97,515
TPAF On-Behalf Contributions					
Pension Contribution				5,819,004	5,819,004
Pension - NCGI Premium				66,363	66,363
Post-Retirement Medical Benefits				1,601,782	1,601,782
Long-Term Disability Insurance				2,571	2,571
TPAF Social Security Reimbursements (On-Behalf)	-	-	-	1,319,128	1,319,128
Total State Sources	6,065,883	-	6,065,883	14,972,246	8,906,363
Federal Source					
Medicaid Reimbursement	52,229	-	52,229	39,664	(12,565)
Total Federal Sources	52,229	-	52,229	39,664	(12,565)
Total Revenues	39,372,158	49,925	39,422,083	48,978,975	9,556,892
EXPENDITURES					
CURRENT EXPENDITURES					
Instruction - Regular Programs					
Salaries of Teachers					
Preschool	198,881	(1,000)	197,881	195,927	1,954
Kindergarten	364,360	(16,125)	348,235	346,261	1,974
Grades 1-5	2,743,993	24,557	2,768,550	2,756,926	11,624
Grades 6-8	3,015,078	18,188	3,033,266	3,024,057	9,209
Grades 9-12	4,932,324	98,901	5,031,225	5,011,392	19,833
Regular Programs - Home Instruction					
Salaries of Teachers	20,000	(512)	19,488	18,995	493
Purchased Professional Educational Services	5,000	43,309	48,309	39,143	9,166
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	124,481	61,736	186,217	173,950	12,267
Purchased Professional-Educational Services	54,197	81,063	135,260	126,845	8,415
Other Purchased Services	117,726	(1,215)	116,511	109,608	6,903
General Supplies	353,150	151,965	505,115	449,530	55,585
General Supplies - Insurance Recovery Expenditures (Non-Budgeted)				111,109	(111,109)
Textbooks	118,167	(60,430)	57,737	43,888	13,849
Other Objects	12,000	1,093	13,093	8,859	4,234
Total Regular Programs	12,059,357	401,530	12,460,887	12,416,490	44,397

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

	<u>Original Budget</u>	<u>Budget Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES					
CURRENT EXPENDITURES (Continued)					
Special Education					
Learning and/or Language Disabilities					
Salaries of Teachers	\$ 350,210	\$ 69,874	\$ 420,084	\$ 410,064	\$ 10,020
Other Salaries for Instruction	68,673	163,125	231,798	224,539	7,259
General Supplies	2,625	2,346	4,971	4,339	632
Textbooks	1,680	(1,574)	106	83	23
Total Learning and/or Language Disabilities	423,188	233,771	656,959	639,025	17,934
Multiple Disabilities					
Salaries of Teachers	290,950	4,342	295,292	282,144	13,148
Other Salaries for Instruction	381,158	(30,658)	350,500	345,498	5,002
Purchased Professional-Educational Services		8,675	8,675	7,033	1,642
General Supplies	3,990	(3,382)	608		608
Textbooks	1,995	1,040	3,035	3,035	-
Total Multiple Disabilities	678,093	(19,983)	658,110	637,710	20,400
Resource Room/Resource Center					
Salaries of Teachers	1,403,927	(301,810)	1,102,117	1,085,533	16,584
Other Salaries for Instruction	426,902	(139,431)	287,471	259,535	27,936
General Supplies	4,000	408	4,408	3,658	750
Textbooks	-	12	12	-	12
Total Resource Room	1,834,829	(440,821)	1,394,008	1,348,726	45,282
Autistic Program					
Salaries of Teachers	189,456	(121,054)	68,402	67,902	500
Other Salaries for Instruction	204,004	(85,499)	118,505	117,112	1,393
Purchased Professional-Educational Services	3,300	(1,100)	2,200		2,200
General Supplies	1,500	2,636	4,136	2,847	1,289
Textbooks	1,050	90	1,140	-	1,140
Total Autistic Program	399,310	(204,927)	194,383	187,861	6,522
Preschool Disabilities - Full-Time					
Salaries of Teachers	60,602	129,776	190,378	189,956	422
Other Salaries for Instruction	115,387	117,929	233,316	224,984	8,332
General Supplies	1,155	1,123	2,278	1,700	578
Total Preschool Disabilities - Full-Time	177,144	248,828	425,972	416,640	9,332
Home Instruction					
Salaries	15,000	-	15,000	14,877	123
Purchased Professional-Educational Services	12,075	-	12,075	4,809	7,266
Total Home Instruction	27,075	-	27,075	19,686	7,389
Total Special Education	3,539,639	(183,132)	3,356,507	3,249,648	106,859
Basic Skills/Remedial					
Salaries of Teachers	342,279	-	342,279	338,410	3,869
General Supplies	900	3,123	4,023	2,584	1,439
Textbooks	1,750	(1,610)	140	-	140
Total Basic Skills/Remedial	344,929	1,513	346,442	340,994	5,448

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

	<u>Original Budget</u>	<u>Budget Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES					
CURRENT EXPENDITURES (Continued)					
Bilingual Education					
Salaries of Teachers	\$ 347,799	\$ 6,324	\$ 354,123	\$ 349,716	\$ 4,407
General Supplies	3,000	2,320	5,320	3,667	1,653
Textbooks	2,500	(862)	1,638	-	1,638
Total Bilingual Education	353,299	7,782	361,081	353,383	7,698
School Sponsored Co-Curricular Activities					
Salaries	134,747	14,466	149,213	149,213	-
Purchased Services		18,114	18,114	18,114	-
Supplies & Materials		2,010	2,010	1,978	32
Other Objects	-	4,385	4,385	4,000	385
Total School Sponsored Co-Curricular Activities	134,747	38,975	173,722	173,305	417
School Sponsored Athletics - Instruction					
Salaries	431,297	13,622	444,919	444,919	-
Purchased Services	3,500	395	3,895	3,522	373
Supplies & Materials	89,500	(4,649)	84,851	81,369	3,482
Other Objects	14,000	14,315	28,315	28,116	199
Total School Sponsored Athletics - Instruction	538,297	23,683	561,980	557,926	4,054
Total - Instruction	16,970,268	290,351	17,260,619	17,091,746	168,873
Undistributed Expenditures					
Instruction (Tuition)					
Tuition to Other LEAs within the State-Special	68,279	(11,715)	56,564		56,564
Tuition to County Vocational School District-Regular	238,050	(6,400)	231,650	227,700	3,950
Tuition to County Vocational School District-Special	119,862	(47,502)	72,360	55,780	16,580
Tuition to CSSD and Regular Day Schools	540,780	21,036	561,816	561,816	-
Tuition to APSSD within State	761,438	(110,814)	650,624	463,343	187,281
Total Undistributed Expenditures - Instruction (Tuition)	1,728,409	(155,395)	1,573,014	1,308,639	264,375
Attendance and Social Work					
Salaries	142,746	(908)	141,838	140,675	1,163
Salaries of Community / School Coordinators	9,500	-	9,500	6,000	3,500
Other Purchased Services	1,000	-	1,000	-	1,000
Total Attendance and Social Work	153,246	(908)	152,338	146,675	5,663
Health Services					
Salaries	329,774	63,952	393,726	393,723	3
Purchased Professional & Technical Services	17,975	2,205	20,180	19,855	325
Other Purchased Services		390	390	380	10
Supplies and Materials	8,050	5,884	13,934	9,983	3,951
Other Objects	-	75	75	75	-
Total Health Services	355,799	72,506	428,305	424,016	4,289
Speech, OT, PT & Related Services					
Salaries	732,000	(14,336)	717,664	714,360	3,304
Purchased Professional/Educational Services	80,000	65,366	145,366	131,931	13,435
Supplies and Materials	3,465	4,111	7,576	6,151	1,425
Other Objects	-	253	253	253	-
Total Speech, OT, PT & Related Services	815,465	55,394	870,859	852,695	18,164
Extra Services					
Salaries	437,873	(35,210)	402,663	399,455	3,208
Purchased Professional-Educational Services	426,709	30,878	457,587	353,501	104,086
Supplies and Materials	1,200	(391)	809	84	725
Other Objects	525	3,694	4,219	2,685	1,534
Total Extra Services	866,307	(1,029)	865,278	755,725	109,553

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

	<u>Original Budget</u>	<u>Budget Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES					
CURRENT EXPENDITURES (Continued)					
Guidance					
Salaries of Other Professional Staff	\$ 695,794	\$ (66,738)	\$ 629,056	\$ 628,398	\$ 658
Salaries of Secretarial and Clerical Assistants	71,366	-	71,366	71,366	-
Purchased Prof. and Educ. Services	1,925	825	2,750	2,750	-
Other Purchased Prof. and Tech. Services	5,400	-	5,400	4,171	1,229
Other Purchased Services	1,400	-	1,400		1,400
Supplies and Materials	21,550	(13,017)	8,533	4,447	4,086
Other Objects	505	179	684	633	51
Total Guidance	797,940	(78,751)	719,189	711,765	7,424
Child Study Teams					
Salaries of Other Professional Staff	950,210	(14,400)	935,810	918,642	17,168
Salaries of Secretarial and Clerical Assistants	68,816	-	68,816	63,805	5,011
Purchased Professional-Educational Services	10,000	(337)	9,663	4,443	5,220
Other Purchased Prof. and Tech. Services	25,000	5,770	30,770	27,527	3,243
Misc. Purchased Services	4,443	292	4,735	4,679	56
Supplies and Materials	5,000	12,943	17,943	15,034	2,909
Other Objects	250	(210)	40	-	40
Total Child Study Teams	1,063,719	4,058	1,067,777	1,034,130	33,647
Improvement of Instruction Services/ Other Support Services-Instructional Staff					
Salaries of Supervisors of Instruction	331,698	17,400	349,098	349,098	-
Salaries of Other Professional Staff	15,000	(5,500)	9,500	7,073	2,427
Other Purchased Services	10,000	(3,392)	6,608	533	6,075
Supplies and Materials		4,309	4,309	3,032	1,277
Other Objects	5,000	-	5,000	3,440	1,560
Total Improvement of Instruction Services/ Other Support Services-Instructional Staff	361,698	12,817	374,515	363,176	11,339
Educational Media Services/School Library					
Salaries	82,774	7,625	90,399	88,104	2,295
Salaries of Technology Coordinators	74,675	-	74,675	74,675	-
Other Purchased Services	2,500	-	2,500	587	1,913
Supplies and Materials	17,810	93	17,903	15,070	2,833
Other Objects	1,750	-	1,750	1,490	260
Total Educational Media Services/School Library	179,509	7,718	187,227	179,926	7,301
Instructional Staff Training Services					
Purchased Professional-Educational Services	10,000	3,396	13,396	10,490	2,906
Travel	5,000	632	5,632	3,071	2,561
Total Instructional Staff Training Services	15,000	4,028	19,028	13,561	5,467
Support Services General Administration					
Salaries	520,326	-	520,326	520,326	-
Unused Vacation Payment		-			-
Legal Services	50,000	416,385	466,385	215,295	251,090
Audit Fees	45,000	68,155	113,155	66,643	46,512
Architectural/Engineering Services	45,000	(43,400)	1,600		1,600
Other Purchased Professional Services	25,435	196,107	221,542	109,362	112,180
Rent		-			-
Communications/Telephone	136,645	(8,263)	128,382	118,790	9,592
Travel	5,000	(5,000)			-
BOE Other Purchased Services	5,000	(2,890)	2,110	2,110	-
Misc. Purchased Services	292,274	11,951	304,225	299,006	5,219
Supplies and Materials	6,400	2,139	8,539	8,326	213
Judgments against the School District		-			-
Miscellaneous Expenditures	24,000	(6,845)	17,155	13,443	3,712
BOE Membership Dues and Fees	15,000	567	15,567	15,537	30
Total Support Services General Administration	1,170,080	628,906	1,798,986	1,368,838	430,148

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

	<u>Original Budget</u>	<u>Budget Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES					
CURRENT EXPENDITURES (Continued)					
Support Services School Administration					
Salaries of Principals/Asst. Principals	\$ 965,145	\$ (1)	\$ 965,144	\$ 965,144	-
Salaries of Other Professional Staff	461,170	-	461,170	461,170	-
Salaries of Secretarial and Clerical Assistants	297,113	(100)	297,013	286,110	\$ 10,903
Purchased Professional and Technical Services	1,925	825	2,750	2,750	-
Other Purchased Services	17,771	13,454	31,225	26,102	5,123
Travel	18,000	(18,000)			-
Supplies and Materials	32,500	8,776	41,276	29,084	12,192
Other Objects	19,500	5,423	24,923	18,697	6,226
Total Support Services School Administration	1,813,124	10,377	1,823,501	1,789,057	34,444
Central Services					
Salaries	516,584	-	516,584	516,434	150
Purchased Professional Services	2,000	4,372	6,372	2,550	3,822
Purchased Technical Services	75,646	38,711	114,357	88,052	26,305
Travel - All Other	2,000	(2,000)			-
Misc. Purchased Services	3,000	2,558	5,558	3,692	1,866
Supplies and Materials	11,600	9,175	20,775	20,629	146
Interest on Lease Purchase Agreements	43,505	51,223	94,728	94,728	-
Miscellaneous Expenditures	2,500	523	3,023	3,023	-
Total Central Services	656,835	104,562	761,397	729,108	32,289
Administration - Information Technology Services					
Salaries	313,277	(20,906)	292,371	291,834	537
Purchased Technical Services	244,131	(14,424)	229,707	222,410	7,297
Other Purchased Services	2,500	(1,500)	1,000	586	414
Supplies and Materials	40,589	(5,671)	34,918	34,704	214
Other Objects	1,750	-	1,750	630	1,120
Total Administration Information Technology Svcs.	602,247	(42,501)	559,746	550,164	9,582
Required Maintenance for School Facilities					
Salaries	305,606	(6,617)	298,989	297,687	1,302
Cleaning, Repair and Maintenance Services	109,500	218,003	327,503	221,774	105,729
Cleaning, Repair and Maintenance Services - Insurance Recovery Expenditures (Non-Budgeted)				66,013	(66,013)
General Supplies	130,820	1,340	132,160	118,090	14,070
Other Objects	-	3,108	3,108	1,007	2,101
Total Required Maint. For School Facilities	545,926	215,834	761,760	704,571	57,189
Custodial Services					
Salaries	1,174,710	106,857	1,281,567	1,280,051	1,516
Salaries - Non-Instructional Aides	166,097	3,461	169,558	2,501	167,057
Purchased Professional and Technical Services	7,000	(2,264)	4,736	4,736	-
Cleaning, Repair and Maintenance Services	31,500	(24,497)	7,003	4,043	2,960
Other Purchased Property Services	51,943	(709)	51,234	50,984	250
Insurance	291,916	10,751	302,667	302,667	-
Miscellaneous Purchased Services		1,790	1,790	770	1,020
General Supplies	70,000	65,360	135,360	111,102	24,258
Energy (Natural Gas)	202,950	(23,039)	179,911	122,428	57,483
Energy (Electricity)	377,500	28,676	406,176	394,561	11,615
Energy (Gasoline)	26,450	-	26,450	10,562	15,888
Other Objects	1,000	-	1,000	750	250
Total Custodial Services	2,401,066	166,386	2,567,452	2,285,155	282,297
Care and Upkeep of Grounds					
Salaries	77,724	6,197	83,921	76,192	7,729
Cleaning, Repair and Maintenance Svc.	2,500	6,860	9,360	8,200	1,160
General Supplies	15,000	4,781	19,781	18,714	1,067
Other Objects	-	90	90	90	-
Total Care and Upkeep of Grounds	95,224	17,928	113,152	103,196	9,956

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

	<u>Original Budget</u>	<u>Budget Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES					
CURRENT EXPENDITURES (Continued)					
Security					
Salaries	\$ 354,522	-	\$ 354,522	\$ 335,222	19,300
Total Security	354,522	-	354,522	335,222	19,300
Student Transportation Services					
Salaries Non-Instructional Aides	140,623	\$ (22,000)	118,623	68,288	50,335
Salaries for Pupil Trans (Bet. Home & Sch)-Regular	497,699	(80,444)	417,255	409,925	7,330
Salaries for Pupil Trans (Bet. Home & Sch)-Sp. Ed.	367,956	51,815	419,771	369,520	50,251
Salaries for Pupil Trans (Other than Bet. Home & Sch)	136,500	(28,908)	107,592	86,953	20,639
Cleaning, Repair and Maintenance Services	60,000	10,826	70,826	45,392	25,434
Lease Purchase Payments - School Buses	71,041	-	71,041	71,041	-
Contracted Services - Aid in Lieu Payments Charter School Students		1,880	1,880	1,880	-
Contracted Services - Aid in Lieu Payments Choice School Students	5,110	(2,780)	2,330	2,330	-
Contracted Services (Special Ed. Students)-ESCs and CTSA's		66,977	66,977	60,130	6,847
General Supplies	135,450	(10,000)	125,450	75,012	50,438
Transportation Supplies	40,000	28,706	68,706	56,692	12,014
Other Objects	12,500	1,000	13,500	12,836	664
Total Student Transportation Services	1,466,879	17,072	1,483,951	1,259,999	223,952
Unallocated Benefits - Employee Benefits					
Group Insurance		1,277	1,277	1,277	-
Social Security Contributions	613,169	-	613,169	603,785	9,384
Other Retirement Contribution-PERS	536,950	-	536,950	534,693	2,257
Other Retirement Contribution-DCRP	128,000	29	128,029	92,863	35,166
Worker's Compensation	225,739	(3,420)	222,319	222,319	-
Health Benefits	5,894,285	(618,592)	5,275,693	5,010,152	265,541
Tuition Reimbursement	60,000	3,851	63,851	16,149	47,702
Other Employee Benefits	183,124	16,166	199,290	136,500	62,790
Unused Sick Payments to Staff	30,000	-	30,000	19,318	10,682
Total Unallocated Benefits - Employee Benefits	7,671,267	(600,689)	7,070,578	6,637,056	433,522
TPAF On-Behalf Contributions (Non-Budgeted)					
Pension Contribution				5,819,004	(5,819,004)
Pension - NCGI Premium				66,363	(66,363)
Post Retirement Medical Benefits				1,601,782	(1,601,782)
Long-Term Disability Insurance				2,571	(2,571)
TPAF Social Security Reimbursements (Non-Budgeted)	-	-	-	1,319,128	(1,319,128)
	-	-	-	8,808,848	(8,808,848)
Total Undistributed Expenditures	23,114,262	438,313	23,552,575	30,361,522	(6,808,947)
Interest Earned on Maintenance Reserve	1,500	-	1,500	-	1,500
Total Current Expenditures	40,086,030	728,664	40,814,694	47,453,268	(6,638,574)
CAPITAL OUTLAY					
Undistributed Expenditures					
Equipment					
General Administration		22,490	22,490	22,490	-
Administrative Information Technology		38,359	38,359	38,358	1
Required Maintenance of School Facilities		9,838	9,838	-	9,838
Required Maintenance of School Facilities - Insurance Recovery					
Expenditures (Non-Budgeted)		-		94,311	(94,311)
Security		6,875	6,875	6,875	-
Multiple Disabilities	-	3,600	3,600	-	3,600
Total Equipment	-	81,162	81,162	162,034	(80,872)

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

	<u>Original Budget</u>	<u>Budget Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES					
CAPITAL OUTLAY (Continued)					
Facilities and Acquisitions					
Salaries		\$ 5,914	\$ 5,914	\$ 5,914	-
Architectural/Engineering Services	\$ 92,846	31,499	124,345	51,719	\$ 72,626
Construction Services	1,160,578	(483,367)	677,211	56,262	620,949
Construction Services - Insurance Recovery Expenditures (Non-Budgeted)				185,623	(185,623)
Supplies	20,000	32,991	52,991	23,238	29,753
Lease Purchase Agreements - Principal	248,437	-	248,437	248,437	-
Other Objects		800	800	800	-
Assessment for Debt Service on SDA Funding	44,993	-	44,993	44,993	-
Total Facilities and Acquisitions	1,566,854	(412,163)	1,154,691	616,986	537,705
Interest on Capital Reserve	3,000	-	3,000	-	3,000
Total Capital Outlay	1,569,854	(331,001)	1,238,853	779,020	459,833
Transfer of Funds to Charter Schools	12,135	-	12,135	12,135	-
Total Expenditures - General Fund	41,668,019	397,663	42,065,682	48,244,423	(6,178,741)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,295,861)	(347,738)	(2,643,599)	734,552	3,378,151
Other Financing Sources (Uses)					
Insurance Recoveries		-		434,489	434,489
Transfer Out (Capital Reserve) - Transfer to Capital Projects	(181,900)	(525,693)	(707,593)	(630,193)	77,400
Transfer Out - Special Revenue (Student Activities and Athletics)	(76,000)	(18,920)	(94,920)	(94,920)	-
Total Other Financing Sources (Uses)	(257,900)	(544,613)	(802,513)	(290,624)	511,889
Net Change in Fund Balances	(2,553,761)	(892,351)	(3,446,112)	443,928	3,890,040
Fund Balance, Beginning of Year	7,159,630	-	7,159,630	7,159,630	-
Fund Balance, End of Year	\$ 4,605,869	\$ (892,351)	\$ 3,713,518	\$ 7,603,558	\$ 3,890,040
Recapitulation of Fund Balance					
Restricted					
Capital Reserve				\$ 2,434,686	
Capital Reserve - Designated for Subsequent Year's Expenditures				254,710	
Maintenance Reserve				1,047,750	
Maintenance Reserve - Designated for Subsequent Year's Expenditures				520,635	
Unemployment Compensation Reserve				182,390	
Excess Surplus				550,000	
Excess Surplus - Designated for Subsequent Year's Expenditures				550,000	
Committed					
Year-End Encumbrances				212,715	
Assigned					
Year-End Encumbrances				959,084	
Unassigned					
				891,588	
Fund Balance Per State Budgetary Basis of Accounting				7,603,558	
Reconciliation to Governmental Funds Statements (GAAP)					
Less: State Aid not Recognized on a GAAP Basis				(891,066)	
Fund Balance per Governmental Funds (GAAP)				\$ 6,712,492	

**LEONIA BOARD OF EDUCATION
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Final to Actual
REVENUES					
Intergovernmental					
State		\$ 61,680	\$ 61,680	\$ 59,400	\$ (2,280)
Federal	\$ 623,073	1,210,836	1,833,909	1,477,582	(356,327)
Local	-	740,583	740,583	475,398	(265,185)
Total Revenues	623,073	2,013,099	2,636,172	2,012,380	(623,792)
EXPENDITURES					
Instruction					
Salaries of Teachers		96,796	96,796	75,492	21,304
Purchased Professional and Technical Services	201,241	(106,285)	94,956	56,893	38,063
Tuition	371,080	23,809	394,889	394,889	-
Other Purchased Services		107,853	107,853	96,814	11,039
General Supplies	20,283	191,447	211,730	184,182	27,548
Co-Curricular / Extracurricular Activities		612,337	612,337	428,707	183,630
Athletic Activities		93,011	93,011	90,139	2,872
Other Objects	-	2,155	2,155	2,155	-
Total Instruction	592,604	1,021,123	1,613,727	1,329,271	284,456
Support Services					
Other Salaries		250,418	250,418	224,252	26,166
Personal Services - Employee Benefits		61,237	61,237	39,893	21,344
Purchased Professional and Technical Services	30,469	54,571	85,040	79,726	5,314
Purchased Property Services		490,961	490,961	243,173	247,788
Other Purchased Services		34,375	34,375	28,863	5,512
Supplies and Materials		124,832	124,832	81,877	42,955
Scholarship Awards		10,993	10,993	3,000	7,993
Other Objects	-	5,207	5,207	5,018	189
Total Support Services	30,469	1,032,594	1,063,063	705,802	357,261
Capital Outlay					
Construction Services		51,011	51,011	51,011	-
Non-Instructional Equipment	-	3,291	3,291	3,291	-
Total Capital Outlay	-	54,302	54,302	54,302	-
Total Expenditures	623,073	2,108,019	2,731,092	2,089,375	641,717
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(94,920)	(94,920)	(76,995)	17,925
OTHER FINANCING SOURCES (USES)					
Transfers In - General Fund	-	94,920	94,920	94,920	-
Net Change in Fund Balance	-	-	-	17,925	17,925
Fund Balance, Beginning of Year	176,569	-	176,569	176,569	-
Fund Balance, End of Year	\$ 176,569	\$ -	\$ 176,569	\$ 194,494	17,925
Recapitulation of Fund Balance:					
Restricted Fund Balance					
Student Activities				\$ 186,501	
Scholarships				7,993	
				\$ 194,494	

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION - PART II
BUDGETARY COMPARISON SCHEDULES

**LEONIA BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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

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

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources		
Actual revenue amounts (budgetary basis) (Exhibits C-1 and C-2)	\$ 48,978,975	\$ 2,012,380
Difference - Budget to GAAP:		
State Aid payment recognized for budgetary purposes, not recognized for GAAP statements (2023-24)	(891,066)	
State Aid payment recognized for budgetary purposes, not recognized for GAAP statements (2022-23)	870,847	
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Encumbrances - June 30, 2023		
Encumbrances - June 30, 2024	-	(3,291)
Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds (Exhibit B-2)	<u>\$ 48,958,756</u>	<u>\$ 2,009,089</u>
Uses/Outflows of Resources		
Actual expenditure amounts (budgetary basis) (Exhibits C-1 and C-2)	\$ 48,244,423	\$ 2,089,375
Differences-Budget to GAAP		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes. Adjust for Encumbrances:		
Encumbrances - June 30, 2023		
Encumbrances - June 30, 2024	-	(3,291)
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (Exhibit B-2)	<u>\$ 48,244,423</u>	<u>\$ 2,086,084</u>

REQUIRED SUPPLEMENTARY INFORMATION - PART III

PENSION INFORMATION

AND

OTHER POST-EMPLOYMENT BENEFITS INFORMATION

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

Public Employees Retirement System

Last Ten Fiscal Years*

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
District's Proportion of the Net Position Liability (Asset)	0.04001%	0.04013%	0.04229%	0.04029%	0.04009%	0.04046%	0.03769%	0.03766%	0.04003%	0.04161%
District's Proportionate Share of the Net Pension Liability (Asset)	\$ 5,794,639	\$ 6,055,720	\$ 5,009,581	\$ 6,570,897	\$ 7,224,080	\$ 7,966,743	\$ 8,773,866	\$ 11,153,434	\$ 8,985,629	\$ 7,790,670
District's Covered Payroll	\$ 3,262,208	\$ 3,007,977	\$ 3,014,496	\$ 2,947,835	\$ 2,777,848	\$ 2,643,762	\$ 2,651,491	\$ 2,459,534	\$ 2,439,335	\$ 2,566,468
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	177.63%	201.32%	166.18%	222.91%	260.06%	301.34%	330.90%	453.48%	368.36%	303.56%
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.

**LEONIA BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
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	\$ 534,693	\$ 506,021	\$ 495,235	\$ 440,797	\$ 389,985	\$ 402,465	\$ 349,167	\$ 334,552	\$ 344,139	\$ 343,033
Contributions in Relation to the Contractually Required Contribution	<u>534,693</u>	<u>506,021</u>	<u>495,235</u>	<u>440,797</u>	<u>389,985</u>	<u>402,465</u>	<u>349,167</u>	<u>334,552</u>	<u>344,139</u>	<u>343,033</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 3,259,462	\$ 3,262,208	\$ 3,007,977	\$ 3,014,496	\$ 2,947,835	\$ 2,777,848	\$ 2,643,762	\$ 2,651,491	\$ 2,459,534	\$ 2,439,335
Contributions as a Percentage of Covered Payroll	16.40%	15.51%	16.46%	14.62%	13.23%	14.49%	13.21%	12.62%	13.99%	14.06%

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

Teachers Pension and Annuity Fund

Last Ten Fiscal Years*

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
District's Proportion of the Net Position Liability (Asset)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
District's Proportionate Share of the Net Pension Liability (Asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	<u>70,569,254</u>	<u>72,820,916</u>	<u>67,064,364</u>	<u>91,243,313</u>	<u>84,789,749</u>	<u>86,999,731</u>	<u>89,966,565</u>	<u>105,229,126</u>	<u>86,975,627</u>	<u>73,937,267</u>
Total	<u>\$ 70,569,254</u>	<u>\$ 72,820,916</u>	<u>\$ 67,064,364</u>	<u>\$ 91,243,313</u>	<u>\$ 84,789,749</u>	<u>\$ 86,999,731</u>	<u>\$ 89,966,565</u>	<u>\$ 105,229,126</u>	<u>\$ 86,975,627</u>	<u>\$ 73,937,267</u>
District's Covered Payroll	17,449,224	16,181,242	16,107,131	16,017,099	15,061,809	14,759,297	14,418,312	13,796,178	13,801,527	13,286,892
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%

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

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

Change of Benefit Terms: None.

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

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

**Postemployment Health Benefit Plan
Last Seven Fiscal Years***

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability							
Service Cost	\$ 2,888,625	\$ 3,797,737	\$ 4,311,181	\$ 2,359,758	\$ 2,215,784	\$ 2,513,156	\$ 3,067,118
Interest on Total OPEB Liability	2,106,890	1,556,939	1,817,677	1,728,773	2,053,152	2,218,628	1,895,658
Changes of Benefit Terms			(74,580)				
Differences Between Expected and Actual Experience	(2,454,792)	578,695	(13,284,902)	13,802,855	(7,408,581)	(6,064,997)	
Changes of Assumptions	120,578	(15,760,208)	69,129	14,360,511	711,086	(5,914,564)	(7,942,606)
Gross Benefit Payments	(1,642,355)	(1,542,194)	(1,431,821)	(1,368,646)	(1,463,991)	(1,378,183)	(1,463,960)
Contribution from the Member	<u>53,992</u>	<u>49,474</u>	<u>46,469</u>	<u>41,484</u>	<u>43,397</u>	<u>47,632</u>	<u>53,907</u>
Net Change in Total OPEB Liability	1,072,938	(11,319,557)	(8,546,847)	30,924,735	(3,849,153)	(8,578,328)	(4,389,883)
Total OPEB Liability - Beginning	<u>58,749,974</u>	<u>70,069,531</u>	<u>78,616,378</u>	<u>47,691,643</u>	<u>51,540,796</u>	<u>60,119,124</u>	<u>64,509,007</u>
Total OPEB Liability - Ending	<u>\$ 59,822,912</u>	<u>\$ 58,749,974</u>	<u>\$ 70,069,531</u>	<u>\$ 78,616,378</u>	<u>\$ 47,691,643</u>	<u>\$ 51,540,796</u>	<u>\$ 60,119,124</u>
 District's Proportionate Share of OPEB Liability	 \$ -	 \$ -	 \$ -	 \$ -	 \$ -	 \$ -	 \$ -
State's Proportionate Share of OPEB Liability	<u>59,822,912</u>	<u>58,749,974</u>	<u>70,069,531</u>	<u>78,616,378</u>	<u>47,691,643</u>	<u>51,540,796</u>	<u>60,119,124</u>
Total OPEB Liability - Ending	<u>\$ 59,822,912</u>	<u>\$ 58,749,974</u>	<u>\$ 70,069,531</u>	<u>\$ 78,616,378</u>	<u>\$ 47,691,643</u>	<u>\$ 51,540,796</u>	<u>\$ 60,119,124</u>
 District's Covered Payroll	 \$ 20,711,432	 \$ 19,189,219	 \$ 19,121,627	 \$ 18,964,934	 \$ 17,839,657	 \$ 17,403,059	 \$ 17,069,803
 District's Proportionate Share of the Total OPEB Liability as a Percentage of its Covered Payroll	 0%	 0%	 0%	 0%	 0%	 0%	 0%

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

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

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

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

Changes in Benefit Terms:

None.

Changes of Assumptions

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

SPECIAL REVENUE FUND

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

	<u>IDEA Basic</u>	<u>IDEA Preschool</u>	<u>Title I</u>	<u>Title IIA</u>	<u>Title III</u>	<u>Title III Immigrant</u>	<u>Title IV</u>	<u>From Exhibit E-1A</u>	<u>From Exhibit E-1B</u>	<u>Total</u>
REVENUES										
Local								\$ 475,398	-	\$ 475,398
State								59,400	-	59,400
Federal	\$ 465,031	\$ 14,018	\$ 247,659	\$ 40,078	\$ 26,022	\$ 7,876	\$ 2,000	154,810	\$ 520,088	1,477,582
Total Revenues	\$ 465,031	\$ 14,018	\$ 247,659	\$ 40,078	\$ 26,022	\$ 7,876	\$ 2,000	\$ 689,608	\$ 520,088	\$ 2,012,380
EXPENDITURES										
Instruction										
Salaries of Teachers			\$ 26,521					\$ 8,873	\$ 40,098	\$ 75,492
Purchased Professional and Technical Services							\$ 2,000	8,025	46,868	56,893
Tuition	\$ 380,871	\$ 14,018						-	-	394,889
Other Purchased Services								96,814	-	96,814
General Supplies	20,350		51,653		\$ 15,383	\$ 4,025		23,101	69,670	184,182
Co-Curricular / Extracurricular Activities								428,707	-	428,707
Athletic Activities								90,139	-	90,139
Other Objects	-	-	-	-	-	-	-	2,155	-	2,155
Total Instruction	401,221	14,018	78,174	-	15,383	4,025	2,000	657,814	156,636	1,329,271
Support Services										
Other Salaries	33,823		117,404	\$ 6,750	6,800	1,000		27,625	30,850	224,252
Personal Services - Employee Benefits	2,588		21,770	516	520	76		10,686	3,737	39,893
Purchased Professional and Technical Services	6,100			23,895				1,500	48,231	79,726
Purchased Property Services								577	242,596	243,173
Other Purchased Services				3,500	3,319			4,064	17,980	28,863
Supplies and Materials	18,249		30,311	5,417		2,775		5,067	20,058	81,877
Scholarship Awards								3,000	-	3,000
Other Objects	3,050	-	-	-	-	-	-	1,968	-	5,018
Total Support Services	63,810	-	169,485	40,078	10,639	3,851	-	54,487	363,452	705,802
Capital Outlay										
Construction Services								51,011		51,011
Non-Instructional Equipment	-	-	-	-	-	-	-	3,291	-	3,291
Total Capital Outlay	-	-	-	-	-	-	-	54,302	-	54,302
Total Expenditures	465,031	14,018	247,659	40,078	26,022	7,876	2,000	766,603	520,088	2,089,375
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures	-	-	-	-	-	-	-	(76,995)	-	(76,995)
OTHER FINANCING SOURCES (USES)										
Transfers In - General Fund	-	-	-	-	-	-	-	94,920	-	94,920
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	94,920	-	94,920
Net Change in Fund Balance	-	-	-	-	-	-	-	17,925	-	17,925
Fund Balance, Beginning of Year	-	-	-	-	-	-	-	176,569	-	176,569
Fund Balance, End of Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 194,494	\$ -	\$ 194,494

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

	Perkins <u>Secondary</u>	<u>CRRSA - ESSER II</u>		<u>ACSERS</u>	SDA Emergent & Capital <u>Maint. Needs</u>	Nonpublic Teach <u>STEM Grant</u>	Local <u>Donations</u>	Student <u>Activities</u>	<u>Scholarships</u>	To Exhibit <u>E-1</u>
		<u>ESSER II</u>	<u>Learning Acceleration</u>							
REVENUES										
Local							\$ 30,547	\$ 442,529	\$ 2,322	\$ 475,398
State					\$ 51,011	\$ 8,389				59,400
Federal	\$ 18,308	\$ 1,351	\$ 1,070	\$ 134,081	-	-	-	-	-	154,810
Total Revenues	\$ 18,308	\$ 1,351	\$ 1,070	\$ 134,081	\$ 51,011	\$ 8,389	\$ 30,547	\$ 442,529	\$ 2,322	\$ 689,608
EXPENDITURES										
Instruction										
Salaries of Teachers	\$ 1,080					\$ 7,793				\$ 8,873
Purchased Professional and Technical Services	7,190						\$ 835			8,025
Other Purchased Services				\$ 96,814						96,814
General Supplies	5,812	\$ 1,351	\$ 370				15,568			23,101
Co-Curricular / Extracurricular Activities								\$ 428,707		428,707
Athletic Activities								90,139		90,139
Other Objects	2,155	-	-	-	-	-	-	-	-	2,155
Total Instruction	16,237	1,351	370	96,814	-	7,793	16,403	518,846	-	657,814
Support Services										
Other Salaries			650	24,975			2,000			27,625
Personal Services - Employee Benefits	82		50	9,958		596				10,686
Purchased Professional and Technical Services	1,500									1,500
Purchased Property Services				577						577
Other Purchased Services	489						3,575			4,064
Supplies and Materials				1,736			3,331			5,067
Scholarship Awards									\$ 3,000	3,000
Other Objects	-	-	-	21	-	-	1,947	-	-	1,968
Total Support Services	2,071	-	700	37,267	-	596	10,853	-	3,000	54,487
Capital Outlay										
Construction Services					\$ 51,011					51,011
Non-Instructional Equipment	-	-	-	-	-	-	3,291	-	-	3,291
Total Capital Outlay	-	-	-	-	51,011	-	3,291	-	-	54,302
Total Expenditures	18,308	1,351	1,070	134,081	51,011	8,389	30,547	518,846	3,000	766,603
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures	-	-	-	-	-	-	-	(76,317)	(678)	(76,995)
OTHER FINANCING SOURCES (USES)										
Transfers In - General Fund	-	-	-	-	-	-	-	94,920	-	94,920
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	94,920	-	94,920
Net Change in Fund Balance	-	-	-	-	-	-	-	18,603	(678)	17,925
Fund Balance, Beginning of Year	-	-	-	-	-	-	-	167,898	8,671	176,569
Fund Balance, End of Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 186,501	\$ 7,993	\$ 194,494

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

	American Rescue Plan - ESSER III						To Exhibit E-1
	ESSER III	Accelerated Learning Coach and Educator Support	Evidence-Based Summer Learning and Enrichment	Evidence-Based Comprehensive Beyond the School Day	NJTSS	NJ High-Impact Tutoring	
REVENUES							
Federal	\$ 360,721	\$ 51,430	\$ 32,065	\$ 4,399	\$ 35,950	\$ 35,523	\$ 520,088
Total Revenues	\$ 360,721	\$ 51,430	\$ 32,065	\$ 4,399	\$ 35,950	\$ 35,523	\$ 520,088
EXPENDITURES							
Instruction							
Salaries of Teachers	\$ 18,000		\$ 18,098	\$ 4,000			\$ 40,098
Purchased Professional and Technical Services			12,960			\$ 33,908	46,868
General Supplies	68,264	-	1,007	399	-	-	69,670
Total Instruction	86,264	-	32,065	4,399	-	33,908	156,636
Support Services							
Other Salaries	10,800	\$ 18,550				1,500	30,850
Personal Services - Employee Benefits	2,203	1,419				115	3,737
Purchased Professional and Technical Services		22,281			\$ 25,950		48,231
Purchased Property Services	242,596						242,596
Other Purchased Services		9,180			8,800		17,980
Supplies and Materials	18,858	-	-	-	1,200	-	20,058
Total Support Services	274,457	51,430	-	-	35,950	1,615	363,452
Total Expenditures	360,721	51,430	32,065	4,399	35,950	35,523	520,088
Net Change in Fund Balance	-	-	-	-	-	-	-
Fund Balance, Beginning of Year	-	-	-	-	-	-	-
Fund Balance, End of Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

CAPITAL PROJECTS FUND

**LEONIA BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

<u>Issue/Project Title</u>	<u>Appropriations</u>	<u>Expenditures to Date</u>		<u>Balance, June 30, 2024</u>
		<u>Prior Year</u>	<u>Current Year</u>	
Technology Infrastructure Upgrade Project	\$ 1,820,479	\$ 1,818,319		\$ 2,160
Acquisition of EV Buses and Chargers	2,903,385	1,941,130	280,000	682,255
Leonía Middle School FEMA Mitigation Project	228,925		\$ 12,274	216,651
Leonía High School FEMA Mitigation Project	903,650		64,693	838,957
Anna C. Scott Elementary School Roof Replacement	<u>635,580</u>	<u>-</u>	<u>20,813</u>	<u>614,767</u>
	<u>\$ 6,492,019</u>	<u>\$ 3,759,449</u>	<u>\$ 377,780</u>	<u>\$ 2,354,790</u>

Reconciliation to GAAP Basis

Project Balances, June 30, 2024	\$ 2,354,790
Add: Grant Drawdowns For Year-End Encumbrances	2,095,501
Less: Unrealized Grant Revenue	(2,986,231)
Less: Capital Financing Agreement Authorized But Not Issued	(800,884)
Less: Unrealized Transfer In - Capital Outlay	<u>(254,232)</u>

Fund Balance, June 30, 2024 GAAP Basis \$ 408,944

Recapitulation of Fund Balance

Restricted For Capital Projects:	
Year-End Encumbrances	\$ 4,207,551
Available for Capital Projects Expenditures	<u>(3,798,607)</u>
Total Fund Balance - Restricted for Capital Projects	<u>\$ 408,944</u>

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

REVENUES AND OTHER FINANCING SOURCES

Revenues

State Sources - NJ DEP Grant	\$ 280,000
Federal Sources - FEMA	890,730
Other Financing Sources	
Transfer In - Capital Outlay	<u>630,193</u>
 Total Revenues	 <u>1,800,923</u>

EXPENDITURES AND OTHER FINANCING USES

Capital Outlay

Architectural/Engineering Services	97,780
Equipment	<u>280,000</u>
 Total Expenditures and Other Financing Uses	 <u>377,780</u>
 Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	 1,423,143
 Fund Balance, Beginning of Year	 <u>(123,469)</u>
 Fund Balance (Deficit), End of Year	 <u>\$ 1,299,674</u>

Reconciliation to GAAP

Fund Balance, June 30, 2024 - Budgetary Basis	\$ 1,299,674
Add: Grant Drawdowns For Year-End Encumbrances	2,095,501
Less: Unrealized NJ DEP Grant Revenue	(2,095,501)
Less: Unrealized FEMA Revenue	<u>(890,730)</u>
 Fund Balance, June 30, 2024 GAAP Basis	 <u>\$ 408,944</u>

**LEONIA BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
TECHNOLOGY INFRASTRUCTURE UPGRADE PROJECT
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Capital Financing Agreement Proceeds	\$ 1,732,400		\$ 1,732,400	\$ 1,732,400
Transfer In - Capital Reserve	85,919		85,919	85,919
Earnings on Investments	2,160	-	2,160	2,160
Total Revenues	1,820,479	-	1,820,479	1,820,479
Expenditures and Other Financing Uses				
Construction Services	399,303		399,303	400,479
Supplies and Materials	1,419,016	-	1,419,016	1,420,000
Total Expenditures and Other Financing Uses	1,818,319	-	1,818,319	1,820,479
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 2,160	\$ -	\$ 2,160	\$ -
Additional Project Information:				
Project Number	N/A			
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 1,732,400			
Additional Authorized Cost	88,079			
Revised Authorized Cost	\$ 1,820,479			
Percentage Increase over Original Authorized Cost	5%			
Percentage Completion	100%			
Original Target Completion Date	6/30/2024			
Revised Target Completion Date	6/30/2024			

**LEONIA BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
ACQUISITION OF ELECTRIC BUSES AND CHARGERS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - NJ DEP Grant	\$ 1,815,501	\$ 280,000	\$ 2,095,501	\$ 2,095,501
Capital Financing Agreement Proceeds			-	800,884
Transfer In - Capital Reserve	-	7,000	7,000	7,000
Total Revenues	<u>1,815,501</u>	<u>287,000</u>	<u>2,102,501</u>	<u>2,903,385</u>
Expenditures and Other Financing Uses				
Architectural/Engineering Services			-	7,000
Construction Services			-	199,060
Supplies and Materials	125,629		125,629	125,629
Acquisition of Equipment - Buses	<u>1,815,501</u>	<u>280,000</u>	<u>2,095,501</u>	<u>2,571,696</u>
Total Expenditures and Other Financing Uses	<u>1,941,130</u>	<u>280,000</u>	<u>2,221,130</u>	<u>2,903,385</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (125,629)</u>	<u>\$ 7,000</u>	<u>\$ (118,629)</u>	<u>\$ -</u>
Additional Project Information:				
Project Number	N/A			
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 2,616,385			
Additional Authorized Cost	<u>287,000</u>			
Revised Authorized Cost	<u>\$ 2,903,385</u>			
Percentage Increase over Original Authorized Cost	11%			
Percentage Completion	77%			
Original Target Completion Date	6/30/2024			
Revised Target Completion Date	6/30/2025			

**LEONIA BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
LEONIA MIDDLE SCHOOL FEMA MITIGATION PROJECT
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Transfer In - Capital Reserve		\$ 111,925	\$ 111,925	\$ 111,925
Federal Sources - FEMA Grant	-	117,000	117,000	117,000
Total Revenues	-	228,925	228,925	228,925
Expenditures and Other Financing Uses				
Architectural/Engineering Services		12,274	12,274	22,990
Construction Services	-	-	-	205,935
Total Expenditures and Other Financing Uses	-	12,274	12,274	228,925
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 216,651	\$ 216,651	\$ -
Additional Project Information:				
Project Number	N/A			
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$	228,925		
Additional Authorized Cost		-		
Revised Authorized Cost	\$	228,925		
Percentage Increase over Original Authorized Cost	0%			
Percentage Completion	5%			
Original Target Completion Date	6/30/2025			
Revised Target Completion Date	6/30/2025			

**LEONIA BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
LEONIA HIGH SCHOOL FEMA MITIGATION PROJECT
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Transfer In - Capital Reserve		\$ 129,920	\$ 129,920	\$ 129,920
Federal Sources - FEMA Grant	-	773,730	773,730	773,730
Total Revenues	-	903,650	903,650	903,650
Expenditures and Other Financing Uses				
Architectural/Engineering Services		64,693	64,693	111,650
Construction Services	-	-	-	792,000
Total Expenditures and Other Financing Uses	-	64,693	64,693	903,650
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 838,957	\$ 838,957	\$ -
Additional Project Information:				
Project Number	N/A			
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 903,650			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 903,650			
Percentage Increase over Original Authorized Cost	0%			
Percentage Completion	7%			
Original Target Completion Date	6/30/2025			
Revised Target Completion Date	6/30/2025			

**LEONIA BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
ANNA C. SCOTT ELEMENTARY SCHOOL ROOF REPLACEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Transfer In - Capital Reserve	-	\$ 381,348	\$ 381,348	\$ 635,580
Total Revenues	-	381,348	381,348	635,580
Expenditures and Other Financing Uses				
Architectural/Engineering Services		20,813	20,813	65,912
Construction Services	-	-	-	569,668
Total Expenditures and Other Financing Uses	-	20,813	20,813	635,580
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 360,535	\$ 360,535	\$ -
Additional Project Information:				
Project Number	N/A			
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 635,580			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 635,580			
Percentage Increase over Original Authorized Cost	0%			
Percentage Completion	3%			
Original Target Completion Date	6/30/2025			
Revised Target Completion Date	6/30/2025			

ENTERPRISE FUNDS

LEONIA BOARD OF EDUCATION
ENRICHMENT PROGRAM ENTERPRISE FUND
COMBINING SCHEDULE OF ENRICHMENT PROGRAM NET POSITION
AS OF JUNE 30, 2024

	Programs				Total Enrichment Program Fund
	Afterschool Enrichment	LMS Here We Come	SAT Prep	SMILE	
ASSETS					
Current Assets					
Cash and Cash Equivalents	\$ 6,896	\$ 6,473	\$ 16,800	\$ 137,475	\$ 167,644
Due From Other Funds	468	60	-	-	528
Total Current Assets	7,364	6,533	16,800	137,475	168,172
Noncurrent Assets					
Capital Assets					
Furniture, Machinery and Equipment		4,969		14,907	19,876
Less: Accumulated Depreciation	-	(2,982)	-	(8,946)	(11,928)
Total Noncurrent Assets	-	1,987	-	5,961	7,948
Total Assets	7,364	8,520	16,800	143,436	176,120
LIABILITIES					
Current Liabilities					
Accounts Payable	71		1,385		1,456
Due to Other Funds			8,029		8,029
Unearned Revenue	-	4,937	-	117,362	122,299
Total Current Liabilities	71	4,937	9,414	117,362	131,784
NET POSITION					
Investment in Capital Assets		1,987		5,961	7,948
Unrestricted	7,293	1,596	7,386	20,113	36,388
Total Net Position	\$ 7,293	\$ 3,583	\$ 7,386	\$ 26,074	\$ 44,336

LEONIA BOARD OF EDUCATION
 ENRICHMENT PROGRAM ENTERPRISE FUND
 COMBINING SCHEDULE OF REVENUES, EXPENSES AND
 CHANGES IN NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Programs				Total Enrichment Program Fund
	<u>Afterschool Enrichment</u>	<u>LMS Here We Come</u>	<u>SAT Prep</u>	<u>SMILE</u>	
OPERATING REVENUES					
Charges for Services					
Program Fees	\$ 44,555	\$ 7,550	\$ 20,138	\$ 97,235	\$ 169,478
Total Operating Revenues	44,555	7,550	20,138	97,235	169,478
OPERATING EXPENSES					
Salaries	39,600	6,500	9,200	44,805	100,105
Employee Benefits	3,029	497	704	3,428	7,658
Purchased Professional and Technical Services				28,195	28,195
Supplies and Materials	2,496		2,310	3,200	8,006
Depreciation Expense	-	994	-	2,982	3,976
Total Operating Expenses	45,125	7,991	12,214	82,610	147,940
Operating Income (Loss)	(570)	(441)	7,924	14,625	21,538
NONOPERATING REVENUES					
Investment Interest					
Interest Income	38	6	72	109	225
Total Nonoperating Revenues	38	6	72	109	225
Change in Net Position	(532)	(435)	7,996	14,734	21,763
Net Position, Beginning of Year	7,825	4,018	(610)	11,340	22,573
Net Position, End of Year	\$ 7,293	\$ 3,583	\$ 7,386	\$ 26,074	\$ 44,336

**LEONIA BOARD OF EDUCATION
ENRICHMENT PROGRAM ENTERPRISE FUND
COMBINING SCHEDULE OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	Programs				Total Enrichment Program Fund
	<u>After School Enrichment</u>	<u>LMS Here We Come</u>	<u>SAT Prep</u>	<u>SMILE</u>	
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash Received from Customers	\$ 44,555	\$ 5,764	\$ 20,138	\$ 130,669	\$ 201,126
Cash Payments for Employees' Salaries and Benefits	(42,629)	(6,997)	(9,904)	(48,233)	(107,763)
Cash Payments to Suppliers for Goods and Services	(2,779)	-	(925)	(31,395)	(35,099)
Net Cash Provided (Used) By Operating Activities	(853)	(1,233)	9,309	51,041	58,264
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Cash Received From/(Paid To) Other Funds	(468)	(60)	-	-	(528)
Net Cash Provided (Used) by Noncapital and Related Activities	(468)	(60)	-	-	(528)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest Earnings Received	38	6	72	109	225
Net Cash Provided by Investing Activities	38	6	72	109	225
Net Increase (Decrease) in Cash and Cash Equivalents	(1,283)	(1,287)	9,381	51,150	57,961
Cash and Cash Equivalents, Beginning of Year	8,179	7,760	7,419	86,325	109,683
Cash and Cash Equivalents, End of Year	\$ 6,896	\$ 6,473	\$ 16,800	\$ 137,475	\$ 167,644
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	\$ (570)	\$ (441)	\$ 7,924	\$ 14,625	\$ 21,538
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities					
Depreciation	-	994	-	2,982	3,976
Change in Assets, Liabilities and Deferred Inflows of Resources					
Increase/(Decrease) in Accounts Payable	(283)	-	1,385	-	1,102
Increase/(Decrease) in Unearned Revenue	-	(1,786)	-	33,434	31,648
Total Adjustments	(283)	(792)	1,385	36,416	36,726
Net Cash Provided (Used) By Operating Activities	\$ (853)	\$ (1,233)	\$ 9,309	\$ 51,041	\$ 58,264

FIDUCIARY FUNDS

NOT APPLICABLE

LONG-TERM DEBT

**LEONIA BOARD OF EDUCATION
LONG TERM DEBT
SCHEDULE OF SERIAL BONDS PAYABLE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

<u>Issue</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Annual Maturities</u>		<u>Interest Rate</u>	<u>Balance, July 1, 2023</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance, June 30, 2024</u>
School Refunding Bonds	12/1/2011	\$ 11,685,000				\$ 1,305,000		\$ 1,305,000	
School Refunding Bonds	7/16/2020	9,725,000	7/15/2024	\$ 890,000	4.00 %				
			7/15/2025	935,000	4.00				
			7/15/2026	980,000	4.00				
			7/15/2027	1,035,000	5.00				
			7/15/2028	1,095,000	5.00				
			7/15/2029	1,155,000	5.00				
			7/15/2030	1,225,000	5.00	<u>8,160,000</u>	<u>-</u>	<u>845,000</u>	<u>\$ 7,315,000</u>
						<u>\$ 9,465,000</u>	<u>\$ -</u>	<u>\$ 2,150,000</u>	<u>\$ 7,315,000</u>
Paid by Budget Appropriation								<u>\$ 2,150,000</u>	

**LEONIA BOARD OF EDUCATION
LONG TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER CAPITAL FINANCING AGREEMENTS
AND LEASES PAYABLE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	Amount of Original <u>Issue</u>	Interest <u>Rate</u>	Balance, <u>July 1, 2023</u>	<u>Issued</u>	<u>Retired</u>	Balance, <u>June 30, 2024</u>
<u>Capital Financing Agreements</u>						
Copier Machines - 2021	\$ 390,000	10.36%	\$ 24,641		\$ 24,641	
Bus Lease	333,076	2.93%	69,015		69,015	
Technology Infrastructure Project	1,732,400	1.10%	1,041,957		343,533	\$ 698,424
Installation of a Turf Field (Shared Service Agreement)	1,500,000	2.50%	1,282,500		147,500	1,135,000
Copier Machines - 2023	315,400	5.71%	<u>287,749</u>	<u>\$ -</u>	<u>57,723</u>	<u>230,026</u>
			<u>\$ 2,705,862</u>	<u>\$ -</u>	<u>\$ 642,412</u>	<u>\$ 2,063,450</u>
<u>Leases Payable</u>						
Water Cooler Lease	3,366	2.00%	931		696	235
Phone System	231,075	2.50%	103,685		47,157	56,528
Postage Machines - Various Locations	29,040	2.00%	17,771		5,806	11,965
Postage Machine - High School	8,736	2.00%	5,760		1,748	4,012
Postage Machine - BOE Office	8,655	2.50%	<u>6,311</u>	<u>-</u>	<u>1,705</u>	<u>4,606</u>
			<u>\$ 134,458</u>	<u>\$ -</u>	<u>\$ 57,112</u>	<u>\$ 77,346</u>

**LEONIA BOARD OF EDUCATION
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Budget Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUES					
Local Sources					
Property Tax Levy	\$ 2,121,883		\$ 2,121,883	\$ 2,121,883	
State Sources					
Debt Service Aid Type II	<u>407,864</u>	<u>-</u>	<u>407,864</u>	<u>407,864</u>	<u>-</u>
Total Revenues	<u>2,529,747</u>	<u>-</u>	<u>2,529,747</u>	<u>2,529,747</u>	<u>-</u>
EXPENDITURES					
Regular Debt Service					
Principal	2,150,000		2,150,000	2,150,000	
Interest	<u>379,747</u>	<u>-</u>	<u>379,747</u>	<u>379,747</u>	<u>-</u>
Total Expenditures	<u>2,529,747</u>	<u>-</u>	<u>2,529,747</u>	<u>2,529,747</u>	<u>-</u>
Excess (Deficiency) of Revenues Over/(Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-	-
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATISTICAL SECTION

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

Contents

Exhibits

Financial Trends

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

J-1 to J-5

Revenue Capacity

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

J-6 to J-9

Debt Capacity

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

J-10 to J-13

Demographic and Economic Information

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

J-14 and J-15

Operating Information

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

J-16 to J-20

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

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

	as of June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental Activities										
Net Investment in Capital Assets	\$ 7,133,247	\$ 9,058,650	\$ 6,633,571	\$ 8,561,795	\$ 11,995,055	\$ 13,693,257	\$ 15,024,079	\$ 19,033,880	\$ 20,739,886	\$ 21,831,188
Restricted	7,878,190	3,465,366	4,307,587	3,093,100	983,807	1,759,722	3,577,531	3,394,759	4,609,473	5,043,609
Unrestricted	<u>(6,255,467)</u>	<u>(3,410,681)</u>	<u>(4,461,001)</u>	<u>(4,891,357)</u>	<u>(6,741,339)</u>	<u>(8,232,390)</u>	<u>(6,785,464)</u>	<u>(5,125,935)</u>	<u>(5,552,945)</u>	<u>(4,465,324)</u>
Total Governmental Activities Net Position	\$ 8,755,970	\$ 9,113,335	\$ 6,480,157	\$ 6,763,538	\$ 6,237,523	\$ 7,220,589	\$ 11,816,146	\$ 17,302,704	\$ 19,796,414	\$ 22,409,473
Business-Type Activities										
Net Investment in Capital Assets	\$ 70,160	\$ 56,877	\$ 33,088	\$ 40,822	\$ 82,977	\$ 85,030	\$ 84,024	\$ 130,618	\$ 191,104	\$ 172,361
Unrestricted	<u>120,881</u>	<u>158,752</u>	<u>220,327</u>	<u>224,262</u>	<u>228,187</u>	<u>166,482</u>	<u>70,683</u>	<u>336,767</u>	<u>417,905</u>	<u>363,579</u>
Total Business-Type Activities Net Position	\$ 191,041	\$ 215,629	\$ 253,415	\$ 265,084	\$ 311,164	\$ 251,512	\$ 154,707	\$ 467,385	\$ 609,009	\$ 535,940
District-Wide										
Net Investment in Capital Assets	\$ 7,203,407	\$ 9,115,527	\$ 6,666,659	\$ 8,602,617	\$ 12,078,032	\$ 13,778,287	\$ 15,108,103	\$ 19,164,498	\$ 20,930,990	\$ 22,003,549
Restricted	7,878,190	3,465,366	4,307,587	3,093,100	983,807	1,759,722	3,577,531	3,394,759	4,609,473	5,043,609
Unrestricted	<u>(6,134,586)</u>	<u>(3,251,929)</u>	<u>(4,240,674)</u>	<u>(4,667,095)</u>	<u>(6,513,152)</u>	<u>(8,065,908)</u>	<u>(6,714,781)</u>	<u>(4,789,168)</u>	<u>(5,135,040)</u>	<u>(4,101,745)</u>
Total District Net Position	\$ 8,947,011	\$ 9,328,964	\$ 6,733,572	\$ 7,028,622	\$ 6,548,687	\$ 7,472,101	\$ 11,970,853	\$ 17,770,089	\$ 20,405,423	\$ 22,945,413

Note 1 - Net Position at June 30, 2020 has been restated to reflect the implementation of GASB Statement No. 84 "Fiduciary Activities".

Note 2 - Net Position at June 30, 2021 has been restated to reflect the implementation of GASB Statement No. 87 "Leases".

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

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses										
Governmental Activities										
Instruction										
Regular	\$ 15,046,198	\$ 18,037,432	\$ 21,369,913	\$ 20,668,300	\$ 19,137,844	\$ 17,595,069	\$ 19,710,908	\$ 18,717,220	\$ 19,153,443	\$ 19,442,626
Special Education	4,343,963	6,087,129	7,050,114	6,864,974	6,118,212	6,745,698	6,189,802	6,529,666	6,675,758	6,618,873
Other Instruction	1,700,584	765,954	1,151,573	1,178,530	1,148,647	1,058,401	773,611	990,982	1,161,788	1,132,782
School Sponsored Activities and Athletics		1,068,739	1,276,705	1,237,176	1,151,268	1,279,518	1,350,608	1,252,229	1,391,545	1,504,854
Support Services:										
Tuition	1,201,853									
Student and Instruction Related Services	4,357,902	4,402,031	5,084,897	5,185,269	5,970,517	5,887,388	6,671,478	6,426,527	6,673,247	7,033,653
General Administration	975,965	1,027,863	1,038,399	1,005,807	1,114,915	923,605	1,204,657	1,375,099	1,200,530	1,602,220
School Administrative Services	2,631,735	2,746,612	3,551,790	3,400,669	3,404,662	3,392,760	3,809,080	2,564,731	2,571,616	2,725,525
Central Services and Info. Technology	586,761	672,407	776,196	774,779	662,263	647,616	668,540	1,315,606	1,648,455	1,511,850
Plant Operations And Maintenance	3,070,387	3,377,650	3,647,477	3,567,740	3,555,113	4,064,800	4,357,316	2,737,850	3,924,642	3,971,829
Pupil Transportation	1,219,968	1,010,974	1,229,918	1,159,054	1,163,416	1,032,284	642,324	1,611,325	1,522,371	1,541,752
Interest On Long-Term Debt	971,609	963,811	910,328	859,269	867,139	763,656	551,298	278,505	221,851	232,022
Unallocated Depreciation	1,245,092	-	-	-	-	-	-	-	-	-
Total Governmental Activities Expenses	<u>37,352,017</u>	<u>40,160,602</u>	<u>47,087,310</u>	<u>45,901,567</u>	<u>44,293,996</u>	<u>43,390,795</u>	<u>45,929,622</u>	<u>43,799,740</u>	<u>46,145,246</u>	<u>47,317,986</u>
Business-Type Activities										
Food Service	610,360	599,559	598,168	636,420	621,841	541,572	417,894	767,561	862,802	1,104,194
Enrichment Programs	-	41,143	35,075	44,192	49,359	146,480	90,027	145,295	164,563	147,940
Total Business-Type Activities Expense	<u>610,360</u>	<u>640,702</u>	<u>633,243</u>	<u>680,612</u>	<u>671,200</u>	<u>688,052</u>	<u>507,921</u>	<u>912,856</u>	<u>1,027,365</u>	<u>1,252,134</u>
Total District Expenses	<u>\$ 37,962,377</u>	<u>\$ 40,801,304</u>	<u>\$ 47,720,553</u>	<u>\$ 46,582,179</u>	<u>\$ 44,965,196</u>	<u>\$ 44,078,847</u>	<u>\$ 46,437,543</u>	<u>\$ 44,712,596</u>	<u>\$ 47,172,611</u>	<u>\$ 48,570,120</u>
Program Revenues										
Governmental Activities										
Charges For Services	\$ 7,072,840	\$ 8,079,596	\$ 8,390,205	\$ 7,952,896	\$ 7,929,941	\$ 9,093,029	\$ 10,807,764	\$ 10,542,784	\$ 10,688,383	\$ 11,041,067
Operating Grants and Contributions	7,942,538	9,270,239	12,074,642	13,350,686	10,840,497	9,727,628	13,525,396	10,497,942	8,748,319	8,120,098
Capital Grants and Contributions	-	-	-	-	160,703	11,440	3,000	1,137,831	79,922	65,519
Total Governmental Activities Program Revenues	<u>15,015,378</u>	<u>17,349,835</u>	<u>20,464,847</u>	<u>21,303,582</u>	<u>18,931,141</u>	<u>18,832,097</u>	<u>24,336,160</u>	<u>22,178,557</u>	<u>19,516,624</u>	<u>19,226,684</u>
Business-Type Activities										
Charges For Services										
Food Service	404,103	407,154	425,997	447,251	469,379	341,262	2,980	84,675	568,935	629,877
Enrichment Program	50,190	57,750	42,985	53,919	63,350	99,279	103,403	143,151	164,851	169,478
Operating Grants And Contributions	185,976	200,385	202,047	189,718	182,226	185,864	303,842	997,301	433,808	378,215
Total Business Type Activities Program Revenues	<u>640,269</u>	<u>665,289</u>	<u>671,029</u>	<u>690,888</u>	<u>714,955</u>	<u>626,405</u>	<u>410,225</u>	<u>1,225,127</u>	<u>1,167,594</u>	<u>1,177,570</u>
Total District Program Revenues	<u>\$ 15,655,647</u>	<u>\$ 18,015,124</u>	<u>\$ 21,135,876</u>	<u>\$ 21,994,470</u>	<u>\$ 19,646,096</u>	<u>\$ 19,458,502</u>	<u>\$ 24,746,385</u>	<u>\$ 23,403,684</u>	<u>\$ 20,684,218</u>	<u>\$ 20,404,254</u>
Net (Expense)/Revenue										
Governmental Activities	\$ (22,336,639)	\$ (22,810,767)	\$ (26,622,463)	\$ (24,597,985)	\$ (25,362,855)	\$ (24,558,698)	\$ (21,593,462)	\$ (21,621,183)	\$ (26,628,622)	\$ (28,091,302)
Business-Type Activities	<u>29,909</u>	<u>24,587</u>	<u>37,786</u>	<u>10,276</u>	<u>43,755</u>	<u>(61,647)</u>	<u>(97,696)</u>	<u>312,271</u>	<u>140,229</u>	<u>(74,564)</u>
Total District-Wide Net Expenses	<u>\$ (22,306,730)</u>	<u>\$ (22,786,180)</u>	<u>\$ (26,584,677)</u>	<u>\$ (24,587,709)</u>	<u>\$ (25,319,100)</u>	<u>\$ (24,620,345)</u>	<u>\$ (21,691,158)</u>	<u>\$ (21,308,912)</u>	<u>\$ (26,488,393)</u>	<u>\$ (28,165,866)</u>

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

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Revenues and Other Changes in Net Assets										
Governmental Activities										
Property Taxes Levied For General Purposes, Net	\$ 17,740,265	\$ 18,095,075	\$ 18,671,582	\$ 19,373,545	\$ 19,761,016	\$ 20,156,236	\$ 20,777,801	\$ 21,172,579	\$ 21,593,913	\$ 22,881,536
Property Taxes Levied For Debt Service	2,334,694	2,329,197	2,317,874	2,025,161	1,930,170	1,907,645	2,272,403	2,154,981	2,113,531	2,121,883
Federal and State Aid - Unrestricted	2,647,508	2,667,743	2,672,428	2,702,251	2,633,415	2,573,253	2,557,344	3,278,503	4,513,561	4,624,717
Federal and State Aid Restricted	411,785	271,843	286,683	303,189	316,701	332,615	351,432	315,758	669,056	589,234
Miscellaneous Income	449,432	45,936	40,718	477,220	195,538	138,200	231,792	185,920	232,271	486,991
Transfers	-	-	-	-	-	-	261	-	-	-
Total Governmental Activities	23,583,684	23,409,794	23,989,285	24,881,366	24,836,840	25,107,949	26,191,033	27,107,741	29,122,332	30,704,361
Business-Type Activities										
Miscellaneous Income	-	-	-	1,393	2,325	1,995	1,152	407	1,395	1,495
Transfers	-	-	-	-	-	-	(261)	-	-	-
Total Business-Type Activities	-	-	-	1,393	2,325	1,995	891	407	1,395	1,495
Total District-Wide	\$ 23,583,684	\$ 23,409,794	\$ 23,989,285	\$ 24,882,759	\$ 24,839,165	\$ 25,109,944	\$ 26,191,924	\$ 27,108,148	\$ 29,123,727	\$ 30,705,856
Change in Net Position										
Governmental Activities	\$ 1,247,045	\$ 599,027	\$ (2,633,178)	\$ 283,381	\$ (526,015)	\$ 549,251	\$ 4,597,571	\$ 5,486,558	\$ 2,493,710	\$ 2,613,059
Business-Type Activities	29,909	24,587	37,786	11,669	46,080	(59,652)	(96,805)	312,678	141,624	(73,069)
Total District	\$ 1,276,954	\$ 623,614	\$ (2,595,392)	\$ 295,050	\$ (479,935)	\$ 489,599	\$ 4,500,766	\$ 5,799,236	\$ 2,635,334	\$ 2,539,990

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

	as of June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund										
Restricted	\$ 7,332,373	\$ 8,183,692	\$ 9,033,535	\$ 4,996,501	\$ 3,238,778	\$ 2,786,135	\$ 4,595,996	\$ 3,788,765	\$ 4,982,904	\$ 5,540,171
Committed									54,575	212,715
Assigned	1,520,191	606,319	85,917	560,253	365,823	35,250	583,764	1,895,444	1,278,391	959,084
Unassigned	<u>288,445</u>	<u>128,003</u>	<u>133,461</u>	<u>228,233</u>	<u>215,853</u>	<u>80,428</u>	<u>678,173</u>	<u>554,963</u>	<u>(27,087)</u>	<u>522</u>
Total General Fund	<u>\$ 9,141,009</u>	<u>\$ 8,918,014</u>	<u>\$ 9,252,913</u>	<u>\$ 5,784,987</u>	<u>\$ 3,820,454</u>	<u>\$ 2,901,813</u>	<u>\$ 5,857,933</u>	<u>\$ 6,239,172</u>	<u>\$ 6,288,783</u>	<u>\$ 6,712,492</u>
All Other Governmental Funds										
Restricted	\$ 959,618	\$ 1,028,416	\$ 4,466,564	\$ 2,859,066	\$ 433,340	\$ 315,370	\$ 1,988,954	\$ 293,205	\$ 176,569	\$ 603,438
Committed	115,546									
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(123,469)</u>	<u>-</u>
Total All Other Governmental Funds	<u>\$ 1,075,164</u>	<u>\$ 1,028,416</u>	<u>\$ 4,466,564</u>	<u>\$ 2,859,066</u>	<u>\$ 433,340</u>	<u>\$ 315,370</u>	<u>\$ 1,988,954</u>	<u>\$ 293,205</u>	<u>\$ 53,100</u>	<u>\$ 603,438</u>

Note 1 - Fund Balance at June 30, 2020 has been restated to reflect the implementation of GASB Statement No. 84 "Fiduciary Activities".

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

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues										
Tax Levy	\$ 20,074,959	\$ 20,424,272	\$ 20,989,456	\$ 21,398,706	\$ 21,691,186	\$ 22,063,881	\$ 23,050,204	\$ 23,327,560	\$ 23,707,444	\$ 25,003,419
Tuition Charges	6,515,773	7,079,285	7,465,217	7,075,917	7,019,357	8,149,884	9,588,769	8,800,044	8,407,829	9,350,360
Transportation	557,067	482,141	539,967	586,457	650,494	540,589	903,790	1,118,834	1,448,203	768,001
Miscellaneous	496,979	575,702	429,541	795,821	474,880	542,290	554,792	816,337	1,098,196	1,439,275
State Sources	7,173,278	7,350,182	7,968,115	8,744,904	9,433,065	9,650,376	10,898,645	13,645,543	14,776,489	15,419,291
Federal Sources	546,460	608,387	656,210	597,568	614,349	653,373	846,146	1,337,362	1,743,613	1,517,246
Total Revenues	35,364,516	36,519,969	38,048,506	39,199,373	39,883,331	41,600,393	45,842,346	49,045,680	51,181,774	53,497,592
Expenditures										
Instruction										
Regular Instruction	9,460,612	14,496,750	14,663,848	15,574,159	16,588,249	15,698,675	16,668,932	18,627,217	20,097,986	20,694,614
Special Education Instruction	2,774,242	5,195,515	5,281,141	5,495,539	5,449,268	6,248,634	5,422,765	6,420,809	6,717,372	6,728,582
Other Instruction	1,028,180	603,795	760,353	878,046	984,940	938,447	634,382	978,513	1,197,345	1,199,067
School Sponsored Activities and Athletics		874,030	897,077	951,417	1,007,357	1,156,439	1,179,840	1,203,194	1,362,702	1,469,261
Support Services										
Tuition	1,201,853									
Student and Inst. Related Services	3,205,119	4,086,234	4,131,579	4,427,404	5,231,714	5,340,461	5,756,452	6,375,507	6,812,012	7,292,409
General Administrative Services	750,821	997,939	934,715	920,643	1,030,327	875,143	993,592	1,369,128	1,206,468	1,643,215
School Administrative Services	1,631,558	2,360,078	2,615,302	2,709,609	2,939,240	3,048,979	3,234,150	2,462,339	2,521,786	2,720,966
Central Services & Info. Technology	365,639	595,405	614,669	641,536	599,517	604,841	593,016	1,301,905	1,678,474	1,532,684
Plant Operations And Maintenance	2,555,560	3,251,440	3,197,781	3,194,917	3,317,336	3,939,745	4,053,607	4,515,518	3,941,373	4,165,074
Student Transportation Services	883,266	975,778	1,111,305	1,056,321	1,091,891	998,920	576,382	1,583,768	1,535,639	1,533,777
Unallocated Employee Benefits	7,890,539									
Capital Outlay	966,653	348,458	1,325,907	4,768,691	2,775,454	804,329	1,511,481	3,499,103	1,797,507	634,381
Debt Service										
Principal	1,740,000	1,876,647	1,957,436	2,791,081	2,784,648	2,964,461	3,131,653	3,401,267	2,789,722	2,849,524
Interest	1,006,478	964,967	900,044	865,434	863,649	784,821	690,432	594,761	502,818	494,480
Cost of Issuance	-	-	-	-	-	-	123,635	-	-	-
Total Expenditures	35,460,520	36,627,036	38,391,157	44,274,797	44,663,590	43,403,895	44,570,319	52,333,029	52,161,204	52,958,034
Excess (Deficiency) of Revenues										
Over (Under) Expenditures	(96,004)	(107,067)	(342,651)	(5,075,424)	(4,780,259)	(1,803,502)	1,272,027	(3,287,349)	(979,430)	539,558
Other Financing Sources (Uses)										
Capital Financing Agreement Proceeds		281,629	4,115,698		390,000	333,076	3,232,400		315,400	-
Leases Issued								46,431		
Insurance Recoveries								1,926,408	473,536	434,489
Bond Proceeds	-	-	-	-	-		9,725,000			
Premium on Bonds Issued							1,788,150			
Payments to Refunding Bond Escrow Agent							(11,388,114)			
Transfers In					358,510	356,516	30,478	221,214	68,166	725,113
Transfers Out	-	-	-	-	(358,510)	(356,516)	(30,217)	(221,214)	(68,166)	(725,113)
Total Other Financing Sources (Uses)	-	281,629	4,115,698	-	390,000	333,076	3,357,697	1,972,839	788,936	434,489
Net Change in Fund Balances	\$ (96,004)	\$ 174,562	\$ 3,773,047	\$ (5,075,424)	\$ (4,390,259)	\$ (1,470,426)	\$ 4,629,724	\$ (1,314,510)	\$ (190,494)	\$ 974,047
Debt Service as a Percentage of Noncapital Expenditures	7.96%	7.83%	7.71%	9.26%	8.71%	8.80%	8.88%	8.18%	6.54%	6.39%

* Noncapital expenditures are total expenditures less capital outlay.

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

<u>Fiscal Year Ended June 30,</u>	<u>Interest on Investments</u>	<u>Rental of Facilities</u>	<u>Refunds</u>	<u>Related Service Fees</u>	<u>Sale of SRECS</u>	<u>E-Rate Reimbursements</u>	<u>Miscellaneous</u>	<u>Total</u>
2015	\$ 10,301	\$ 239,719					\$ 199,412	\$ 449,432
2016	11,639	225,198		\$ 292,972			34,297	564,106
2017	18,146	266,149		118,872			20,819	423,986
2018	63,765	109,711	\$ 5,706	180,811	\$ 359,841		27,886	747,720
2019	49,086	184,578	241	75,512	97,835		40,764	448,016
2020	21,007	175,393		227,163	65,046		50,164	538,773
2021	23,209	84,150		81,236	135,285		69,145	393,025
2022	16,715	85,533		211,610	98,743		70,786	483,387
2023	22,342	89,330	13,046	341,238	105,360		89,599	660,915
2024	20,806	191,709	26,752	288,468	86,292	\$ 239,093	114,048	967,168

Source: School District's Records

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

Fiscal Year Ended June 30,	Vacant Land	Residential	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate ^a
2015	\$ 5,530,300	\$ 1,054,144,600	\$ 75,982,400	\$ 23,443,500	\$ 62,924,300	\$ 1,222,025,100	\$ 839,562	\$ 1,222,864,662	\$ 1,290,894,000	1.659
2016	5,259,900	1,055,626,500	74,161,400	23,243,500	62,839,300	1,221,130,600	804,032	1,221,934,632	1,352,790,640	1.620
2017	6,798,300	1,057,674,500	74,877,100	22,654,500	62,789,800	1,224,794,200	809,114	1,225,603,314	1,378,384,722	1.730
2018	6,899,700	1,059,436,700	75,357,100	22,654,500	62,789,800	1,227,137,800	797,016	1,227,934,816	1,408,651,881	1.755
2019	5,360,900	1,062,463,000	75,307,100	22,654,500	70,884,800	1,236,670,300	791,103	1,237,461,403	1,443,730,820	1.768
2020	5,404,100	1,065,767,800	75,426,400	22,454,500	70,884,800	1,239,937,600	773,613	1,240,711,213	1,506,477,130	1.843
2021	6,222,800	1,067,258,700	75,091,400	22,454,500	70,884,800	1,241,912,200	772,624	1,242,684,824	1,559,500,435	1.928
2022	6,193,100	1,067,367,200	75,152,900	22,454,500	70,884,800	1,242,052,500	720,729	1,242,773,229	1,655,855,761	1.891
2023	5,106,000	1,069,823,900	73,952,900	22,454,500	72,585,100	1,243,922,400	717,629	1,244,640,029	1,751,306,570	1.957
2024	5,106,000	1,071,160,800	73,612,900	22,454,500	72,585,100	1,244,919,300	642,232	1,245,561,532	1,968,213,765	1.938

^a Tax rates are per \$100

Source: County Abstract of Ratables

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

Calendar Year	School	Overlapping Rates		Total Direct and Overlapping Tax Rate
		Municipality	County	
2015	1.659	0.879	0.253	2.791
2016	1.620	0.893	0.272	2.785
2017	1.730	0.898	0.283	2.911
2018	1.755	0.910	0.281	2.946
2019	1.768	0.929	0.285	2.982
2020	1.843	0.945	0.302	3.090
2021	1.928	0.956	0.317	3.201
2022	1.891	0.971	0.322	3.184
2023	1.957	1.067	0.337	3.361
2024	1.938	1.103	0.368	3.409

Source: County Abstract of Ratables

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

Taxpayer	2024		2015	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
Ambrose DC Assets, LLC	\$ 9,000,000	0.72%	\$ 10,200,000	0.76%
Puck Leonia, LLC/ST Leonia, LLC	9,794,400	0.79%		
313 Woodlance Place, LLC	8,280,000	0.66%		
Center Point Willow Trees, LLC	8,000,000	0.64%	8,400,000	0.63%
Kurtz, Anthony & Nora III, LLC	7,974,900	0.64%	8,089,000	0.61%
400 Willow Tree, LLC	7,300,000	0.59%	7,300,000	0.55%
Grand Lee 2023, LLC	7,207,000	0.58%		
Fairlawn Co c/o Garret Management			7,207,000	0.54%
Home Properties			6,468,000	0.48%
Leonias Manor Associates, LLC	5,250,000	0.42%	5,250,000	0.39%
Kurtz, Anthony & D. II, LLC			4,108,000	0.31%
CVS Pharmacy	4,250,000	0.34%	4,030,000	0.30%
Southwind Farms c/o Solgar Vitamins	3,740,000	0.30%	3,740,000	0.28%
	<u>\$ 70,796,300</u>	<u>5.68%</u>	<u>\$ 64,792,000</u>	<u>4.86%</u>

Source: Municipal Tax Assessor

**LEONIA BOARD OF EDUCATION
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount Collected	Percentage of Levy
2015	20,074,959	20,074,959	100.00%		20,074,959	100.00%
2016	20,424,272	20,424,272	100.00%		20,424,272	100.00%
2017	20,989,456	20,989,456	100.00%		20,989,456	100.00%
2018	21,398,706	19,676,235	91.95%	\$ 1,722,471	21,398,706	100.00%
2019	21,691,186	21,691,186	100.00%		21,691,186	100.00%
2020	22,063,881	22,063,881	100.00%		22,063,881	100.00%
2021	23,050,204	23,050,204	100.00%		23,050,204	100.00%
2022	23,327,560	23,327,560	100.00%		23,327,560	100.00%
2023	23,707,444	23,707,444	100.00%		23,707,444	100.00%
2024	25,003,419	25,003,419	100.00%		25,003,419	100.00%

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

<u>Governmental Activities</u>						
<u>Fiscal Year Ended June 30,</u>	<u>General Obligation Bonds</u>	<u>Capital Financing Agreements</u>	<u>Leases Payable</u>	<u>Total District</u>	<u>Population</u>	<u>Per Capita</u>
2015	\$ 26,805,000	\$ 31,919		\$ 26,836,919	9,072	\$ 2,958
2016	25,010,000	231,901		25,241,901	9,098	2,774
2017	23,155,000	4,245,163		27,400,163	9,088	3,015
2018	21,245,000	3,364,082		24,609,082	9,106	2,703
2019	19,295,000	2,798,296		22,093,296	9,074	2,435
2020	17,270,000	2,191,911		19,461,911	9,035	2,154
2021	13,545,000	4,392,658	\$ 196,820	18,134,478	8,988	2,018
2022	11,530,000	3,059,911	189,731	14,779,642	9,243	1,599
2023	9,465,000	2,705,862	134,458	12,305,320	9,245	1,331
2024	7,315,000	2,063,450	77,346	9,455,796	9,303	1,016

Source: District records

* Estimated

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

Fiscal Year Ended June 30,	General Bonded Debt Outstanding		Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value of Property	Per Capita
	General Obligation Bonds	Deductions			
2015	\$ 26,805,000		\$ 26,805,000	2.19%	\$ 2,955
2016	25,010,000		25,010,000	2.05%	2,749
2017	23,155,000		23,155,000	1.89%	2,548
2018	21,245,000		21,245,000	1.73%	2,333
2019	19,295,000	\$ 18,300	19,276,700	1.56%	2,124
2020	17,270,000		17,270,000	1.39%	1,911
2021	13,545,000	7,466	13,537,534	1.09%	1,506
2022	11,530,000	7,466	11,522,534	0.93%	1,247
2023	9,465,000		9,465,000	0.76%	1,024
2024	7,315,000		7,315,000	0.59%	786

Source: District records

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

	<u>Gross Debt</u>
Municipal Debt: (1)	
Leonía Board of Education (As of June 30, 2024)	\$ 7,315,000
Borough of Leonia	<u>32,683,063</u>
	<u>39,998,063</u>
Overlapping Debt Apportioned to the Municipality:	
Bergen County	
County of Bergen (A)	13,248,523
Bergen County Utilities Authority (B)	<u>2,654,822</u>
	<u>15,903,345</u>
Total Direct and Overlapping Debt	<u><u>\$ 55,901,408</u></u>

Source:

(1) Borough of Leonia's 2023 Annual Debt Statement

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

(B) The debt was computed based upon usage.

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

	For the Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt Limit	\$ 52,355,102	\$ 53,497,645	\$ 54,980,489	\$ 56,009,943	\$ 57,679,464	\$ 59,687,756	\$ 62,682,734	\$ 62,682,734	\$ 65,989,555	\$ 71,477,471
Total Net Debt Applicable to Limit	25,010,000	23,155,000	21,245,000	19,295,000	17,270,000	13,545,000	11,530,000	11,530,000	9,465,000	7,315,000
Legal Debt Margin	<u>\$ 27,345,102</u>	<u>\$ 30,342,645</u>	<u>\$ 33,735,489</u>	<u>\$ 36,714,943</u>	<u>\$ 40,409,464</u>	<u>\$ 46,142,756</u>	<u>\$ 51,152,734</u>	<u>\$ 51,152,734</u>	<u>\$ 56,524,555</u>	<u>\$ 64,162,471</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	47.77%	43.28%	38.64%	34.45%	29.94%	22.69%	18.39%	18.39%	14.34%	10.23%

Legal Debt Margin Calculation for Fiscal Year 2024

Equalized Valuation Basis

2023	\$ 1,963,261,364
2022	1,745,191,092
2021	<u>1,652,357,903</u>

\$ 5,360,810,359

3 Year Average \$ 1,786,936,786

4% of Avg. Equalized Valuation	\$ 71,477,471
Less: Net Debt	<u>7,315,000</u>

Remaining Borrowing Power \$ 64,162,471

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

**LEONIA BOARD OF EDUCATION
DEMOGRAPHIC STATISTICS
LAST TEN YEARS
(Unaudited)**

<u>Year Ended December 31,</u>	<u>Unemployment Rate (1)</u>	<u>Per Capita Income (2)</u>	<u>Population</u>
2015	3.7%	\$ 77,323	9,072
2016	3.3%	78,836	9,098
2017	3.1%	81,024	9,088
2018	2.9%	85,191	9,106
2019	2.1%	88,241	9,074
2020	2.1% *	91,972	9,035
2021	9.0%	97,343	8,988
2022	5.3%	97,138	9,243
2023	2.7%	97,138 *	9,245
2024	2.9%	97,138 *	9,303

Source: (1) NJ Department of Labor, Bureau of Labor Force Statistics
 (2) County Per Capital Personal Income
 * Estimated

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

INFORMATION NOT AVAILABLE

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

<u>Function/Program</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Instruction										
Regular	145	145	146	147	180	182	142	149	148	145
Special Education	44	44	46	46	26	28	55	67	70	69
Other Instruction							4	10	13	8
Support Services:										
General Administrative Services	10	10	10	10	6	6	4	5	5	5
School Administrative Services	12	12	12	12	11	11	19	16	15	15
Plant Operations and Maintenance	23	23	23	23	30	34	41	42	39	45
Total	<u>234</u>	<u>234</u>	<u>237</u>	<u>238</u>	<u>253</u>	<u>261</u>	<u>265</u>	<u>289</u>	<u>290</u>	<u>287</u>

Source: District Personnel Records

N/A - Not Available

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

Fiscal Year	Enrollment ^a			Operating Expenditures ^b	Cost Per Pupil ^c	Percentage Change	Pupil/Teacher Ratio				Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
							Teaching Staff	Elementary	Middle School	Senior High School				
2015	1,797	\$		31,747,389	\$ 17,667	6.54%	166	3.7	2.93	4.13	1,824	1,757	8.12%	96.33%
2016	1,794			33,436,964	18,638	5.50%	166	3.68	3.01	4.13	1,820	1,760	-0.22%	96.70%
2017	1,812			34,207,770	18,878	1.29%	181	9.46	10.51	10.36	1,822	1,739	0.11%	95.44%
2018	1,878			35,849,591	19,089	1.12%	181	3.66	2.95	3.78	1,884	1,792	3.40%	95.12%
2019	1,959			38,239,839	19,520	2.26%	N/A	N/A	N/A	N/A	1,939	1,841	2.92%	94.95%
2020	2,027			38,850,284	19,166	-1.81%	177	N/A	N/A	N/A	2,021	1,965	4.23%	97.23%
2021	2,082			39,113,118	18,786	-1.98%	175	11:1	11:1	12:1	2,073	2,031	2.57%	97.97%
2022	2,091			44,837,898	21,443	14.14%	186	11:1	10:1	10:1	2,097	2,009	1.16%	95.80%
2023	2,104			47,071,157	22,372	4.33%	187	14:1	13:1	12:1	2,109	1,995	0.57%	94.59%
2024	2,063	d		48,979,649	23,742	6.12%	175	14:1	13:1	12:1	2,062	1,978	-2.23%	95.93%

Sources: District records

- Note:
- a Enrollment based on annual October district count.
 - b Operating expenditures equal total expenditures less debt service and capital outlay.
 - c Cost per pupil represents operating expenditures divided by enrollment.
 - d Enrollment includes resident Charter School students and Sent students.

N/A - Information not available

**LEONIA BOARD OF EDUCATION
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<u>District Building</u>										
<u>Elementary</u>										
Anna C. Scott										
Square Feet	82,346	82,346	82,346	82,346	82,346	82,346	82,346	80,545	80,545	80,545
Capacity (students)	720	720	720	720	720	720	720	603	603	603
Enrollment	639	641	649	673	686	718	728	610	605	565
<u>Middle School</u>										
Leonida Middle School										
Square Feet	115,540	115,540	115,540	115,540	115,540	115,540	115,540	117,649	117,649	117,649
Capacity (students)	550	550	550	550	550	550	550	693	693	693
Enrollment	490	499	515	533	534	525	534	615	654	676
<u>High School</u>										
Leonida High School										
Square Feet	120,790	120,790	120,790	120,790	120,790	134,996	134,996	121,773	121,773	121,773
Capacity (students)	700	700	700	700	700	700	700	787	787	787
Enrollment	616	675	659	687	739	784	820	838	845	814
<u>Other</u>										
Central Administration										
Square Feet	1,800	1,800	1,800	1,800	1,800	2,500	2,500	2,500	2,500	2,500
Number of Schools at June 30, 2024										
Elementary = 1										
Middle School = 1										
Senior High School = 1										

Source: District Facilities Office

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of and additions. Enrollment is based on the annual October district count.

LEONIA BOARD OF EDUCATION
GENERAL FUND
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS
(Unaudited)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
<u>School Facilities</u>										
Anna C. Scott	\$ 256,955	\$ 240,027	\$ 249,715	\$ 187,057	\$ 219,120	\$ 273,317	\$ 301,659	\$ 253,045	\$ 144,043	\$ 137,369
Middle School	229,176	239,222	186,815	134,033	157,007	195,840	216,148	181,314	213,821	281,870
High School	<u>208,342</u>	<u>309,115</u>	<u>225,730</u>	<u>121,426</u>	<u>142,240</u>	<u>177,421</u>	<u>195,819</u>	<u>164,261</u>	<u>243,507</u>	<u>282,526</u>
	694,473	788,364	662,260	442,516	518,367	646,578	713,626	598,620	601,371	701,765
Other Facilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,888</u>	<u>2,806</u>
Grand Total	<u>\$ 694,473</u>	<u>\$ 788,364</u>	<u>\$ 662,260</u>	<u>\$ 442,516</u>	<u>\$ 518,367</u>	<u>\$ 646,578</u>	<u>\$ 713,626</u>	<u>\$ 598,620</u>	<u>\$ 604,259</u>	<u>\$ 704,571</u>

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

	<u>COVERAGE</u>	<u>DEDUCTIBLE</u>
School Alliance Insurance Fund:		
Commercial Package Policy		
Property - Blanket Building and Contents	\$ 117,238,520	\$ 2,500
Flood (Subject to FEMA Deductible in Flood Zone "A&V")	25,000,000	NFIP Limit
Flood Zones (Non A&V)	10,000,000	
Earthquake	25,000,000	Excess 5% of location value
Boiler and Machinery	100,000,000	2,500
Crime Coverage		
Blanket Employee Dishonesty	500,000	1,000
Forgery and Alterations	50,000	1,000
Theft, Disappearance and Destruction - Inside/Outside	50,000	1,000
Computer Fraud	50,000	1,000
General Liability		
General Aggregate	50,000,000	
Each Occurrence	5,000,000	
Pro/Completed Oper.	5,000,000	
Personal Injury	5,000,000	
Fire Damage	2,500,000	
Medical Expense	5,000	
Employee Benefit Liability	5,000,000	
Aggregate (Claims Made)	5,000,000	
Sexual Molestation Limit	3,000,000	
Automobile Coverage		
	5,000,000	
Hired/Non Owned	5,000,000	
Uninsured/Underinsured	25/50/25,000	
Comprehensive		
Collision		1,000

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

	<u>COVERAGE</u>	<u>DEDUCTIBLE</u>
School Leaders - AIG		
Liability & Employment Practices Liability		
Each Claim/Each Insured, Aggregate/Each Insured	\$ 5,000,000	
Each Claim/All Insureds	10,000,000	
Maximum Policy Agg.	20,000,000	
Retention-SLLL, EPL		\$ 5,000
Excess Liability - School Alliance Insurance Fund		
Each Occurrence	15,000,000	
E & O/Each Loss	15,000,000	
Each Policy Year	15,000,000	
Excess Liability (CAP) - Fireman's Fund		
Each Occurrence		
Aggregate		
Environmental - Chubb		
Per Claim	1,000,000	
Legal Defense Expense Limit	25,000,000	
SIR: Per Pollution Condition		10,000
Public Official Bond - Selective Insurance Co.		
Eric Thomasevich	500,000	
Public Official Bond - Selective Insurance Co.		
Antoinette Kelly	500,000	

Source: District Records

SINGLE AUDIT SECTION



LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-1

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

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

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

INDEPENDENT AUDITOR'S REPORT

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Leonida Board of Education as of and for the fiscal year ended June 30, 2024 and the related notes to the financial statements, which collectively comprise the Leonida Board of Education's basic financial statements and have issued our report thereon dated December 12, 2024.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Leonia Board of Education's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed 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.

However, we noted certain matters that are not required to be reported under Government Auditing Standards that we reported to management of the Leonia Board of Education in a separate report entitled, "Auditor's Management Report on Administrative Findings – Financial, Compliance and Performance" dated December 12, 2024.

Purpose of this Report

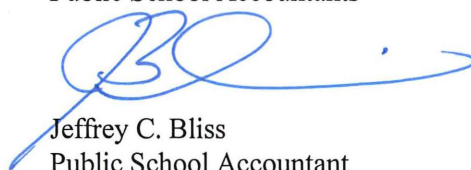
The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Leonia Board of Education's internal control or on compliance. This report is an integral part of an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

LERCH, VINCI & BLISS, LLP

LERCH, VINCI & BLISS, LLP

Certified Public Accountants

Public School Accountants



Jeffrey C. Bliss

Public School Accountant

PSA Number CS00932

Fair Lawn, New Jersey
December 12, 2024



LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-2

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

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

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

INDEPENDENT AUDITOR'S REPORT

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

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

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

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

Basis for Opinion on Each Major Federal and State Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal 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 U.S. Uniform Guidance and New Jersey OMB Circular 15-08. Accordingly, this report is not suitable for any other purpose.

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

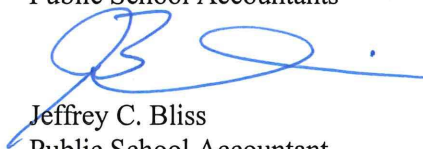
We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Leonia Board of Education, as of and for the fiscal year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements. We have issued our report thereon dated December 12, 2024, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards as required by the U.S. Uniform Guidance and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

LERCH, VINCI & BLISS, LLP

LERCH, VINCI & BLISS, LLP

Certified Public Accountants

Public School Accountants



Jeffrey C. Bliss

Public School Accountant

PSA Number CS00932

Fair Lawn, New Jersey
December 12, 2024

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

Federal/Grantor/Pass-Through Grantor/ Program Title	Federal AL Number	FAIN Number	Grant Period	Award Amount	Balance, July 1, 2023			Carryover		Cash Received	Budgetary Expenditures	Refund of Prior Years' Balances	Funds Released		Balance, June 30, 2024		Memo: GAAP Receivable
					(Accounts Receivable)	Unearned Revenue	Due to Grantor	Unearned Revenue	(Accounts Receivable)				Accounts Receivable	(Unearned Revenue)	Accounts Receivable	Unearned Revenue	
U.S.Department of Agriculture																	
Passed-through State Department																	
of Agriculture																	
Enterprise Funds																	
Food Distribution Commodities Program	10.555	231NJ304N1099	7/1/22-6/30/23	\$ 81,163		\$ 3,477					\$ 3,477						
Food Distribution Commodities Program	10.555	241NJ304N1099	7/1/23-6/30/24	100,744						\$ 100,744	94,973					\$ 5,771	
National School Lunch Program	10.555	231NJ304N1099	7/1/22-6/30/23	208,747	\$ (15,221)					15,221							
National School Lunch Program	10.555	241NJ304N1099	7/1/23-6/30/24	202,500						189,734	202,500				\$ (12,766)		\$ (12,766)
Supply Chain Assistance	10.555	241NJ304N1099	7/1/23-6/30/24	52,411						52,411	52,411						-
Local Food for Schools Cooperative	10.815	231NJ304N1099	7/1/22-6/30/23	3,914	(3,541)					3,541							-
National School Breakfast Program	10.553	231NJ304N1099	7/1/22-6/30/23	6,345	(595)					595							-
National School Breakfast Program	10.553	241NJ304N1099	7/1/23-6/30/24	9,295						8,558	9,295				-	(737)	(737)
P-EBT Administrative Costs	10.649	242125900941	7/1/23-6/30/24	653	-	-	-	-	-	653	653	-	-	-	-	-	-
Total U.S. Department of Agriculture - Child Nutrition Program Cluster					(19,357)	3,477	-	-	-	371,457	363,309	-	-	-	(13,503)	5,771	(13,503)
Total Enterprise Fund					(19,357)	3,477	-	-	-	371,457	363,309	-	-	-	(13,503)	5,771	(13,503)
U.S. Department of Education																	
Passed-through State Department																	
Special Revenue Fund																	
ESEA																	
Title I	84.010	S010A210030	7/1/21-9/30/22	141,657		\$ 6,650						\$ 6,650					
Title I	84.010	S010A220030	7/1/22-9/30/23	203,082	(68,769)	4,109	\$ (4,109)	\$ 4,109		64,660							-
Title I	84.010	S010A230030	7/1/23-9/30/24	255,068	-	-	-	4,109	(4,109)	187,920	247,659	-	-	-	(71,257)	11,518	(59,739)
Total ESEA Title I					(68,769)	4,109	6,650	-	-	252,580	247,659	6,650	-	-	(71,257)	11,518	(59,739)
Title II, Part A	84.367A	S367A220029	7/1/22-9/30/23	23,834	(240)					240					-	-	-
Title II, Part A	84.367A	S367A230029	7/1/23-9/30/24	41,183	-	-	-	-	-	23,858	40,078	-	-	-	(17,325)	1,105	(16,220)
Total ESEA Title II, Part A					(240)	-	-	-	-	24,098	40,078	-	-	-	(17,325)	1,105	(16,220)
Title III	84.365	S365A2200030	7/1/22-9/30/23	20,772	(6,992)	7,268	(7,268)	6,992									-
Title III	84.365	S365A2300030	7/1/23-9/30/24	20,585			7,268	(6,992)		22,528	26,022				(5,049)	1,831	(3,218)
Title III Immigrant	84.365	S365A2200030	7/1/22-9/30/23	9,841	(6,810)	4,403	(4,403)	4,403		2,407			-	-	-	-	-
Title III Immigrant	84.365	S365A2300030	7/1/23-9/30/24	11,287	-	-	-	4,403	(4,403)	5,376	7,876	-	-	-	(10,314)	7,814	(2,500)
Total ESEA Title III Cluster					(13,802)	11,671	-	-	-	30,311	33,898	-	-	-	(15,363)	9,645	(5,718)
Title IV	84.424	S424A2200031	7/1/22-9/30/23	12,177	(6,855)	500	(500)	500		6,355					-	-	-
Title IV	84.424	S424A2300031	7/1/23-9/30/24	14,510	-	-	-	500	(500)	-	2,000	-	-	-	(15,010)	13,010	(2,000)
Total ESEA Title IV					(6,855)	500	-	-	-	6,355	2,000	-	-	-	(15,010)	13,010	(2,000)
L.D.E.A. Part B, Basic Regular	84.027	H027A230100	7/1/22-9/30/23	436,565	(168,572)	3,905	(3,905)	3,905		164,667					-	-	-
L.D.E.A. Part B, Basic Regular	84.027	H027A240100	7/1/23-9/30/24	471,887			3,905	(3,905)		355,174	465,031				(120,618)	10,761	(109,857)
L.D.E.A. Part B, ARP Basic	84.027X	H027X230100	7/1/21-9/30/22	93,208	(37,742)					37,742					-	-	-
L.D.E.A. Part B, Preschool	84.173	H173A230114	7/1/22-9/30/23	14,021	(1,121)	355	(355)	355		766					-	-	-
L.D.E.A. Part B, Preschool	84.173	H173A240114	7/1/23-9/30/24	14,018			355	(355)		14,018	14,018				(355)	355	-
L.D.E.A. Part B, ARP Preschool	84.173X	H173X230114	7/1/21-9/30/22	7,949	(7,949)	-	-	-	-	7,949		-	-	-	-	-	-
Total Special Education Cluster IDEA					(215,384)	4,260	-	-	-	580,316	479,049	-	-	-	(120,973)	11,116	(109,857)
Perkins Secondary	84.048A	V048A220030	7/1/22-6/30/23	12,735	(834)					834					-	-	-
Perkins Secondary	84.048A	V048A230030	7/1/23-6/30/24	18,445	-	-	-	-	-	17,601	18,308	-	\$ 137	\$ (137)	(707)	-	(707)
					(834)	-	-	-	-	18,435	18,308	-	-	-	(707)	-	(707)
Elementary and Secondary School Emergency Relief (ESSER II)																	
Coronavirus Response and Relief Supplemental Appropriations (CRRSA) Act																	
ESSER II	84.425D	S425D210027	3/13/20-9/30/23	500,121	(2,061)	1,351				2,061	1,351		-	-	-	-	-
Learning Acceleration	84.425D	S425D210027	3/13/20-9/30/23	32,096	(8,316)	1,070				8,316	1,070				-	-	-
American Rescue Plan																	
ARP ESSER III	84.425U	S425U210027	3/13/20-9/30/24	1,123,989	(645,507)	643,550				355,078	360,721				(290,429)	282,829	(7,600)
Accelerated Learning Coach & Educator Support	84.425U	S425U210027	3/13/20-9/30/24	135,352	(110,412)	51,430				99,358	51,430				(11,054)	-	(11,054)
Evidence-Based Summer Learning & Enrichment	84.425U	S425U210027	3/13/20-9/30/24	40,000	(32,980)	32,378				32,411	32,065				(569)	313	(256)
Evidence-Based Comprehensive Beyond the School Day	84.425U	S425U210027	3/13/20-9/30/24	40,000	(12,800)	4,400				12,799	4,399				(1)	1	-
NJTSS Mental Health Support Staffing	84.425U	S425U210027	3/13/20-9/30/24	45,000	(43,059)	40,159				32,400	35,950			-	(10,659)	4,209	(6,450)
NJ Learning Acceleration Program: High-Impact Tutoring Grant	84.425V	S425V240031	10/11/23-8/31/24	57,966	-	-	-	-	-	-	35,523	-	-	-	(57,966)	22,443	(35,523)
Total ESSER Cluster					(855,135)	774,338	-	-	-	542,423	522,509	-	-	-	(370,678)	309,795	(60,883)

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

Federal/Grantor/Pass-Through Grantor/ Program Title	Federal AL Number	FAIN Number	Grant Period	Award Amount	Balance, July 1, 2023			Carryover		Cash Received	Budgetary Expenditures	Refund of Prior Years' Balances	Funds Released		Balance, June 30, 2024		Memo: GAAP Receivable
					(Accounts Receivable)	Unearned Revenue	Due to Grantor	Unearned Revenue	(Accounts Receivable)				Accounts Receivable	(Unearned Revenue)	Accounts Receivable	Unearned Revenue	
Coronavirus State and Local Fiscal Recovery Additional or Compensatory Special Education and Related Services	21.027	SLFRDOE1SES	7/1/22-6/30/23	\$ 141,248	\$ (70,623)					\$ 70,623					-	-	-
	21.027	SLFRDOE1SES	7/1/23-6/30/24	134,081	-	-	-	-	-	48,407	\$ 134,081	-	-	-	\$ (85,674)	-	\$ (85,674)
Total ACSERS					(70,623)	-	-	-	-	119,030	134,081	-	-	-	(85,674)	-	(85,674)
Total Special Revenue Fund					(1,231,642)	\$ 794,878	\$ 6,650	-	-	1,573,548	1,477,582	\$ 6,650	\$ 137	(137)	(696,987)	\$ 356,189	(340,798)
U.S. Department of Health and Human Services General Fund																	
Medicaid Assistance Program	93.778	2005NJ5MAP	7/1/23-6/30/24	39,664	-	-	-	-	-	39,664	39,664	-	-	-	-	-	-
Total General Fund					-	-	-	-	-	39,664	39,664	-	-	-	-	-	-
U.S. Department of Homeland Security General Fund																	
FEMA - Public Assistance Grant - Hurricane Ida	97.036	N/A	N/A	172,725		172,725										172,725	
Capital Projects Fund																	
FEMA - Public Assistance Grant - Flood Mitigation	97.036	N/A	N/A	890,730	(121,770)	890,730	-	-	-	121,770	-	-	-	-	-	890,730	-
Total FEMA Cluster					(121,770)	1,063,455	-	-	-	121,770	-	-	-	-	-	1,063,455	-
Total Federal Financial Awards					\$ (1,372,769)	\$ 1,861,810	\$ 6,650	\$ -	\$ -	\$ 2,106,439	\$ 1,880,555	\$ 6,650	\$ 137	\$ (137)	\$ (710,490)	\$ 1,425,415	\$ (354,301)

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

127

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance, July 1, 2023		Balance, June 30, 2024				Memo	
				(Accounts Receivable)	Unearned Revenue	Cash Received	Budgetary Expenditures	(Accounts Receivable)	Unearned Revenue	GAAP Receivable	Cumulative Total Expenditures
State Department of Education											
General Fund											
Equalization Aid	23-495-034-5120-078	7/1/22-6/30/23	\$ 4,624,037	\$ (418,376)		\$ 418,376					
Equalization Aid	24-495-034-5120-078	7/1/23-6/30/24	4,624,037			4,206,341	\$ 4,624,037	\$ (417,696)			\$ 4,624,037
Special Education Categorical Aid	23-495-034-5120-089	7/1/22-6/30/23	928,663	(84,024)		84,024					
Special Education Categorical Aid	24-495-034-5120-089	7/1/23-6/30/24	1,135,048			1,032,517	1,135,048	(102,531)			1,135,048
Security Aid	23-495-034-5120-084	7/1/22-6/30/23	36,798	(3,329)		3,329					
Security Aid	24-495-034-5120-084	7/1/23-6/30/24	36,798	-	-	33,474	36,798	(3,324)	-	-	36,798
Total State Aid Public Cluster				(505,729)	-	5,778,061	5,795,883	(523,551)	-	-	5,795,883
Extraordinary Aid	23-495-034-5120-044	7/1/22-6/30/23	365,118	(365,118)		365,118					-
Extraordinary Aid	24-495-034-5120-044	7/1/23-6/30/24	367,515				367,515	(367,515)			367,515
Payment for Institutionalized Children - Unknown District of Residence	23-495-034-5120-005	7/1/22-6/30/23	11,522	(11,522)		11,522					-
Reimbursed TPAF Social Security Contributions	23-495-034-5094-003	7/1/22-6/30/23	1,268,995	(126,286)		126,286					-
Reimbursed TPAF Social Security Contributions On Behalf TPAF Pension and OPEB	24-495-034-5094-003	7/1/23-6/30/24	1,319,128			1,255,102	1,319,128	(64,026)		\$ (64,026)	1,319,128
Pension Benefit Contribution	24-495-034-5094-002	7/1/23-6/30/24	5,819,004			5,819,004	5,819,004				5,819,004
Pension - NCGI Premium	24-495-034-5094-004	7/1/23-6/30/24	66,363			66,363	66,363				66,363
Post-Retirement Medical Benefit Contribution	24-495-034-5094-001	7/1/23-6/30/24	1,601,782			1,601,782	1,601,782				1,601,782
Long-Term Disability Insurance	24-495-034-5094-004	7/1/23-6/30/24	2,571	-	-	2,571	2,571	-	-	-	2,571
Total General Fund				(1,008,655)	-	15,025,809	14,972,246	(955,092)	-	(64,026)	14,972,246
Special Revenue Fund											
New Jersey Schools Development Authority Emergent and Capital Maintenance Needs	N/A	7/1/23-6/30/24	51,011	-	-	51,011	51,011	-	-	-	51,011
Nonpublic Teach STEM Reimbursement	N/A	7/1/23-6/30/24	8,389	-	-	3,949	8,389	(4,440)	-	(4,440)	8,389
Total Special Revenue Fund				-	-	54,960	59,400	(4,440)	-	(4,440)	59,400
State Department of Environment Protection											
Capital Projects Fund											
Equipment Modernization Program - Electric School Buses	22-71H-042-4801-006	N/A	2,095,501	(453,875)	-	-	280,000	(733,875)	-	(733,875)	2,095,501
State Department of Education											
Debt Service Fund											
Debt Service Aid - Type II	24-495-034-5120-017	7/1/23-6/30/24	407,864	-	-	407,864	407,864	-	-	-	407,864
State Department of Agriculture											
Enterprise Fund											
State School Breakfast Program	23-100-010-3350-023	7/1/22-6/30/23	87	(11)		11				-	-
State School Breakfast Program	24-100-010-3350-023	7/1/23-6/30/24	342			306	342	(36)		(36)	342
State School Lunch Program	23-100-010-3350-023	7/1/22-6/30/23	12,358	(913)		913				-	-
State School Lunch Program	24-100-010-3350-023	7/1/23-6/30/24	14,564	-	-	13,678	14,564	(886)	-	(886)	14,564
				(924)	-	14,908	14,906	(922)	-	(922)	14,906
Total State Financial Assistance Subject to Single Audit Determination				(1,463,454)	-	15,503,541	15,734,416	(1,694,329)	-	(803,263)	17,549,917
State Financial Assistance											
Not Subject to Single Audit Determination											
General Fund											
On-Behalf TPAF Pension System Contributions	24-495-034-5094-002	7/1/23-6/30/24	5,819,004			(5,819,004)	(5,819,004)				(5,819,004)
On-Behalf TPAF Pension - NCGI Premium	24-495-034-5094-004	7/1/23-6/30/24	66,363			(66,363)	(66,363)				(66,363)
On-Behalf TPAF Post-Retirement Medical Contribution	24-495-034-5094-001	7/1/23-6/30/24	1,601,782			(1,601,782)	(1,601,782)				(1,601,782)
On-Behalf TPAF Long-Term Disability Insurance	24-495-034-5094-004	7/1/23-6/30/24	2,571	-	-	(2,571)	(2,571)	-	-	-	(2,571)
Total State Financial Assistance Subject to Major Program Determination				\$ (1,463,454)	\$ -	\$ 8,013,821	\$ 8,244,696	\$ (1,694,329)	\$ -	\$ (803,263)	\$ 10,060,197

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

NOTE 1 REPORTING ENTITY

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

NOTE 2 BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal awards and state financial assistance (the “Schedules”) present the activity of all federal and state programs of the Board. All federal awards received directly from federal agencies or passed through other government agencies are included on the schedule of expenditures of federal awards. All state awards received directly from state agencies or passed through other government agencies are included in the schedule of expenditures of state financial assistance. The information in these Schedules are presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB Circular Letter 15-08 *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*.

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 4 RELATIONSHIP TO FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is a decrease of \$20,219 for the general fund and a decrease of \$3,291 for the special revenue fund and a decrease of \$280,000 for the capital projects fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board’s financial statements on a GAAP basis as presented as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 39,664	\$ 14,952,027	\$ 14,991,691
Special Revenue Fund	1,477,582	59,400	1,536,982
Debt Service Fund		407,864	407,864
Food Service Fund	<u>363,309</u>	<u>14,906</u>	<u>378,215</u>
Total Awards and Financial Assistance	<u>\$ 1,880,555</u>	<u>\$ 15,434,197</u>	<u>\$ 17,314,752</u>

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

NOTE 5 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6 OTHER INFORMATION

Revenues and expenditures reported under the Food Distribution Program as non-cash assistance represent current year value received and current year distributions, respectively. TPAF Social Security contributions in the amount of \$1,319,128 represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year ended June 30, 2024. The amount reported as TPAF Pension System Contributions in the amount of \$5,885,367, TPAF Post-Retirement Medical Benefits Contributions in the amount of \$1,601,782, and TPAF Long-Term Disability Insurance in the amount of \$2,571 represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2024.

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

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

NOTE 8 DE MINIMIS INDIRECT COST RATE

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

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

Part I – Summary of Auditor’s Results

Financial Statement Section

Type of auditors' report issued on financial statements Unmodified

Internal control over financial reporting:

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

2) Significant deficiencies identified that are not considered to be material weaknesses? yes X none reported

Noncompliance material to the basic financial statements noted? yes X no

Federal Awards Section

Internal Control over major programs:

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

2) Significant deficiencies identified that are not considered to be material weaknesses? yes X none reported

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 U.S. Uniform Guidance? yes X no

Identification of major federal programs:

<u>AL Number(s)</u>	<u>FAIN</u>	<u>Name of Federal Program or Cluster</u>
<u>84.425D</u>	<u>S425D210027</u>	<u>CRRSA ESSER II Cluster</u>
<u>84.425U</u>	<u>S425U210027</u>	<u>ARP ESSER III Cluster</u>
<u>84.425V</u>	<u>S425V240031</u>	<u>New Jersey Learning Acceleration Program: High-Impact Tutoring Grant</u>

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

Auditee qualified as low-risk auditee? X yes no

State Awards Section

yes X no

yes X none reported

Unmodified

yes X no

Name of State Program:

Equalization Aid

Special Education Categorical Aid

Security Aid

\$ 750,000

X	yes	no
---	-----	----

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

Part 2 – Schedule of Financial Statement Findings

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

There are none.

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

Part 3 – Schedule of Federal and State Award Findings and Questioned Costs

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

CURRENT YEAR FEDERAL AWARDS

There are none.

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

Part 3 – Schedule of Federal and State Award Findings and Questioned Costs

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

CURRENT YEAR STATE AWARDS

There are none.