

# **Annual Comprehensive Financial Report**

**of the**

**Mainland Regional Board of Education**

**County of Atlantic, New Jersey**

**For the Year Ended June 30, 2024**



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## **INTRODUCTORY SECTION**

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# MAINLAND REGIONAL HIGH SCHOOL

1301 Oak Avenue  
Linwood, New Jersey 08221-1698  
[www.mainlandregional.net](http://www.mainlandregional.net)  
Phone (609) 927-4151 Fax (609) 927-1942



**Mark C. Marrone**  
Chief School Administrator

**Chandra Coady, CPA**  
Business Administrator

December 6, 2024

Honorable President and  
Members of the Board of Education  
Mainland Regional High School District  
County of Atlantic, New Jersey

Dear Board Members:

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

The annual comprehensive financial report is presented in four sections: Introductory, financial, statistical and single audit. The Introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The Financial section includes the general purpose financial statements and schedules, as well as the auditor's report thereon. The Statistical section includes 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 of 1996 and the U.S. Office of Management and Budget Uniform Guidance, and the State Treasury Circular Letter 15-08 OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments. Information related to this Single Audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, is included in the Single Audit section of this report.

## **1. REPORTING ENTITY AND ITS SERVICES:**

Mainland Regional High School District is an independent reporting entity within the criteria adopted by the GASB as established by GASB Statement No. 14. All funds of the District are included in this report. The Mainland Regional High School Board of Education and all its schools constitute the District's reporting entity. The District provides a full range of educational services appropriate to grade levels 9 through 12.

| Enrollment  |                    |                |
|-------------|--------------------|----------------|
| Fiscal Year | Student Enrollment | Percent Change |
| 2023-2024   | 1,183              | 0.34%          |
| 2022-2023   | 1,179              | 1.81%          |
| 2021-2022   | 1,158              | (3.1%)         |
| 2020-2021   | 1,195              | (3.55%)        |
| 2019-2020   | 1,239              | (2.29%)        |
| 2018-2019   | 1,268              | 1.36%          |
| 2017-2018   | 1,251              | (5.94%)        |
| 2016-2017   | 1,330              | (3.97%)        |
| 2015-2016   | 1,385              | 1.47%          |
| 2014-2015   | 1,365              | (7.0%)         |

## **2. ECONOMIC CONDITION AND OUTLOOK:**

Mainland Regional High School is comprised of the following three cities: Linwood, Somers Point and Northfield. The school is located in the City of Linwood. The tax base in the cities of Linwood, Northfield and Somers Point remained stable during the 2023-2024 school year.

## **3. MAJOR INITIATIVES:**

### **Financial**

During the 2023-2024 school year the Business Office continued to conduct all the business of the District efficiently and completed another audit. The District continued as a member of the Atlantic County Cape May County Association of School Business Officials Joint Insurance Program. This jointure offered a cost savings to the District while offering a tremendous level of resources for safety training. Information from the JIF has been utilized by the Mainland Safety Committee throughout the school year.

During the year, the business office has also participated on the Budget Committee, Aquatic Advisory Commission, Dave Myers Memorial Wall Committee, Health and Safety Committee, Technology Charter, Safety and Security Charter, Strategic Plan and the Mainland Regional Education Foundation.

### **THE GOALS FOR THE 2023-2024 SCHOOL YEAR**

- A. Continue to conduct all the business of the District efficiently.
- B. Continue to attempt to identify future revenue sources to ensure the stability of the financial impact to the District's taxpayers.
- C. Continue to work with Administration and the Board of Education to support the instructional program during difficult funding years.

### **Education**

The Mainland Regional High School District is a comprehensive, four-year public high school with an enrollment of approximately 1,150 students serving the communities of Somers Point, Northfield and Linwood, New Jersey. The District also participates in school choice, which permits 44 students that reside outside of the sending districts to attend Mainland Regional High School.

A proud, National Blue-Ribbon School of Excellence and New Jersey Department of Education Lighthouse District, we are consistently recognized on both state and national levels as a high performing school committed to academic excellence and preparing students for college and career. We have been ranked as one of the top 100 high schools in the state by New Jersey Monthly, and Niche Best Schools listed Mainland Regional High School as the 38th best high school in New Jersey. In addition, Mainland Regional High School's students maintain the highest average SAT scores (Critical Reading and Math) and the highest Advanced Placement exam participation rate in Atlantic County, NJ.

We embrace an approach to education that prepares students for a rapidly evolving world regardless of their post-secondary plans. Our Program of Studies is organized into College and Career Clusters to encourage student exploration and career awareness and provides curricular offerings designed to foster critical thinking and problem solving, as well as knowledge of emerging technologies in a progressive and future-ready learning facility. The Program of Studies includes more than 220 diverse course offerings organized into nine distinct College and Career Clusters. These clusters are designed to support students in choosing a course of study that not only meets their individual interests, passions and goals, but also prepares them for success. We offer 25 Advanced Placement courses and 38 Honors courses, as well as several Gifted/Talented courses. Students at Mainland Regional High School also have access to dual enrollment courses in conjunction with Stockton University and concurrent enrollment opportunities with Atlantic Cape Community College, which provide students the opportunity to earn college credit while still in high school. Mainland Regional High School is also a Physics First school, enabling all students with a greater opportunity to take more advanced level science courses during their time at the high school.

The academic environment at Mainland Regional High School is very challenging, and the majority of our students meet that challenge by earning exemplary grades. Due to this high level of academic success, class rank does not reflect the achievements and potential of all our students. Therefore, Mainland Regional High School does not report

class rank. However, Mainland Regional High School does recognize students for academic achievement using cumulative weighted GPA as follows:

**Summa Cum Laude: 5.0 + Magna Cum Laude: 4.75 - 4.99 Cum Laude: 4.5 - 4.749**

The High School's progressive daily bell schedule supports accountability, connectedness and engagement among our students and faculty, providing tremendous freedom and opportunities designed to promote a sense of responsibility that will effectively prepare them for success in college and career. The daily bell schedule was designed to reduce student academic stress while increasing overall skill development and achievement through extended class periods and increased time for students to receive extra academic support. It also provides more time for teachers to engage in professional development and promotes a sense of accountability and responsibility among teachers, students and administrators. The core of this schedule is our unit lunch, during which all students have time to eat, decompress and interact with each other and the staff in a less formal way, creating a greater sense of community and connectedness to the school. More than 30 school districts throughout the State of New Jersey have sent Board members, administrators, faculty, students, and community members to visit Mainland Regional High School to observe and experience the High School's bell schedule and its positive impact on school climate and culture.

As a District, we believe that the connection between student and school is the key to the success of our diverse student population. We are One Family, One School, One Community. We are Mainland.

## **DISTRICT STRATEGIC PLANS**

The Mainland Regional High School Strategic District Plan, 2017-2022 (extended through 2024-2025), demonstrates the District's ongoing commitment to our students and their families. The Plan's ambitious goals are the foundation for ensuring that we support the varied academic, social, and emotional needs of a diverse student population as we prepare them for post-secondary life.

Strategically leveraging, mobilizing, and utilizing District resources within the domains of finance, facility, technology, and personnel requires alignment of District priorities and initiatives to achieve the goals delineated within the Plan. Focusing and aligning the allocation of District resources mandates fiscal responsibility and accountability. These resource domains support and sustain an engaging, connected, and accountable educational environment in and outside of the classroom.

In addition, the guidance of facilitators, Mr. James Giaquinto and Dr. Robert Previti from the SRI/ETTC of Stockton University, was incredibly helpful in culling and utilizing stakeholder feedback to develop strategic goals that address the District's identified needs and areas for improvement.

The Goals are as follows:

1. **Intervention and Remediation:** Over the next five years, the MRHS District will research and implement prescriptive student-centered instructional strategies and "best practices" for intervention and remediation to close identified achievement gaps, increase student efficacy and support the academic achievement of a diverse student population.
2. **Utilizing Data:** Over the next five years, the MRHS District will increase the collection, access to, and analysis of student data to better inform instructional and programmatic decisions in all areas of the District to improve student achievement.
3. **Career Readiness:** Over the next five years, the MRHS District will develop and refine both traditional and non-traditional course offerings to support and increase students' career awareness and preparation for the workforce as a first transition after high school.
4. **Innovative and Non-Traditional Academic Opportunities:** Over the next five years, the MRHS District will expand innovative and non-traditional academic opportunities, including dual and concurrent enrollment, Option II, work study, independent study, online and off-campus courses, and internships for students to earn credit towards graduation through expanded community and post-secondary partnerships.
5. **Technology and Future Ready School:** Over the next five years, the MRHS District will provide annual training and certification paths for staff and students on identified and emerging technology to enhance the quality of instruction, equitable access, and college and career readiness.

*One School, One Family, One Community*

6. **Enrollment and Academic Programming:** Over the next five years, the MRHS District will actively campaign to increase the number of students choosing MRHS as their destination for secondary education and expand program opportunities to keep all eligible regional students for secondary education on campus, regardless of their educational needs, by developing programs that will serve these children.

7. **Articulation:** Over the next five years, the MRHS District will increase articulation with regional sending district administrations, staff and boards of education through selective committees to enhance and coordinate curricular alignment, programs of study and extra-curricular offerings as well as to identify individual prescriptive needs of a diverse student population to maximize their potential.

8. **Stakeholder Feedback and Surveys:** Over the next five years, the MRHS District will, in addition to student performance data, collect and utilize survey data from present students and recent graduates regarding their preparation for college and career to evaluate services, programs, and course options offered at the High School.

9. **Communication:** Over the next five years, the MRHS District will utilize analytic data and stakeholder feedback to ensure that communication via the website, student information system, and the High School's social media platforms, is timely, accurate, and easily accessible.

10. **Supporting the Strategic Plan:** Over the next five years, the MRHS District will generate, leverage, review, and strategically utilize all financial, facility, technological, and human resources to ensure that the strategic goals and priorities delineated within this plan maximize outcomes and opportunities for students, faculty, and the community while continuing to maintain a safe and secure learning environment.

We are confident that the newly developed Strategic Plan and inherent strategic goals will direct and support District initiatives as we continue to meet the needs of our students, their families, and the community.

#### **4. INTERNAL ACCOUNTING CONTROLS:**

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met.

The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal and state financial assistance, the District also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is also subject to 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. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriation of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2021.

## **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, Note 1.

## **7. DEBT ADMINISTRATION:**

At June 30, 2024, the District's outstanding debt issues included Refunding bonds issued in 2017 totaling \$26,700,000 used to refund the 2019 General Obligations Bond Series B. As of June 30, 2024 the outstanding balance is \$18,375,000.

## **8. CASH MANAGEMENT:**

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

## **9. RISK MANAGEMENT:**

The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.

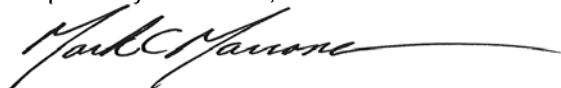
## **10. OTHER INFORMATION:**

A. Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Ford, Scott & Associates, L.L.C., CPAs, was selected by the Board of Education. 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 1996 and the related OMB Super Circular and State Treasury Circular Letter 15-08 OMB. The auditor's report on the general purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the Single Audit are included in the Single Audit section of this report.

## **11. ACKNOWLEDGMENTS:**

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

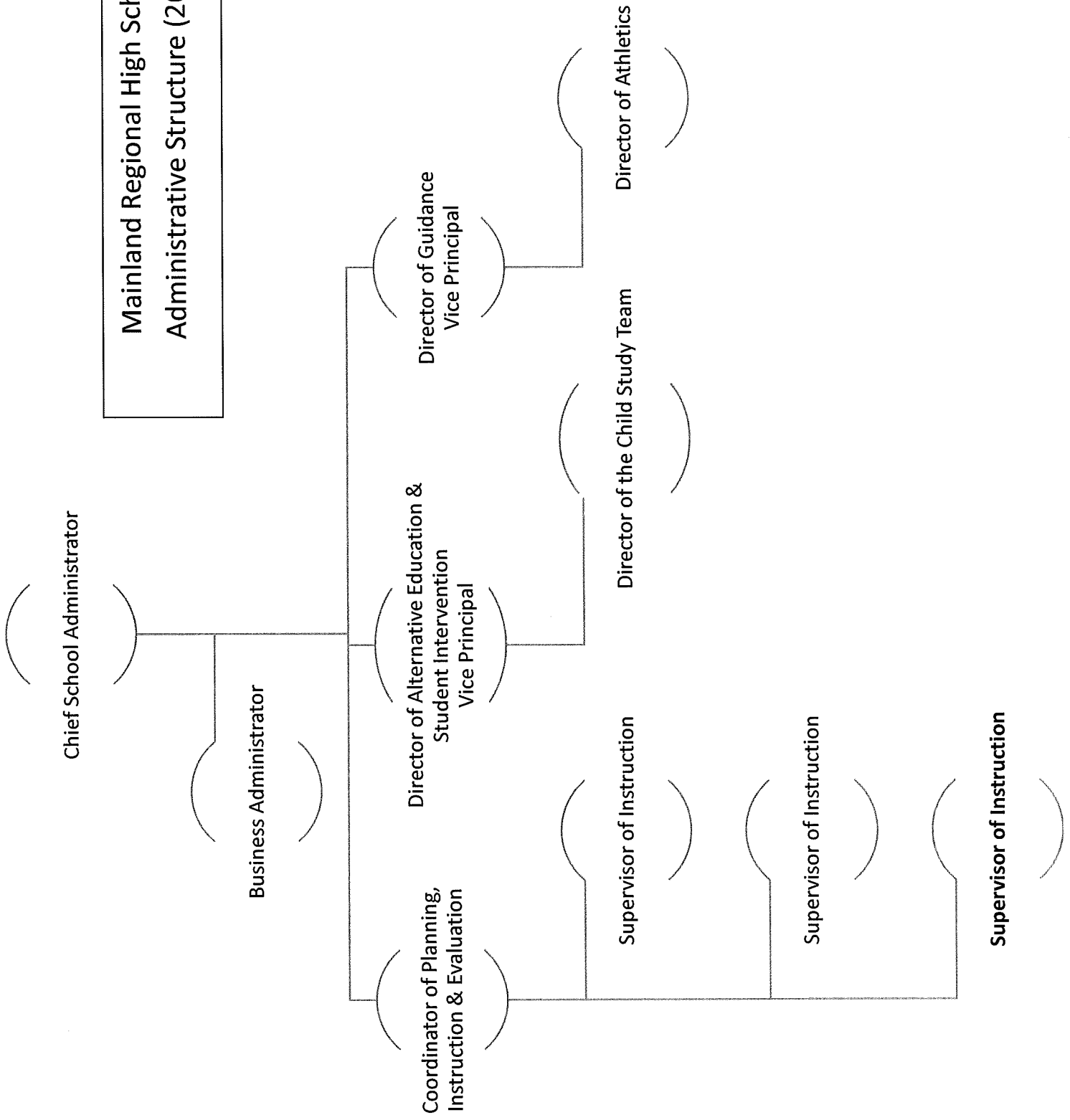
Respectfully submitted,



Mr. Mark C. Marrone  
Chief School Administrator

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# Mainland Regional High School Administrative Structure (2018)



**MAINLAND REGIONAL HIGH SCHOOL DISTRICT  
COUNTY OF ATLANTIC, NEW JERSEY**

**ROSTER OF OFFICIALS  
JUNE 30, 2024**

| <b>Members of the Board of Education</b>                          | <b>Term Expires</b> |
|---|---------------------|
| Jill Ojserkis, Esq., President                                    | 2024                |
| Kevin Milhous, Vice President                                     | 2024                |
| Charles Broomall  | 2024                |
| Matthew Endicott  | 2025                |
| Jamie Moscony   | 2024                |
| Jeffrey Vasser  | 2025                |
| Kinjal Patel  | 2026                |
| John Shields  | 2026                |
| Stephen Funk  | 2026                |
| <b>Other Officials</b>  |                     |
| Mark Marrone, Chief School Administrator                          |                     |
| Chandra Coady, CPA, School Business Administrator/Board Secretary |                     |
| Brett Gorman, Solicitor   |                     |



**MAINLAND REGIONAL HIGH SCHOOL DISTRICT  
BOARD OF EDUCATION  
CONSULTANTS AND ADVISORS**

**AUDIT FIRM**

**Ford, Scott & Associates, L.L.C.**  
Certified Public Accountants  
1535 Haven Avenue  
Ocean City, NJ 08226

**ATTORNEY**

**Brett Gorman**  
Gorman, D'Anella and Morlok, LLC  
1601 Atlantic Avenue, Suite 700  
Atlantic City, NJ 08401

**OFFICIAL DEPOSITORIES**

**OceanFirst Bank**  
1001 Asbury Avenue  
Ocean City, NJ 08244-2520

**NJ/ARM Management Fund**  
156 State Street  
Trenton, NJ 08608

**Beneficial Bank**  
530 Walnut Street  
Philadelphia, PA 19106-3696

**The Bank of New York**  
385 Rifle Camp Road  
West Paterson, NJ 07424-0403

**MBIA**  
Municipal Investors Service Corp.  
113 King Street  
Armonk, NY 10504

**NJ Cash Management Fund**  
Morgan Stanley Trust  
Harborside Financial Center  
Plaza Two  
Jersey City, NJ 07311-3977

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## **FINANCIAL SECTION**

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# FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

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## **Independent Auditor's Report**

Honorable President and  
Members of the Board of Education  
Mainland Regional High School District  
County of Atlantic, New Jersey

### **Report on the Audit of Financial Statements**

#### **Opinions**

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

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

#### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), 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 Financial Statements section of our report. We are required to be independent of the Mainland Regional High School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### **Responsibility of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material 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 Mainland Regional High School District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

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

In performing an audit in accordance with GAAS, *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 the 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 entity's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether in our judgement there are conditions or events considered in the aggregate, that raise substantial doubt about the entity's ability to continue as a going concern for a reasonable period of time.

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

## **Other Matters**

### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the Required Supplementary Information identified in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of 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 Mainland Regional High School District's basic financial statements. The combining and individual non-major fund financial statements and schedule of expenditures of federal awards as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and the schedule of state financial assistance as required by NJ OMB 15-08 and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by the Uniform Guidance, and the schedule of state financial assistance as required by NJ OMB 15-08 is 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 Comprehensive Financial Report. The other information comprises of the introductory and statistical sections and have not been subject to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

## Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 6, 2024 on our consideration of the Mainland Regional High School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 entity'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 Mainland Regional High School District's internal control over financial reporting and compliance.

*Ford, Scott & Associates, L.L.C.*  
FORD, SCOTT & ASSOCIATES, L.L.C.  
CERTIFIED PUBLIC ACCOUNTANTS

*Michael S. Garcia*

Michael S. Garcia  
Certified Public Accountant  
Licensed Public School Accountant  
No. 2080

December 6, 2024

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**REQUIRED SUPPLEMENTARY INFORMATION – PART I**

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

The discussion and analysis of Mainland Regional High School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2024. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the School District's financial performance.

**Financial Highlights**

Key financial highlights for 2024 are as follows:

- In total, Net Position increased \$2,450,871.13 as a result of changes in the OPEB and Net Pension Liabilities, and an overall decrease in expenditures.
- General revenues accounted for \$31,669,426.00 in revenue, or, 84% of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$5,939,029.04 or 16% of total revenues of \$37,608,455.04.
- Total assets of governmental activities decreased by \$924,680.36 as cash and cash equivalents decreased by \$982,622.70, receivables increased by \$73,473.61, and capital assets decreased by \$15,531.27.
- The School District had \$35,157,583.91 in expenses; only \$5,939,029.04 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily taxes) of \$31,669,426.00 were adequate to provide for these programs.
- Among governmental funds, the General Fund had \$35,234,790.71 in revenues and \$36,049,384.91 in expenditures. The General Fund's fund balance decreased \$814,594.20 compared to 2023.

**Using this Annual Comprehensive Financial Report (ACFR)**

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

The Statement of Net Position and Statement of Activities provide information about the activities of the whole School district, presenting both an aggregate view of the School district's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School district's most significant funds with all other non-major funds presented in total in one column. In the case of Mainland Regional High School District, the General Fund is by far the most significant fund.

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED (CONTINUED)**

**Reporting the School District as a Whole**

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2024?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

- **Governmental Activities** - All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- **Business-Type Activity** - This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service enterprise fund is reported as a business activity.

**Reporting the School District's Most Significant Funds**

Fund Financial Statements

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

Governmental Funds

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

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED (CONTINUED)**

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same.

**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 School District as a Whole**

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

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

Table 1 provides a summary of the School District's Net Position for 2024 and 2023.

|                                    | <u>2024</u>             | <u>2023</u>             |
|------------------------------------|-------------------------|-------------------------|
| <b>Assets</b>                      |                         |                         |
| Current and Other Assets           | \$ 7,158,535.17         | \$ 8,057,071.90         |
| Capital Assets                     | <u>37,917,194.23</u>    | <u>37,870,835.48</u>    |
| Total Assets                       | <u>45,075,729.40</u>    | <u>45,927,907.38</u>    |
| <br>Deferred outflows of resources | <br><u>1,148,482.92</u> | <br><u>1,656,446.55</u> |
| <b>Liabilities</b>                 |                         |                         |
| Long-Term Liabilities              | 27,626,987.87           | 30,789,556.14           |
| Other Liabilities                  | <u>435,257.43</u>       | <u>540,654.90</u>       |
| Total Liabilities                  | <u>28,062,245.30</u>    | <u>31,330,211.04</u>    |
| <br>Deferred inflows of resources  | <br><u>527,165.00</u>   | <br><u>1,070,212.00</u> |
| <b>Net Position</b>                |                         |                         |
| Invested in Capital Assets         | 18,894,496.90           | 16,407,066.91           |
| Restricted                         | 4,624,761.29            | 4,905,779.08            |
| Unrestricted                       | <u>(5,884,456.17)</u>   | <u>(6,128,915.10)</u>   |
| Total Net Position                 | <u>\$ 17,634,802.02</u> | <u>\$ 15,183,930.89</u> |

The District's combined Net Position was \$17,634,802.02 on June 30, 2024. This is an increase of 16% from the prior year.

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED (CONTINUED)**

Table 2 shows changes in Net Position for fiscal year 2024 and 2023.

|   | 2024                   | 2023                 |
|---|------------------------|----------------------|
| <b>Revenues</b>   |                        |                      |
| Program Revenues:   |                        |                      |
| Charges for Services  | \$ 433,833.73          | \$ 363,420.54        |
| Operating Grants and Contributions  | 5,505,195.31           | 5,109,011.67         |
| General Revenues:   |                        |                      |
| Property Taxes  | 21,936,400.52          | 21,702,352.99        |
| Grants and Entitlements   | 9,527,296.37           | 9,439,361.12         |
| Other   | 205,729.11             | 825,541.10           |
| Total Revenues  | <u>37,608,455.04</u>   | <u>37,439,687.42</u> |
| <b>Program Expenses</b>   |                        |                      |
| Instruction   | 18,066,205.11          | 17,460,482.86        |
| Support Services:   |                        |                      |
| Pupils and Instructional Staff  | 6,206,940.22           | 5,966,632.73         |
| General Administration, School Administration,<br>Business Operations and Maintenance of Facilities | 6,879,301.03           | 6,760,219.77         |
| Pupil Transportation  | 1,672,621.26           | 1,524,804.89         |
| Interest on Debt  | 605,108.78             | 728,809.52           |
| Food Service  | 357,015.94             | 375,045.22           |
| Other   | 1,370,391.57           | 978,116.25           |
| Total Expenses  | <u>35,157,583.91</u>   | <u>33,794,111.24</u> |
| Increase in Net Position  | <u>\$ 2,450,871.13</u> | <u>3,645,576.18</u>  |

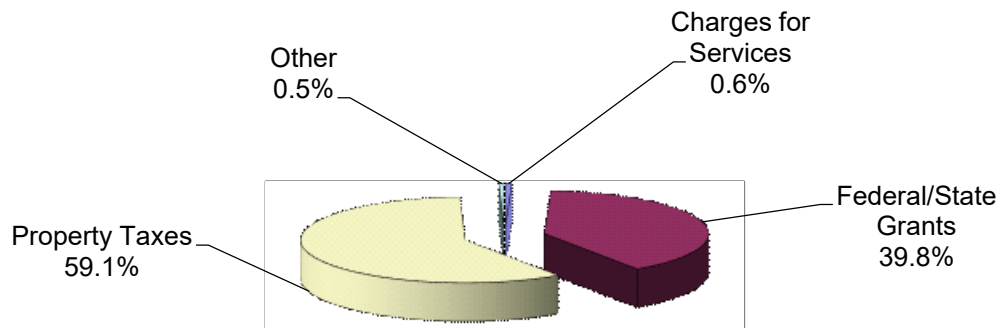
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**MAINLAND REGIONAL HIGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED (CONTINUED)**

**Governmental Activities**

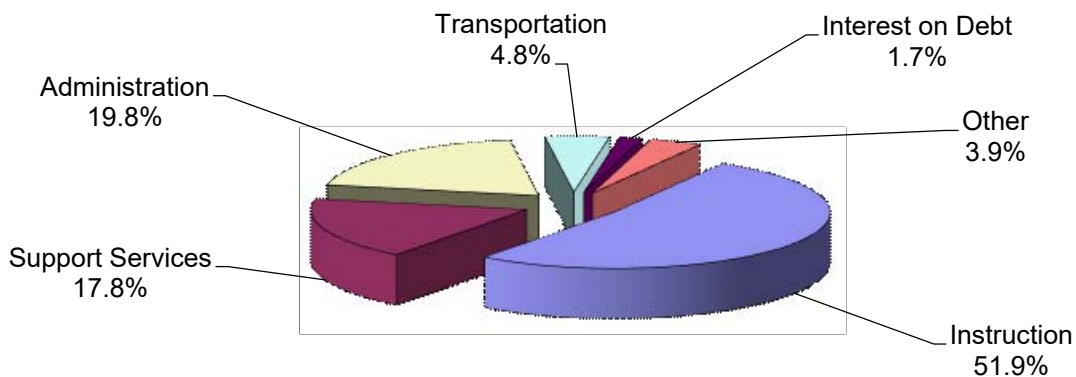
Property taxes made up 59.1% of revenues for governmental activities for the Mainland Regional High School District for fiscal year 2024. The District's total revenues were \$37,162,530.48 for the year ended June 30, 2024. Federal, state, and local grants accounted for another 39.8% of revenue, as illustrated in the following chart.

**Sources of Revenue for Fiscal Year 2024**



The total cost of all program and services was \$34,814,470.51. Instruction comprises 51.9% of district expenses.

**Expenses for Fiscal Year 2024**



**Business-Type Activities**

Revenues for the District's business-type activities (food service program) were comprised of charges for services and federal and state reimbursements.

- Food service revenues exceeded expenses by \$88,908.62.
- Charges for services are \$193,760.21. This represents amounts paid by patrons for daily food service.

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED (CONTINUED)**

- Federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast, and donated commodities was \$232,258.96.

**Governmental Activities**

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services. The net cost shows the financial burden that was placed on the District's taxpayers by each of these functions.

**Table 3**

|   | <u><b>Total Cost of<br/>Services 2024</b></u> | <u><b>Net Cost of<br/>Services 2024</b></u> | <u><b>Total Cost of<br/>Services 2023</b></u> | <u><b>Net Cost of<br/>Services 2023</b></u> |
|---|---|---|---|---|
| Instruction   | \$ 18,066,205.11                              | 15,340,500.61                               | 17,460,482.86                                 | 14,858,043.77                               |
| Support Services:   |   |   |   |   |
| Pupils and Instructional Staff  | 6,206,940.22                                  | 4,627,305.83                                | 5,966,632.73                                  | 4,754,574.60                                |
| General Administration, School<br>Administration, Business<br>Operations and Maintenance<br>of Facilities | 6,879,301.03                                  | 6,151,900.47                                | 6,760,219.77                                  | 5,943,478.20                                |
| Pupil Transportation  | 1,672,621.26                                  | 1,255,688.84                                | 1,524,804.89                                  | 1,168,894.02                                |
| Interest and Fiscal Charges   | 605,108.78                                    | 605,108.78                                  | 728,809.52                                    | 728,809.52                                  |
| Other   | 1,370,391.57                                  | 1,307,053.57                                | 978,116.25                                    | 977,764.36                                  |
| Total Expenses  | <u>\$ 34,800,567.97</u>                       | <u>29,287,558.10</u>                        | <u>33,419,066.02</u>                          | <u>28,431,564.47</u>                        |

Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student, including extracurricular activities.

Pupils and instructional staff include the activities involved with assisting staff with the content and process of teaching to students, including curriculum and staff development.

General administration, school administration, and business include expenses associated with administrative and financial supervision of the District.

Operation and maintenance of facilities involve keeping the school grounds, buildings, and equipment in an effective working condition.

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by State law.

Interest on debt involves the transactions associated with the payment of interest and other related charges to debt of the School District.

"Other" includes special schools and charter schools.

**The School District's Funds**

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$40,419,836.48 and expenditures were \$41,262,669.34. The net change in fund balance for the year was most significant in the General Fund with a decrease of \$814,594.20.



**MAINLAND REGIONAL HIGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED (CONTINUED)**

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. The following schedules present a summary of the revenues of the governmental funds for the fiscal year ended June 30, 2024, and the amount and percentage of increases and decreases in relation to prior year revenues.

| <b>Revenue</b>  | <b>Amount</b>           | <b>Percent of<br/>Total</b> | <b>Increase<br/>(Decrease)<br/>from 2023</b> | <b>Percent of<br/>Increase<br/>(Decrease)</b> |
|-----------------|-------------------------|-----------------------------|--|---|
| Local Sources   | \$ 22,756,772.08        | 56.92%                      | \$ (142,364.36)                              | -0.62%  |
| State Sources   | 15,777,561.07           | 39.46%                      | 114,362.68                                   | 0.73%   |
| Federal Sources | 1,445,683.71            | 3.62%                       | 689,817.90                                   | 91.26%  |
| Total           | <u>\$ 39,980,016.86</u> | 100.00%                     | <u>\$ 661,816.22</u>                         | 1.68%   |

The following schedule represents a summary of general fund, special revenue fund, capital projects fund, and debt service fund expenditures for the fiscal year ended June 30, 2024, and the percentage of increases and decreases in relation to prior year amounts.

| <b>Expenditures</b>        | <b>Amount</b>           | <b>Percent of<br/>Total</b> | <b>Increase<br/>(Decrease)<br/>from 2023</b> | <b>Percent of<br/>Increase<br/>(Decrease)</b> |
|----------------------------|-------------------------|-----------------------------|--|---|
| Current expense:           |                         |                             |  |   |
| Instruction                | \$ 13,206,512.18        | 32.01%                      | \$ 444,194.90                                | 3.48%   |
| Undistributed expenditures | 22,566,981.20           | 54.69%                      | 581,607.29                                   | 2.65%   |
| Capital Outlay             | 1,430,391.96            | 3.47%                       | 737,922.88                                   | 106.56%                                       |
| Special Schools            | -                       | 0.00%                       | (2,129.00)                                   | -100.00%                                      |
| Charter Schools            | 678,884.00              | 1.65%                       | (51,774.00)                                  | -7.09%  |
| Debt Service:              |                         |                             |  |   |
| Principal                  | 2,535,000.00            | 6.14%                       | 130,000.00                                   | 5.41%   |
| Interest                   | 844,900.00              | 2.05%                       | (88,252.62)                                  | -9.46%  |
| Total                      | <u>\$ 41,262,669.34</u> | 100.00%                     | <u>\$ 1,751,569.45</u>                       | 4.43%   |

Changes in expenditures were the results of varying factors.

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED (CONTINUED)**

**Capital Assets**

At the end of the fiscal year 2024, the School District had \$37,903,291.69 invested in land, building and equipment. Table 4 shows fiscal year 2024 balances compared to 2023.

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

|                                    | <u>2024</u>             | <u>2023</u>          |
|------------------------------------|-------------------------|----------------------|
| Land                               | \$ 1,076,079.00         | 1,076,079.00         |
| Building and Building Improvements | 35,982,192.52           | 36,123,984.01        |
| Machinery and Equipment            | 858,922.71              | 662,469.38           |
| Total                              | <u>\$ 37,917,194.23</u> | <u>37,862,532.39</u> |

Overall capital assets increased \$54,661.84 from fiscal year 2024 to fiscal year 2023.

**Debt Administration**

At June 30, 2024, the School District had \$21,902,400.87 of outstanding debt. Of this amount, \$668,160.80 is for compensated absences; \$647,697.33 for various capital leases; \$18,375,000.00 of serial bonds and \$2,211,542.74 of premium on bonds.

**Table 5  
Outstanding Bonded Debt at June 30,**

|                            | <u>2024</u>             | <u>2023</u>          |
|----------------------------|-------------------------|----------------------|
| 2017 Refunding Bond Series | \$ 18,375,000.00        | 20,910,000.00        |
| Total                      | <u>\$ 18,375,000.00</u> | <u>20,910,000.00</u> |

For more detailed information please refer to the Notes to the Financial Statements.

**For the Future**

The Mainland Regional High School District is presently in good financial condition. The School District is proud of its community support of the public schools. A major concern is the continued enrollment growth of the District with the increased reliance on local property taxes. However, future finances are not without challenges, as community demographics and social emotional needs of students continue to change while State funding is either flat or decreased. For the 2024-2025 School year, the District will continue to be a School Choice District and will be accepting out of district students from surrounding communities.

**Contacting the School District's Management**

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact the Business Administrator/Board Secretary at Mainland Regional High School Board of Education, 1301 Oak Avenue, Linwood, New Jersey 08221. Please visit our website at [www.mainlandregional.net](http://www.mainlandregional.net).

## **BASIC FINANCIAL STATEMENTS**

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## **DISTRICT-WIDE FINANCIAL STATEMENTS**

The statement of net assets and the statement of activities display information about the District. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the District.

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**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Statement of Net Position**  
**June 30, 2024**

|                                       | Governmental<br>Activities | Business-Type<br>Activities | Total                |
|---------------------------------------|----------------------------|-----------------------------|----------------------|
| <b>ASSETS</b>                         |                            |                             |                      |
| Cash and Cash Equivalents             | \$ 4,642,484.99            | 609,073.74                  | 5,251,558.73         |
| Receivables, Net                      | 1,876,142.91               | 22,428.84                   | 1,898,571.75         |
| Internal Balances                     | 356,912.84                 | (356,912.84)                | -                    |
| Inventory                             |                            | 8,404.69                    | 8,404.69             |
| Capital Assets                        |                            |                             |                      |
| Land                                  | 1,076,079.00               |                             | 1,076,079.00         |
| Capital Assets being Depreciated, net | 36,770,922.12              | 70,193.11                   | 36,841,115.23        |
| Total Assets                          | <u>44,722,541.86</u>       | <u>353,187.54</u>           | <u>45,075,729.40</u> |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b> |                            |                             |                      |
| Loss on Refunding Bonds               | 685,435.92                 |                             | 685,435.92           |
| Deferred outflows related to pensions | 463,047.00                 |                             | 463,047.00           |
| Total Deferred outflows of Resources  | <u>1,148,482.92</u>        | <u>-</u>                    | <u>1,148,482.92</u>  |
| <b>LIABILITIES</b>                    |                            |                             |                      |
| Accounts Payable                      | 115,057.99                 | -                           | 115,057.99           |
| Payable to State Government           | 39,345.00                  |                             | 39,345.00            |
| Unearned Revenue                      | 82,304.44                  |                             | 82,304.44            |
| Accrued Interest Payable              | 198,550.00                 |                             | 198,550.00           |
| Noncurrent Liabilities                |                            |                             |                      |
| Due Within One Year                   | 3,314,669.49               |                             | 3,314,669.49         |
| Due Beyond One Year                   | 18,587,731.38              |                             | 18,587,731.38        |
| Net Pension Liability                 | 5,724,587.00               |                             | 5,724,587.00         |
| Total Liabilities                     | <u>28,062,245.30</u>       | <u>-</u>                    | <u>28,062,245.30</u> |
| <b>DEFERRED INFLOW OF RESOURCES</b>   |                            |                             |                      |
| Deferred inflows related to pensions  | 527,165.00                 |                             | 527,165.00           |
| Total Deferred Inflow of Resources    | <u>527,165.00</u>          | <u>-</u>                    | <u>527,165.00</u>    |
| <b>NET POSITION</b>                   |                            |                             |                      |
| Invested in Capital Assets            | 18,824,303.79              | 70,193.11                   | 18,894,496.90        |
| Restricted for:                       |                            |                             |                      |
| Debt Service                          | 13,396.53                  |                             | 13,396.53            |
| Other Purposes                        | 4,611,364.76               |                             | 4,611,364.76         |
| Unrestricted                          | (6,167,450.60)             | 282,994.43                  | (5,884,456.17)       |
| Total Net Position                    | <u>\$ 17,281,614.48</u>    | <u>353,187.54</u>           | <u>17,634,802.02</u> |

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

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Statement of Activities**  
**For the Year Ended June 30, 2024**

| Function/Programs  | Expenses         | Indirect Costs Allocation | Program Revenue      |                                    |                                  | 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           |
| <b>Governmental Activities:</b>  |                  |                           |                      |                                    |                                  |   |                          |                 |
| Instruction:   |                  |                           |                      |                                    |                                  |   |                          |                 |
| Regular  | \$ 8,232,372.32  | 4,638,125.73              |                      | 2,176,323.08                       |                                  | (10,694,174.97)                                   |                          | (10,694,174.97) |
| Special Education  | 2,183,506.24     | 1,230,189.32              |                      | 360,955.86                         |                                  | (3,052,739.70)                                    |                          | (3,052,739.70)  |
| Other Special Instruction  | 1,139,830.18     | 642,181.32                |                      | 188,425.56                         |                                  | (1,593,585.94)                                    |                          | (1,593,585.94)  |
| Support Services:  |                  |                           |                      |                                    |                                  |   |                          |                 |
| Tuition  | 557,831.45       | -                         |                      | 982,311.36                         |                                  | 424,479.91  |                          | 424,479.91      |
| Student & Instruction Related Services                                   | 3,613,346.31     | 2,035,762.46              |                      | 597,323.03                         |                                  | (5,051,785.74)                                    |                          | (5,051,785.74)  |
| School Administrative Services   | 517,909.38       | 291,790.59                |                      | 85,615.71                          |                                  | (724,084.26)                                      |                          | (724,084.26)    |
| Plant Operation and Maintenance  | 3,010,300.84     | 1,696,006.12              |                      | 497,633.45                         |                                  | (4,208,673.51)                                    |                          | (4,208,673.51)  |
| Pupil Transportation   | 1,069,860.78     | 602,760.48                | 240,073.52           | 176,858.90                         |                                  | (1,255,688.84)                                    |                          | (1,255,688.84)  |
| Business and Other Support Services                                      | 872,005.46       | 491,288.64                |                      | 144,151.40                         |                                  | (1,219,142.70)                                    |                          | (1,219,142.70)  |
| Special Schools  | -                | -                         |                      | -                                  |                                  | -   |                          | -               |
| Charter Schools  | 678,884.00       |                           |                      |                                    |                                  | (678,884.00)                                      |                          | (678,884.00)    |
| Interest on Long-Term Debt   | 605,108.78       |                           |                      |                                    |                                  | (605,108.78)                                      |                          | (605,108.78)    |
| Unallocated Benefits   | 11,628,104.66    | (11,628,104.66)           |                      |                                    |                                  | 0.00  |                          | 0.00            |
| Capital Outlay   | 691,507.57       |                           |                      | 63,338.00                          |                                  | (628,169.57)                                      |                          | (628,169.57)    |
| Total Governmental Activities  | 34,800,567.97    | -                         | 240,073.52           | 5,272,936.35                       | -                                | (29,287,558.10)                                   | -                        | (29,287,558.10) |
| <b>Business-Type Activities:</b>   |                  |                           |                      |                                    |                                  |   |                          |                 |
| Food Service   | 357,015.94       |                           | 193,760.21           | 232,258.96                         |                                  | -   | 69,003.23                | 69,003.23       |
| Total Business-Type Activities   | 357,015.94       | -                         | 193,760.21           | 232,258.96                         | -                                | -   | 69,003.23                | 69,003.23       |
| Total Primary Government   | \$ 35,157,583.91 | -                         | 433,833.73           | 5,505,195.31                       | -                                | (29,287,558.10)                                   | 69,003.23                | (29,218,554.87) |
| <b>General Revenues:</b>   |                  |                           |                      |                                    |                                  |   |                          |                 |
| <b>Taxes:</b>  |                  |                           |                      |                                    |                                  |   |                          |                 |
| Property Taxes, Levied for General Purposes, Net                         |                  |                           |                      |                                    |                                  | 19,642,254.02                                     |                          | 19,642,254.02   |
| Taxes Levied for Debt Service  |                  |                           |                      |                                    |                                  | 2,294,146.50                                      |                          | 2,294,146.50    |
| Federal and State Aid not Restricted                                     |                  |                           |                      |                                    |                                  | 9,527,296.37                                      |                          | 9,527,296.37    |
| Investment Earnings  |                  |                           |                      |                                    |                                  |   | 16,705.39                | 16,705.39       |
| Miscellaneous Income   |                  |                           |                      |                                    |                                  | 174,504.10  |                          | 174,504.10      |
| Cancellation of Prior Year Payables                                      |                  |                           |                      |                                    |                                  | 11,319.62   |                          | 11,319.62       |
| Gain/(Loss) on disposal of fixed assets                                  |                  |                           |                      |                                    |                                  | -   | 3,200.00                 | 3,200.00        |
| Total General Revenues, Special Items, Extraordinary Items and Transfers |                  |                           |                      |                                    |                                  | 31,649,520.61                                     | 19,905.39                | 31,669,426.00   |
| Change in Net Position   |                  |                           |                      |                                    |                                  | 2,361,962.51                                      | 88,908.62                | 2,450,871.13    |
| Net Position - Beginning   |                  |                           |                      |                                    |                                  | 14,919,651.97                                     | 264,278.92               | 15,183,930.89   |
| Net Position - Ending  |                  |                           |                      |                                    |                                  | 17,281,614.48                                     | 353,187.54               | 17,634,802.02   |

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



## **FUND FINANCIAL STATEMENTS**

The individual fund statements and schedules present more detailed information for the individual fund in a format that segregates information by fund type.

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**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2024**

|                                      | General<br>Fund        | Special<br>Revenue<br>Fund | Debt<br>Service<br>Fund | Total<br>Governmental<br>Funds |
|--------------------------------------|------------------------|----------------------------|-------------------------|--------------------------------|
| <b>ASSETS</b>                        |                        |                            |                         |                                |
| Cash and Cash Equivalents            | \$ 4,155,031.73        | 456,933.26                 | 30,520.00               | 4,642,484.99                   |
| Due from Other Funds                 | 1,656,959.03           |                            |                         | 1,656,959.03                   |
| Receivables from Other Governments   | 469,617.55             | 1,404,572.15               | -                       | 1,874,189.70                   |
| Other Receivables                    | 1,953.20               | -                          | 0.01                    | 1,953.21                       |
| Total Assets                         | <u>6,283,561.51</u>    | <u>1,861,505.41</u>        | <u>30,520.01</u>        | <u>8,175,586.93</u>            |
| <b>LIABILITIES AND FUND BALANCES</b> |                        |                            |                         |                                |
| Liabilities:                         |                        |                            |                         |                                |
| Accounts Payable                     | 115,057.99             | -                          | -                       | 115,057.99                     |
| Interfunds Payable                   | -                      | 1,283,334.71               | 16,711.48               | 1,300,046.19                   |
| Unearned Revenue                     |                        | 81,892.44                  | 412.00                  | 82,304.44                      |
| Total Liabilities                    | <u>115,057.99</u>      | <u>1,404,572.15</u>        | <u>17,123.48</u>        | <u>1,536,753.62</u>            |
| Fund Balances:                       |                        |                            |                         |                                |
| Restricted for:                      |                        |                            |                         |                                |
| Excess Surplus - Designated for      |                        |                            |                         |                                |
| Subsequent Year's Expenditures       | 2,087,543.38           |                            |                         | 2,087,543.38                   |
| Excess Surplus - Current Year        | 2,523,821.38           |                            |                         | 2,523,821.38                   |
| Debt Service                         |                        |                            | 13,396.53               | 13,396.53                      |
| Scholarships                         |                        | 58,804.08                  |                         | 58,804.08                      |
| Student Activities                   |                        | 398,129.18                 |                         | 398,129.18                     |
| Committed to:                        |                        |                            |                         |                                |
| Capital Reserve                      | 1,201,024.00           |                            |                         | 1,201,024.00                   |
| Assigned to:                         |                        |                            |                         |                                |
| Designated by the BOE for            |                        |                            |                         |                                |
| Subsequent Year's Expenditures       | 123,917.62             |                            |                         | 123,917.62                     |
| Other Purposes                       | 143,103.75             |                            |                         | 143,103.75                     |
| Unassigned:                          |                        |                            |                         |                                |
| General Fund                         | 89,093.39              |                            |                         | 89,093.39                      |
| Total Fund Balances                  | <u>6,168,503.52</u>    | <u>456,933.26</u>          | <u>13,396.53</u>        | <u>6,638,833.31</u>            |
| Total Liabilities and Fund Balances  | <u>\$ 6,283,561.51</u> | <u>1,861,505.41</u>        | <u>30,520.01</u>        |                                |

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

Capital assets used in governmental activities are not resources and therefore are not reported in the funds. The cost of the assets is \$56,933,624.24 and the accumulated depreciation is \$19,086,623.12

37,847,001.12

Deferred amount on refunding and premiums on bonds are reported in the governmental fund as expenditures in the year the bonds are issued but are amortized over the life on the bonds on the statement of activities.

685,435.92

Interest on long-term debt in the statement of activities is accrued, regardless of when due.

(198,550.00)

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

(5,788,705.00)

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

|                        |                 |
|------------------------|-----------------|
| Bonds payable          | (18,375,000.00) |
| Capital leases payable | (647,697.33)    |
| Compensated absences   | (668,160.80)    |
| Premium on bond issue  | (2,211,542.74)  |

Net position of governmental activities

17,281,614.48

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Governmental Funds**  
**For the Year Ended June 30, 2024**

|  | General<br>Fund  | Special<br>Revenue<br>Fund | Debt<br>Service<br>Fund | Total<br>Governmental<br>Funds |
|--|------------------|----------------------------|-------------------------|--------------------------------|
| <b>REVENUES</b>                                      |                  |                            |                         |                                |
| Local Sources:                                       |                  |                            |                         |                                |
| Local Tax Levy                                       | \$ 19,642,254.02 |                            | 2,294,146.50            | 21,936,400.52                  |
| Transportation Fees from Other LEA's                 | 240,073.52       |                            |                         | 240,073.52                     |
| Miscellaneous  | 174,504.10       | 405,793.94                 |                         | 580,298.04                     |
| Total Local Sources                                  | 20,056,831.64    | 405,793.94                 | 2,294,146.50            | 22,756,772.08                  |
| State Sources  | 14,715,929.07    | 31,810.00                  | 1,029,822.00            | 15,777,561.07                  |
| Federal Sources                                      | 22,210.38        | 1,423,473.33               |                         | 1,445,683.71                   |
| Total Revenues                                       | 34,794,971.09    | 1,861,077.27               | 3,323,968.50            | 39,980,016.86                  |
| <b>EXPENDITURES</b>                                  |                  |                            |                         |                                |
| Current:   |                  |                            |                         |                                |
| Regular Instruction                                  | 8,620,681.82     | 787,735.07                 |                         | 9,408,416.89                   |
| Special Education Instruction                        | 2,495,433.42     |                            |                         | 2,495,433.42                   |
| Other Special Instruction                            | 1,302,661.87     |                            |                         | 1,302,661.87                   |
| Support Services:                                    |                  |                            |                         |                                |
| Tuition  | 557,831.45       |                            |                         | 557,831.45                     |
| Student & Instruction Related Serv.                  | 3,147,223.50     | 982,311.36                 |                         | 4,129,534.86                   |
| School Administrative Services                       | 591,895.88       |                            |                         | 591,895.88                     |
| Other Administrative Services                        | 996,576.76       |                            |                         | 996,576.76                     |
| Plant Operation and Maintenance                      | 3,440,340.67     |                            |                         | 3,440,340.67                   |
| Pupil Transportation                                 | 1,222,696.92     |                            |                         | 1,222,696.92                   |
| Employee Benefits                                    | 11,628,104.66    |                            |                         | 11,628,104.66                  |
| Transfer to Charter School                           | 678,884.00       |                            |                         | 678,884.00                     |
| Debt Service:  |                  |                            |                         |                                |
| Principal  |                  |                            | 2,535,000.00            | 2,535,000.00                   |
| Interest and Other Charges                           |                  |                            | 844,900.00              | 844,900.00                     |
| Capital Outlay                                       | 1,367,053.96     | 63,338.00                  |                         | 1,430,391.96                   |
| Total Expenditures                                   | 36,049,384.91    | 1,833,384.43               | 3,379,900.00            | 41,262,669.34                  |
| Excess (Deficiency) of Revenues<br>Over Expenditures | (1,254,413.82)   | 27,692.84                  | (55,931.50)             | (1,282,652.48)                 |
| <b>OTHER FINANCING SOURCES (USES)</b>                |                  |                            |                         |                                |
| Assets acquired under capital lease                  | 428,500.00       |                            |                         | 428,500.00                     |
| Cancellation of Prior Year Payables                  | 11,319.62        |                            |                         | 11,319.62                      |
| Total Other Financing Sources and Uses               | 439,819.62       | -                          | -                       | 439,819.62                     |
| Net Changes in Fund Balance                          | (814,594.20)     | 27,692.84                  | (55,931.50)             | (842,832.86)                   |
| Fund Balance - July 1                                | 6,983,097.72     | 429,240.42                 | 69,328.03               | 7,481,666.17                   |
| Fund Balance - June 30                               | \$ 6,168,503.52  | 456,933.26                 | 13,396.53               | 6,638,833.31                   |

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

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**of Governmental Funds to the Statement of Activities**  
**For the Year Ended June 30, 2024**

Total Net Change in Fund Balance - Governmental Funds (from B-2) \$ (842,832.86)

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

Capital outlays are reported in governmental funds as expenditures. However, on the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current fiscal year.

|                      |              |             |
|----------------------|--------------|-------------|
| Depreciation expense | (419,844.42) |             |
| Capital outlay       | 404,313.15   | (15,531.27) |
|                      |              |             |

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

|                        |  |              |
|------------------------|--|--------------|
| Bonds Payable          |  | 2,535,000.00 |
| Capital Leases Payable |  | 334,571.24   |

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

|  |             |            |
|--|-------------|------------|
| Compensated Absences                       | 62,736.18   |            |
| Amortization of premium on refunding bonds | 314,631.85  |            |
| Amortization of loss on refunding of bonds | (97,515.63) |            |
|  |             | 279,852.40 |

In the statement of activities, certain operating expenses, e.g. pension expense are measured under full accrual accounting. In the governmental funds, however, expenditures are reported on the amounts actually billed by the State.

|  |             |            |
|--|-------------|------------|
| District pension contributions                         | 528,229.00  |            |
| Cost of benefits earned, net of employee contributions | (51,501.00) | 476,728.00 |
|  |             |            |

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

22,675.00

|   |  |                 |
|---|--|-----------------|
| Change in Net Position of Governmental Activities |  | \$ 2,361,962.51 |
|---|--|-----------------|

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

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Proprietary Funds**  
**Statement of Net Position**  
**June 30, 2024**

|                                  | Business-type Activities -<br>Enterprise Fund |                          |
|----------------------------------|---|--------------------------|
|                                  | Food<br>Service                               | Total                    |
| <b>ASSETS</b>                    |   |                          |
| Current Assets:                  |   |                          |
| Cash and Cash Equivalents        | \$ 609,073.74                                 | 609,073.74               |
| Intergovernmental A/R - Federal  | 21,110.36                                     | 21,110.36                |
| Intergovernmental A/R - State    | 1,318.48                                      | 1,318.48                 |
| Inventory                        | 8,404.69                                      | 8,404.69                 |
| Total Current Assets             | <u>639,907.27</u>                             | <u>639,907.27</u>        |
| Noncurrent Assets:               |   |                          |
| Furniture, Machinery & Equipment | 181,624.33                                    | 181,624.33               |
| Less: Accumulated Depreciation   | (111,431.22)                                  | (111,431.22)             |
| Total Noncurrent Assets          | <u>70,193.11</u>                              | <u>70,193.11</u>         |
| Total Assets                     | <u><u>710,100.38</u></u>                      | <u><u>710,100.38</u></u> |
| <b>LIABILITIES</b>               |   |                          |
| Current Liabilities:             |   |                          |
| Interfund Payable                | 356,912.84                                    | 356,912.84               |
| Total Current Liabilities        | <u>356,912.84</u>                             | <u>356,912.84</u>        |
| <b>Net Position</b>              |   |                          |
| Invested in Capital Assets       | 70,193.11                                     | 70,193.11                |
| Unrestricted                     | 282,994.43                                    | 282,994.43               |
| Total Net Position               | <u><u>\$ 353,187.54</u></u>                   | <u><u>353,187.54</u></u> |

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

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Proprietary Funds**  
**Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**For the Year Ended June 30, 2024**

|  | Business-type Activities -<br>Enterprise Fund |                     |
|--|---|---------------------|
|  | Food<br>Service                               | Total               |
| Operating Revenues:                            |   |                     |
| Charges for Services:                          |   |                     |
| Daily Sales - Reimbursable Programs            |   | -                   |
| Daily Sales - Non-reimbursable Programs        | 193,760.21                                    | 193,760.21          |
| Total Operating Revenue                        | <u>193,760.21</u>                             | <u>193,760.21</u>   |
| Operating Expenses:                            |   |                     |
| Cost of Sales - reimbursable programs          | 84,682.71                                     | 84,682.71           |
| Cost of Sales - non-reimbursable programs      | 70,646.00                                     | 70,646.00           |
| Salaries                                       | 144,671.61                                    | 144,671.61          |
| Management Fee                                 | 20,520.00                                     | 20,520.00           |
| General Supplies                               | 32,780.49                                     | 32,780.49           |
| Depreciation                                   | 3,715.13                                      | 3,715.13            |
| Total Operating Expenses                       | <u>357,015.94</u>                             | <u>357,015.94</u>   |
| Operating Income (Loss)                        | <u>(163,255.73)</u>                           | <u>(163,255.73)</u> |
| Nonoperating Revenues (Expenses):              |   |                     |
| State Sources:                                 |   |                     |
| State School Breakfast Program                 | 353.30  | 353.30              |
| State School Lunch Program                     | 6,908.24                                      | 6,908.24            |
| Federal Sources:                               |   |                     |
| National School Lunch Program                  | 110,050.45                                    | 110,050.45          |
| Federal Breakfast Program                      | 14,111.87                                     | 14,111.87           |
| Food Distribution Program                      | 50,967.63                                     | 50,967.63           |
| Supply Chain Assistance                        | 49,867.47                                     | 49,867.47           |
| Interest and Investment Income                 | 16,705.39                                     | 16,705.39           |
| Gain on disposal of assets                     | 3,200.00                                      | 3,200.00            |
| Total Nonoperating Revenues (Expenses)         | <u>252,164.35</u>                             | <u>252,164.35</u>   |
| Income (Loss) before Contributions & Transfers | <u>88,908.62</u>                              | <u>88,908.62</u>    |
| Transfers In (Out)                             | <u>-</u>                                      | <u>-</u>            |
| Changes in Net Position                        | 88,908.62                                     | 88,908.62           |
| Total Net Position - Beginning                 | <u>264,278.92</u>                             | <u>264,278.92</u>   |
| Total Net Position - Ending                    | <u>\$ 353,187.54</u>                          | <u>353,187.54</u>   |

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

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Proprietary Funds**  
**Statement of Cash Flows**  
**For the Year Ended June 30, 2024**

|  | Business-type Activities -<br>Enterprise Fund |                     |
|--|---|---------------------|
|  | Food<br>Service                               | Total               |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>  |   |                     |
| Receipts from Customers  | \$ 206,260.21                                 | 206,260.21          |
| Payments to Employees  | (144,671.61)                                  | (144,671.61)        |
| Payments for Supplies  | (170,908.66)                                  | (170,908.66)        |
| Net Cash (Used for) Operating<br>Activities  | <u>(109,320.06)</u>                           | <u>(109,320.06)</u> |
| <b>CASH FLOWS FROM NONCAPITAL<br/>FINANCING ACTIVITIES</b>   |   |                     |
| State Sources  | 6,930.81                                      | 6,930.81            |
| Federal Sources  | 177,528.33                                    | 177,528.33          |
| Net Cash Provided by Noncapital<br>Financing Activities  | <u>184,459.14</u>                             | <u>184,459.14</u>   |
| <b>CASH FLOW FROM CAPITAL AND RELATED<br/>FINANCING ACTIVITIES</b>   |   |                     |
| Acquisition of Fixed Assets  | (62,405.15)                                   | (62,405.15)         |
| Net Cash Provided by (Used for) Noncapital<br>Financing Activities   | <u>(62,405.15)</u>                            | <u>(62,405.15)</u>  |
| <b>CASH FLOW FROM INVESTING ACTIVITIES</b>   |   |                     |
| Interest and Dividends   | 16,705.39                                     | 16,705.39           |
| Net Cash Provided by Investing<br>Activities   | <u>16,705.39</u>                              | <u>16,705.39</u>    |
| Net (Decrease) in Cash and Cash<br>Equivalents   | 29,439.32                                     | 29,439.32           |
| Balance - Beginning of Year  | 579,634.42                                    | 579,634.42          |
| Balance - End of Year  | <u>\$ 609,073.74</u>                          | <u>609,073.74</u>   |
| <b>Reconciliation of Operating Income (Loss) to Net<br/>Cash Provided (Used) by Operating Activities:</b>      |   |                     |
| Operating (Loss)   | \$ (163,255.73)                               | (163,255.73)        |
| Adjustments to Reconcile Operating Income(Loss) to<br>Net Cash Provided by (Used for) Operating<br>Activities: |   |                     |
| Depreciation   | 3,715.13                                      | 3,715.13            |
| Donated Commodities Received During the Year   | 50,967.63                                     | 50,967.63           |
| Increase in Intergovernmental Accounts Receivable  | 12,500.00                                     | 12,500.00           |
| Increase in Inventories  | 3,159.15                                      | 3,159.15            |
| Increase/(Decrease) in Accounts Payable  | (16,406.24)                                   | (16,406.24)         |
| Total Adjustments  | <u>53,935.67</u>                              | <u>53,935.67</u>    |
| Net Cash (Used for) Operating<br>Activities  | <u>\$ (109,320.06)</u>                        | <u>(109,320.06)</u> |

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



## **NOTES TO THE FINANCIAL STATEMENTS**

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**MAINLAND REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Board of Education (Board) of the Mainland Regional High School District (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. In its accounting and financial reporting, the District follows the pronouncements of the Governmental Accounting Standards Board (GASB). The more significant accounting policies established in GAAP and used by the District are discussed below.

**A. REPORTING ENTITY**

The District is an instrumentality of the State of New Jersey, established to function as an educational institution. The Mainland Regional High School District is a Type II District located in the County of Atlantic, State of New Jersey. The Board consists of nine members elected to three-year terms. The purpose of the District is to educate students in grades 9-12. The District receives its students from Linwood, Somers Point and Northfield. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

In evaluating how to define the governmental reporting entity, the District follows the provisions of GASB Statement No. 14, *The Financial Reporting Entity*, under which the financial statements include all the organizations, activities, functions, and component units for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board and either (1) the District's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the District. On this basis, the District's financial reporting entity has no component units.

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

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

Based on the aforementioned criteria, the District has no component units.

**B. BASIC FINANCIAL STATEMENTS – GOVERNMENT-WIDE STATEMENTS**

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The District's general and special revenue activities are classified as governmental activities. The District's food service program is classified as business-type activities.

In the governmental-wide Statement of Net Position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position are reported in three parts-invested in capital assets, net of related debt; restricted net position; and unrestricted net position. The District first utilizes restricted resources to finance qualifying activities.

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
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The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions and business-type activities (food service and Aquatic Center). The functions are also supported by general government revenues (property taxes, tuition, certain intergovernmental revenues, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (regular instruction, vocational programs, student & instruction related services, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, interest income, etc.).

- a. The District does allocate indirect costs such as depreciation expense, compensated absences, On-behalf TPAF Pension Contributions, and Reimbursed TPAF Social Security Contributions.

The government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities. Fiduciary funds are not included in the government-wide statements.

**C. BASIC FINANCIAL STATEMENTS – FUND FINANCIAL STATEMENTS**

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Non-major funds by category are summarized into a single column. GASBS No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The non-major funds are combined in a column in the fund financial statements. The State of New Jersey Department of Education has mandated that all New Jersey School Districts must report all governmental funds as major, regardless of the fund meeting the GASB definition of a major fund. However, the criteria are applied to proprietary funds.

The following fund types are used by the District:

**1. Governmental Funds:**

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District.

- a. **General fund** is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.
- b. **Special revenue** funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for a specific purpose. The special revenue fund is specifically used to account for state and federal grant monies that have been allocated to the District.
- c. **Capital projects** funds are used to account for all financial resources to be used for the acquisition or construction of major capital facilities. The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.
- d. **Debt service** funds are used to account for the accumulation of resources for, and the payment of principal and interest on bonds issued to finance major property acquisition, construction and improvement programs.

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**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**  
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**Fund Balances – Governmental Funds**

In the fund financial statements, governmental funds report the following classifications of fund balance:

Nonspendable – includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.

Restricted – includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation.

Committed – includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District's highest level of decision making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Education.

Assigned – includes amounts that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the District's policy, amounts may be assigned by the Business Administrator.

Unassigned – includes amounts that have not been assigned to other funds or restricted, committed or assigned to a specific purpose within the General Fund. The District reports all amounts that meet the unrestricted General Fund Balance Policy described below as unassigned:

The details of the fund balances are included in the Governmental Funds Balance Sheet. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balance are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed.

**2. Proprietary Funds:**

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the District:

- a. **Enterprise funds** are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designated to recover similar costs.

The District's Enterprise Fund is comprised of the following:

A Food Service Fund that accounts for all revenues and expenses pertaining to the District's cafeteria operations.

**3. Fiduciary Funds:**

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support District programs. The reporting focus is on net position and changes in net position and are reported using accounting principles similar to proprietary funds.

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**NOTES TO FINANCIAL STATEMENTS**  
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**(CONTINUED)**

The District's fiduciary funds are presented in the fiduciary fund financial statements by type (pension, private purpose and agency). Since these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.), and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

All fund internal activity is eliminated when carried to the Government-wide statements.

**D. BASIS OF ACCOUNTING**

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

**1. Accrual:**

Both governmental and business-type activities in the government-wide financial statements and the proprietary and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

**2. Modified Accrual:**

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

**E. FINANCIAL STATEMENT AMOUNTS**

**1. Cash and Cash Equivalents:**

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

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

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

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

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**  
**(CONTINUED)**

**2. Investments:**

Investments, including deferred compensation and pension funds, are stated at fair value, (quoted market price or the best available estimate). Interest earned on investments in the Capital Projects Fund is recognized as a reserve to pay future debt service or transferred to the general fund.

**3. Inventories:**

Inventories in the general fund consist of expendable supplies held for the District's use and are carried at cost using the first-in, first-out method. Inventories in the enterprise fund are valued at cost, which approximates market, using the first-in, first –out method. As of June 30, 2024, the District did not have inventory in the general fund and had the following inventory in the enterprise fund:

|          |    |                        |
|----------|----|------------------------|
| Food     | \$ | 4,950.20               |
| Supplies |    | <u>3,454.49</u>        |
|          | \$ | <u><u>8,404.69</u></u> |

The value of federal donated commodities is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of nonoperating revenue in the financial statements.

**4. Capital Assets:**

Capital assets purchased or acquired with an original cost of \$2,000.00 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

|                         |             |
|-------------------------|-------------|
| Buildings               | 20-50 years |
| Machinery and equipment | 5-10 years  |
| Improvements            | 10-20 years |
| Infrastructure Assets   | 50-65 years |

Infrastructure assets include roads, parking lots, underground pipes, etc. The District includes all infrastructure assets as depreciable assets in the financial statements.

**5. Revenues:**

Substantially, all governmental fund revenues are accrued. Property taxes are susceptible to accrual and under New Jersey State Statutes a municipality is required to remit to its school district the entire balance of taxes in the amount certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. Subsidies and grants to proprietary funds, which finance either capital or current operations, are reported as non operating revenue. In respect to grant revenues, the provider recognizes liabilities and expenses, and the recipient recognizes receivables and revenue when the applicable eligibility requirements, including time requirements are met. Resources transmitted before the eligibility requirements are met are reported as advances by the provider and unearned revenue by the recipient. Program revenues, including tuition revenue are reported as reductions to expenses in the statement of activities.

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**  
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**6. Expenditures:**

Expenses are recognized when the related fund liability is incurred. Inventory costs are reported in the period when inventory items are used, rather than in the period purchased.

**7. Compensated Absences:**

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

In governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as both an expenditure and a fund liability in the fund that will pay for the compensated absences. The remainder of the compensated absences liability is reported in the District-Wide Financial Statements as a Governmental Activity.

In proprietary and similar trust funds, compensated absences are recorded as an expense and liability of the fund that will pay for them.

**8. Interfund Activity:**

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related costs as reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

**9. Budgets/Budgetary Control:**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office for approval and, as long as the District budget is within State mandated CAPs, there is no public vote on the budget. If the budget exceeds State mandated CAPs, the voters have an opportunity to approve or reject the budget at the regular election held in November. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item 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. 6:23-2(g). Transfers of appropriations may be made by School Board resolution at any time during the fiscal year and are subject to two-thirds majority vote by the School Board and under certain circumstances require approval by the County Superintendent of Schools.



**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
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Significant transfers approved by the Board of Education during the fiscal year were as follows:

|   |                |
|---|----------------|
| Regular Programs - Instruction                                    |                |
| Grades 9-12 Salaries of Teachers                                  | \$ (98,000.00) |
| Regular Programs - Undist. Instruction                            |                |
| General Supplies  | 119,201.34     |
| Resource Room/Resource Center                                     |                |
| Salaries of Teachers  | (297,500.00)   |
| Other Salaries for Instruction                                    | 236,500.00     |
| School-Spon. Cocurricular Activities - Instruction                |                |
| Salaries  | 40,000.00      |
| Undistributed Expenditures - Instruction                          |                |
| Tuition to Other LEAs within the State - Regular                  | 35,500.00      |
| Tuition to CSSD & Regional Day Schools                            | (59,950.00)    |
| Tuition to Private School w/in the State                          | (100,000.00)   |
| Undistributed Expenditures - Supp. Serv. - Speech, OT, PT         |                |
| Salaries  | 52,500.40      |
| Undistributed Expenditures - Supp. Serv. - Extra Services         |                |
| Purch. Prof-Ed Services   | 106,700.00     |
| Undistributed Expenditures - Supp. Serv. - Guidance               |                |
| Salaries of Other Prof. Staff                                     | (77,442.77)    |
| Undistributed Expenditures - Supp. Serv. - Child Study Team       |                |
| Salaries of Other Prof. Staff                                     | (84,768.25)    |
| Undistributed Expenditures - Supp. Serv. - Improv. Of Inst. Serv. |                |
| Salaries of Supervisions of Instruction                           | 129,000.00     |
| Supplies and Materials  | (60,000.00)    |
| Undistributed Expenditures - Supp. Serv. - General Admin          |                |
| Other Purchased Professional Services                             | 53,002.00      |
| Undistributed Expenditures - Supp. Serv. - School Admin           |                |
| Salaries of Other Prof. Staff                                     | (60,800.00)    |
| Salaries of Secr and Clerical Assist.                             | 91,800.00      |
| Undistributed Expenditures - Supp. Serv. - Admin Info Tech        |                |
| Salaries  | 49,700.00      |
| Undistributed Expenditures - Required Maint. School Fac.          |                |
| Salaries  | 92,000.00      |
| Cleaning, Repair and Maintenance Services                         | 50,212.95      |
| General Supplies  | (48,000.00)    |
| Undistributed Expenditures - Custodial Services                   |                |
| Salaries  | (102,000.00)   |
| Undistributed Expenditures - Security                             |                |
| Cleaning, Repair and Maintenance Services                         | (40,000.00)    |
| Undistributed Expenditures - Student Transportation Serv.         |                |
| Rental Payments - School Buses                                    | 78,300.00      |
| Undistributed Expenditures - Employee Benefits                    |                |
| Health Benefits   | (412,150.00)   |
| Other Employee Benefits   | 30,700.00      |
| Facilities Acquisition and Const.                                 |                |
| Architectural/Engineering Services                                | 382,805.52     |

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles with the exception of the legally

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
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mandated revenue recognition of the last state aid payments for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

**10. Use of Estimates:**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those results.

**11. Allocation of Costs:**

In the government-wide statement of activities, the District has allocated unallocated benefits to various programs based on the budgetary expenditures by program.

**12. Pensions**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers' Pension and Annuity Fund (TPAF) and Public Employee Retirement System (PERS) and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by the TPAF and PERS. 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.

**F. RECENT ACCOUNTING PRONOUNCEMENTS NOT YET EFFECTIVE**

In June 2022, the Governmental Accounting Standards Board (GASB) issued Statement No. 101, "Compensated Absences". This statement, which is effective for fiscal years beginning after December 15, 2024, may have an effect on the District's financial reporting.

In December 2023, the Governmental Accounting Standards Board (GASB) issued Statement No. 102, "Certain Risk Disclosures". This statement is effective for fiscal years beginning after June 15, 2024 and will not have any effect on the District's financial reporting.

In April 2024, the Governmental Accounting Standards Board (GASB) issued Statement No. 103, "Financial Reporting Model Improvements". This statement is effective for fiscal years beginning after June 15, 2025 and will not have any effect on the District's financial reporting.

**NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS**

**Custodial Credit Risk-Deposits.** Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The district's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in the New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 18A:20-37 that are treated as cash equivalents. As of June 30, 2024, \$0.00 of the government's bank balance of \$6,089,827.30 was exposed to custodial credit risk.

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**  
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**Investments**

As of June 30, 2024, the District had no investments.

**Interest Rate Risk.** The district does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, New Jersey Statutes 18A:20-37 limit the length of time for most investment to 397 days.

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

**Concentration of Credit Risk.** The district places no limit on the amount the district may invest in any one issuer.

**NOTE 3. FIXED ASSETS**

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

|   | <u>Balance June<br/>30, 2023</u> | <u>Additions</u>      | <u>Disposals/<br/>Adjustments</u> | <u>Balance June<br/>30, 2024</u> |
|---|----------------------------------|-----------------------|-----------------------------------|----------------------------------|
| <b>Governmental Activities:</b>                           |                                  |                       |                                   |                                  |
| Capital assets not being depreciated:                     |                                  |                       |                                   |                                  |
| Land  | \$ 1,076,079.00                  | \$ -                  | \$ -                              | \$ 1,076,079.00                  |
| Total capital assets not being depreciated                | <u>1,076,079.00</u>              | <u>-</u>              | <u>-</u>                          | <u>1,076,079.00</u>              |
| Capital assets being depreciated:                         |                                  |                       |                                   |                                  |
| Buildings and building improvements                       | 50,436,897.94                    | 54,445.15             |                                   | 50,491,343.09                    |
| Equipment   | 5,055,783.65                     | 349,868.00            | (39,449.50)                       | 5,366,202.15                     |
| Total capital assets being depreciated at historical cost | <u>55,492,681.59</u>             | <u>404,313.15</u>     | <u>(39,449.50)</u>                | <u>55,857,545.24</u>             |
| Less accumulated depreciation for:                        |                                  |                       |                                   |                                  |
| Buildings and building improvements                       | (14,312,913.93)                  | (196,236.64)          |                                   | (14,509,150.57)                  |
| Equipment   | (4,393,314.27)                   | (223,607.78)          | 39,449.50                         | (4,577,472.55)                   |
| Total accum deprec  | <u>(18,706,228.20)</u>           | <u>(419,844.42)</u>   | <u>39,449.50</u>                  | <u>(19,086,623.12)</u>           |
| Total capital assets being depr, net of accum depr        | <u>36,786,453.39</u>             | <u>(15,531.27)</u>    | <u>-</u>                          | <u>36,770,922.12</u>             |
| <b>Governmental Activities Capital Assets, net</b>        | <u>\$ 37,862,532.39</u>          | <u>\$ (15,531.27)</u> | <u>\$ -</u>                       | <u>\$ 37,847,001.12</u>          |
| <b>Business-Type Activities:</b>                          |                                  |                       |                                   |                                  |
| Equipment   | \$ 127,343.18                    | \$ 62,405.15          | \$ (8,124.00)                     | \$ 181,624.33                    |
| Less accum depr for:                                      |                                  |                       |                                   |                                  |
| Equipment   | (119,040.09)                     | (3,715.13)            | 11,324.00                         | (111,431.22)                     |
| <b>Business-Type Activities Capital Assets, net</b>       | <u>\$ 8,303.09</u>               | <u>\$ 58,690.02</u>   | <u>\$ 3,200.00</u>                | <u>\$ 70,193.11</u>              |

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024  
(CONTINUED)**

Depreciation expense was charged to governmental functions as follows:

|  |               |
|--|---------------|
| <b>INSTRUCTION</b>                     |               |
| Regular Instruction                    | \$ 167,464.20 |
| Special Education                      | 44,417.22     |
| Other Special Education                | 23,186.60     |
| <b>SUPPORT SERVICES</b>                |               |
| Student & instruction related Services | 73,503.25     |
| School Administration                  | 10,535.39     |
| Other Administrative Services          | 17,738.47     |
| Plant Operations                       | 61,236.01     |
| Pupil Transportation                   | 21,763.28     |
| Special Schools                        | -             |
|  | <hr/>         |
|  | \$ 419,844.42 |

**NOTE 4. PENSION PLANS**

Description of Plans

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

Teachers' Pension and Annuity Fund

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

Public Employees' Retirement System

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

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*Defined Contribution Retirement Program (DCRP)*

The Defined Contribution Retirement Program (DCRP) was established as of July 1, 2008 under the provisions of Chapter 92, P.L. 2008 and Chapter 103, P.L. 2008 (N.J.S.A. 43:15C-1 et seq.). The DCRP is a cost sharing multiple employer defined contribution pension fund. The DCRP provides eligible members, and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N. J.S.A. 43:15C-1 et. seq.

The contribution requirements of plan members are determined by state statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. The State Treasurer has the right under current law to make temporary reductions in member rates based on the existence of surplus plan assets in the retirement system; however statute also requires the return to the normal rate when such surplus pension assets no longer exist. In addition to the employee contributions, the School District's contribution amounts for each pay period are required to be transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

*Funding Policy*

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 7.50% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The School District's contributions to TPAF for the years ending June 30, 2024, 2023, and 2022 were \$4,204,088.00, \$4,267,407.00, and \$4,376,105.00 respectively, and paid by the State of New Jersey on behalf of the board, equal to the required contributions for each year. The School District's contributions to PERS for the years ending June 30, 2024, 2023 and 2022 were \$528,229.00, \$507,500.00, and \$469,483.00 respectively, equal to the required contributions for each year.

During the fiscal years ended June 30, 2024, 2023 and 2022, the State of New Jersey contributed \$1,144,199.00, \$1,121,038.00, and \$1,022,435.00, respectively, to the TPAF for post-retirement medical benefits on behalf of the Board. Also, in accordance with NJSA 18A:66-66 the State of New Jersey reimbursed the Board \$891,537.08, \$871,503.77, and \$861,765.46, during the same fiscal years for the employer's share of social security contributions for TPAF members as calculated on their base salaries. These amounts, which are not required to be budgeted, have been included in the financial statements, and the combining and individual fund and account group statements and schedules as revenues and expenditures in accordance in GASB 27.

For the DCRP, members contribute at a uniform rate of 5.5% of their base salary. Employers are required to contribute at a set rate of 3.0% of base salary. There were twelve employees enrolled in the DCRP for the year ended June 30, 2024.

*Vesting and Benefit Provisions*

The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the

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System. 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.

Significant Legislation

Chapter 78, P.L. 2011, effective June 28, 2011 made various changes to the manner in which the Public Employees' Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS) operate and to the benefit provisions of those systems.

Chapter 78's provisions impacting employee pension and health benefits include:

- New members of the PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of  $\frac{1}{4}$  of 1% for each month that the member is under age 65.
- The eligibility age to qualify for a service retirement in the PERS is increased from age 63 to 65 for Tier 5 members.
- The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), will be 60% instead of 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years.
- Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years; PFRS active member rate increase from 8.5% to 10%. For fiscal year 2012, the member contribution rates increased in October 2011. The phase-in of the additional incremental member contribution rates for PERS members will take place July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.
- New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over 4-year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary.
- In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

Chapter 1, P.L. 2010, effective May 21, 2010, made a number of changes to the State-administered retirement systems concerning eligibility, the retirement allowance formula, the definition of compensation, the positions eligible for service credit, the non-forfeitable right to a pension, the prosecutor's part of the PERS, special retirement under the PFRS, and employer contributions to the retirement systems.

Also, Chapter 1, P.L. 2010 changed the membership eligibility criteria for new members of PERS from the amount of annual compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for new members of PERS to  $\frac{1}{60}$ th from  $\frac{1}{55}$ th, and it provided that new members of PERS have the retirement allowance calculated using the average annual compensation for the last five years of service instead of the last three years of service. New members of PERS will no longer receive pension service credit from more than one employer. Pension service credit will be earned for the highest paid position only. For new members of the PFRS, the law capped the maximum compensation that can be used to calculate a pension from these plans at the annual wage contribution base for social security, and requires the pension to be calculated using a three year average annual compensation instead of the last year's salary. This law also closed the Prosecutors Part of the PERS to new members and repealed the law for new members that provided a non-forfeitable right to receive a pension based on the laws of the retirement system in place at the time 5 years of pension service credit is attained. The law also required

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the State to make its full pension contribution, defined at 1/7<sup>th</sup> of the required amount, beginning in fiscal year 2012.

Chapter 3, P.L. 2010, effective May 21, 2010, replaced the accidental and ordinary disability retirement for new members of the PERS with disability insurance coverage similar to that provided by the State to individuals enrolled in the State's Defined Contribution Retirement Program.

Chapter 92, P.L. 2007 implemented certain recommendations contained in the December 1, 2006 report of the Joint Legislative Committee on Public Employee Benefits Reform; established a DCRP for elected and certain appointed officials, effective July 1, 2007; the new pension loan interest rate became 4.69% per year, and an \$8.00 processing fee per loan was charges, effective January 1, 2008. The legislation also removed language from existing law that permits the State Treasurer to reduce employer pension contributions needed to fund the Funds and Systems when excess assets are available.

**NOTE 5: PENSION LIABILITIES – PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)**

In 2012, the Governmental Accounting Standards Board issued GASB statement 68. This statement is effective for fiscal years beginning after June 15, 2014. This statement changes the method of reporting the District's pension liabilities. The following information describes the District's proportionate share of the statewide pension system's liabilities and expenses.

The following represents the District's pension liabilities as June 30, 2023:

**Public Employees' Retirement System**

The District has a liability of \$5,724,587 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022 that was rolled forward to June 30, 2023. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2023, the District's proportion is 0.03952250110%, which is a decrease of 1.72% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the District recognized negative pension expense of \$476,730. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

|   | Deferred Outflows<br>of Resources | Deferred Inflows<br>of Resources |
|---|-----------------------------------|----------------------------------|
| Differences between expected & actual experience                                    | \$ 54,734                         | \$ (23,400)                      |
| Changes of assumptions  | 12,576                            | (346,935)                        |
| Net difference between projected and actual earnings<br>on pension plan investments | 26,362                            | -                                |
| Changes in proportion   | 369,375                           | (156,830)                        |
| Total   | <u>\$ 463,047</u>                 | <u>\$ (527,165)</u>              |

Amounts that would be reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense as follows:

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| Year ended<br>June 30, |    |                 |
|------------------------|----|-----------------|
| 2025                   | \$ | 93,238          |
| 2026                   |    | (14,686)        |
| 2027                   |    | (118,184)       |
| 2028                   |    | (22,101)        |
| 2029                   |    | (2,384)         |
| Total                  | \$ | <u>(64,118)</u> |

**Actuarial Assumptions**

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

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 disable retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on generational basis. Mortality improvement is based on Scale MP-2021.

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

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



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| Asset Class                       | Target<br>Allocation | Long-Term<br>Expected Real<br>Rate of Return |
|-----------------------------------|----------------------|--|
| US equity                         | 28.00%               | 8.98%  |
| Non-U.S. developed markets equity | 12.75%               | 9.22%  |
| International small cap equity    | 1.25%                | 9.22%  |
| Emerging markets equity           | 5.50%                | 11.13%                                       |
| Private equity                    | 13.00%               | 12.50%                                       |
| Real estate                       | 8.00%                | 8.58%  |
| Real assets                       | 3.00%                | 8.40%  |
| High yield                        | 4.50%                | 6.97%  |
| Private Credit                    | 8.00%                | 9.20%  |
| Investment grade credit           | 7.00%                | 5.19%  |
| Cash equivalents                  | 2.00%                | 3.31%  |
| U.S. Treasuries                   | 4.00%                | 3.31%  |
| Risk mitigation strategies        | 3.00%                | 6.21%  |

*Discount Rate*

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for 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 the District's proportionate share of the net pension liability to changes in the discount rate.*

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

|  | 1%<br>Decrease<br>(6.00%) | Current Discount<br>Rate<br>(7.00%) | 1%<br>Increase<br>(8.00%) |
|--|---------------------------|-------------------------------------|---------------------------|
| District's proportionate share of<br>the net pension liability | \$ 6,902,999              | 5,724,587                           | 4,722,690                 |

*Pension plan fiduciary net position.*

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

**NOTE 6 – PENSION LIABILITIES - TEACHERS' PENSION AND ANNUITY FUND (TPAF)**

At June 30, 2023, the District liability for its proportionate share of the net pension liability which is considered a Special Funding Situation with the State of New Jersey is reported below.

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

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treated as a non-employer contributing entity. Since the local participating employers do not contribute directly to the plan, there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the non-employer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the non-employer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

|   |                             |
|---|-----------------------------|
| District's proportionate share of the net pension liability                               | \$ -                        |
| State's proportionate share of the net position liability<br>associated with the District | <u>52,542,549</u>           |
| Total   | <u><u>\$ 52,542,549</u></u> |

The net pension liability was measured as of June 30, 2023 and the total pension liability to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2023, the District's proportion was 0.00%, which was no change from its proportion measured as of June 30, 2022.

For the year ended June 30, 2023, the District recognized pension expense of (\$2,999,087) and revenue of (\$2,999,087) for support provided by the State.

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

|                           |   |
|---------------------------|---|
| Inflation Rate            |   |
| Price                     | 2.75%                                     |
| Wage                      | 3.25%                                     |
| Salary increases          | 2.75% - 4.25% (based on years of service) |
| Investment rate of return | 7.00%                                     |

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

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

***Long-Term Expected Rate of Return***

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2022 are summarized in the following table:

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

***Discount rate.***

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

***Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate.***

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.0% as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.0%) or 1-percentage point higher (8.0%) than the current rate:

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|  | 1%<br>Decrease<br>(6.0%) | Current Discount<br>Rate<br>(7.0%) | 1%<br>Increase<br>(8.0%) |
|--|--------------------------|------------------------------------|--------------------------|
| District's proportionate share of the net pension liability                            | \$ -                     | -                                  | -                        |
| State's proportionate share of the net position liability associated with the District | \$ 61,957,200            | 52,542,549                         | 44,613,175               |

*Pension plan fiduciary net position.*

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

**Additional Information**

Collective balances of the local group at June 30, 2023 are as follows:

|                                |                  |
|--------------------------------|------------------|
| Deferred outflows of resources | \$ 2,413,548,676 |
| Deferred inflows of resources  | (14,741,373,312) |
| Net pension liability          | 51,109,961,824   |

Collective pension expense for the plan for the measurement period ended June 30, 2023 is \$1,255,623,033.

**NOTE 7. POST-RETIREMENT BENEFITS**

**General Information about the OPEB Plan**

**State Health Benefit State Retired Employees Plan:**

Pension and Other Postemployment Benefits (OPEB) Obligations in Fiscal Year 2023 the State funded the various defined benefit pension systems at 108 percent of the full actuarially determined contributions. Employer contributions to the pension plans are calculated per the requirements of the governing State statutes using generally accepted actuarial procedures and practices. The actuarial funding method used to determine the State's contribution is a matter of State law. Any change to the funding method requires the approval of the State Legislature and the Governor. The amount the State actually contributes to the pension plans may differ from the actuarially determined contributions of the pension plans because the State's contribution to the pension plans is subject to the appropriation of the State Legislature and actions by the Governor. GASB Statement No. 68, Accounting and Financial Reporting for Pensions, requires participating employers to recognize their proportionate share of the collective net pension liability. Under the new statement, the calculation of the pension liability was changed to a more conservative methodology and each employer was allocated a proportional share of the pension plans' net pension liability. The State's share of the net pension liability, based on a measurement date of June 30, 2021, which is required to be reported on the financial statements, is \$75.1 billion. The Fiscal Year 2023 projected aggregate State contribution to the pension plans of \$6.8 billion represents 104 percent of the actuarially determined contributions. The State provides post-retirement medical (PRM) benefits for certain State and other retired employees meeting the service credit eligibility requirements. In Fiscal Year 2022, the State paid PRM benefits for 161,238 State and local retirees. The State funds post-retirement medical benefits on a "pay-as-you-go" basis, which means that the State does not pre-fund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For Fiscal Year 2022, the State contributed \$1.9 billion to pay for "pay-as-you-go" PRM benefit costs incurred by covered populations, a slight increase from \$1.8 billion in Fiscal Year 2021. The

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State has appropriated \$2.1 billion in Fiscal Year 2023 as the State's contribution to fund increases in prescription drugs and medical claims costs. In accordance with the provisions of GASBE Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. This new standard supersedes the previously issued guidance, GASB Statement No. 45, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, effective for Fiscal Year 2018. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments. The Fiscal Year 2022 State OPEB liability to provide these benefits is \$88.9 billion, a decrease of \$12.7 billion, or 12.5 percent, from the \$101.6 billion liability recorded in Fiscal Year 2021. Additional information on Pensions and OPEB can be accessed on the Division of Pensions & Benefits Financial Reports webpage: <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

*Total OPEB Liability*

The State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The LEA's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the LEA did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the board of education/board of trustees. Note that actual numbers will be published in June 30, 2023 III-3.8 the NJ State ACFR on the Office of Management and Budget's Financial Publications webpage: [NJ OMB - Financial Publications](#)

Actuarial assumptions and other imputes. The total OPEB liability in the June 30, 2023, actuarial valuation reported by the State in the State's most recently issued ACFR was determined by an actuarial valuation as of June 30, 2022, which was rolled forward to June 30, 2023. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

*Salary Increases*

| <u>TPAF/ABP</u>        | <u>PERS</u>            | <u>PFRS</u>            |
|------------------------|------------------------|------------------------|
| 2.75% to 4.25%         | 2.75% to 6.55%         | 3.25% to 16.25%        |
| based on service years | based on service years | based on service years |

*Mortality Rates*

Preretirement mortality rates were based on the Pub-2010 Healthy "Teachers" (TPAF/ABP), "General" (PERS), and "Safety" (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Postretirement mortality rates were based on the Pub-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Disability mortality was based on the Pub-2010 "General" classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021 for current disabled retirees. Future disabled retirees was based on the Pub-2020 "Safety" (PFRS), "General" (PERS), and "Teachers" (TPAF/ABP) classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021.

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of the TPAF, PERS, and PFRS 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.

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**(CONTINUED)**

*Health Care Trend Assumptions*

For pre-Medicare medical benefits, the trend rate is initially 6.5% and decreases to a 4.5% 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 4.5% 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 4.5% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

*Discount Rate*

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

*Changes in the Total OPEB Liability reported by the State of New Jersey*

|  |                                    |
|--|------------------------------------|
| Balance at 6/30/23 (Based on 6/30/2022 measurement date) | \$ 50,646,262,966.00               |
| Changes for the year:                                    |                                    |
| Service cost   | 2,136,235,476.00                   |
| Interest   | 1,844,113,951.00                   |
| Changes in Benefit Terms                                 | -                                  |
| Differences between Expected & Actual Experiences        | (980,424,863.00)                   |
| Changes in assumptions or other inputs                   | 105,539,463.00                     |
| Contributions: Member                                    | 47,258,104.00                      |
| Benefit payments   | <u>(1,437,516,858.00)</u>          |
| Net changes  | <u>1,715,205,273.00</u>            |
| Balance at 6/30/23 (Based on 6/30/2022 measurement date) | <u><u>\$ 52,361,468,239.00</u></u> |

*Sensitivity of the total OPEB liability to changes in the discount rate*

The following presents the total OPEB liability as of June 20, 2023, respectively, calculated using a discount rate as disclosed above as well as what the total nonemployer OPEB would be if it was calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

|                      | 1% Decrease<br>(2.65%) | Discount Rate<br>(3.65%) | 1% Increase<br>(4.65%) |
|----------------------|------------------------|--------------------------|------------------------|
| Total OPEB Liability | \$ 61,385,066,712.00   | \$ 52,361,668,239.00     | \$ 45,116,926,835.00   |

*Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates*

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

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**  
**(CONTINUED)**

|   | <u>1% Decrease</u>   | <u>Healthcare Cost<br/>Trend Rates</u> | <u>1% Increase</u>   |
|---|----------------------|--|----------------------|
| Total OPEB Liability<br>(School Retirees) | \$ 43,468,257,358.00 | \$ 52,361,668,239.00                   | \$ 63,998,719,320.00 |

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

For the year ended June 30, 2023, the board of education recognized OPEB expense of \$170,281 determined by the State as the total OPEB liability for benefits provided through a defined OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB 75 and in which there is a special funding situation.

In accordance with GASB 75, the board of education's proportionate share of school retirees OPEB is zero, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources. At June 30, 2023, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employees' OPEB from the following sources:

|  | <u>Deferred Outflows<br/>of Resources</u> | <u>Deferred Inflows<br/>of Resources</u> |
|--|---|--|
| Differences between expected and actual experience | \$ 7,639,717,639.00                       | \$ (13,791,541,217.00)                   |
| Changes in assumptions                             | 7,445,895,322.00                          | (14,449,948,556.00)                      |
|  | <u>\$ 15,085,612,961.00</u>               | <u>\$ (28,241,489,773.00)</u>            |

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

| <u>Year Ended<br/>June 30,</u> |                               |
|--------------------------------|-------------------------------|
| 2024                           | \$ (2,611,225,301.00)         |
| 2025                           | (2,611,225,301.00)            |
| 2026                           | (2,269,523,460.00)            |
| 2027                           | (1,338,024,839.00)            |
| 2028                           | (273,877,609.00)              |
| Thereafter                     | <u>(4,052,000,302.00)</u>     |
|                                | <u>\$ (13,155,876,812.00)</u> |

(Contributions made after June 30 are reported as deferred outflow of resources but are not amortized in the expense.)

Detailed information about the plan's fiduciary net position is available in the separately issued OPEB financial report.

**NOTE 8. DEFERRED COMPENSATION**

The Board offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 403(b). The plans, which are administered by the entities listed below, permits participants to defer a portion of their salary until future years. Amounts deferred under the plans are not

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024  
(CONTINUED)**

available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows:

VALIC (Variable Annuity Life Insurance Co.)  
Lincoln Investment Planning Inc.  
Hartford/Janney  
Equitable (Equi-Vest)  
Siracusa Benefits Program  
Vanguard

**NOTE 9. COMPENSATED ABSENCES**

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

District employees are granted varying amounts of vacation and sick leave in accordance with the district's personnel policy. Upon termination, employees are paid for accrued vacation. Sick leave benefits provide for ordinary sick pay and is capped based on the various employee contracts.

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

**NOTE 10. GENERAL LONG-TERM DEBT**

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

|                       | Balance<br>July 1, 2023 | Issues or<br>Additions | Payments or<br>Expenditures | Balance<br>June 30, 2024 | Amounts Due<br>Within<br>One Year |
|-----------------------|-------------------------|------------------------|-----------------------------|--------------------------|-----------------------------------|
| Compensated Absences  | \$ 730,896.98           | \$                     | \$ 62,736.18                | \$ 668,160.80            | \$                                |
| Capital Leases        | 553,768.57              | 428,500.00             | 334,571.24                  | 647,697.33               | 315,788.01                        |
| Bonds Payable         | 20,910,000.00           |                        | 2,535,000.00                | 18,375,000.00            | 2,670,000.00                      |
| Premium on Bond Sale  | 2,526,174.59            |                        | 314,631.85                  | 2,211,542.74             | 328,881.48                        |
| Net Pension Liability | 6,068,716.00            |                        | 344,129.00                  | 5,724,587.00             | -                                 |
|                       | <u>\$ 30,789,556.14</u> | <u>\$ 428,500.00</u>   | <u>\$ 3,591,068.27</u>      | <u>\$ 27,626,987.87</u>  | <u>\$ 3,314,669.49</u>            |

Compensated absences and capital leases have been liquidated in the General Fund.



**MAINLAND REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024  
(CONTINUED)**

**Bonds Payable**

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

At June 30, 2024 bonds payable consisted of the following issues:

\$26,700,000 General Obligation School Refunding Bonds dated December 21, 2017, due in annual installments through October 15, 2029, bearing interest at varying rates. The balance remaining as of June 30, 2024 is \$18,375,000.

On December 21, 2017, the District issued \$26,700,000 in Refunding School Bonds with a net interest cost of 2.49% to advance refund \$28,645,000 of outstanding 2009 school bonds with an average interest rate of 5.125%. The net proceeds of \$29,657,077.94, including a premium on the bonds of \$3,265,445.45 and net of payments of \$97,855.50 in underwriting fees and \$210,512.01 of issuance costs were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for part of future debt service payments when due.

Debt service requirements on serial bonds payable at June 30, 2023 are as follows:

| Fiscal Year Ending<br>June 30, | Principal        | Interest     | Total         |
|--------------------------------|------------------|--------------|---------------|
| 2025                           | 2,670,000.00     | 740,800.00   | 3,410,800.00  |
| 2026                           | 2,805,000.00     | 631,300.00   | 3,436,300.00  |
| 2027                           | 2,955,000.00     | 501,325.00   | 3,456,325.00  |
| 2028                           | 3,130,000.00     | 349,200.00   | 3,479,200.00  |
| 2029                           | 3,325,000.00     | 187,825.00   | 3,512,825.00  |
| 2030                           | 3,490,000.00     | 52,350.00    | 3,542,350.00  |
|                                | \$ 18,375,000.00 | 2,462,800.00 | 20,837,800.00 |

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**  
**(CONTINUED)**

Capital Leases

The District is leasing Technology Equipment totaling \$1,264,988.34. Lease payments are made annually with the final lease payment due during the 2026 fiscal year. The following is a schedule of the future minimum lease payments under these capital leases and the net minimum lease payments at June 30, 2024:

| Fiscal Year Ending<br>June 30,    | Principal     |
|-----------------------------------|---------------|
| 2025                              | \$ 344,365.94 |
| 2026                              | 216,373.04    |
| 2027                              | 139,595.05    |
| 2028                              | -             |
| 2029                              | -             |
| Total minimum lease payments      | 700,334.03    |
| Less amount representing interest | 52,636.70     |
| Present value of lease payments   | \$ 647,697.33 |

**NOTE 11. INTERFUND RECEIVABLES AND PAYABLES**

The following interfund balances remained on the balance sheet at June 30, 2024:

| Fund                 | Interfund<br>Receivable | Interfund<br>Payable |
|----------------------|-------------------------|----------------------|
| General Fund         | \$ 1,656,959.03         |                      |
| Special Revenue Fund |                         | 1,283,334.71         |
| Debt Service Fund    |                         | 16,711.48            |
| Enterprise Funds     |                         | 356,912.84           |
| Total                | \$ 1,656,959.03         | 1,656,959.03         |

Interfunds were created throughout the year due to short term borrowings to cover cash flow needs in the various funds and to cover cash overdrafts for pooled funds. The governmental fund interfunds were eliminated in the governmental-wide statements.

**NOTE 12. FUND BALANCE APPROPRIATED**

General Fund (B-1) – Of the \$6,168,503.52 General Fund fund balance, at June 30, 2024, \$143,103.75 is reserved for encumbrances; \$4,611,364.76 is reserved as excess surplus in accordance with NJSA 18A:7F-7 of which \$2,087,543.38 has been appropriated as revenue in the 2024-2025 budget and the balance of \$2,523,821.38 will be budgeted in the 2025-2026 budget; \$1,201,024.00 has been reserved for future capital purchases; \$123,917.62 has been anticipated as revenue in the 2024-2025 budget; and \$89,093.39 is classified as Unassigned.

Special Revenue Fund – Of the \$456,933.26 Special Revenue Fund fund balance, at June 30, 2024, \$58,804.08 is restricted for scholarships and \$398,129.18 is restricted for Student Activities.

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2024**  
**(CONTINUED)**

Debt Service Fund - Of the \$13,396.53 Debt Service Fund fund balance, at June 30, 2024, \$13,396.53 is restricted debt service.

**NOTE 13. CALCULATION OF EXCESS SURPLUS**

In accordance with NJSA 18A:7F-7, as amended by P.L. 2004, c.73, the designation for Reserved Fund Balance – Excess Surplus is a required calculation. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance generated at June 30, 2024 is \$4,611,364.76.

**NOTE 13. RISK MANAGEMENT**

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

Property and Liability Insurance – The District maintains commercial insurance coverage for property, liability and surety bonds. During the fiscal year ended June 30, 2024, the District did not incur claims in excess of their coverage and the amount of coverage did not significantly decrease.

New Jersey Unemployment Compensation Insurance - The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Contributory Method". Under this plan, the District is required to remit deductions directly to the New Jersey Commissioner of Labor.

**NOTE 14. LITIGATION**

From time to time, the District is a defendant or plaintiff in legal proceedings relating to its operations as a school district. Management has assured us that the district is not involved in any litigation at the present time.

**NOTE 15. 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 must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

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

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024  
(CONTINUED)**

**NOTE 17. SUBSEQUENT EVENTS**

The District has evaluated subsequent events through December 6, 2024, the date which the financial statements were available to be issued and no items were noted for disclosure or adjustment.

**REQUIRED SUPPLEMENTARY INFORMATION – PART II**

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**BUDGETARY COMPARISON SCHEDULES**

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**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2024**

|   | Original<br>Budget | Budget<br>Transfers | Final Budget  | Actual        | Variance with<br>Under/ (Over)<br>Final Budget<br>to Actual |
|---|--------------------|---------------------|---------------|---------------|---|
| <b>REVENUES:</b>  |                    |                     |               |               |   |
| Local Sources:  |                    |                     |               |               |   |
| Local Tax Levy  | \$ 19,642,254.00   | -                   | 19,642,254.00 | 19,642,254.02 | 0.02  |
| Transportation Fees from Other LEA's                                | 200,000.00         | -                   | 200,000.00    | 240,073.52    | 40,073.52   |
| Interest Earned on Capital Reserve Funds                            | 500.00             | -                   | 500.00        | -             | (500.00)  |
| Miscellaneous   | 49,500.00          | -                   | 49,500.00     | 174,504.10    | 125,004.10  |
| Total Local Sources   | 19,892,254.00      | -                   | 19,892,254.00 | 20,056,831.64 | 164,577.64  |
| State Sources:  |                    |                     |               |               |   |
| Categorical Special Education Aid                                   | 935,206.00         | -                   | 935,206.00    | 935,206.00    | -   |
| Extraordinary Aid   | -                  | -                   | -             | 252,126.00    | 252,126.00  |
| Equalization Aid  | 6,400,807.00       | -                   | 6,400,807.00  | 6,400,807.00  | -   |
| Categorical Security Aid  | 43,566.00          | -                   | 43,566.00     | 43,566.00     | -   |
| Categorical Transportation Aid                                      | 301,868.00         | -                   | 301,868.00    | 301,868.00    | -   |
| School Choice Aid   | 504,477.00         | -                   | 504,477.00    | 504,477.00    | -   |
| Supplemental Stabilization Aid                                      | -                  | -                   | -             | -             | -   |
| Non Public School Transportation Costs                              | -                  | -                   | -             | 23,246.00     | 23,246.00   |
| On-behalf TPAF Pension<br>(Non-Budgeted)                            | -                  | -                   | -             | 4,204,088.00  | 4,204,088.00  |
| On-behalf TPAF Post-Retirement Contributions<br>(Non-Budgeted)      | -                  | -                   | -             | 1,144,199.00  | 1,144,199.00  |
| On-behalf TPAF Long-Term Disability Ins. Contrib.<br>(Non-Budgeted) | -                  | -                   | -             | 841.00        | 841.00  |
| Reimbursed TPAF Social Security Contributions<br>(Non-Budgeted)     | -                  | -                   | -             | 891,537.08    | 891,537.08  |
| Total State Sources   | 8,185,924.00       | -                   | 8,185,924.00  | 14,701,961.08 | 6,516,037.08  |
| Federal Sources:  |                    |                     |               |               |   |
| Medicaid Reimbursement (SEMI)                                       | 28,706.00          | (28,706.00)         | -             | 22,210.38     | 22,210.38   |
| Medicaid Reimbursement (SEMI) - ARRA                                | -                  | -                   | -             | -             | -   |
| Total Federal Sources   | 28,706.00          | (28,706.00)         | -             | 22,210.38     | 22,210.38   |
| Total Revenues  | 28,106,884.00      | (28,706.00)         | 28,078,178.00 | 34,781,003.10 | 6,702,825.10  |
| <b>EXPENDITURES:</b>  |                    |                     |               |               |   |
| <b>CURRENT EXPENSE</b>  |                    |                     |               |               |   |
| <b>REGULAR PROGRAMS - INSTRUCTION</b>                               |                    |                     |               |               |   |
| Grades 9 - 12 Salaries of Teachers                                  | 8,294,002.00       | (98,000.00)         | 8,196,002.00  | 7,987,722.43  | 208,279.57  |
| Regular Programs - Home Instruction                                 |                    |                     |               |               |   |
| Salaries of Teachers  | 75,000.00          | -                   | 75,000.00     | 59,580.00     | 15,420.00   |
| Purchased Prof Ed Services  | 7,500.00           | 28,500.00           | 36,000.00     | 17,695.14     | 18,304.86   |
| Regular Programs - Undistributed Instruction                        |                    |                     |               |               |   |
| Other Purchased Services (400-500 Series)                           | -                  | 26,500.00           | 26,500.00     | 19,534.67     | 6,965.33  |
| General Supplies  | 457,442.78         | 119,201.34          | 576,644.12    | 534,909.89    | 41,734.23   |
| Textbooks   | 18,675.00          | (13,000.00)         | 5,675.00      | 1,239.69      | 4,435.31  |
| Other Objects   | 10,000.00          | (10,000.00)         | -             | -             | -   |
| TOTAL REGULAR PROGRAMS - INSTRUCTION                                | 8,862,619.78       | 53,201.34           | 8,915,821.12  | 8,620,681.82  | 295,139.30  |
| <b>SPECIAL EDUCATION - INSTRUCTION</b>                              |                    |                     |               |               |   |
| Resource Room/Resource Center                                       |                    |                     |               |               |   |
| Salaries of Teachers  | 2,032,471.50       | (297,500.00)        | 1,734,971.50  | 1,727,411.16  | 7,560.34  |
| Other Salaries for Instruction                                      | 517,169.00         | 236,500.00          | 753,669.00    | 751,062.82    | 2,606.18  |
| General Supplies  | 18,501.00          | -                   | 18,501.00     | 16,959.44     | 1,541.56  |
| Total Resource Room/Resource Center                                 | 2,568,141.50       | (61,000.00)         | 2,507,141.50  | 2,495,433.42  | 11,708.08   |
| TOTAL SPECIAL EDUCATION - INSTRUCTION                               | 2,568,141.50       | (61,000.00)         | 2,507,141.50  | 2,495,433.42  | 11,708.08   |
| Bilingual Education - Instruction                                   |                    |                     |               |               |   |
| General Supplies  | 3,750.00           | -                   | 3,750.00      | 1,332.55      | 2,417.45  |
| Total Bilingual Education - Instruction                             | 3,750.00           | -                   | 3,750.00      | 1,332.55      | 2,417.45  |
| School-Spon. Cocurricular Activities - Instruction                  |                    |                     |               |               |   |
| Salaries  | 487,492.30         | 40,000.00           | 527,492.30    | 401,785.32    | 125,706.98  |
| Other Purchased Services (400-500 Series)                           | -                  | 500.00              | 500.00        | 285.66        | 214.34  |
| Supplies & Materials  | 40,100.00          | (6,957.00)          | 33,143.00     | 22,392.27     | 10,750.73   |
| Other Objects   | 1,000.00           | 500.00              | 1,500.00      | 1,456.00      | 44.00   |
| Total School-Spon. Cocurricular Activities - Inst.                  | 528,592.30         | 34,043.00           | 562,635.30    | 425,919.25    | 136,716.05  |

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2024**

|  | Original<br>Budget   | Budget<br>Transfers | Final Budget         | Actual               | Variance with<br>Under/ (Over)<br>Final Budget<br>to Actual |
|--|----------------------|---------------------|----------------------|----------------------|---|
| School-Spon. Cocurricular Athletics - Instruction              |                      |                     |                      |                      |   |
| Salaries   | 618,700.00           | (18,000.00)         | 600,700.00           | 573,465.00           | 27,235.00   |
| Purchased Services (300-500 series)                            | 136,151.00           | 20,294.48           | 156,445.48           | 144,310.13           | 12,135.35   |
| Supplies & Materials   | 156,716.00           | 2,930.60            | 159,646.60           | 146,707.60           | 12,939.00   |
| Other Objects  | 14,884.00            | -                   | 14,884.00            | 10,927.34            | 3,956.66  |
| Total School-Spon. Cocurricular Athletics - Inst.              | 926,451.00           | 5,225.08            | 931,676.08           | 875,410.07           | 56,266.01   |
| <b>TOTAL INSTRUCTION</b>                                       | <b>12,889,554.58</b> | <b>31,469.42</b>    | <b>12,921,024.00</b> | <b>12,418,777.11</b> | <b>502,246.89</b>   |
| <b>UNDISTRIBUTED EXPENDITURES</b>                              |                      |                     |                      |                      |   |
| Undistributed Expenditures - Instruction                       |                      |                     |                      |                      |   |
| Tuition to Other LEAs Within the State-Regular                 | 37,850.00            | 35,500.00           | 73,350.00            | 73,217.31            | 132.69  |
| Tuition to County Voc. School District - Regular               | 146,657.00           | (13,302.00)         | 133,355.00           | 112,533.00           | 20,822.00   |
| Tuition to County Voc. School District - Special               | 10,000.00            | 13,302.00           | 23,302.00            | 23,302.00            | -   |
| Tuition to CSSD & Regional Day Schools                         | 623,733.00           | (59,950.00)         | 563,783.00           | 175,574.76           | 388,208.24  |
| Tuition to Private Schools for the Disabled -<br>Within State  | 524,460.80           | (100,000.00)        | 424,460.80           | 132,129.38           | 292,331.42  |
| Tuition - State Facilities                                     | 41,075.00            | -                   | 41,075.00            | 41,075.00            | -   |
| Total Undistributed Expenditures - Instruction                 | 1,383,775.80         | (124,450.00)        | 1,259,325.80         | 557,831.45           | 701,494.35  |
| Undistributed Expend. - Attend. & Social Worker                |                      |                     |                      |                      |   |
| Salaries   | 44,347.23            | 1,313.00            | 45,660.23            | 45,659.40            | 0.83  |
| Supplies & Materials   |                      | -                   |                      |                      | -   |
| Total Undist. Expend. - Attend. & Social Worker                | 44,347.23            | 1,313.00            | 45,660.23            | 45,659.40            | 0.83  |
| Undistributed Expend. - Health Services                        |                      |                     |                      |                      |   |
| Salaries   | 200,842.00           | 615.00              | 201,457.00           | 191,609.38           | 9,847.62  |
| Purchased Professional and Technical Services                  | 42,000.00            | (150.00)            | 41,850.00            | 19,725.00            | 22,125.00   |
| Other Purchased Services (400-500 series)                      |                      | 150.00              | 150.00               | 69.54                | 80.46   |
| Supplies & Materials   | 4,526.59             | -                   | 4,526.59             | 2,004.07             | 2,522.52  |
| Total Undistributed Expend. - Health Services                  | 247,368.59           | 615.00              | 247,983.59           | 213,407.99           | 34,575.60   |
| Undistributed Expend.- Speech, OT, PT &<br>Related Services    |                      |                     |                      |                      |   |
| Salaries   | 142,659.08           | 52,500.40           | 195,159.48           | 132,411.18           | 62,748.30   |
| Purchased Professional - Educational Services                  | 20,000.00            | 4,300.00            | 24,300.00            | 19,929.87            | 4,370.13  |
| Supplies and Materials   | 2,500.00             | -                   | 2,500.00             | 2,477.37             | 22.63   |
| Total Undist. Expend. - Speech, OT, PT &<br>Related Services   | 165,159.08           | 56,800.40           | 221,959.48           | 154,818.42           | 67,141.06   |
| Undistributed Expend. Extra                                    |                      |                     |                      |                      |   |
| Salaries   | 272,094.00           | (27,000.00)         | 245,094.00           | 202,245.09           | 42,848.91   |
| Purchaed Professional Services                                 | 40,000.00            | 106,700.00          | 146,700.00           | 44,763.75            | 101,936.25  |
| Total Undist. Expend. Extra                                    | 312,094.00           | 79,700.00           | 391,794.00           | 247,008.84           | 144,785.16  |
| Undist. Expend. -Guidance                                      |                      |                     |                      |                      |   |
| Salaries of Other Professional Staff                           | 807,143.72           | (77,442.77)         | 729,700.95           | 545,620.08           | 184,080.87  |
| Salaries of Secretarial and Clerical Assistants                | 99,460.00            | 3,015.00            | 102,475.00           | 102,473.37           | 1.63  |
| Purchased Professional - Educational Services                  | 89,625.00            | -                   | 89,625.00            | (4,445.00)           | 94,070.00   |
| Other Purchased Services (400-500 series)                      | -                    | 300.00              | 300.00               | 183.71               | 116.29  |
| Supplies & Materials   | 18,623.84            | (300.00)            | 18,323.84            | 11,333.91            | 6,989.93  |
| Total Undist. Expend. - Guidance                               | 1,014,852.56         | (74,427.77)         | 940,424.79           | 655,166.07           | 285,258.72  |
| Undist. Expend. - Child Study Teams                            |                      |                     |                      |                      |   |
| Salaries of Other Professional Staff                           | 688,617.13           | (84,768.25)         | 603,848.88           | 565,764.21           | 38,084.67   |
| Salaries of Secretarial and Clerical Assistants                | 109,994.00           | -                   | 109,994.00           | 103,443.73           | 6,550.27  |
| Purchased Professional - Education Services                    | 65,500.00            | 20,530.00           | 86,030.00            | 64,337.55            | 21,692.45   |
| Other Purchased Services (400-500 series)                      | -                    | 1,000.00            | 1,000.00             | 729.72               | 270.28  |
| Supplies & Materials   | 19,122.79            | (12,930.00)         | 6,192.79             | 4,744.00             | 1,448.79  |
| Total Undist. Expend. - Child Study Teams                      | 883,233.92           | (76,168.25)         | 807,065.67           | 739,019.21           | 68,046.46   |
| Undist. Expend.-Improvement of Inst. Serv.                     |                      |                     |                      |                      |   |
| Salaries of Supervisor of Instruction                          | 528,285.00           | 129,000.00          | 657,285.00           | 581,064.89           | 76,220.11   |
| Salaries of Secr and Clerical Assist.                          | 119,947.00           | 600.00              | 120,547.00           | 118,596.26           | 1,950.74  |
| Supplies & Materials   | 110,950.00           | (60,000.00)         | 50,950.00            | 50,232.89            | 717.11  |
| Total Undist. Expend.-Improvement of Instructional<br>Services | 759,182.00           | 69,600.00           | 828,782.00           | 749,894.04           | 78,887.96   |

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2024**

|  | Original<br>Budget | Budget<br>Transfers | Final Budget | Actual       | Variance with<br>Under/ (Over)<br>Final Budget<br>to Actual |
|--|--------------------|---------------------|--------------|--------------|---|
| Undist. Expend. - Edu. Media Serv./Sch. Library      |                    |                     |              |              |   |
| Salaries   | 286,714.00         | 31,000.00           | 317,714.00   | 308,108.76   | 9,605.24  |
| Supplies & Materials                                 | 34,854.00          | -                   | 34,854.00    | 34,140.77    | 713.23  |
| Total Undistributed Expenditures - Educational       |                    |                     |              |              |   |
| Media Services - School Library                      | 321,568.00         | 31,000.00           | 352,568.00   | 342,249.53   | 10,318.47   |
| Undist. Expend. - Instructional Staff Training Serv. |                    |                     |              |              |   |
| Purchased Professional - Education Services          | 104,902.00         | (1,001.00)          | 103,901.00   | -            | 103,901.00  |
| Other Purchased Services (400-500 series)            | 20,000.00          | -                   | 20,000.00    | -            | 20,000.00   |
| Total Undistributed Expenditures - Instructional     |                    |                     |              |              |   |
| Staff Training Services                              | 124,902.00         | (1,001.00)          | 123,901.00   | -            | 123,901.00  |
| Undist. Expend. - Supp. Serv. - General Admin.       |                    |                     |              |              |   |
| Salaries   | 310,076.00         | -                   | 310,076.00   | 279,590.84   | 30,485.16   |
| Legal Services                                       | 54,284.19          | -                   | 54,284.19    | 22,066.77    | 32,217.42   |
| Audit Fees   | 35,000.00          | (3,352.00)          | 31,648.00    | 31,500.00    | 148.00  |
| Other Purchased Professional Services                | 25,700.00          | 53,002.00           | 78,702.00    | 69,748.46    | 8,953.54  |
| Communications/Telephone                             | 20,000.00          | 2,100.00            | 22,100.00    | 17,464.04    | 4,635.96  |
| Other Purchased Services (400-500 series)            | 28,537.00          | 3,500.00            | 32,037.00    | 31,346.79    | 690.21  |
| General Supplies                                     | 5,000.00           | (1,500.00)          | 3,500.00     | 421.74       | 3,078.26  |
| Judgments Agt. School Dist.                          | -                  | -                   | -            | -            | -   |
| Miscellaneous Expenditures                           | 18,649.62          | (4,100.00)          | 14,549.62    | 10,680.41    | 3,869.21  |
| Total Undistributed Expenditures - Support           |                    |                     |              |              |   |
| Services - General Administration                    | 497,246.81         | 49,650.00           | 546,896.81   | 462,819.05   | 84,077.76   |
| Undist. Expend. - Supp. Serv. - School Admin.        |                    |                     |              |              |   |
| Salaries of Principals/Assistant Principals          | 347,510.09         | 26,000.00           | 373,510.09   | 373,409.26   | 100.83  |
| Salaries of Other Professional Staff                 | 69,980.00          | (60,800.00)         | 9,180.00     | -            | 9,180.00  |
| Salaries of Secretarial and Clerical Assistants      | 94,160.00          | 91,800.00           | 185,960.00   | 184,437.26   | 1,522.74  |
| Purchased Professional and Technical Services        | 3,000.00           | (2,000.00)          | 1,000.00     | 877.00       | 123.00  |
| Other Purchased Services (400-500 series)            | -                  | 3,500.00            | 3,500.00     | 3,065.93     | 434.07  |
| Supplies & Materials                                 | 28,040.76          | -                   | 28,040.76    | 24,721.43    | 3,319.33  |
| Other Objects  | 10,000.00          | (3,500.00)          | 6,500.00     | 5,385.00     | 1,115.00  |
| Total Undistributed Expenditures - Support           |                    |                     |              |              |   |
| Services - School Administration                     | 552,690.85         | 55,000.00           | 607,690.85   | 591,895.88   | 15,794.97   |
| Undist. Expend.-Central Services                     |                    |                     |              |              |   |
| Salaries   | 419,883.00         | -                   | 419,883.00   | 378,829.57   | 41,053.43   |
| Purchased Technical Services                         | 17,520.00          | (1,010.00)          | 16,510.00    | 12,000.00    | 4,510.00  |
| Sale/Lease-back Payments                             | 30,000.00          | 2,166.00            | 32,166.00    | 32,165.70    | 0.30  |
| Supplies and Materials                               | 9,000.00           | (1,156.00)          | 7,844.00     | 6,262.24     | 1,581.76  |
| Miscellaneous Expenditures                           | -                  | 2,300.00            | 2,300.00     | 2,289.00     | 11.00   |
| Total Undist. Expend. Central Services               | 476,403.00         | 2,300.00            | 478,703.00   | 431,546.51   | 47,156.49   |
| Undist. Expend.-Admin. Info. Technology              |                    |                     |              |              |   |
| Salaries   | 54,418.00          | 49,700.00           | 104,118.00   | 59,712.25    | 44,405.75   |
| Purchased Technical Services                         | 30,270.00          | -                   | 30,270.00    | 30,000.00    | 270.00  |
| Supplies and Materials                               | 10,000.00          | 5,000.00            | 15,000.00    | 12,498.95    | 2,501.05  |
| Other Objects  | -                  | -                   | -            | -            | -   |
| Total Undist. Expend. Admin. Info. Technology        | 94,688.00          | 54,700.00           | 149,388.00   | 102,211.20   | 47,176.80   |
| Undist. Expend. - Required Maint. School Fac.        |                    |                     |              |              |   |
| Salaries   | 635,459.66         | 92,000.00           | 727,459.66   | 714,455.24   | 13,004.42   |
| Cleaning, Repair and Maintenance Service             | 490,096.67         | 50,212.95           | 540,309.62   | 436,958.39   | 103,351.23  |
| General Supplies                                     | 182,958.06         | (48,000.00)         | 134,958.06   | 131,428.14   | 3,529.92  |
| Total Undistributed Expenditures - Required          |                    |                     |              |              |   |
| Maintenance for School Facilities                    | 1,308,514.39       | 94,212.95           | 1,402,727.34 | 1,282,841.77 | 119,885.57  |

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2024**

|  | Original<br>Budget | Budget<br>Transfers | Final Budget  | Actual        | Variance with<br>Under/ (Over)<br>Final Budget<br>to Actual |
|--|--------------------|---------------------|---------------|---------------|---|
| Undist. Expend. - Custodial Services                                 |                    |                     |               |               |   |
| Salaries   | 763,927.05         | (102,000.20)        | 661,926.85    | 603,793.04    | 58,133.81   |
| Purchased Professional and Technical Services                        | 15,900.00          | -                   | 15,900.00     | 11,471.04     | 4,428.96  |
| Cleaning, Repair and Maintenance Service                             | 27,381.88          | -                   | 27,381.88     | 7,508.69      | 19,873.19   |
| Other Purchased Property Services                                    | 110,989.88         | 29,000.00           | 139,989.88    | 95,069.63     | 44,920.25   |
| Insurance  | 93,127.00          | 22,800.00           | 115,927.00    | 115,565.69    | 361.31  |
| Miscellaneous Purchased Services                                     | 26,320.00          | 300.00              | 26,620.00     | 23,113.87     | 3,506.13  |
| General Supplies   | 108,346.92         | -                   | 108,346.92    | 90,107.36     | 18,239.56   |
| Energy(Natural Gas)  | 243,439.66         | -                   | 243,439.66    | 194,178.15    | 49,261.51   |
| Energy(Electricity)  | 582,064.71         | (14,000.00)         | 568,064.71    | 469,797.42    | 98,267.29   |
| Other Objects  | 6,226.10           | -                   | 6,226.10      | 4,715.91      | 1,510.19  |
| Total Undistributed Expenditures - Custodial Services                | 1,977,723.20       | (63,900.20)         | 1,913,823.00  | 1,615,320.80  | 298,502.20  |
| Undis. Expend. - Care & Upkeep of Grounds                            |                    |                     |               |               |   |
| Cleaning, Repair, and Maintenance Services                           | 289,425.72         | (10,500.00)         | 278,925.72    | 195,014.83    | 83,910.89   |
| General Supplies   | 26,000.00          | 10,500.00           | 36,500.00     | 33,215.72     | 3,284.28  |
| Total Care and Upkeep of Grounds                                     | 315,425.72         | -                   | 315,425.72    | 228,230.55    | 87,195.17   |
| Undist. Expend. - Security   |                    |                     |               |               |   |
| Salaries   | 141,449.00         | 7,000.00            | 148,449.00    | 132,302.02    | 16,146.98   |
| Purchased Professional and Technical Services                        | 77,700.00          | -                   | 77,700.00     | 59,457.59     | 18,242.41   |
| Cleaning, Repair, and Maintenance Services                           | 44,500.00          | (40,000.00)         | 4,500.00      | 3,249.00      | 1,251.00  |
| General Supplies   | 137,888.21         | (6,750.00)          | 131,138.21    | 118,938.94    | 12,199.27   |
| Total Security   | 401,537.21         | (39,750.00)         | 361,787.21    | 313,947.55    | 47,839.66   |
| Total Undistributed Expenditures Operations and Maintenance of Plant | 4,003,200.52       | (9,437.25)          | 3,993,763.27  | 3,440,340.67  | 553,422.60  |
| Undist. Expend. - Student Transportation Serv.                       |                    |                     |               |               |   |
| Sal. for Pupil Trans(Bet. Home & School)-Reg.                        | 433,248.91         | -                   | 433,248.91    | 367,890.45    | 65,358.46   |
| Sal. for Pup. Trans. (Bet. Home & School) - Spc.                     | 139,441.89         | -                   | 139,441.89    | 117,209.07    | 22,232.82   |
| Sal. for Pupil Trans(Other than Bet. Home & Sch)                     | 120,000.00         | -                   | 120,000.00    | 65,527.16     | 54,472.84   |
| Other Purchased Prof and Tech Services                               | 7,250.00           | -                   | 7,250.00      | 6,250.00      | 1,000.00  |
| Rental Payments - School Buses                                       | 320,000.00         | 78,300.00           | 398,300.00    | 376,497.80    | 21,802.20   |
| Contracted Services - (Other than Home & Sch)-Vend                   | 60,000.00          | (7,000.00)          | 53,000.00     | 35,649.50     | 17,350.50   |
| Contr. Serv. - (Bet. Home & School) Joint Agrm.                      | -                  | 3,600.00            | 3,600.00      | 2,197.00      | 1,403.00  |
| Contr. Serv. - (Spc Ed. Students) -Vendors                           | 50,000.00          | -                   | 50,000.00     | 7,365.67      | 42,634.33   |
| Contr. Serv. - Aid in Lieu Payments - NonPublic Sch                  | 90,000.00          | 24,900.00           | 114,900.00    | 114,892.66    | 7.34  |
| Supplies & Materials   | 133,219.67         | (13,066.83)         | 120,152.84    | 94,110.08     | 26,042.76   |
| Other Objects  | 25,000.00          | 10,447.23           | 35,447.23     | 35,107.53     | 339.70  |
| Total Undistributed Expenditures - Student Transportation Services   | 1,378,160.47       | 97,180.40           | 1,475,340.87  | 1,222,696.92  | 252,643.95  |
| Unallocated Benefits - Employee Benefits                             |                    |                     |               |               |   |
| Social Security Contribution   | 461,000.00         | 299.95              | 461,299.95    | 440,957.08    | 20,342.87   |
| Other Retirement Contributions - PERS                                | 550,000.00         | (21,649.95)         | 528,350.05    | 528,229.00    | 121.05  |
| Unemployment Compensation  | 59,803.58          | 20,000.00           | 79,803.58     | 78,700.45     | 1,103.13  |
| Workmen's Compensation   | 279,778.00         | (10,000.00)         | 269,778.00    | 269,437.00    | 341.00  |
| Health Benefits  | 4,392,620.00       | (412,150.00)        | 3,980,470.00  | 3,907,443.68  | 73,026.32   |
| Tuition Reimbursement  | 68,584.00          | (20,000.00)         | 48,584.00     | 27,833.09     | 20,750.91   |
| Other Employee Benefits  | 104,570.00         | 30,700.00           | 135,270.00    | 134,839.28    | 430.72  |
| Total Unallocated Benefits   | 5,916,355.58       | (412,800.00)        | 5,503,555.58  | 5,387,439.58  | 116,116.00  |
| On-Behalf TPAF Pension (Non-Budgeted)                                |                    |                     |               | 4,204,088.00  | (4,204,088.00)  |
| On-behalf TPAF Postretirement Contributions (Non-Budgeted)           |                    |                     |               | 1,144,199.00  | (1,144,199.00)  |
| On-behalf TPAF Long-Term Disability Ins. Contrib. (Non-Budgeted)     |                    |                     |               | 841.00        | (841.00)  |
| Reimbursed TPAF Social Security Contributions (Non-Budgeted)         |                    |                     |               | 891,537.08    | (891,537.08)  |
| Total On-Behalf Contributions  | -                  | -                   | -             | 6,240,665.08  | (6,240,665.08)  |
| Total Personal Services - Employee Benefits                          | 5,916,355.58       | (412,800.00)        | 5,503,555.58  | 11,628,104.66 | (6,124,549.08)  |
| TOTAL UNDISTRIBUTED EXPENDITURES                                     | 18,175,228.41      | (200,425.47)        | 17,974,802.94 | 21,584,669.84 | (3,609,866.90)  |
| TOTAL GENERAL CURRENT EXPENSE  | 31,064,782.99      | (168,956.05)        | 30,895,826.94 | 34,003,446.95 | (3,107,620.01)  |

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2024**

|  | Original<br>Budget     | Budget<br>Transfers | Final Budget          | Actual                | Variance with<br>Under/ (Over)<br>Final Budget<br>to Actual |
|--|------------------------|---------------------|-----------------------|-----------------------|---|
| <b>CAPITAL OUTLAY</b>  |                        |                     |                       |                       |   |
| Equipment  |                        |                     |                       |                       |   |
| Regular Programs - Instruction   |                        |                     |                       |                       |   |
| Undistributed- Maint & Plant Svc   | 85,556.00              | 25,717.00           | 111,273.00            | 108,206.24            | 3,066.76  |
| Undistributed- Custodial   | 20,051.35              | 2,975.00            | 23,026.35             | 22,789.44             | 236.91  |
| Undistributed- Security  | -                      | 38,750.00           | 38,750.00             | 38,605.42             | 144.58  |
| Undistributed- Library   |                        | 55,387.05           | 55,387.05             | 31,952.71             | 23,434.34   |
| Total Equipment  | <u>105,607.35</u>      | <u>122,829.05</u>   | <u>228,436.40</u>     | <u>201,553.81</u>     | <u>26,882.59</u>  |
| Undistributed:   |                        |                     |                       |                       |   |
| Facilities Acquisition and Construction Services   |                        |                     |                       |                       |   |
| Architectural/Engineering Services   | 8,794.00               | 382,805.52          | 391,599.52            | 391,571.22            | 28.30   |
| Construction Services  | 37,408.52              | (37,408.52)         |                       | -                     | -   |
| Lease Purchase Agreement - Principal   | 360,305.00             | -                   | 360,305.00            | 345,428.93            | 14,876.07   |
| Total Facilities acquisition and Construction Services   | <u>406,507.52</u>      | <u>345,397.00</u>   | <u>751,904.52</u>     | <u>737,000.15</u>     | <u>14,904.37</u>  |
| Assets Acquired Under Capital Leases (non-budgeted)  |                        |                     |                       |                       |   |
| Undistributed Expenditures:  |                        |                     |                       |                       |   |
| Students   |                        |                     |                       |                       |   |
| Total Assets Acquired Under Capital Leases (non-budgeted)  | <u>-</u>               | <u>-</u>            | <u>-</u>              | <u>428,500.00</u>     | <u>(428,500.00)</u>   |
| Interest Deposit to Capital Reserve  | <u>500.00</u>          | <u>-</u>            | <u>500.00</u>         | <u>-</u>              | <u>500.00</u>   |
| <b>TOTAL CAPITAL OUTLAY</b>  | <u>512,614.87</u>      | <u>468,226.05</u>   | <u>980,840.92</u>     | <u>1,367,053.96</u>   | <u>(386,213.04)</u>   |
| Transfer of Funds to Charter Schools   | 803,070.00             | (29,000.00)         | 774,070.00            | 678,884.00            | 95,186.00   |
| <b>TOTAL EXPENDITURES</b>  | <u>32,380,467.86</u>   | <u>270,270.00</u>   | <u>32,650,737.86</u>  | <u>36,049,384.91</u>  | <u>(3,398,647.05)</u>                                       |
| <b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>   | <u>(4,273,583.86)</u>  | <u>(298,976.00)</u> | <u>(4,572,559.86)</u> | <u>(1,268,381.81)</u> | <u>3,304,178.05</u>   |
| Other Financing Sources (Uses):  |                        |                     |                       |                       |   |
| Capital Leases (non-budgeted)  |                        |                     |                       | 428,500.00            | 428,500.00  |
| Transfer to Food Service Fund  | (150,000.00)           | -                   | (150,000.00)          | -                     | 150,000.00  |
| Cancellation of Prior Year Payables  |                        |                     |                       | 11,319.62             | 11,319.62   |
| Total Other Financing Sources:   | <u>(150,000.00)</u>    | <u>-</u>            | <u>(150,000.00)</u>   | <u>439,819.62</u>     | <u>589,819.62</u>   |
| Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses) | (4,423,583.86)         | (298,976.00)        | (4,722,559.86)        | (828,562.19)          | 3,893,997.67  |
| Fund Balance July 1  | <u>7,770,948.72</u>    |                     | <u>7,770,948.72</u>   | <u>7,770,948.72</u>   | <u>-</u>  |
| Fund Balance June 30   | <u>\$ 3,347,364.86</u> | <u>(298,976.00)</u> | <u>3,048,388.86</u>   | <u>6,942,386.53</u>   | <u>3,893,997.67</u>   |
| Recapitulation of Fund Balance:  |                        |                     |                       |                       |   |
| Nonspendable Fund Balance:   |                        |                     |                       |                       |   |
| None   |                        |                     |                       |                       |   |
| Restricted Fund Balance:   |                        |                     |                       |                       |   |
| Excess Surplus - Designated for Subsequent Year's Expenditures   |                        |                     |                       | 2,087,543.38          |   |
| Excess Surplus - Current Year  |                        |                     |                       | 2,523,821.38          |   |
| Committed Fund Balance:  |                        |                     |                       |                       |   |
| Capital Reserve  |                        |                     |                       | 1,201,024.00          |   |
| Assigned Fund Balance:   |                        |                     |                       |                       |   |
| Year End Encumbrances  |                        |                     |                       | 143,103.75            |   |
| Designated for Subsequent Year's Expenditures  |                        |                     |                       | 123,917.62            |   |
| Unassigned Fund Balance  |                        |                     |                       | <u>862,976.40</u>     |   |
|  |                        |                     |                       | 6,942,386.53          |   |
| Reconciliation to Governmental Funds Statements (GAAP):  |                        |                     |                       |                       |   |
| Last State Aid Payment not recognized on GAAP Basis  |                        |                     |                       | (773,883.01)          |   |
| Fund Balance per Governmental Funds (GAAP)   |                        |                     |                       | <u>6,168,503.52</u>   |   |

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Budgetary Comparison Schedule**  
**For the Fiscal Year Ended June 30, 2024**

|   | Original<br>Budget | Budget<br>Transfers | Final<br>Budget     | Actual              | Variance with<br>Under/ (Over)<br>Final Budget<br>to Actual |
|---|--------------------|---------------------|---------------------|---------------------|---|
| <b>REVENUES:</b>  |                    |                     |                     |                     |   |
| Local Sources   | \$ 30,000.00       | 29,500.00           | 59,500.00           | 405,793.94          | 346,293.94  |
| State Sources   |                    | 31,810.00           | 31,810.00           | 31,810.00           | -   |
| Federal Sources   | 773,602.00         | 816,403.00          | 1,590,005.00        | 1,542,152.43        | (47,852.57)   |
| Total Revenues  | <u>803,602.00</u>  | <u>877,713.00</u>   | <u>1,681,315.00</u> | <u>1,979,756.37</u> | <u>298,441.37</u>   |
| <b>EXPENDITURES:</b>  |                    |                     |                     |                     |   |
| Instruction:  |                    | -                   |                     |                     |   |
| Salaries of Teachers  | 773,602.00         | (722,098.00)        | 51,504.00           | 51,504.00           | -   |
| Purchased Professional Technical Services   |                    | 4,167.00            | 4,167.00            | 4,167.00            | -   |
| Other Purchased Services  |                    | 292,137.00          | 292,137.00          | 292,137.00          | -   |
| General Supplies  |                    | 436,113.42          | 436,113.42          | 431,313.17          | 4,800.25  |
| Other Objects   |                    | 21,500.00           | 21,500.00           | 21,500.00           | -   |
| Total Instruction   | <u>773,602.00</u>  | <u>31,819.42</u>    | <u>805,421.42</u>   | <u>800,621.17</u>   | <u>4,800.25</u>   |
| Support Services:   |                    |                     |                     |                     |   |
| Salaries of Other Professional Staff  |                    | 292,794.90          | 292,794.90          | 288,034.73          | 4,760.17  |
| Personal Services - Employee Benefits   |                    | 116,168.00          | 116,168.00          | 114,225.00          | 1,943.00  |
| Purchased Professional Technical Services   |                    | 31,155.00           | 31,155.00           | 31,155.00           | -   |
| Purchased Professional Educational Services   |                    | 133,315.00          | 133,315.00          | 123,421.68          | 9,893.32  |
| Other Purchased Services (400-500 series)   |                    | 67,452.04           | 67,452.04           | 67,452.04           | -   |
| Supplies & Materials  |                    | 10,850.00           | 10,850.00           | 5,854.62            | 4,995.38  |
| Scholarships  | 10,000.00          | -                   | 10,000.00           | 4,334.49            | 5,665.51  |
| Student Activities  | 20,000.00          | -                   | 20,000.00           | 347,833.80          | (327,833.80)  |
| Total Support Services  | <u>30,000.00</u>   | <u>651,734.94</u>   | <u>681,734.94</u>   | <u>982,311.36</u>   | <u>(300,576.42)</u>   |
| Facilities Acquisitions and Construction Services:  |                    |                     |                     |                     |   |
| Instructional Equipment   |                    | -                   |                     | -                   | -   |
| Noninstructional Equipment  |                    | 162,348.64          | 162,348.64          | 137,321.00          | 25,027.64   |
| Construction Services   |                    | 31,810.00           | 31,810.00           | 31,810.00           | -   |
| Total Facilities Acquisitions and Const. Services:  | <u>-</u>           | <u>194,158.64</u>   | <u>194,158.64</u>   | <u>169,131.00</u>   | <u>25,027.64</u>  |
| Total Outflows  | <u>803,602.00</u>  | <u>877,713.00</u>   | <u>1,681,315.00</u> | <u>1,952,063.53</u> | <u>(270,748.53)</u>   |
| Excess (Deficiency) of Revenues Over (Under)<br>Expenditures and Other Financing Sources (Uses) | <u>\$ -</u>        | <u>-</u>            | <u>-</u>            | <u>27,692.84</u>    | <u>27,692.84</u>  |
| Fund Balance, July 1  |                    |                     |                     | <u>429,240.42</u>   |   |
| Fund Balance, June 30   |                    |                     |                     | <u>456,933.26</u>   |   |
| Recapitulation:   |                    |                     |                     |                     |   |
| Restricted:   |                    |                     |                     |                     |   |
| Scholarships  |                    |                     |                     | 58,804.08           |   |
| Student Activities  |                    |                     |                     | 398,129.18          |   |
| Total Fund Balance  |                    |                     |                     | <u>456,933.26</u>   |   |

**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**

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**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule**  
**Note to RSI**  
**For the Year Ended June 30, 2023**

Note A - Explanation of Differences Between Budgetary Inflows and Outflows GAAP Revenue and Expenditures

|  |       | General<br>Fund             |       | Special<br>Revenue<br>Fund  |
|--|-------|-----------------------------|-------|-----------------------------|
|  |       | <u>                    </u> |       | <u>                    </u> |
| Sources / inflows of resources   |       |                             |       |                             |
| Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule  | [C-1] | \$ 34,781,003.10            | [C-2] | 1,979,756.37                |
| Difference - budget to GAAP:   |       |                             |       |                             |
| Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized:   |       |                             |       |                             |
| Encumbrances at June 30, 2024  |       |                             |       | (118,679.10)                |
| Encumbrances at June 30, 2023  |       |                             |       | -                           |
| Final State Aid payment was delayed until July 2023 is recorded as budgetary revenue but is not recognized under GAAP.   |       | (773,883.01)                |       | -                           |
| State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.  |       | 787,851.00                  |       | -                           |
| Total revenues as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds.  | [B-2] | <u>34,794,971.09</u>        | [B-2] | <u>1,861,077.27</u>         |
| Uses / outflows of resources   |       |                             |       |                             |
| Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule   | [C-1] | 36,049,384.91               | [C-2] | 1,952,063.53                |
| Difference 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 GAAP financial reporting purposes: |       |                             |       |                             |
| Encumbrances at June 30, 2024  |       |                             |       | (118,679.10)                |
| Encumbrances at June 30, 2023  |       |                             |       | -                           |
| Total expenditures as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds.  | [B-2] | <u>\$ 36,049,384.91</u>     | [B-2] | <u>1,833,384.43</u>         |

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**REQUIRED SUPPLEMENTARY INFORMATION – PART III**

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**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Schedule of the District's Proportionate Share of the Net Pension Liability**  
**Public Employee Retirement System**  
**Last Ten Fiscal Years**

|   | 2023            | 2022            | 2021            | 2020            | 2019            | 2018            | 2017            | 2016             | 2015            | 2014            |
|---|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|------------------|-----------------|-----------------|
| District's proportion of the net pension liability (asset)  | 0.3952250110%   | 0.0402131395%   | 0.0400885062%   | 0.0361673896%   | 0.0374242794%   | 0.0375079579%   | 0.0367579338%   | 0.0388058918%    | 0.0390966111%   | 0.0395145196%   |
| District's proportionate of the net pension liability (asset)   | \$ 5,724,587.00 | \$ 6,068,716.00 | \$ 4,749,085.00 | \$ 5,897,955.00 | \$ 6,743,287.00 | \$ 7,385,130.00 | \$ 8,556,659.00 | \$ 11,493,192.00 | \$ 8,776,406.00 | \$ 7,398,199.00 |
| District's covered payroll  | \$ 3,237,550.00 | \$ 3,214,790.00 | \$ 2,886,165.00 | \$ 2,955,769.00 | \$ 2,836,531.00 | \$ 2,615,151.00 | \$ 2,593,091.00 | \$ 2,515,204.00  | \$ 2,639,006.00 | \$ 2,715,238.00 |
| District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll | 176.82%         | 188.77%         | 164.55%         | 199.54%         | 237.73%         | 282.40%         | 329.98%         | 456.95%          | 332.56%         | 272.47%         |
| 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%          |

Source: GASB 68 report on Public Employees' Retirement System; District records

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Schedule of District Contributions**  
**Public Employee Retirement System**  
**Last Ten Fiscal Years**

|  | 2023            | 2022            | 2021         | 2020         | 2019         | 2018         | 2017         | 2016         | 2015         | 2014         |
|--|-----------------|-----------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Contractually required contribution                                  | \$ 528,229.00   | 507,107.00      | 469,483.00   | 395,653.00   | 366,732.00   | 323,925.00   | 328,358.00   | 319,044.00   | 305,088.00   | 296,261.00   |
| Contributions in relation to the contractually required contribution | \$ 528,229.00   | \$ 507,107.00   | 469,483.00   | 395,653.00   | 366,732.00   | 323,925.00   | 328,358.00   | 319,044.00   | 305,088.00   | 296,261.00   |
| Contribution deficiency (excess)                                     | \$ -            | \$ -            | -            | -            | -            | -            | -            | -            | -            | -            |
| District's covered-employee payroll                                  | \$ 3,237,550.00 | \$ 3,214,790.00 | 2,886,165.00 | 2,955,769.00 | 2,836,531.00 | 2,615,151.00 | 2,593,091.00 | 2,515,204.00 | 2,639,006.00 | 2,715,238.00 |
| Contributions as a percentage of covered-employee payroll            | 16.32%          | 15.77%          | 16.27%       | 13.39%       | 12.93%       | 12.39%       | 12.66%       | 12.68%       | 11.56%       | 10.91%       |

Source: GASB 68 report on Public Employees' Retirement System; District records

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Schedule of the District's Proportionate Share of the Net Pension Liability**  
**Teachers' Pension and Annuity Fund**  
**Last Ten Fiscal Years**

|   | 2023                    | 2022                    | 2021                 | 2020                 | 2019                 | 2018                 | 2017                 | 2016                 | 2015                 | 2014                 |
|---|-------------------------|-------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| District's proportion of the net pension liability (asset)  | 0.00%                   | 0.00%                   | 0.00%                | 0.00%                | 0.00%                | 0.00%                | 0.00%                | 0.00%                | 0.00%                | 0.00%                |
| District's proportionate of the net pension liability (asset)   | \$ -                    | -                       | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    |
| State's proportionate share of the net pension liability (asset) associated with the District                       | 52,542,549.00           | 54,083,076.00           | 51,037,961.00        | 70,017,548.00        | 67,168,540.00        | 70,356,845.00        | 75,736,436.00        | 92,170,789.00        | 75,505,051.00        | 61,173,497.00        |
| Total   | <u>\$ 52,542,549.00</u> | <u>\$ 54,083,076.00</u> | <u>51,037,961.00</u> | <u>70,017,548.00</u> | <u>67,168,540.00</u> | <u>70,356,845.00</u> | <u>75,736,436.00</u> | <u>92,170,789.00</u> | <u>75,505,051.00</u> | <u>61,173,497.00</u> |
| District's covered payroll  | \$ 12,285,822.00        | 11,811,417.00           | 11,784,127.00        | 11,710,191.00        | 11,899,253.00        | 11,547,220.00        | 11,493,929.00        | 11,442,685.00        | 11,613,249.00        | 11,814,673.00        |
| District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll | 0.00%                   | 0.00%                   | 0.00%                | 0.00%                | 0.00%                | 0.00%                | 0.00%                | 0.00%                | 0.00%                | 0.00%                |
| Plan fiduciary net position as a percentage of the total pension liability  | 34.68%                  | 32.29%                  | 35.52%               | 24.60%               | 26.95%               | 26.49%               | 25.41%               | 22.33%               | 28.71%               | 33.64%               |

Source: GASB 68 report on Public Employees' Retirement System; District records

**MAINLAND REGIONAL SCHOOL DISTRICT**  
**Schedule of the District's Proportionate Share of the Net OPEB Liability**  
**Public Employee Retirement System and Teachers' Pension and Annuity Fund**  
**Last Eight Fiscal Years**

|  | 2023                    | 2022                    | 2021                    | 2020                    | 2019                  | 2018                  | 2017                  | 2016                 |
|--|-------------------------|-------------------------|-------------------------|-------------------------|-----------------------|-----------------------|-----------------------|----------------------|
| District's proportion of the net OPEB liability (asset)  | 0.00%                   | 0.00%                   | 0.00%                   | 0.00%                   | 0.00%                 | 0.00%                 | 0.00%                 | 0.00%                |
| District's proportionate of the net OPEB liability (asset)   |                         | -                       | -                       | -                       | -                     | -                     | -                     | -                    |
| State's proportionate share of the net OPEB liability (asset) associated with the District   | \$ 59,099,639.00        | \$ 57,815,525.00        | 67,127,479.00           | 73,222,052.00           | 46,772,516.00         | 51,265,248.00         | 59,772,705.00         | 64,650,619.00        |
| Total  | <u>\$ 59,099,639.00</u> | <u>\$ 57,815,525.00</u> | <u>67,127,479.00</u>    | <u>73,222,052.00</u>    | <u>46,772,516.00</u>  | <u>51,265,248.00</u>  | <u>59,772,705.00</u>  | <u>64,650,619.00</u> |
| District's covered payroll   | 15,523,372.00           | 15,026,207.00           | 14,670,292.00           | 14,665,960.00           | 14,735,784.00         | 14,162,371.00         | 14,087,020.00         | 13,957,889.00        |
| District's proportionate share of the net OPEB liability (asset) as a percentage of its covered-employee payroll                     | 0.00%                   | 0.00%                   | 0.00%                   | 0.00%                   | 0.00%                 | 0.00%                 | 0.00%                 | 0.00%                |
| Plan fiduciary net position as a percentage of the total OPEB liability  | 0.00%                   | 0.00%                   | 0.00%                   | 0.00%                   | 0.00%                 | 0.00%                 | 0.00%                 | 0.00%                |
| State's proportionate share of OPEB associated with the District:  |                         |                         |                         |                         |                       |                       |                       |                      |
| Service Cost   | 2,086,918.00            | 2,691,131.00            | 2,916,082.00            | 1,690,965.00            | 1,691,134.00          | 1,914,647.00          | 2,308,558.00          |                      |
| Interest Cost  | 2,081,417.00            | 1,532,175.00            | 1,741,358.00            | 1,674,776.00            | 2,022,709.00          | 2,184,926.00          | 1,889,468.00          |                      |
| Change in Benefit Terms  | -                       | -                       | (71,449.00)             | -                       | -                     | -                     | -                     |                      |
| Differences between Expected & Actual Changes in Assumptions   | (1,434,182.00)          | 3,443,251.00            | (9,419,606.00)          | 10,944,742.00           | (7,510,740.00)        | (5,400,650.00)        | -                     |                      |
| Member Contributions   | 119,120.00              | (15,509,533.00)         | 66,226.00               | 13,375,152.00           | 697,382.00            | (5,882,944.00)        | (7,742,456.00)        |                      |
| Benefit Payments   | 53,339.00               | 48,687.00               | 44,518.00               | 38,637.00               | 42,560.00             | 47,378.00             | 50,979.00             |                      |
|  | (1,622,498.00)          | (1,517,685.00)          | (1,371,702.00)          | (1,274,736.00)          | (1,435,777.00)        | (1,370,814.00)        | (1,384,463.00)        |                      |
| Change in Total Opeb Liability   | <u>1,284,114.00</u>     | <u>(9,311,954.00)</u>   | <u>(6,094,573.00)</u>   | <u>26,449,536.00</u>    | <u>(4,492,732.00)</u> | <u>(8,507,457.00)</u> | <u>(4,877,914.00)</u> |                      |
| State's proportionate share of the net OPEB liability (asset) associated with the District - Beginning Balance                       | 57,815,525.00           | 67,127,479.00           | 73,222,052.00           | 46,772,516.00           | 51,265,248.00         | 59,772,705.00         | 64,650,619.00         |                      |
| Ending Balance   | <u>\$ 59,099,639.00</u> | <u>\$ 57,815,525.00</u> | <u>\$ 67,127,479.00</u> | <u>\$ 73,222,052.00</u> | <u>46,772,516.00</u>  | <u>51,265,248.00</u>  | <u>59,772,705.00</u>  |                      |
| State's proportionate share of the net OPEB liability associated with the District - as a percentage of its covered-employee payroll | 380.71%                 | 384.76%                 | 457.57%                 | 499.27%                 | 317.41%               | 361.98%               | 424.31%               |                      |

Source: GASB 75 report on State of New Jersey State Health Benefits Program; District records

Note: This schedule is required by GASB 75 to be show information for a 10 year period.

However, information is only currently available for eight years. Additional years will be presented as they become available.



## **OTHER SUPPLEMENTARY INFORMATION**

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## **SPECIAL REVENUE FUND DETAIL STATEMENTS**

The Special Revenue Fund is used to account for the proceeds of specific revenue sources (other than expendable trusts or capital projects) that are legally restricted to expenditures for specific purposes.

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**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Year Ended June 30, 2024**

|  | Title I<br>Part A | I.D.E.A.<br>B-Basic<br>Reg. Program | Title II         | Play Unified<br>Grant | Amer Rescue<br>Plan<br>ESSER III | Amer Rescue<br>Plan<br>Summer Learning | Amer Rescue<br>Plan<br>Beyond School<br>Day | Amer Rescue<br>Plan<br>Learning |
|--|-------------------|-------------------------------------|------------------|-----------------------|----------------------------------|--|---|---------------------------------|
| <b>REVENUES:</b>                                   |                   |                                     |                  |                       |                                  |  |   |                                 |
| Local Sources                                      |                   |                                     |                  | 10,000.00             |                                  |  |   |                                 |
| State Sources                                      | \$ 245,433.27     | 292,137.00                          | 38,179.00        |                       | 434,781.36                       | 21,926.00                              | 40,000.00                                   | 77,995.97                       |
| Federal Sources                                    | <u>245,433.27</u> | <u>292,137.00</u>                   | <u>38,179.00</u> | <u>10,000.00</u>      | <u>434,781.36</u>                | <u>21,926.00</u>                       | <u>40,000.00</u>                            | <u>77,995.97</u>                |
| Total Revenues                                     |                   |                                     |                  |                       |                                  |  |   |                                 |
| <b>EXPENDITURES:</b>                               |                   |                                     |                  |                       |                                  |  |   |                                 |
| Instruction:                                       |                   |                                     |                  |                       |                                  |  |   |                                 |
| Salaries   | 16,164.00         |                                     |                  |                       |                                  | 21,561.00                              | 13,779.00                                   |                                 |
| Purchased Professional and Technical Services      |                   |                                     |                  |                       |                                  |  | 4,167.00                                    |                                 |
| Other Purchased Services                           | 72,157.97         | 292,137.00                          |                  |                       | 243,216.36                       |  | -   | 63,999.93                       |
| General Supplies                                   |                   |                                     |                  |                       | 21,500.00                        |  |   |                                 |
| Other Objects                                      |                   |                                     |                  |                       | 264,716.36                       |  |   |                                 |
| Total Instruction                                  | <u>88,321.97</u>  | <u>292,137.00</u>                   | <u>-</u>         | <u>-</u>              | <u>264,716.36</u>                | <u>21,561.00</u>                       | <u>17,946.00</u>                            | <u>63,999.93</u>                |
| Support Services:                                  |                   |                                     |                  |                       |                                  |  |   |                                 |
| Salaries of Other Professional Staff               | 23,802.00         |                                     |                  | 9,332.00              | 30,420.00                        |  |   |                                 |
| Personal Services - Employee Benefits              | 10,606.00         |                                     |                  | 668.00                | 2,324.00                         | 365.00                                 | 1,054.00                                    | -                               |
| Purchased Professional - Technical Services        | 85,242.68         |                                     | 38,179.00        |                       |                                  |  |   |                                 |
| Purchased Professional - Educational Services      | 32,456.00         |                                     |                  |                       |                                  |  | 21,000.00                                   | 13,996.04                       |
| Other Purchased Services (400-500 series)          | 5,004.62          |                                     |                  |                       |                                  |  |   |                                 |
| Supplies & Materials                               |                   |                                     |                  |                       |                                  |  |   |                                 |
| Scholarships                                       |                   |                                     |                  |                       |                                  |  |   |                                 |
| Student Activities                                 |                   |                                     |                  |                       |                                  |  |   |                                 |
| Total Support Services                             | <u>157,111.30</u> | <u>-</u>                            | <u>38,179.00</u> | <u>10,000.00</u>      | <u>32,744.00</u>                 | <u>365.00</u>                          | <u>22,054.00</u>                            | <u>13,996.04</u>                |
| Facilities Acquisitions and Construction Services: |                   |                                     |                  |                       |                                  |  |   |                                 |
| Instructional Equipment                            |                   |                                     |                  |                       | 137,321.00                       |  |   |                                 |
| Noninstructional Equipment                         |                   |                                     |                  |                       |                                  |  |   |                                 |
| Construction Services                              |                   |                                     |                  |                       |                                  |  |   |                                 |
| Total Facilities Acquisitions and Const. Services: | <u>-</u>          | <u>-</u>                            | <u>-</u>         | <u>-</u>              | <u>137,321.00</u>                | <u>-</u>                               | <u>-</u>                                    | <u>-</u>                        |
| Total Outflows                                     | <u>245,433.27</u> | <u>292,137.00</u>                   | <u>38,179.00</u> | <u>10,000.00</u>      | <u>434,781.36</u>                | <u>21,926.00</u>                       | <u>40,000.00</u>                            | <u>77,995.97</u>                |
| Excess (Deficiency) of Revenues Over (Under)       |                   |                                     |                  |                       |                                  |  |   |                                 |
| Expenditures and Other Financing Sources (Uses)    | -                 | -                                   | -                | -                     | -                                | -                                      | -   | -                               |
| Fund Balance, July 1                               | -                 | -                                   | -                | -                     | -                                | -                                      | -   | -                               |
| Restatement  | -                 | -                                   | -                | -                     | -                                | -                                      | -   | -                               |
| Fund Balance, July 1 (Restated)                    | -                 | -                                   | -                | -                     | -                                | -                                      | -   | -                               |
| Fund Balance, June 30                              | <u>\$ -</u>       | <u>-</u>                            | <u>-</u>         | <u>-</u>              | <u>-</u>                         | <u>-</u>                               | <u>-</u>                                    | <u>-</u>                        |

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Year Ended June 30, 2024**

|   | Amer Rescue<br>Plan<br>Mental Health | SDA<br>Emergent<br>Needs | Hanna<br>Bike<br>Grant | Scholarship<br>Fund | Student<br>Activity/Athletic<br>Fund | Totals       |
|---|--------------------------------------|--------------------------|------------------------|---------------------|--------------------------------------|--------------|
| <b>REVENUES:</b>  |                                      |                          |                        |                     |                                      |              |
| Local Sources   |                                      |                          |                        |                     |                                      | 405,793.94   |
| State Sources   |                                      | 31,810.00                |                        | 500.00              | 379,361.13                           | 31,810.00    |
| Federal Sources   | 391,699.83                           |                          | 15,932.81              |                     |                                      | 1,542,152.43 |
| Total Revenues  | 391,699.83                           | 31,810.00                | 15,932.81              | 500.00              | 379,361.13                           | 1,979,756.37 |
| <b>EXPENDITURES:</b>  |                                      |                          |                        |                     |                                      |              |
| Instruction:  |                                      |                          |                        |                     |                                      |              |
| Salaries  |                                      |                          | -                      |                     |                                      | 51,504.00    |
| Purchased Professional and Technical Services   |                                      |                          |                        |                     |                                      | 4,167.00     |
| Other Purchased Services  |                                      |                          |                        |                     |                                      | 292,137.00   |
| General Supplies  | 36,006.10                            |                          | 15,932.81              |                     |                                      | 431,313.17   |
| Other Objects   |                                      |                          |                        |                     |                                      | 21,500.00    |
| Total Instruction   | 36,006.10                            | -                        | 15,932.81              | -                   | -                                    | 800,621.17   |
| Support Services:   |                                      |                          |                        |                     |                                      |              |
| Salaries of Other Professional Staff  | 224,480.73                           |                          |                        |                     |                                      | 288,034.73   |
| Personal Services - Employee Benefits   | 99,208.00                            |                          |                        |                     |                                      | 114,225.00   |
| Purchased Professional Technical Services   | 31,155.00                            |                          |                        |                     |                                      | 31,155.00    |
| Purchased Professional - Educational Services   |                                      |                          |                        |                     |                                      | 123,421.68   |
| Other Purchased Services (400-500 series)   |                                      |                          |                        |                     |                                      | 67,452.04    |
| Supplies & Materials  | 850.00                               |                          | -                      | 4,334.49            |                                      | 5,854.62     |
| Scholarships  |                                      |                          |                        |                     |                                      | 4,334.49     |
| Student Activities  |                                      |                          |                        |                     | 347,833.80                           | 347,833.80   |
| Total Support Services  | 355,693.73                           | -                        | -                      | 4,334.49            | 347,833.80                           | 982,311.36   |
| Facilities Acquisitions and Construction Services:  |                                      |                          |                        |                     |                                      |              |
| Instructional Equipment   |                                      | -                        |                        |                     |                                      | -            |
| Noninstructional Equipment  |                                      | 31,810.00                |                        |                     |                                      | 137,321.00   |
| Construction Services   |                                      |                          |                        |                     |                                      | 31,810.00    |
| Total Facilities Acquisitions and Const. Services:  | -                                    | 31,810.00                | -                      | -                   | -                                    | 169,131.00   |
| Total Outflows  | 391,699.83                           | 31,810.00                | 15,932.81              | 4,334.49            | 347,833.80                           | 1,952,063.53 |
| Excess (Deficiency) of Revenues Over (Under)<br>Expenditures and Other Financing Sources (Uses) | -                                    | -                        | -                      | (3,834.49)          | 31,527.33                            | 27,692.84    |
| Fund Balance, July 1  | -                                    | -                        | -                      | 62,638.57           | 366,601.85                           | 429,240.42   |
| Restatement   | -                                    | -                        | -                      |                     |                                      | -            |
| Fund Balance, July 1 (Restated)   | -                                    | -                        | -                      | 62,638.57           | 366,601.85                           | 429,240.42   |
| Fund Balance, June 30   | -                                    | -                        | -                      | 58,804.08           | 398,129.18                           | 456,933.26   |

### **LONG-TERM DEBT SCHEDULES**

The long-term schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the school district. This includes serial bonds outstanding and obligations under capital leases.

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**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Schedule of Obligations Under Capital Lease**  
**As of June 30, 2024**

| Description                    | Amount of<br>Original<br>Issue | Balance<br>July 1, 2023 | Issued<br>Current<br>Year | Retired<br>Current<br>Year | Balance<br>June 30, 2024 |
|--------------------------------|--------------------------------|-------------------------|---------------------------|----------------------------|--------------------------|
| Technology Equipment           | 431,755.00                     | \$ 88,608.51            |                           | 88,608.51                  | -                        |
| Technology Equipment           | 622,000.00                     | 250,671.72              |                           | 124,458.43                 | 126,213.29               |
| Crew Boats/Tech. Equip.        | 214,488.34                     | 214,488.34              |                           | 71,504.30                  | 142,984.04               |
| Crew Boats/Vehicles/Tech Equip | 428,500.00                     | -                       | 428,500.00                | 50,000.00                  | 378,500.00               |
|                                |                                | \$ <u>553,768.57</u>    | <u>428,500.00</u>         | <u>334,571.24</u>          | <u>647,697.33</u>        |

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**Debt Service Fund**  
**For the Year Ended June 30, 2024**

|  | Original<br>Budget             | Budget<br>Transfers         | Final<br>Budget  | Actual             | Variance<br>Positive (Negative)<br>Final to Actual |
|--|--------------------------------|-----------------------------|------------------|--------------------|--|
| <b>REVENUES:</b>   |                                |                             |                  |                    |  |
| Local Sources:   |                                |                             |                  |                    |  |
| Local Tax Levy   | \$ 2,294,148.00                |                             | 2,294,148.00     | 2,294,146.50       | 1.50   |
| State Sources:   |                                |                             |                  |                    |  |
| Debt Service Aid Type II   | 1,029,822.00                   |                             | 1,029,822.00     | 1,029,822.00       | -  |
| Total - State Sources  | 1,029,822.00                   | -                           | 1,029,822.00     | 1,029,822.00       | -  |
| Total Revenues   | 3,323,970.00                   | -                           | 3,323,970.00     | 3,323,968.50       | 1.50   |
| <b>EXPENDITURES:</b>   |                                |                             |                  |                    |  |
| Regular Debt Service:  |                                |                             |                  |                    |  |
| Interest on Early Retirement Bonds   | -                              |                             | -                |                    | -  |
| Redemption of Principal -  |                                |                             |                  |                    |  |
| Early Retirement Bonds   | -                              |                             | -                |                    | -  |
| Interest   | 844,900.00                     |                             | 844,900.00       | 844,900.00         | -  |
| Redemption of Principal  | 2,535,000.00                   |                             | 2,535,000.00     | 2,535,000.00       | -  |
| Total Regular Debt Service   | 3,379,900.00                   | -                           | 3,379,900.00     | 3,379,900.00       | -  |
| Total Expenditures   | 3,379,900.00                   | -                           | 3,379,900.00     | 3,379,900.00       | -  |
| Excess (Deficiency) of Revenues Over<br>(Under) Expenditures                               | (55,930.00)                    | -                           | (55,930.00)      | (55,931.50)        | 1.50   |
| Other Financing Sources(Uses):   |                                |                             |                  |                    |  |
| Operating Transfers In:  |                                |                             |                  |                    |  |
| Transfer from Capital Projects   |                                |                             | -                |                    | -  |
| Transfer from Capital Reserve  |                                |                             | -                |                    | -  |
| Total Other Financing Sources  | -                              | -                           | -                | -                  | -  |
| Excess (Deficiency) of Revenues and<br>Other Financing Sources Over(Under)<br>Expenditures | (55,930.00)                    | -                           | (55,930.00)      | (55,931.50)        | 1.50   |
| Fund Balance, July 1   | 69,328.03                      |                             | 69,328.03        | 69,328.03          | -  |
| Fund Balance, June 30  | \$ <u>13,398.03</u>            | <u>-</u>                    | <u>13,398.03</u> | <u>13,396.53</u>   | <u>1.50</u>  |
| Recapitulation of Excess (Deficiency) of<br>Revenues Over (Under) Expenditures             |                                |                             |                  |                    |  |
| Budgeted Fund Balance  | \$ <u>                    </u> | <u>                    </u> | <u>-</u>         | <u>(55,931.50)</u> | <u>1.50</u>  |

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## **STATISTICAL SECTION**

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**Mainland Regional High School District**  
**Net Position by Component,**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

|   | 2015                   | 2016                   | 2017                   | 2018                   | 2019                   | 2020                   | 2021                   | 2022                  | 2023                  | 2024                  |
|---|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|-----------------------|-----------------------|-----------------------|
| <b>Governmental activities</b>              |                        |                        |                        |                        |                        |                        |                        |                       |                       |                       |
| Invested in capital assets                  | 3,038,670.39           | 3,978,117.34           | 5,038,446.37           | 7,322,336.92           | 10,676,215.21          | 10,299,708.03          | 11,374,388.50          | 13,796,719.31         | 16,398,763.82         | 18,824,303.79         |
| Restricted                                  | 6,373,036.09           | 5,507,439.65           | 6,372,927.76           | 6,331,113.03           | 8,165,269.04           | 5,862,993.35           | 6,178,837.55           | 5,580,840.98          | 4,905,779.08          | 4,624,761.29          |
| Unrestricted*                               | (10,176,591.43)        | (10,160,267.46)        | (11,641,178.43)        | (13,383,051.25)        | (15,778,137.12)        | (11,729,774.42)        | (10,536,357.63)        | (7,981,772.46)        | (6,384,890.93)        | (6,167,450.60)        |
| Total governmental activities net position  | <u>(764,884.95)</u>    | <u>(674,710.47)</u>    | <u>(229,804.30)</u>    | <u>270,398.70</u>      | <u>3,063,347.13</u>    | <u>4,432,926.96</u>    | <u>7,016,868.42</u>    | <u>11,395,787.83</u>  | <u>14,919,651.97</u>  | <u>17,281,614.48</u>  |
| <b>Business-type activities</b>             |                        |                        |                        |                        |                        |                        |                        |                       |                       |                       |
| Invested in capital assets                  | 32,016.68              | 25,340.13              | 24,935.33              | 23,769.69              | 20,254.50              | 16,903.71              | 13,552.92              | 4,533.96              | 8,303.09              | 70,193.11             |
| Restricted                                  | (834,991.06)           | (798,529.40)           | (744,291.28)           | (859,799.73)           | (782,325.90)           | (371,444.74)           | (182,183.26)           | 138,032.92            | 255,975.83            | 282,994.43            |
| Unrestricted                                | <u>(802,974.38)</u>    | <u>(773,189.27)</u>    | <u>(719,355.95)</u>    | <u>(836,030.04)</u>    | <u>(762,071.40)</u>    | <u>(354,541.03)</u>    | <u>(168,630.34)</u>    | <u>142,566.88</u>     | <u>264,278.92</u>     | <u>353,187.54</u>     |
| Total business-type activities net position |                        |                        |                        |                        |                        |                        |                        |                       |                       |                       |
| <b>District-wide</b>                        |                        |                        |                        |                        |                        |                        |                        |                       |                       |                       |
| Invested in capital assets                  | 3,070,687.07           | 4,003,457.47           | 5,063,381.70           | 7,346,106.61           | 10,696,469.71          | 10,316,611.74          | 11,387,941.42          | 13,801,253.27         | 16,407,066.91         | 18,894,496.90         |
| Restricted                                  | 6,373,036.09           | 5,507,439.65           | 6,372,927.76           | 6,331,113.03           | 8,165,269.04           | 5,862,993.35           | 6,178,837.55           | 5,580,840.98          | 4,905,779.08          | 4,624,761.29          |
| Unrestricted                                | <u>(11,011,582.49)</u> | <u>(10,958,796.86)</u> | <u>(12,365,469.71)</u> | <u>(14,242,650.98)</u> | <u>(16,560,463.02)</u> | <u>(12,101,219.16)</u> | <u>(10,718,540.69)</u> | <u>(7,843,739.54)</u> | <u>(6,128,915.10)</u> | <u>(5,884,456.17)</u> |
| Total district net position                 | <u>(1,567,859.33)</u>  | <u>(1,447,899.74)</u>  | <u>(949,160.25)</u>    | <u>(565,631.34)</u>    | <u>2,301,275.73</u>    | <u>4,078,385.93</u>    | <u>6,848,238.08</u>    | <u>11,538,354.71</u>  | <u>15,183,930.89</u>  | <u>17,634,802.02</u>  |

Source: ACFR Schedule A-1

**Mainland Regional High School District  
Changes in Net position  
Last Ten Fiscal Years  
(accrual basis of accounting)**

|  | 2015          | 2016          | 2017          | 2018          | 2019          | 2020          | 2021          | 2022          | 2023          | 2024          |
|--|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| <b>Expenses</b>                                |               |               |               |               |               |               |               |               |               |               |
| Governmental activities:                       |               |               |               |               |               |               |               |               |               |               |
| Instruction:                                   |               |               |               |               |               |               |               |               |               |               |
| Regular  | 13,698,262.27 | 14,294,417.99 | 16,006,741.50 | 16,267,445.71 | 15,251,684.51 | 14,465,281.30 | 15,585,698.90 | 13,528,943.09 | 12,425,467.92 | 12,870,498.05 |
| Special education                              | 2,457,059.84  | 3,269,801.01  | 3,585,358.15  | 3,856,586.55  | 3,622,026.53  | 3,434,600.93  | 3,577,269.27  | 3,423,220.12  | 3,188,355.43  | 3,413,695.56  |
| Other special education                        | 1,660,670.63  | 1,878,099.02  | 2,079,749.19  | 2,064,489.17  | 1,856,590.70  | 1,891,127.25  | 1,803,111.14  | 1,797,287.54  | 1,846,659.51  | 1,782,011.50  |
| Support Services:                              |               |               |               |               |               |               |               |               |               |               |
| Tuition  | 1,971,053.18  | 2,364,682.25  | 1,297,599.21  | 1,214,678.52  | 805,473.80    | 815,638.77    | 899,412.06    | 798,343.85    | 742,002.65    | 557,831.45    |
| Student & instruction related services         | 4,103,022.32  | 4,317,423.00  | 4,714,715.16  | 4,954,923.38  | 4,730,161.97  | 4,526,753.97  | 5,165,437.15  | 4,925,186.26  | 5,224,630.08  | 5,649,108.77  |
| School administrative services                 | 1,014,425.51  | 1,113,984.44  | 994,092.01    | 1,055,146.99  | 824,058.78    | 760,197.04    | 863,728.56    | 636,125.62    | 524,178.79    | 809,699.97    |
| Business administrative services               | 1,220,125.61  | 1,354,678.46  | 1,505,094.28  | 1,568,856.07  | 1,482,366.99  | 1,539,006.25  | 1,542,893.33  | 1,471,444.28  | 1,317,982.72  | 1,363,294.10  |
| Plant operations and maintenance               | 3,426,731.49  | 3,583,250.28  | 4,526,160.29  | 4,497,400.51  | 4,268,341.17  | 4,090,631.92  | 4,827,569.13  | 4,813,567.53  | 4,918,053.26  | 4,705,306.96  |
| Pupil transportation                           | 1,303,175.08  | 1,591,026.51  | 1,601,006.42  | 1,863,029.09  | 1,521,011.48  | 1,254,988.04  | 1,408,732.67  | 1,499,155.67  | 1,524,804.89  | 1,672,621.26  |
| Special schools                                | 10,338.50     | 12,949.00     | 17,755.37     | 21,406.33     | 36,612.09     | 53,753.84     | 70,381.29     | 110,445.95    | 2,912.71      | -             |
| Charter Schools                                | 379,546.00    | 449,735.00    | 331,753.00    | 348,784.00    | 270,684.00    | 398,246.00    | 492,457.00    | 441,797.00    | 730,658.00    | 678,884.00    |
| Interest on long-term debt                     | 1,407,697.83  | 1,210,408.45  | 1,224,894.14  | 930,386.25    | 1,116,469.00  | 1,375,638.73  | 941,507.83    | 728,609.52    | 605,108.78    | 691,507.57    |
| Capital Outlay                                 | -             | -             | -             | -             | -             | 270,807.43    | 474,514.02    | 398,969.96    | 244,545.54    | -             |
| Unallocated depreciation                       | -             | -             | -             | -             | -             | -             | -             | -             | -             | -             |
| Total governmental activities expenses         | 32,651,108.26 | 35,440,455.41 | 37,884,918.72 | 38,643,092.57 | 35,785,481.02 | 34,874,671.47 | 37,652,712.35 | 34,614,494.33 | 33,419,066.02 | 34,800,567.97 |
| Business-type activities:                      |               |               |               |               |               |               |               |               |               |               |
| Food service                                   | 1,019,250.67  | 882,442.41    | 755,139.69    | 510,561.52    | 399,072.93    | 459,299.55    | 430,288.44    | 515,512.91    | 375,045.22    | 357,015.94    |
| Aquatic Center                                 | 22,772.45     | -             | -             | -             | -             | -             | -             | -             | -             | -             |
| Total business-type activities expenses        | 1,042,023.12  | 882,442.41    | 755,139.69    | 510,561.52    | 399,072.93    | 459,299.55    | 430,288.44    | 515,512.91    | 375,045.22    | 357,015.94    |
| Total district expenses                        | 33,693,131.38 | 36,322,897.82 | 38,640,058.41 | 39,153,654.09 | 36,184,553.95 | 35,333,971.02 | 38,083,000.79 | 35,130,007.24 | 33,794,111.24 | 35,157,583.91 |
| <b>Program Revenues</b>                        |               |               |               |               |               |               |               |               |               |               |
| Governmental activities:                       |               |               |               |               |               |               |               |               |               |               |
| Charges for services:                          |               |               |               |               |               |               |               |               |               |               |
| Instruction (tuition)                          | 167,420.00    | 195,894.44    | 38,896.00     | 109,452.80    | 84,536.00     | 81,425.00     | 20,500.00     | 65,675.00     | 171,690.31    | 240,073.52    |
| Pupil transportation                           | -             | -             | -             | -             | -             | -             | -             | -             | -             | -             |
| Business and other support services            | -             | -             | -             | -             | -             | -             | -             | -             | -             | -             |
| Plant Operation and Maintenance                | 5,759,610.22  | 7,418,106.66  | 9,643,460.05  | 10,346,055.98 | 7,853,619.47  | 6,381,839.04  | 9,829,736.33  | 8,000,300.70  | 4,815,811.24  | 5,272,936.35  |
| Operating grants and contributions             | -             | -             | -             | -             | -             | -             | -             | -             | -             | -             |
| Capital grants and contributions               | -             | -             | -             | -             | -             | -             | -             | -             | -             | -             |
| Total governmental activities program revenues | 5,927,030.22  | 7,614,001.10  | 9,682,356.05  | 10,455,508.78 | 7,938,155.47  | 6,463,264.04  | 9,850,236.33  | 8,065,975.70  | 4,987,501.55  | 5,515,009.87  |
| Business-type activities:                      |               |               |               |               |               |               |               |               |               |               |
| Charges for services:                          |               |               |               |               |               |               |               |               |               |               |
| Food service                                   | 285,566.80    | 213,825.05    | 189,771.91    | 191,438.37    | 179,665.29    | 120,028.05    | 12,886.13     | 55,216.12     | 191,730.23    | 193,760.21    |
| Aquatic Center                                 | 16,224.00     | -             | -             | -             | -             | -             | -             | -             | -             | -             |
| Operating grants and contributions             | 417,548.31    | 493,661.94    | 323,053.46    | 197,277.24    | 193,366.28    | 316,224.47    | 500,829.39    | 599,911.26    | 293,200.43    | 232,258.96    |
| Capital grants and contributions               | -             | -             | -             | -             | -             | -             | -             | -             | -             | -             |
| Total business-type activities program revenue | 719,339.11    | 707,486.99    | 512,825.37    | 388,715.61    | 373,031.57    | 436,252.52    | 513,715.52    | 655,127.38    | 484,930.66    | 425,019.17    |
| Total district program revenue                 | 6,646,369.33  | 8,321,488.09  | 10,195,181.42 | 10,844,224.39 | 8,311,187.04  | 6,899,516.56  | 10,363,951.85 | 8,721,103.08  | 5,472,432.21  | 5,939,029.04  |



**Mainland Regional High School District**  
**Changes in Net position**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

|   | 2015            | 2016            | 2017            | 2018            | 2019            | 2020            | 2021            | 2022            | 2023            | 2024            |
|---|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| <b>Net (Expense)/Revenue</b>                              |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |
| Governmental activities                                   | (26,724,078.04) | (27,826,454.31) | (28,202,562.67) | (28,187,583.79) | (27,847,325.55) | (28,411,407.43) | (27,802,476.02) | (26,548,518.63) | (28,431,564.47) | (29,287,558.10) |
| Business-type activities                                  | (322,684.01)    | (174,955.42)    | (242,314.32)    | (121,845.91)    | (26,041.36)     | (23,047.03)     | 83,427.08       | 139,614.47      | 109,885.44      | 69,003.23       |
| Total district-wide net expense                           | (27,046,762.05) | (28,001,409.73) | (28,444,876.99) | (28,309,429.70) | (27,873,366.91) | (28,434,454.46) | (27,719,048.94) | (26,408,904.16) | (28,321,679.03) | (29,218,554.87) |
| <b>General Revenues and Other Changes in Net Position</b> |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |
| Governmental activities:                                  |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |
| Property taxes levied for general purposes, net           | 17,050,159.00   | 17,391,162.00   | 17,652,029.00   | 17,916,809.00   | 18,185,560.01   | 18,458,344.00   | 18,735,219.00   | 19,016,247.00   | 19,294,946.00   | 19,642,254.02   |
| Taxes levied for debt service                             | 2,386,753.50    | 1,716,364.50    | 2,011,983.31    | 2,374,575.70    | 2,405,371.98    | 2,416,865.00    | 2,329,869.00    | 2,376,458.01    | 2,407,406.99    | 2,294,146.50    |
| Unrestricted grants and contributions                     | 8,698,884.85    | 8,720,244.28    | 8,777,010.68    | 8,782,144.63    | 8,989,969.29    | 8,994,806.88    | 8,851,346.05    | 9,476,432.00    | 9,439,361.12    | 9,527,296.37    |
| Adjustment to Capital Assets                              |                 |                 |                 |                 | 891,709.35      | -               | -               | -               | -               | -               |
| Gain (Loss) on Disposal of Capital Assets                 | (3,190.93)      | (65,562.40)     | -               | (637,983.44)    | -               | -               | (40,315.48)     | (503.90)        | -               | -               |
| Investment earnings                                       |                 |                 |                 |                 | -               | 31,795.34       | -               | -               | -               | -               |
| Miscellaneous income                                      | 393,072.18      | 489,697.75      | 498,845.85      | 563,348.41      | 263,880.83      | 288,663.22      | 223,477.69      | 83,393.77       | 105,889.65      | 174,504.10      |
| Cancellation of Prior Year Receivables                    | (112,961.63)    | (49,273.34)     | -               | -               | -               | 19,199.24       | 175.00          | 146,414.50      | 349,899.99      | -               |
| Cost of issuance of refunding bonds                       |                 |                 |                 | (308,367.51)    | -               | -               | -               | -               | -               | -               |
| Refund of Prior Year Revenue                              |                 |                 |                 |                 |                 |                 | (140,484.06)    | -               | -               | -               |
| Transfers   | (19,328.68)     | (296,004.00)    | (294,500.00)    | (2,740.00)      | (100,000.00)    | (428,690.42)    | (100,000.00)    | (171,003.34)    | -               | -               |
| Total governmental activities                             | 28,393,388.29   | 27,916,628.79   | 28,645,368.84   | 28,687,786.79   | 30,636,491.46   | 29,780,987.26   | 29,859,287.20   | 30,927,438.04   | 31,597,503.75   | 31,638,200.99   |
| Business-type activities:                                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |
| Investment earnings                                       | 18.56           | 489.96          | 1,647.64        | -               | -               | 1,886.98        | 2,483.61        | 579.41          | 5,623.61        | 16,705.39       |
| Gain/(Loss) on Disposal of Capital Assets                 |                 | (10,237.98)     | -               | 2,431.82        | -               | -               | -               | -               | 6,202.99        | 3,200.00        |
| Adjustment to Capital Assets                              |                 |                 |                 | -               | -               | -               | -               | -               | 357,924.86      | -               |
| Cancellation of Prior Year Receivables                    |                 | (102,338.36)    | -               | -               | -               | -               | -               | -               | -               | -               |
| Cancellation of Prior Year Payables                       |                 | 20,822.91       | 2,100.00        | -               | 3,782.52        | -               | -               | -               | -               | 11,319.62       |
| Transfers   | 19,328.68       | 296,004.00      | 294,500.00      | 2,740.00        | 100,000.00      | 428,690.42      | 100,000.00      | 171,003.34      | -               | -               |
| Total business-type activities                            | 19,347.24       | 204,740.53      | 298,247.64      | 5,171.82        | 103,782.52      | 430,577.40      | 102,483.61      | 171,582.75      | 369,751.46      | 31,225.01       |
| Total district-wide                                       | 28,412,735.53   | 28,121,369.32   | 28,943,616.48   | 28,692,958.61   | 30,740,273.98   | 30,211,564.66   | 29,961,770.81   | 31,099,020.79   | 31,967,255.21   | 31,669,426.00   |
| <b>Changes in Net Position</b>                            |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |
| Governmental activities                                   | 1,669,310.25    | 90,174.48       | 442,806.17      | 500,203.00      | 2,789,165.91    | 1,369,579.83    | 2,056,811.18    | 4,378,919.41    | 3,165,939.28    | 2,350,642.89    |
| Business-type activities                                  | (303,336.77)    | 29,785.11       | 55,933.32       | (116,674.09)    | 77,741.16       | 407,530.37      | 185,910.69      | 311,197.22      | 479,638.90      | 100,228.24      |
| Total district  | 1,365,973.48    | 119,959.59      | 498,739.49      | 383,528.91      | 2,866,907.07    | 1,777,110.20    | 2,242,721.87    | 4,690,116.63    | 3,645,578.18    | 2,450,871.13    |

Source: ACFR Schedule A-2

**Mainland Regional High School District  
Fund Balances, Governmental Funds  
Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*

|                                    | 2015                | 2016                | 2017                | 2018                | 2019                | 2020                | 2021                | 2022                | 2023                | 2024                |
|------------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| General Fund                       |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Restricted                         | 3,082,594.41        | 3,436,101.59        | 3,871,839.46        | 4,581,653.74        | 5,310,771.20        | 5,871,321.76        | 6,187,165.96        | 5,533,239.26        | 4,836,451.05        | 4,611,364.76        |
| Committed                          |                     |                     |                     |                     |                     |                     |                     | 500,000.00          | 500,000.00          | 1,201,024.00        |
| Assigned                           | 22,325.91           | 127,505.46          | 153,015.13          | 184,542.53          | 261,017.79          | -                   | 5,880.05            | 763,171.62          | 1,674,676.19        | 267,021.37          |
| Unassigned                         | -                   | (5,920.08)          | 0.00                | -                   | -                   | (180,274.09)        | 333,997.28          | 398,245.67          | (28,029.52)         | 89,093.39           |
| Total general fund                 | <u>3,104,920.32</u> | <u>3,557,686.97</u> | <u>4,024,854.59</u> | <u>4,766,196.27</u> | <u>5,571,788.99</u> | <u>5,691,047.67</u> | <u>6,527,043.29</u> | <u>7,194,656.55</u> | <u>6,983,097.72</u> | <u>6,168,503.52</u> |
| All Other Governmental Funds       |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Restricted                         | 1,511,479.33        | 767,706.00          | 368,618.77          | 10,089.36           | 12,214.03           | (8,328.41)          | 498,089.42          | 479,908.87          | 498,568.45          | 470,329.79          |
| Committed                          |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Assigned                           |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Unassigned                         |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Total all other governmental funds | <u>1,511,479.33</u> | <u>767,706.00</u>   | <u>368,618.77</u>   | <u>10,089.36</u>    | <u>12,214.03</u>    | <u>(8,328.41)</u>   | <u>498,089.42</u>   | <u>479,908.87</u>   | <u>498,568.45</u>   | <u>470,329.79</u>   |

Source: ACFR Schedule B-1

**Mainland Regional High School**  
**Changes in Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**

|   | 2015          | 2016          | 2017          | 2018          | 2019          | 2020          | 2021          | 2022          | 2023          | 2024           |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|----------------|
| <b>Revenues</b>   |               |               |               |               |               |               |               |               |               |                |
| Tax Levy  | 19,436,912.50 | 19,107,526.50 | 19,664,012.31 | 20,291,384.70 | 20,590,931.99 | 20,875,209.00 | 21,065,088.00 | 21,392,705.01 | 21,702,352.99 | 21,936,400.52  |
| Transportation Fees from Other LEA's                      | 167,420.00    | 195,884.44    | 38,886.00     | 109,452.80    | 84,536.00     | 81,425.00     | 20,500.00     | 65,675.00     | 171,690.31    | 240,073.52     |
| Miscellaneous   | 393,072.18    | 489,697.75    | 498,845.85    | 563,348.41    | 263,880.83    | 320,462.56    | 223,477.69    | 436,455.68    | 460,704.81    | 580,298.04     |
| State sources   | 11,185,752.40 | 11,585,972.17 | 11,874,681.21 | 12,312,362.86 | 12,973,240.01 | 13,071,488.00 | 13,965,893.37 | 15,732,566.46 | 15,663,198.39 | 15,777,561.07  |
| Federal sources   | 626,889.67    | 584,136.77    | 553,551.52    | 552,574.75    | 477,344.75    | 514,842.92    | 638,868.01    | 1,155,234.33  | 755,865.81    | 1,445,683.71   |
| Total revenue   | 31,810,046.75 | 31,963,227.63 | 32,629,986.89 | 33,829,123.52 | 34,389,933.58 | 34,863,427.48 | 35,913,827.07 | 38,782,636.48 | 38,753,812.31 | 39,980,016.86  |
| <b>Expenditures</b>                                       |               |               |               |               |               |               |               |               |               |                |
| Instruction:  |               |               |               |               |               |               |               |               |               |                |
| Regular instruction                                       | 9,370,886.17  | 8,638,712.16  | 8,937,206.19  | 8,804,957.20  | 8,962,609.48  | 9,075,564.24  | 9,113,083.47  | 9,274,218.49  | 9,082,094.99  | 9,408,416.89   |
| Special education instruction                             | 1,673,729.58  | 2,005,597.85  | 2,007,434.77  | 2,136,260.48  | 2,153,577.51  | 2,154,879.73  | 2,091,658.11  | 2,346,649.79  | 2,330,451.22  | 2,495,433.42   |
| Other instruction   | 1,131,235.60  | 1,151,969.60  | 1,164,447.37  | 1,143,561.50  | 1,103,888.09  | 1,186,499.35  | 1,054,293.59  | 1,232,057.60  | 1,349,771.07  | 1,302,661.87   |
| Support Services:   |               |               |               |               |               |               |               |               |               |                |
| Tuition   | 1,342,665.72  | 1,450,425.16  | 1,297,599.21  | 1,214,678.52  | 805,473.80    | 815,638.77    | 899,412.06    | 798,343.85    | 742,002.65    | 557,831.45     |
| Student & instruction related services                    | 2,794,946.10  | 2,648,177.75  | 2,639,759.49  | 2,744,656.93  | 2,812,450.53  | 2,843,052.63  | 3,020,272.64  | 3,376,261.79  | 3,818,816.89  | 4,129,534.86   |
| School administrative services                            | 691,018.58    | 683,284.64    | 556,590.11    | 584,472.51    | 489,967.27    | 476,950.08    | 505,029.03    | 436,070.13    | 383,135.79    | 591,895.88     |
| Business administrative services                          | 831,139.84    | 830,919.13    | 842,699.24    | 869,028.92    | 881,382.88    | 965,577.49    | 902,142.13    | 1,006,688.97  | 963,347.56    | 996,576.76     |
| Plant operations and maintenance                          | 2,334,262.18  | 2,197,868.23  | 2,534,188.00  | 2,491,223.48  | 2,537,862.01  | 2,570,737.33  | 2,822,718.49  | 3,299,759.79  | 3,594,735.64  | 3,440,340.67   |
| Pupil transportation                                      | 887,712.48    | 975,887.93    | 896,400.26    | 1,031,978.77  | 904,360.06    | 787,383.55    | 823,697.32    | 1,027,685.40  | 1,114,519.22  | 1,222,696.92   |
| Unallocated employee benefits                             | 6,677,627.46  | 7,111,228.07  | 7,445,523.59  | 8,164,127.99  | 8,937,250.45  | 8,965,743.02  | 9,582,741.59  | 10,712,237.51 | 11,368,816.16 | 11,628,104.66  |
| Special schools   | 7,042.50      | 7,942.50      | 9,941.19      | 11,857.50     | 21,768.75     | 33,725.33     | 41,152.50     | 75,711.76     | 2,129.00      | -              |
| Charter Schools   | 378,546.00    | 449,735.00    | 331,753.00    | 348,764.00    | 270,684.00    | 396,246.00    | 492,457.00    | 441,797.00    | 730,658.00    | 678,884.00     |
| Capital outlay  | 755,242.13    | 351,779.81    | 191,035.54    | 473,842.34    | 569,636.57    | 1,044,118.10  | 821,751.91    | 801,550.97    | 692,469.08    | 1,430,391.96   |
| Debt service:   |               |               |               |               |               |               |               |               |               |                |
| Principal   | 1,995,000.00  | 2,155,000.00  | 2,180,000.00  | 2,240,000.00  | 2,290,000.00  | 2,355,000.00  | 2,215,000.00  | 2,305,000.00  | 2,405,000.00  | 2,535,000.00   |
| Interest and other charges                                | 1,452,210.91  | 1,250,439.14  | 1,234,928.54  | 1,184,161.11  | 1,128,287.31  | 1,115,859.44  | 1,084,825.00  | 972,581.88    | 933,152.62    | 844,900.00     |
| Total Expenditures  | 32,323,265.25 | 31,908,956.97 | 32,269,506.50 | 33,443,571.25 | 33,869,198.71 | 34,786,975.06 | 35,480,234.84 | 38,108,614.93 | 39,511,099.89 | 41,262,669.34  |
| Excess (Deficiency) of revenues over (under) expenditures | 54,270.66     | 360,480.39    | 385,552.27    | 520,734.87    | 76,452.42     | 433,592.23    | 433,592.23    | 674,021.55    | (757,287.58)  | (1,282,652.48) |
| <b>Other Financing Sources (Uses)</b>                     |               |               |               |               |               |               |               |               |               |                |
| Capital Leases (non budgeted)                             | 417,801.41    | (296,004.00)  | -             | -             | 383,200.00    | 431,755.00    | 622,000.00    | -             | 214,488.34    | 428,500.00     |
| Transfers   | (19,328.68)   | (49,273.34)   | (294,500.00)  | (2,740.00)    | (100,000.00)  | (428,690.42)  | (100,000.00)  | (171,003.34)  | -             | -              |
| Cancellation of Prior Year Liabilities                    |               |               |               |               | 0             | 19,199.24     | 175.00        | 146,414.50    | 349,899.99    | -              |
| Cancellation of Prior Year Payables                       |               |               | 2,100.00      |               | 3,782.52      | -             | -             | -             | -             | 11,319.62      |
| Total other financing sources (uses)                      | 398,472.73    | (345,277.34)  | (292,400.00)  | (2,740.00)    | 286,982.52    | 22,263.82     | 522,175.00    | (24,588.84)   | 564,388.33    | 439,819.62     |
| Net change in fund balances                               | 452,743.39    | 15,203.05     | 93,152.27     | 517,994.87    | 363,434.94    | 455,856.05    | 955,767.23    | 649,432.71    | (192,899.25)  | (842,832.86)   |
| Debt service as a percentage of noncapital expenditures   | 10.92%        | 10.79%        | 10.65%        | 10.39%        | 10.27%        | 10.65%        | 9.55%         | 8.79%         | 8.60%         | 8.49%          |

Source: ACFR Schedule B-2

Exhibit J-5

**Mainland Regional High School**  
**General Fund Other Local Revenue by Source,**  
**Last Ten Fiscal Years**  
 Unaudited

| Fiscal Year<br>Ended June 30, | Interest on<br>Investments | Clean<br>Energy<br>Credits | Rentals    | Aquatic   | Miscellaneous | Totals     |
|-------------------------------|----------------------------|----------------------------|------------|-----------|---------------|------------|
| 2015                          | 5,956.04                   | 207,325.00                 | 66,711.05  |           | 113,080.09    | 393,072.18 |
| 2016                          | 8,482.66                   | 359,722.50                 | 29,555.12  | 30,110.00 | 56,502.98     | 484,373.26 |
| 2017                          | 17,538.53                  | 250,740.00                 | 52,682.30  | 29,608.00 | 134,840.28    | 485,409.11 |
| 2018                          | 25,680.19                  | 171,000.00                 | 106,641.11 | 32,232.00 | 226,995.11    | 562,548.41 |
| 2019                          | 30,652.19                  | 110,500.00                 | 20,521.95  | 32,162.75 | 69,404.88     | 263,241.77 |
| 2020                          | 31,799.34                  | 210,608.75                 | 11,958.00  | 12,333.00 | 53,763.47     | 320,462.56 |
| 2021                          | 26,539.95                  |                            |            |           | 15,196.17     | 41,736.12  |
| 2022                          | 12,277.03                  |                            |            | 1,037.00  | 70,079.74     | 83,393.77  |
| 2023                          | 57,655.95                  |                            |            | 13,735.00 | 34,498.70     | 105,889.65 |
| 2024                          | 144,588.72                 |                            |            | 4,975.00  | 24,940.38     | 174,504.10 |

Source: District Records

**Mainland Regional High School**  
**Assessed Value and Actual Value of Taxable Property**  
**Last Ten Fiscal Years**

| Fiscal Year Ended June 30, | Vacant Land | Residential | Farm Regular | Q Farm | Commercial  | Industrial | Apartment  | Total Assessed Value | Less Tax-exempt Property | Public Utilities | Net Valuation Taxable | Total District School Tax Rate | % of Estimated County Equalized Value |
|----------------------------|-------------|-------------|--------------|--------|-------------|------------|------------|----------------------|--------------------------|------------------|-----------------------|--------------------------------|---------------------------------------|
| <b>Linwood</b>             |             |             |              |        |             |            |            |                      |                          |                  |                       |                                |                                       |
| ** 2015                    | 18,239,300  | 845,983,100 | 876,200      | 38,300 | 120,935,300 | -          | -          | 986,052,200          | -                        | -                | 986,052,200           | 0.648                          | 99%                                   |
| 2016                       | 17,525,500  | 842,409,500 | 876,200      | 38,300 | 117,900,700 | -          | -          | 978,750,200          | -                        | -                | 978,750,200           | 0.645                          | 104%                                  |
| 2017                       | 15,718,000  | 828,083,900 | 876,200      | 38,300 | 117,749,100 | -          | -          | 962,465,500          | -                        | -                | 962,465,500           | 0.684                          | 105%                                  |
| 2018                       | 14,122,400  | 817,881,000 | -            | -      | 117,903,400 | -          | -          | 949,906,800          | -                        | -                | 949,906,800           | 0.708                          | 106%                                  |
| 2019                       | 14,122,400  | 817,669,500 | -            | -      | 117,903,400 | -          | -          | 949,695,300          | -                        | -                | 949,695,300           | 0.712                          | 106%                                  |
| 2020                       | 14,122,400  | 817,669,500 | -            | -      | 117,903,400 | -          | -          | 949,695,300          | -                        | -                | 949,695,300           | 0.704                          | 102%                                  |
| 2021                       | 12,032,300  | 805,899,700 | -            | -      | 112,674,100 | -          | -          | 930,606,100          | -                        | -                | 930,606,100           | 0.703                          | 99%                                   |
| 2022                       | 12,161,600  | 809,574,500 | -            | -      | 109,334,900 | -          | -          | 931,071,000          | -                        | -                | 931,071,000           | 0.720                          | 98%                                   |
| 2023                       | 11,405,300  | 814,769,800 | -            | -      | 107,889,200 | -          | 321,000    | 934,385,300          | -                        | -                | 934,385,300           | 0.734                          | 88%                                   |
| 2024                       | 10,648,900  | 822,114,000 | -            | -      | 108,981,000 | -          | 321,000    | 942,064,900          | -                        | -                | 942,064,900           | 0.760                          | 77%                                   |
| <b>Northfield</b>          |             |             |              |        |             |            |            |                      |                          |                  |                       |                                |                                       |
| 2015                       | 15,198,560  | 726,078,900 | 595,200      | 3,600  | 190,680,100 | -          | 987,100    | 933,543,460          | -                        | 1,183,961        | 934,737,421           | 0.627                          | 97%                                   |
| 2016                       | 13,418,260  | 720,649,800 | 595,200      | 3,600  | 186,264,100 | -          | 982,500    | 921,913,460          | -                        | -                | 921,913,460           | 0.661                          | 100%                                  |
| 2017                       | 13,093,260  | 722,082,000 | 595,200      | 3,600  | 187,246,600 | -          | 982,500    | 924,003,160          | -                        | -                | 924,003,160           | 0.681                          | 100%                                  |
| 2018                       | 13,093,260  | 722,082,000 | 595,200      | 3,600  | 155,011,000 | -          | 982,500    | 891,767,560          | -                        | -                | 891,767,560           | 0.717                          | 101%                                  |
| 2019                       | 11,585,960  | 689,139,300 | 595,200      | 3,600  | 176,456,300 | -          | 982,500    | 878,762,860          | -                        | -                | 878,762,860           | 0.747                          | 97%                                   |
| 2020                       | 11,558,760  | 684,582,100 | 595,200      | 3,600  | 174,526,100 | -          | 982,500    | 872,248,260          | -                        | -                | 872,248,260           | 0.740                          | 99%                                   |
| 2021                       | 11,558,760  | 685,000,000 | 595,200      | 3,600  | 171,508,000 | -          | 982,500    | 869,648,060          | -                        | -                | 869,648,060           | 0.722                          | 101%                                  |
| 2022                       | N/A         | N/A         | N/A          | N/A    | N/A         | -          | N/A        | 867,036,960          | -                        | -                | 867,036,960           | 0.731                          | 96%                                   |
| 2023                       | N/A         | N/A         | N/A          | N/A    | N/A         | -          | N/A        | 872,389,600          | -                        | -                | 872,389,600           | 0.738                          | 87%                                   |
| 2024                       | N/A         | N/A         | N/A          | N/A    | N/A         | -          | N/A        | 880,164,100          | -                        | -                | 880,164,100           | 0.760                          | 81%                                   |
| <b>Somers Point</b>        |             |             |              |        |             |            |            |                      |                          |                  |                       |                                |                                       |
| 2015                       | 10,206,200  | 808,079,300 | -            | -      | 288,177,000 | -          | 71,576,000 | 1,178,038,500        | -                        | -                | 1,178,038,500         | 0.595                          | 101%                                  |
| * 2016                     | 10,385,800  | 804,520,400 | -            | -      | 285,895,900 | -          | 71,576,000 | 1,172,378,100        | -                        | -                | 1,172,378,100         | 0.594                          | 104%                                  |
| 2017                       | 9,882,200   | 802,639,800 | -            | -      | 274,773,700 | -          | 71,576,000 | 1,158,871,700        | -                        | -                | 1,158,871,700         | 0.619                          | 104%                                  |
| 2018                       | 10,101,700  | 797,852,527 | -            | -      | 269,263,200 | 7,029,800  | 62,615,000 | 1,146,862,227        | -                        | -                | 1,146,862,227         | 0.640                          | 104%                                  |
| 2019                       | 8,877,800   | 790,348,300 | -            | -      | 270,065,800 | 7,029,800  | 62,551,500 | 1,138,873,200        | -                        | -                | 1,138,873,200         | 0.657                          | 101%                                  |
| 2020                       | 9,133,500   | 789,045,100 | -            | -      | 265,904,800 | 6,946,900  | 61,551,500 | 1,132,581,800        | -                        | -                | 1,132,581,800         | 0.703                          | 99%                                   |
| 2021                       | 9,045,500   | 790,952,200 | -            | -      | 259,564,200 | 6,946,900  | 64,394,833 | 1,130,903,633        | -                        | -                | 1,130,903,633         | 0.743                          | 98%                                   |
| 2022                       | 9,142,500   | 793,488,100 | -            | -      | 259,734,700 | 7,279,200  | 64,959,333 | 1,134,603,833        | -                        | 100              | 1,134,603,933         | 0.749                          | 90%                                   |
| 2023                       | 9,840,000   | 792,342,400 | -            | -      | 260,307,800 | 7,279,200  | 76,633,000 | 1,146,402,400        | -                        | 100              | 1,146,402,500         | 0.743                          | 78%                                   |
| 2024                       | 10,411,900  | 798,478,500 | -            | -      | 260,373,400 | 7,279,200  | 62,633,000 | 1,139,176,000        | -                        | 100              | 1,139,176,100         | 0.765                          | 68%                                   |

Source: County Abstract of Rates &amp; Municipal Tax Assessor

\* Reassessed

\*\* Revalued

**Mainland Regional High School  
Direct and Overlapping Property Tax Rates,  
Last Ten Fiscal Years**  
(rate per \$100 of assessed value)

| Fiscal<br>Year<br>Ended<br>June 30, | Mainland Regional High School |                            |                 | Overlapping Rates |                      |                        |                   |              | Total<br>Direct and<br>Overlapping<br>Tax Rate |       |
|-------------------------------------|-------------------------------|----------------------------|-----------------|-------------------|----------------------|------------------------|-------------------|--------------|--|-------|
|                                     | General                       | Obligation<br>Debt Service | Total<br>Direct | County<br>General | County<br>Open Space | County<br>Local Health | County<br>Library | Local School | Municipal<br>Local Purpose                     |       |
|                                     |                               |                            |                 |                   |                      |                        |                   |              |  |       |
| <b>Linwood</b>                      |                               |                            |                 |                   |                      |                        |                   |              |  |       |
| 2015                                | 0.566                         | 0.082                      | 0.648           | 0.458             | 0.002                | 0.012                  | -                 | 1.203        | 0.902  | 3.225 |
| 2016                                | 0.588                         | 0.057                      | 0.645           | 0.442             | 0.002                | 0.021                  | -                 | 1.162        | 0.868  | 3.140 |
| 2017                                | 0.616                         | 0.068                      | 0.684           | 0.468             | 0.002                | 0.021                  | -                 | 1.231        | 0.928  | 3.334 |
| 2018                                | 0.641                         | 0.067                      | 0.708           | 0.046             | 0.002                | 0.020                  | -                 | 1.203        | 0.917  | 2.896 |
| 2019                                | 0.630                         | 0.082                      | 0.712           | 0.448             | 0.002                | 0.021                  | -                 | 1.336        | 0.961  | 3.480 |
| 2020                                | 0.623                         | 0.081                      | 0.704           | 0.462             | 0.002                | 0.022                  | -                 | 1.363        | 1.003  | 3.556 |
| 2021                                | 0.626                         | 0.077                      | 0.703           | 0.480             | 0.006                | 0.026                  | -                 | 1.429        | 0.962  | 3.606 |
| 2022                                | 0.641                         | 0.079                      | 0.720           | 0.470             | 0.005                | 0.023                  | -                 | 1.440        | 0.980  | 3.638 |
| 2023                                | 0.653                         | 0.081                      | 0.734           | 0.498             | 0.006                | 0.023                  | -                 | 1.461        | 1.015  | 3.737 |
| 2024                                | 0.688                         | 0.072                      | 0.760           | 0.505             | 0.007                | 0.024                  | -                 | 1.487        | 1.032  | 3.815 |
| <b>Northfield</b>                   |                               |                            |                 |                   |                      |                        |                   |              |  |       |
| 2015                                | 0.553                         | 0.074                      | 0.627           | 0.465             | 0.002                | 0.013                  | -                 | 1.069        | 0.889  | 3.065 |
| 2016                                | 0.602                         | 0.059                      | 0.661           | 0.445             | 0.002                | 0.021                  | -                 | 1.053        | 0.893  | 3.075 |
| 2017                                | 0.614                         | 0.067                      | 0.681           | 0.497             | 0.002                | 0.022                  | -                 | 1.079        | 0.956  | 3.237 |
| 2018                                | 0.645                         | 0.072                      | 0.717           | 0.497             | 0.001                | 0.021                  | -                 | 1.128        | 0.963  | 3.327 |
| 2019                                | 0.661                         | 0.086                      | 0.747           | 0.488             | 0.002                | 0.023                  | -                 | 1.148        | 1.001  | 3.409 |
| 2020                                | 0.652                         | 0.088                      | 0.740           | 0.479             | 0.002                | 0.023                  | -                 | 1.223        | 1.001  | 3.468 |
| 2021                                | 0.642                         | 0.088                      | 0.730           | 0.467             | 0.005                | 0.026                  | -                 | 1.235        | 1.000  | 3.463 |
| 2022                                | 0.650                         | 0.081                      | 0.731           | 0.481             | 0.005                | 0.024                  | -                 | 1.248        | 1.003  | 3.492 |
| 2023                                | 0.657                         | 0.081                      | 0.738           | 0.503             | 0.006                | 0.024                  | -                 | 1.253        | 1.021  | 3.545 |
| 2024                                | 0.678                         | 0.082                      | 0.760           | 0.483             | 0.006                | 0.023                  | -                 | 1.259        | 1.061  | 3.592 |
| <b>Somers Point</b>                 |                               |                            |                 |                   |                      |                        |                   |              |  |       |
| 2015                                | 0.520                         | 0.075                      | 0.595           | 0.447             | 0.002                | 0.012                  | 0.030             | 0.827        | 0.881  | 2.794 |
| 2016                                | 0.542                         | 0.052                      | 0.594           | 0.444             | 0.002                | 0.021                  | 0.032             | 0.824        | 0.906  | 2.823 |
| 2017                                | 0.556                         | 0.063                      | 0.619           | 0.477             | 0.002                | 0.021                  | 0.033             | 0.883        | 0.922  | 2.957 |
| 2018                                | 0.557                         | 0.083                      | 0.640           | 0.048             | 0.001                | 0.020                  | 0.031             | 0.930        | 0.967  | 2.637 |
| 2019                                | 0.581                         | 0.076                      | 0.657           | 0.473             | 0.002                | 0.023                  | 0.035             | 1.024        | 0.989  | 3.203 |
| 2020                                | 0.625                         | 0.078                      | 0.703           | 0.478             | 0.002                | 0.023                  | 0.036             | 0.974        | 1.008  | 3.224 |
| 2021                                | 0.661                         | 0.082                      | 0.743           | 0.487             | 0.005                | 0.026                  | 0.037             | 0.985        | 1.008  | 3.291 |
| 2022                                | 0.665                         | 0.084                      | 0.749           | 0.517             | 0.006                | 0.025                  | 0.037             | 0.982        | 1.025  | 3.341 |
| 2023                                | 0.661                         | 0.082                      | 0.743           | 0.565             | 0.007                | 0.026                  | 0.040             | 0.980        | 1.109  | 3.470 |
| 2024                                | 0.687                         | 0.078                      | 0.765           | 0.576             | 0.007                | 0.028                  | 0.042             | 1.034        | 1.124  | 3.576 |

Source: Atlantic County Abstract of Ratables  
A4F Forms

Exhibit J-8

Mainland Regional High School  
Principal Property Tax Payers,  
Current Year and Nine Years Ago

|         | 2024                           |                         |      |  | 2015                   |      |  |  |
|---------|--------------------------------|-------------------------|------|--|------------------------|------|--|--|
|         | Taxpayer                       | Taxable Assessed Value  | Rank | % of Total District Net Assessed Value | Taxable Assessed Value | Rank | % of Total District Net Assessed Value |  |
| Linwood | 1201 Linwood Acquisition, LLC  | \$ 16,000,000           | 1    | 1.70%                                  |                        |      |  |  |
|         | Central Square                 | 9,865,200               | 2    | 1.05%                                  | 9,865,200              | 2    | 1.00%                                  |  |
|         | Brandall Central Ave LLC       | 7,500,000               | 3    | 0.80%                                  |                        |      |  |  |
|         | Linwood Care Property LLC      | 6,829,900               | 4    | 0.72%                                  |                        |      |  |  |
|         | Central Park East              | 4,260,000               | 5    | 0.45%                                  | 6,934,600              | 4    | 0.70%                                  |  |
|         | Linwood CC Land LLC            | 3,446,200               | 6    | 0.37%                                  |                        |      |  |  |
|         | AtlantiCare, Health Serv, Inc. | 2,777,000               | 7    | 0.29%                                  |                        |      |  |  |
|         | Alexon Enterprises, LLC        | 2,490,500               | 8    | 0.26%                                  | 2,490,500              | 9    | 0.25%                                  |  |
|         | Individual Taxpayer #1         | 2,342,900               | 9    | 0.25%                                  | 3,291,800              | 7    | 0.33%                                  |  |
|         | Linwood Professional Plaza     | 2,300,000               | 10   | 0.24%                                  | 3,019,700              | 8    | 0.31%                                  |  |
|         | CCC Atlantic, LLC              |                         |      |  | 23,260,000             | 1    | 2.36%                                  |  |
|         | Brendall Estates, LLC          |                         |      |  | 8,000,000              | 3    | 0.81%                                  |  |
|         | CPL (Nursing Home)             |                         |      |  | 6,829,900              | 5    | 0.69%                                  |  |
|         | Linwood Gold & Country Club    |                         |      |  | 3,600,000              | 6    | 0.37%                                  |  |
|         | Individual Taxpayer #2         |                         |      |  | 2,373,900              | 10   | 0.24%                                  |  |
|         | Totals                         | \$ 57,811,700           |      | 6.14%                                  | 69,665,600             |      | 7.07%                                  |  |
|         |                                |                         |      |  |                        |      |  |  |
|         |                                | District Assessed Value |      | \$ 942,064,900                         |                        |      | \$ 986,052,200                         |  |

Source: District ACFR & Municipal Tax Assessor

Exhibit J-8

Mainland Regional High School  
Principal Property Tax Payers,  
Current Year and Nine Years Ago

|                               | 2024                         |      |  |  | 2015                         |      |  |  |
|-------------------------------|------------------------------|------|--|--|------------------------------|------|--|--|
|                               | Taxable<br>Assessed<br>Value | Rank | % of Total<br>District Net<br>Assessed Value |  | Taxable<br>Assessed<br>Value | Rank | % of Total<br>District Net<br>Assessed Value |  |
| <b>Northfield</b>             |                              |      |  |  |                              |      |  |  |
| Taxpayer                      |                              |      |  |  |                              |      |  |  |
| Tilton Properties, LLC        | 7,375,500.00                 | 1    | 0.84%  |  |                              |      |  |  |
| 1601 New Road, LLC            | 6,471,000.00                 | 2    | 0.74%  |  |                              |      |  |  |
| Jack Trocki Development Co.   | 5,299,100.00                 | 3    | 0.60%  |  | 6,471,000.00                 | 2    | 0.00%  |  |
| Kensington Square LLC,        | 4,964,300.00                 | 4    | 0.56%  |  | 4,964,300.00                 | 5    | 0.69%  |  |
| Tilton Group, LLC             | 4,570,400.00                 | 5    | 0.52%  |  |                              |      | 0.53%  |  |
| LTD Realty Investment IV, LP  | 4,000,000.00                 | 6    | 0.45%  |  |                              |      |  |  |
| 2605 Shore Road LLC           | 3,786,300.00                 | 7    | 0.43%  |  | 3,786,300.00                 | 9    | 0.41%  |  |
| 322 Tilton Road, LLC          | 3,372,900.00                 | 8    | 0.38%  |  | 3,372,900.00                 | 10   | 0.36%  |  |
| ARC BFNRFNJ001, LLC           | 3,264,800.00                 | 9    | 0.37%  |  |                              |      | 0.00%  |  |
| Giro Enterprises, Inc.        | 3,089,700.00                 | 10   | 0.35%  |  |                              |      |  |  |
| Max Gurwicz                   |                              |      |  |  |                              |      |  |  |
| Jack Trocki Development Corp. |                              |      |  |  | 8,078,800.00                 | 1    | 0.86%  |  |
| Miljer LLC, 801-803 Tilton Rd |                              |      |  |  | 5,299,100.00                 | 3    | 0.57%  |  |
| Atlantic City Country Club    |                              |      |  |  | 5,270,400.00                 | 4    | 0.56%  |  |
| ACG of New Jersey             |                              |      |  |  | 4,500,000.00                 | 6    | 0.48%  |  |
| Antebi Properties, LLC        |                              |      |  |  | 4,000,000.00                 | 7    | 0.43%  |  |
|                               |                              |      |  |  | 3,797,600.00                 | 8    | 0.41%  |  |
|                               | <u>\$ 46,194,000</u>         |      | <u>5.25%</u>                                 |  | <u>\$ 49,540,400</u>         |      | <u>5.30%</u>                                 |  |
|                               | District Assessed Value      |      | \$ 880,164,100                               |  |                              |      | \$ 934,737,421                               |  |

Source: District ACFR & Municipal Tax Assessor



Exhibit J-8

Mainland Regional High School  
Principal Property Tax Payers,  
Current Year and Nine Years Ago

|              | 2024                            |                        |                  |  | 2015                   |                  |  |  |
|--------------|---------------------------------|------------------------|------------------|--|------------------------|------------------|--|--|
|              | Taxpayer                        | Taxable Assessed Value | Rank             | % of Total District Net Assessed Value | Taxable Assessed Value | Rank             | % of Total District Net Assessed Value |  |
| Somers Point | Village Plaza, LLC              | \$ 24,080,000          | 1                | 2.11%                                  | \$ 23,486,000          | 2                | 1.99%                                  |  |
|              | Sea Aire Apartments, LLC        | 20,160,000             | 2                | 1.77%                                  | 14,760,000             | 3                | 1.25%                                  |  |
|              | West America, LTD               | 10,272,000             | 3                | 0.90%                                  | 10,272,000             | 5                | 0.87%                                  |  |
|              | IDA Development Associates, LLC | 10,000,000             | 4                | 0.88%                                  |                        |                  |  |  |
|              | MP R.E. Fund %Management Office | 8,833,000              | 5                | 0.78%                                  |                        |                  | 0.00%                                  |  |
|              | Ocean Heights Manor, LLC        | 8,660,100              | 6                | 0.76%                                  | 9,260,100              | 8                | 0.79%                                  |  |
|              | Harbour Cove                    | 8,627,000              | 7                | 0.76%                                  | 10,326,000             | 4                | 0.88%                                  |  |
|              | American Stores Realty Co, LLC  | 8,300,000              | 8                | 0.73%                                  |                        |                  | 0.00%                                  |  |
|              | Avia NJ Mays Landing, LLC       | 7,700,000              | 9                | 0.68%                                  |                        |                  |  |  |
|              | Groveland Manor 2022, LLC       | 7,000,000              | 10               | 0.61%                                  |                        |                  |  |  |
|              | Brahini/Somers Point Builders   |                        |                  |  | 42,715,800             | 1                | 3.63%                                  |  |
|              | Related Somers Point, LLC       |                        |                  |  | 10,244,000             | 6                | 0.87%                                  |  |
|              | Acme Markets                    |                        |                  |  | 9,506,000              | 7                | 0.81%                                  |  |
|              | Shore Memorial Hospital         |                        |                  |  | 8,742,100              | 10               | 0.74%                                  |  |
|              | Streamwood Associates/Atlantis  |                        |                  |  | 8,835,000              | 9                | 0.75%                                  |  |
|              |                                 | \$ 113,632,100         |                  | 9.97%                                  | \$ 148,147,000         |                  | 12.58%                                 |  |
|              | District Assessed Value         |                        | \$ 1,139,176,100 |  |                        | \$ 1,178,038,500 |  |  |

Source: District ACFR & Municipal Tax Assessor

**Exhibit J-9**

**Mainland Regional High School  
Property Tax Levies and Collections,  
Last Ten Fiscal Years**

| Fiscal<br>Year<br>Ended<br>June 30, | Taxes Levied for<br>the Fiscal Year | Collected within the Fiscal Year<br>of the Levy |                       | Collections in<br>Subsequent<br>Years |
|-------------------------------------|-------------------------------------|---|-----------------------|---------------------------------------|
|                                     |                                     | Amount  | Percentage<br>of Levy |                                       |
| 2015                                | 19,436,912.50                       | 19,436,912.50                                   | 100%                  | -                                     |
| 2016                                | 19,107,526.50                       | 19,107,526.50                                   | 100%                  | -                                     |
| 2017                                | 19,664,012.31                       | 19,664,012.31                                   | 100%                  | -                                     |
| 2018                                | 20,291,384.70                       | 20,291,384.70                                   | 100%                  | -                                     |
| 2019                                | 20,590,931.99                       | 20,590,931.99                                   | 100%                  | -                                     |
| 2020                                | 20,875,209.00                       | 20,875,209.00                                   | 100%                  | -                                     |
| 2021                                | 21,065,088.00                       | 21,065,088.00                                   | 100%                  | -                                     |
| 2022                                | 21,392,705.01                       | 21,392,705.01                                   | 100%                  | -                                     |
| 2023                                | 21,702,352.99                       | 21,702,352.99                                   | 100%                  | -                                     |
| 2024                                | 21,936,400.52                       | 21,936,400.52                                   | 100%                  | -                                     |

Source: Certificate and Report of School Taxes (A4F form)  
ACFR Reports

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

**Mainland Regional High School**  
**Ratios of Outstanding Debt by Type,**  
**Last Ten Fiscal Years**

| Fiscal<br>Year<br>Ended<br>June 30, | Governmental Activities        |                                     |                   |                                 | Business-Type<br>Activities |                | Percentage<br>of Personal<br>Income <sup>a</sup> | Per Capita <sup>a</sup> |
|-------------------------------------|--------------------------------|-------------------------------------|-------------------|---------------------------------|-----------------------------|----------------|--|-------------------------|
|                                     | General<br>Obligation<br>Bonds | Certificates<br>of<br>Participation | Bond              |                                 | Capital<br>Leases           | Total District |  |                         |
|                                     |                                |                                     | Capital<br>Leases | Anticipation<br>Notes<br>(BANs) |                             |                |  |                         |
| 2015                                | 42,850,000                     | -                                   | 144,324           | -                               | -                           | 42,994,324     | 3.94%  | 1,673                   |
| 2016                                | 41,000,000                     | -                                   | 431,786           | -                               | -                           | 41,431,786     | 3.74%  | 1,631                   |
| 2017                                | 38,845,000                     | -                                   | 302,370           | -                               | -                           | 39,147,370     | 3.51%  | 1,555                   |
| 2018                                | 36,665,000                     | -                                   | 168,878           | -                               | -                           | 36,833,878     | 3.26%  | 1,473                   |
| 2019                                | 30,190,000                     | -                                   | 301,549           | -                               | -                           | 30,491,549     | 2.63%  | 1,224                   |
| 2020                                | 27,835,000                     | -                                   | 572,356           | -                               | -                           | 28,407,356     | 2.34%  | 1,140                   |
| 2021                                | 25,620,000                     | -                                   | 909,908           | -                               | -                           | 26,529,908     | 2.11%  | 1,068                   |
| 2022                                | 23,315,000                     | -                                   | 627,678           | -                               | -                           | 23,942,678     | 1.66%  | 927                     |
| 2023                                | 20,190,000                     | -                                   | 553,769           | -                               | -                           | 20,743,769     | 1.37%  | 801                     |
| 2024                                | 18,375,000                     | -                                   | 647,697           | -                               | -                           | 19,022,697     | 1.32%  | 736                     |

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

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

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

Exhibit J-11

**Mainland Regional High School  
Ratios of Net General Bonded Debt Outstanding,  
Last Ten Fiscal Years**

| Fiscal<br>Year<br>Ended<br>June 30, | Governmental Activities        |            |   | Percentage of<br>Actual Taxable<br>Value <sup>a</sup> of<br>Property | Per Capita <sup>b</sup> |
|-------------------------------------|--------------------------------|------------|---|--|-------------------------|
|                                     | General<br>Obligation<br>Bonds | Deductions | Net General<br>Bonded Debt<br>Outstanding |  |                         |
| 2015                                | 42,850,000                     | -          | 42,850,000                                | 1.38%  | 1,668                   |
| 2016                                | 41,000,000                     | -          | 41,000,000                                | 1.33%  | 1,614                   |
| 2017                                | 38,845,000                     | -          | 38,845,000                                | 1.28%  | 1,543                   |
| 2018                                | 36,665,000                     | -          | 36,665,000                                | 1.23%  | 1,466                   |
| 2019                                | 30,190,000                     | -          | 30,190,000                                | 1.02%  | 1,212                   |
| 2020                                | 27,835,000                     | -          | 27,835,000                                | 0.94%  | 1,117                   |
| 2021                                | 25,620,000                     | -          | 25,620,000                                | 0.87%  | 1,032                   |
| 2022                                | 23,315,000                     | -          | 23,315,000                                | 0.79%  | 903                     |
| 2023                                | 20,190,000                     | -          | 20,190,000                                | 0.68%  | 779                     |
| 2024                                | 18,375,000                     | -          | 18,375,000                                | 0.62%  | 711                     |

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

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

**b** Population data can be found in Exhibit NJ J-13.

Exhibit J-12

Mainland Regional High School District  
Direct and Overlapping Governmental Activities Debt,  
As of June 30, 2024

| <u>Governmental Unit</u>                                  | <u>Debt<br/>Outstanding</u> | <u>Estimated<br/>Percentage<br/>Applicable</u> | <u>Estimated<br/>Share of<br/>Overlapping<br/>Debt</u> |
|---|-----------------------------|--|--|
| <b>Debt Repaid with Property Taxes</b>                    |                             |  |  |
| City of Linwood, City of Northfield, City of Somers Point | \$ 40,356,009.76            | 100.00%  | \$ 40,356,009.76                                       |
| <b>Other Debt</b>   |                             |  |  |
| County of Atlantic  | 233,275,018.00              | 8.65%  | 20,178,289.06  |
| Subtotal, Overlapping Debt                                |                             |  | <u>60,534,298.82</u>                                   |
| <b>Mainland Regional High School District Direct Debt</b> |                             |  | <u>18,375,000.00</u>                                   |
| <b>Total Direct and Overlapping Debt</b>                  |                             |  | <u><u>\$ 78,909,298.82</u></u>                         |

Sources:

Annual Debt Statement- Cities of Linwood, Northfield and Somers Point

**Mainland Regional High School District  
Legal Debt Margin Information,  
Last Ten Fiscal Years**

|   | Equalized valuation basis |            |            |            |            |            |            |            |            |            |                  |                  |
|---|---------------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------------|------------------|
|   | 2015                      | 2016       | 2017       | 2018       | 2019       | 2020       | 2021       | 2022       | 2023       | 2024       | 2021             | 2022             |
| Debt limit                                      | 97,505,909                | 95,518,214 | 93,327,179 | 91,220,940 | 89,786,169 | 88,210,414 | 88,634,721 | 89,289,786 | 93,458,742 | 99,177,147 | 3,012,322,538    | 3,369,607,399    |
| Total net debt applicable to limit              | 41,000,000                | 38,845,000 | 36,665,000 | 32,480,000 | 30,190,000 | 27,835,000 | 25,620,000 | 23,315,000 | 20,910,000 | 18,375,000 | 3,535,784,761    | 3,535,784,761    |
| Legal debt margin                               | 56,505,909                | 56,673,214 | 56,662,179 | 58,740,940 | 59,596,169 | 60,375,414 | 63,014,721 | 65,974,786 | 72,548,742 | 80,802,147 | \$ 9,917,714,698 | \$ 9,917,714,698 |
| Average equalized valuation of taxable property |                           |            |            |            |            |            |            |            |            |            |                  |                  |
| Debt limit ( 3% of average)                     |                           |            |            |            |            |            |            |            |            |            |                  |                  |
| Net bonded school debt                          |                           |            |            |            |            |            |            |            |            |            |                  |                  |
| Legal debt margin                               |                           |            |            |            |            |            |            |            |            |            |                  |                  |
| Total net debt applicable to the limit          | 42.05%                    | 40.67%     | 39.29%     | 35.61%     | 33.62%     | 31.56%     | 28.91%     | 26.11%     | 22.37%     | 18.53%     |                  |                  |
| as a percentage of debt limit                   |                           |            |            |            |            |            |            |            |            |            |                  |                  |

Source: Abstract of Rates and District Records ACFR Schedule J-7

**Mainland Regional High School  
Demographic and Economic Statistics,  
Last Ten Fiscal Years**

|                     | Fiscal<br>Year<br>Ended<br>June 30, | Population | Personal<br>Income<br>(thousands of<br>dollars) (a) | Per Capita<br>Personal<br>Income | Unemployment<br>Rate |
|---------------------|-------------------------------------|------------|---|----------------------------------|----------------------|
| <b>Linwood</b>      | 2015                                | 6,869      | 291,617   | 42,454                           | 6.6%                 |
|                     | 2016                                | 6,800      | 296,412   | 43,590                           | 5.8%                 |
|                     | 2017                                | 6,742      | 298,974   | 44,345                           | 5.0%                 |
|                     | 2018                                | 6,700      | 302,780   | 45,191                           | 4.3%                 |
|                     | 2019                                | 6,658      | 309,923   | 46,549                           | 3.7%                 |
|                     | 2020                                | 6,658      | 324,032   | 48,668                           | 3.1%                 |
|                     | 2021                                | 6,635      | 335,937   | 50,631                           | 11.8%                |
|                     | 2022                                | 6,947      | 387,656   | 55,802                           | 6.2%                 |
|                     | 2023                                | 6,962      | 405,954   | 58,310                           | 3.6%                 |
|                     | 2024                                | 6,957      | 389,022   | 55,918                           | 3.9%                 |
| <b>Northfield</b>   | 2015                                | 8,299      | 352,326   | 42,454                           | 8.6%                 |
|                     | 2016                                | 8,201      | 357,482   | 43,590                           | 7.5%                 |
|                     | 2017                                | 8,129      | 360,481   | 44,345                           | 6.0%                 |
|                     | 2018                                | 8,077      | 365,008   | 45,191                           | 5.9%                 |
|                     | 2019                                | 8,081      | 376,162   | 46,549                           | 5.1%                 |
|                     | 2020                                | 8,081      | 393,286   | 48,668                           | 4.3%                 |
|                     | 2021                                | 8,047      | 407,428   | 50,631                           | 16.4%                |
|                     | 2022                                | 8,428      | 470,299   | 55,802                           | 7.9%                 |
|                     | 2023                                | 8,451      | 492,778   | 58,310                           | 4.4%                 |
|                     | 2024                                | 8,426      | 471,165   | 55,918                           | 4.4%                 |
| <b>Somers Point</b> | 2015                                | 10,528     | 446,956   | 42,454                           | 10.7%                |
|                     | 2016                                | 10,399     | 453,292   | 43,590                           | 9.0%                 |
|                     | 2017                                | 10,306     | 457,020   | 44,345                           | 7.6%                 |
|                     | 2018                                | 10,229     | 462,259   | 45,191                           | 7.3%                 |
|                     | 2019                                | 10,174     | 473,590   | 46,549                           | 5.9%                 |
|                     | 2020                                | 10,174     | 495,148   | 48,668                           | 5.0%                 |
|                     | 2021                                | 10,153     | 514,057   | 50,631                           | 16.4%                |
|                     | 2022                                | 10,455     | 583,410   | 55,802                           | 9.0%                 |
|                     | 2023                                | 10,495     | 611,963   | 58,310                           | 5.4%                 |
|                     | 2024                                | 10,465     | 585,182   | 55,918                           | 5.9%                 |

Source: NJ Dept of Labor and Workforce Development  
Labor Report of Per Capita Income, Atlantic County

(a) Personal income has been estimated based upon the municipal population  
and per capita personal income presented

**Mainland Regional High School  
Principal Employers,  
Current Year and Nine Years Ago  
*Unaudited***

[illegible]

**Source:**  
Information was not available from any source



**Mainland Regional High School**  
**Full-time Equivalent District Employees by Function/Program,**  
**Last Ten Fiscal Years**

| <u>Function/Program</u>                | 2015       | 2016       | 2017       | 2018       | 2019       | 2020       | 2021       | 2022       | 2023       | 2024       |
|--|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| Instruction:                           |            |            |            |            |            |            |            |            |            |            |
| Regular instruction                    | 129        | 115        | 123        | 122        | 112        | 115        | 115        | 90         | 90         | 89         |
| Special education instruction          |            |            |            |            |            |            |            | 23         | 19         | 14         |
| Other special education instruction    | 16         | 16         | 18         | 19         | 20         | 17         | 17         | 19         | 20         | 18         |
| Support Services:                      |            |            |            |            |            |            |            |            |            |            |
| Student & instruction related services | 20         | 20         | 20         | 20         | 20         | 21         | 21         | 35         | 33         | 36         |
| General administrative services        | 4          | 4          | 4          | 4          | 4          | 4          | 4          | 6          | 6          | 6          |
| School administrative services         | 14         | 9          | 9          | 9          | 9          | 9          | 9          | 8          | 8          | 7          |
| Business administrative services       | 9          | 9          | 9          | 9          | 9          | 9          | 9          | 8          | 8          | 8          |
| Plant operations and maintenance       | 17         | 17         | 17         | 16         | 17         | 18         | 18         | 19         | 20         | 20         |
| Pupil transportation                   | 15         | 15         | 16         | 16         | 16         | 16         | 16         | 14         | 18         | 20         |
| Food Service                           | 25         | 1          | -          | -          | -          | -          | -          | -          | -          | -          |
| <b>Total</b>                           | <b>249</b> | <b>206</b> | <b>216</b> | <b>215</b> | <b>207</b> | <b>209</b> | <b>209</b> | <b>222</b> | <b>222</b> | <b>218</b> |

Source: District Personnel Records  
DOE Budget Support Document

**Mainland Regional High School  
Operating Statistics,  
Last Ten Fiscal Years**

| Fiscal<br>Year<br>Ended<br>June 30, | Enrollment | Operating<br>Expenditures | Cost per<br>Pupil | %<br>Change | Teaching<br>Staff | Pupil/Teacher           |  | Average<br>Daily<br>Enrollment<br>(ADE) | Average<br>Daily<br>Attendance<br>(ADE) | % Change in<br>Average<br>Daily<br>Enrollment | Student<br>Attendance<br>Percentage |
|-------------------------------------|------------|---------------------------|-------------------|-------------|-------------------|-------------------------|--|---|---|---|-------------------------------------|
|                                     |            |                           |                   |             |                   | Ratio<br>High<br>School |  |   |   |   |                                     |
|                                     |            |                           |                   |             |                   |                         |  |   |   |   |                                     |
| 2015                                | 1,385      | 28,120,812                | 20,304            | -2.45%      | 129               | 11:1                    |  | 1,334                                   | 1,273                                   | -5.88%  | 95.43%                              |
| 2016                                | 1,365      | 28,151,738                | 20,624            | 1.58%       | 115               | 11:1                    |  | 1,298                                   | 1,237                                   | -2.70%  | 95.30%                              |
| 2017                                | 1,330      | 28,663,542                | 21,552            | 4.50%       | 123               | 11:1                    |  | 1,284                                   | 1,203                                   | -1.08%  | 93.69%                              |
| 2018                                | 1,301      | 29,545,568                | 22,710            | 5.37%       | 122               | 11:1                    |  | 1,231                                   | 1,159                                   | -4.13%  | 94.15%                              |
| 2019                                | 1,268      | 29,881,275                | 23,566            | 3.77%       | 112               | 11:1                    |  | 1,239                                   | 1,160                                   | 0.65%   | 93.62%                              |
| 2020                                | 1,245      | 30,271,998                | 24,315            | 3.18%       | 112               | 11:1                    |  | 1,240                                   | 1,174                                   | 0.06%   | 94.70%                              |
| 2021                                | 1,195      | 31,348,658                | 26,233            | 7.89%       | 112               | 11:1                    |  | 1,190                                   | 1,132                                   | -4.01%  | 95.13%                              |
| 2022                                | 1,158      | 34,029,482                | 29,386            | 12.02%      | 113               | 11:1                    |  | 1,191                                   | 1,108                                   | 0.08%   | 93.03%                              |
| 2023                                | 1,179      | 35,480,478                | 30,094            | 2.41%       | 109               | 11:1                    |  | 1,164                                   | 1,078                                   | -2.27%  | 92.61%                              |
| 2024                                | 1,183      | 36,452,377                | 30,814            | 2.39%       | 109               | 11:1                    |  | 1,163                                   | 1,084                                   | -0.08%  | 93.23%                              |

Source: District records, ASSA and Schedules J-12, J-14

**Mainland Regional High School  
School Building Information,  
Last Ten Fiscal Years**

|                           | 2015    | 2016    | 2017    | 2018    | 2019    | 2020    | 2021    | 2022    | 2023    | 2024    |
|---------------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| <b>District Buildings</b> |         |         |         |         |         |         |         |         |         |         |
| <b>High School</b>        |         |         |         |         |         |         |         |         |         |         |
| Square Feet               | 252,500 | 252,500 | 252,500 | 252,500 | 252,500 | 252,500 | 252,500 | 252,500 | 252,500 | 252,500 |
| Capacity (students)       | 1,524   | 1,524   | 1,524   | 1,524   | 1,524   | 1,524   | 1,524   | 1,524   | 1,524   | 1,524   |
| Enrollment                | 1,385   | 1,365   | 1,330   | 1,301   | 1,226   | 1,239   | 1,195   | 1,158   | 1,179   | 1,183   |

Source: District Records, ASSA

**Mainland Regional High School**  
**General Fund**  
**Schedule of Required Maintenance for School Facilities,**  
**Last Ten Fiscal Years**  
*(Unaudited)*

**Undistributed Expenditures - Required Maintenance for School Facilities**

| <u>School Facilities</u>      | <u>Project # (s)</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> |
|-------------------------------|----------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Mainland Regional High School | N/A                  | 536,197     | 599,038     | 782,314     | 870,388     | 837,514     | 927,963     | 1,103,612   | 1,340,412   | 1,429,152   | 1,282,842   |
| Total School Facilities       |                      | 536,197     | 599,038     | 782,314     | 870,388     | 837,514     | 927,963     | 1,103,612   | 1,340,412   | 1,429,152   | 1,282,842   |
| Other Facilities              |                      |             |             |             |             |             |             |             |             |             |             |
| Grand Total                   |                      | 536,197     | 599,038     | 782,314     | 870,388     | 837,514     | 927,963     | 1,103,612   | 1,340,412   | 1,429,152   | 1,282,842   |

Source: 11-000-261-XXX

**Mainland Regional High School  
Insurance Schedule  
For the Fiscal Year Ended June 30, 2024  
(Unaudited)**

| Company   | Type of Coverage                       | Amount of Coverage | Deductible |
|---|--|--------------------|------------|
| Atlantic and Cape May Counties<br>School Business Officials<br>Joint Insurance Fund | Property- Blanket Building & Contents  |                    |            |
|   | Inland Marine                          | \$ 150,000,000     | \$ 500     |
|   | Crime                                  | 500,000            | 500        |
|   | General and Automobile Liability       | 20,000,000         | -          |
|   | Educator's Legal Liability             | 20,000,000         | -          |
|   | Workers Compensation                   | Statutory          | -          |
|   | Boiler and Machinery-Fleet             | 125,000,000        | 1,000      |
|   | Pollution Legal Liability              | 3,000,000          | 25,000     |
|   | Cyber Liability                        | 1,000,000          | 25,000     |
|   | Violent Malicious Acts                 | 1,000,000          | -          |
|   | Disater Management Services            | 2,000,000          | 15,000     |
|   | Unmanned Aerial Systems Liability      | 1,000,000          | -          |
| Selective Insurance Company   | Commerical Umbrella Liability (shared) | 50,000,000         | -          |
|   | Business Administrator/Board Secretary | 100,000            | -          |
| Bollinger Insurance Company   | Student Accident Insurance             |                    |            |
|   | Full Excess Coverage                   |                    |            |
|   | Accident Medical Coverage              | 5,000,000          | -          |

Source: District Insurance Policies

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**SINGLE AUDIT SECTION**

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K-1

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

The Honorable President and  
Members of the Board of Education  
Mainland Regional High School District  
County of Atlantic, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Mainland Regional High School District, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Mainland Regional High School District's basic financial statements, and have issued our report thereon dated December 6, 2024.

**Report on Internal Control over Financial Reporting**

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

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

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

**Report on Compliance and Other Matters**

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

**Purpose of this Report**

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

*Ford, Scott & Associates, L.L.C.*  
FORD, SCOTT & ASSOCIATES, L.L.C.  
CERTIFIED PUBLIC ACCOUNTANTS

*Michael S. Garcia*

Michael S. Garcia  
Certified Public Accountant  
Licensed Public School Accountant  
No. 2080

December 6, 2024



K-2

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB UNIFORM  
GUIDANCE AND NEW JERSEY OMB CIRCULAR 15-08**

Honorable President and  
Members of the Board of Education  
Mainland Regional High School District  
County of Atlantic, New Jersey

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

**Opinion on Each Major Federal & State Program**

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

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

**Basis for Opinion on Each Major Federal & State Program**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and NJ OMB 15-08. Our responsibilities under those standards and the Uniform Guidance 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 Mainland Regional High School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the Mainland Regional High School District's compliance with the requirements referred to above.

## Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to its 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 Mainland Regional High School District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance and NJ OMB 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Mainland Regional High School District's compliance with the requirements of each major federal or state program as a whole.

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

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

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

## Other Matters

The results of our auditing procedures disclosed no instances of noncompliance which are required to be reported in accordance with the Uniform Guidance or NJ OMB 15-08.

## 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 paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. 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 have not been identified.

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

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

*Ford, Scott & Associates, L.L.C.*  
FORD, SCOTT & ASSOCIATES, L.L.C.  
CERTIFIED PUBLIC ACCOUNTANTS

*Michael S. Garcia*

Michael S. Garcia  
Certified Public Accountant  
Licensed Public School Accountant  
No. 2080

December 6, 2024

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**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Schedule of Expenditures of State Financial Assistance**  
**For the Fiscal Year Ended June 30, 2024**

| State Grantor/Program Title                                 | Grant or State Project Number | Grant Period | Award Amount    | Balance at June 30, 2023            |                | Carryover (Walkover) Amount | Cash Received | Budgetary Expenditures | Repayment of Prior years' Balances | Balance at June 30, 2024 |                  | Due to Grantor | Budgetary Receivable | Cumulative Total Expenditures |
|---|-------------------------------|--------------|-----------------|-------------------------------------|----------------|-----------------------------|---------------|------------------------|------------------------------------|--------------------------|------------------|----------------|----------------------|-------------------------------|
|   |                               |              |                 | Deferred Revenue (Accts Receivable) | Due to Grantor |                             |               |                        |                                    | (Accounts Receivable)    | Deferred Revenue |                |                      |                               |
| State Department of Education                               |                               |              |                 |                                     |                |                             |               |                        |                                    |                          |                  |                |                      |                               |
| General Fund:   |                               |              |                 |                                     |                |                             |               |                        |                                    |                          |                  |                |                      |                               |
| State Aid - Public Cluster:                                 |                               |              |                 |                                     |                |                             |               |                        |                                    |                          |                  |                |                      |                               |
| Equalization Aid  | 24-495-034-5120-078           | 7/1/2023     | \$ 6,400,807.00 |                                     |                |                             | 6,400,807.00  | (6,400,807.00)         |                                    |                          |                  |                | 605,121.15           | 6,400,807.00                  |
| Special Education Aid                                       | 24-495-034-5120-089           | 7/1/2023     | 935,206.00      |                                     |                |                             | 935,206.00    | (935,206.00)           |                                    |                          |                  |                | 88,412.75            | 935,206.00                    |
| Security Aid  | 24-495-034-5120-084           | 7/1/2023     | 43,566.00       |                                     |                |                             | 43,566.00     | (43,566.00)            |                                    |                          |                  |                | 4,118.65             | 43,566.00                     |
| School Choice Aid   | 24-495-034-5120-068           | 7/1/2023     | 504,477.00      |                                     |                |                             | 504,477.00    | (504,477.00)           |                                    |                          |                  |                | 47,692.38            | 504,477.00                    |
| Total State Aid - Public Cluster                            |                               |              |                 | -                                   | -              | -                           | 7,884,056.00  | (7,884,056.00)         | -                                  | -                        | -                | -              | 745,344.93           | 7,884,056.00                  |
| Transportation Aid  | 24-495-034-5120-014           | 7/1/2023     | 301,868.00      |                                     |                |                             | 301,868.00    | (301,868.00)           |                                    |                          |                  |                | 28,538.08            | 301,868.00                    |
| Non-Public Transportation Aid                               | N/A                           | 6/30/2023    | 23,246.00       |                                     |                |                             | 23,246.00     | (23,246.00)            |                                    |                          |                  |                |                      | 23,246.00                     |
| Non-Public Transportation Aid                               | N/A                           | 7/1/2022     | 5,616.00        | (5,616.00)                          |                |                             | 5,616.00      |                        |                                    |                          |                  |                |                      | 5,616.00                      |
| Extraordinary Aid   | 24-100-034-5120-473           | 6/30/2024    | 252,126.00      |                                     |                |                             |               | (252,126.00)           |                                    |                          |                  |                |                      | 252,126.00                    |
| Extraordinary Aid   | 23-100-034-5120-473           | 6/30/2023    | 132,881.00      | (132,881.00)                        |                |                             | 132,881.00    |                        |                                    |                          |                  |                |                      | 132,881.00                    |
| Reimbursed TPAF Social Security Contributions               | 24-495-034-5095-003           | 7/1/2023     | 891,537.08      |                                     |                |                             | 891,537.76    | (891,537.08)           |                                    |                          |                  |                |                      | 891,537.08                    |
| Security Contributions                                      | 23-495-034-5095-003           | 7/1/2022     | 871,503.77      | (43,315.80)                         |                |                             | 43,315.80     |                        |                                    |                          |                  |                |                      | 871,503.77                    |
| On-Behalf TPAF Pension Contributions                        | 24-495-034-5095-002           | 7/1/2023     | 4,204,088.00    |                                     |                |                             | 4,204,088.00  | (4,204,088.00)         |                                    |                          |                  |                |                      | 4,204,088.00                  |
| On-Behalf TPAF Long-Term Disability Insurance Contributions | 24-495-034-5095-004           | 7/1/2023     | 841.00          |                                     |                |                             | 841.00        | (841.00)               |                                    |                          |                  |                |                      | 841.00                        |
| On-Behalf TPAF Post-Retirement Contrib.                     | 24-495-034-5095-001           | 7/1/2023     | 1,144,199.00    |                                     |                |                             | 1,144,199.00  | (1,144,199.00)         |                                    |                          |                  |                |                      | 1,144,199.00                  |
| Total General Fund  |                               |              |                 | (181,812.80)                        | -              | -                           | 14,568,097.56 | (14,701,961.08)        | -                                  | -                        | -                | -              | 773,883.01           | 15,711,961.85                 |
| Special Revenue Fund:                                       |                               |              |                 |                                     |                |                             |               |                        |                                    |                          |                  |                |                      |                               |
| Climate Awareness Education                                 | N/A                           | 7/1/2022     | 6,660.00        | (594.48)                            |                |                             | 594.48        |                        |                                    |                          |                  |                |                      | 4,305.49                      |
| Nonpublic STEM  | N/A                           | 6/30/2023    | 11,643.20       | (8,284.13)                          |                |                             | 8,284.13      |                        |                                    | 0.00                     |                  |                |                      | 8,284.13                      |
| SDA Emergent Capital Grant                                  | N/A                           | 7/1/2023     | 31,810.00       |                                     |                |                             | 31,810.00     | (31,810.00)            |                                    |                          |                  |                |                      | 31,810.00                     |
| Total Special Revenue Fund                                  |                               |              |                 | (8,888.61)                          | -              | -                           | 40,678.61     | (31,810.00)            | -                                  | -                        | -                | -              |                      | 44,389.62                     |
| Debt Service Fund:  |                               |              |                 |                                     |                |                             |               |                        |                                    |                          |                  |                |                      |                               |
| Debt Service Aid Type II                                    | 24-495-034-5120-075           | 7/1/2023     | 1,029,822.00    |                                     |                |                             | 1,029,822.00  | (1,029,822.00)         |                                    |                          |                  |                |                      | 1,029,822.00                  |
| Total Debt Service Fund                                     |                               |              |                 | -                                   | -              | -                           | 1,029,822.00  | (1,029,822.00)         | -                                  | -                        | -                | -              |                      | 1,029,822.00                  |
| State Department of Agriculture                             |                               |              |                 |                                     |                |                             |               |                        |                                    |                          |                  |                |                      |                               |
| Enterprise Fund:  |                               |              |                 |                                     |                |                             |               |                        |                                    |                          |                  |                |                      |                               |
| School Breakfast Program (State Share)                      | 24-100-010-3350-023           | 7/1/2024     | 353.30          |                                     |                |                             | 259.25        | (353.30)               |                                    |                          | (94.05)          |                |                      | 353.30                        |
| School Breakfast Program (State Share)                      | 23-100-010-3350-023           | 7/1/2022     | 233.40          | (45.30)                             |                |                             | 45.30         |                        |                                    |                          |                  |                |                      | 233.40                        |
| National School Lunch Program (State Share)                 | 23-100-010-3350-023           | 7/1/2022     | 5,254.61        | (942.45)                            |                |                             | 942.45        |                        |                                    |                          |                  |                |                      | 5,254.61                      |
| National School Lunch Program (State Share)                 | 24-100-010-3350-023           | 7/1/2023     | 6,908.24        |                                     |                |                             | 5,683.81      | (6,908.24)             |                                    |                          | (1,224.43)       |                |                      | 6,908.24                      |
| Total Enterprise Fund                                       |                               |              |                 | (897.75)                            | -              | -                           | 6,930.81      | (7,261.54)             | -                                  | -                        | (1,318.48)       | -              | -                    | 12,749.55                     |
| Total State Financial Assistance                            |                               |              | \$              | (191,669.16)                        | -              | -                           | 15,645,528.98 | (15,770,854.62)        | -                                  | -                        | (316,994.80)     | -              | 773,883.01           | 16,798,933.02                 |
| Less: On-behalf Pension Contributions                       |                               |              |                 |                                     |                |                             |               |                        |                                    |                          |                  |                |                      |                               |
| TPAF Pension Contributions                                  |                               |              |                 |                                     |                |                             |               |                        |                                    |                          |                  |                |                      |                               |
| TPAF Long-Term Disability Insurance Contributions           |                               |              |                 |                                     |                |                             |               |                        |                                    |                          |                  |                |                      |                               |
| TPAF Post-Retirement Contrib                                |                               |              |                 |                                     |                |                             |               |                        |                                    |                          |                  |                |                      |                               |
| (10,421,726.62)   |                               |              |                 |                                     |                |                             |               |                        |                                    |                          |                  |                |                      |                               |

The accompanying Notes to Schedules of Expenditures of Awards and Financial assistance are an integral part of this schedule.



**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Notes to the Schedules of Financial Assistance**  
**June 30, 2024**

**Note 1: General**

The accompanying schedules of financial assistance present the activity of all federal and state financial assistance programs of the Board of Education, Mainland Regional High School District. The Board of Education is defined in Note 1(A) to the Board's basic financial statements. All federal financial assistance received directly from federal agencies, as well as federal financial assistance passed through other government agencies is included on the schedule of federal financial assistance.

**Note 2: Basis of Accounting**

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular Uniform Guidance, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10% de minimis indirect cost rate.

**Note 3: Relationship to Basic Financial Statements**

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to P.L. 2003, c.97.(A3521). For GAAP purposes that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$13,967.99 for the general fund and \$(118,679.10) for the special revenue fund. See the Notes to the 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 basic financial statements on a GAAP basis as presented in the tables below:

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**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Notes to the Schedules of Financial Assistance**  
**June 30, 2024**  
**(Continued)**

|   | <u>General fund</u>     | <u>Special Revenue<br/>Fund</u> | <u>Debt Service<br/>fund</u> | <u>Food Service<br/>fund</u> | <u>Total</u>         |
|---|-------------------------|---------------------------------|------------------------------|------------------------------|----------------------|
| <b>State Assistance:</b>  |                         |                                 |                              |                              |                      |
| Actual amounts (budgetary) "revenues"<br>from the Schedule of Expenditures of<br>State Financial Assistance                 | \$ 14,701,961.08        | \$ 31,810.00                    | 1,029,822.00                 | 7,261.54                     | 15,770,854.62        |
| Difference – budget to "GAAP"   |                         |                                 |                              |                              |                      |
| State aid payment recognized for<br>GAAP statements in the current year,<br>previously recognized for budgetary<br>purposes | 787,851.00              |                                 |                              |                              | 787,851.00           |
| State aid payment recognized for<br>budgetary purposes, not recognized for<br>GAAP statements until the subsequent<br>year. | (773,883.01)            |                                 |                              |                              | (773,883.01)         |
| Total State revenue as reported on the<br>statement of revenues, expenditures<br>and changes in fund balances               | <u>\$ 14,715,929.07</u> | <u>31,810.00</u>                | <u>1,029,822.00</u>          | <u>7,261.54</u>              | <u>15,784,822.61</u> |

**MAINLAND REGIONAL HIGH SCHOOL DISTRICT**  
**Notes to the Schedules of Financial Assistance**  
**June 30, 2024**  
**(Continued)**

|                                       | General<br>Fund     | Special Revenue<br>Fund | Food Service<br>Fund | Total               |
|---------------------------------------|---------------------|-------------------------|----------------------|---------------------|
| <b>Federal Assistance:</b>            |                     |                         |                      |                     |
| Actual amounts (budgetary)            |                     |                         |                      |                     |
| "revenues" from the Schedule of       |                     |                         |                      |                     |
| Expenditures of Federal Awards        | \$ 22,210.38        | 1,542,152.43            | 224,997.42           | 1,789,360.23        |
| <br>Difference - budget to "GAAP"     |                     |                         |                      |                     |
| Grant accounting budgetary            |                     |                         |                      |                     |
| basis differs from GAAP in that       |                     |                         |                      |                     |
| encumbrances are recognized as        |                     |                         |                      |                     |
| expenditures, and the related         |                     |                         |                      |                     |
| revenue is recognized.                | -                   | (118,679.10)            | -                    | (118,679.10)        |
| <br>Total Federal revenue as reported |                     |                         |                      |                     |
| on the statement of revenue,          |                     |                         |                      |                     |
| expenditures, and changes in fund     |                     |                         |                      |                     |
| balances                              | <u>\$ 22,210.38</u> | <u>1,423,473.33</u>     | <u>224,997.42</u>    | <u>1,670,681.13</u> |

**Note 4: Relationship to Federal and State Financial Reports**

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

**Note 5: Other**

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

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

K-6

**Section I -- Summary of Auditor's Results**

***Financial Statement***

|   |                   |                      |               |
|---|-------------------|----------------------|---------------|
| Type of auditor's report issued                       | <u>Unmodified</u> |                      |               |
| Internal control over financial reporting:            |                   |                      |               |
| • Material weakness(es) identified?                   | _____ yes         | _____ <u>X</u> _____ | no            |
| • Significant deficiency(ies) identified?             | _____ yes         | _____ <u>X</u> _____ | none reported |
| Noncompliance material to financial statements noted? | _____ yes         | _____ <u>X</u> _____ | no            |

***Federal Awards***

|   |           |                      |               |
|---|-----------|----------------------|---------------|
| Internal Control over major programs:     |           |                      |               |
| • Material weakness(es) identified?       | _____ yes | _____ <u>X</u> _____ | no            |
| • Significant deficiency(ies) identified? | _____ yes | _____ <u>X</u> _____ | none reported |

|   |                   |                      |    |
|---|-------------------|----------------------|----|
| Type of auditor's report issued on compliance major programs  | <u>Unmodified</u> |                      |    |
| Any audit findings disclosed that are required to be reported in accordance with OMB Uniform Guidance | _____ yes         | _____ <u>X</u> _____ | no |

Identification of major programs:

Assistance Listing / FEIN Number(s)

Name of Federal Program or Cluster

\_\_\_\_\_

84.425U / S425U210027

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

American Rescue Plan - Elementary and Secondary Schools  
Emergency Relief Fund (ARP-ESSER)

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

Dollar Threshold used to distinguish between type A and type B programs:

\$ 750,000

|  |                      |     |          |
|--|----------------------|-----|----------|
| Auditee qualified as low-risk auditee? | _____ <u>X</u> _____ | yes | _____ no |
|--|----------------------|-----|----------|

## State Awards

Internal Control over major programs:

- Material weakness(es) identified? ☐ yes ☒ no
- Significant deficiency(ies) identified? ☐ yes ☒ none reported

Type of auditor's report issued on compliance major programs

Unmodified

Any audit findings disclosed that are required to be reported in accordance with OMB Circular 15-08

☐ yes ☒ no

Identification of major programs:

GMS Number(s)

Name of State Program

24-495-034-5120-014

Transportation Aid

24-495-034-5095-003

Reimbursed TPAF Social Security Contributions

24-495-034-5120-075

Debt Service Aid - Type II

Dollar Threshold used to distinguish between type A and type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

☒ yes ☐ no

**MAINLAND REGIONAL BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

**Exhibit K-6**

***Section II - Financial Statement Findings***

NONE

***Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs***

NONE

**Exhibit K-7**

**STATUS OF PRIOR YEAR FINDINGS**

NONE