

SCHOOL DISTRICT  
OF  
MANALAPAN - ENGLISHTOWN  
OF MONMOUTH COUNTY

Manalapan-Englishtown Regional School District  
Township of Manalapan  
and the  
Borough of Englishtown

ANNUAL COMPREHENSIVE FINANCIAL REPORT  
Fiscal Year Ended June 30, 2024

ANNUAL COMPREHENSIVE  
FINANCIAL REPORT

of the

Manalapan-Englishtown Regional School District  
of Monmouth County

Englishtown, New Jersey

For the Fiscal Year Ended June 30, 2024

Prepared by

Manalapan-Englishtown Regional School District  
Finance Department

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## INTRODUCTORY SECTION



*Serving With Pride The  
Township of Manalapan  
and the  
Borough of Englishtown*

*Nicole Santora, Ed.D.  
Superintendent*

*Veronica Wolf  
Board Secretary*

**BUSINESS OFFICE**

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December 12, 2024

Honorable President and  
Members of the Board of Education  
Manalapan-Englishtown Regional School District  
County of Monmouth, New Jersey

Dear Board Members/Citizens:

It is with pleasure that we submit the Annual Comprehensive Financial Report (ACFR) of the Manalapan-Englishtown Regional School District for the fiscal year ended June 30, 2024. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with Management of the District. To the best of our knowledge and belief, data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities, including the Management's Discussion and Analysis have been included.

**The Annual Comprehensive Financial Report is presented in four sections as follows:**

- The Introductory Section contains a Table of Contents, Letter of Transmittal, Roster of Officials, and an Organizational Chart of the School District;
- The Financial Section begins with the Independent Auditors' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements and Notes providing an overview of the School District's financial position and operating results, and other schedules providing detailed budgetary information;
- The Statistical Section includes selected economic and demographic information, financial trends, and the fiscal capacity of the School District, generally presented on a multi-year basis;
- The Single Audit Section – The District is required to undergo an annual audit in conformity with the provisions of the Single Audit Act of 1996, OMB Circular Uniform Guidance and NJ OMB 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid". Information related to this single audit, including the independent auditor's report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, is included in the single audit section of this report.

**SCHOOL DISTRICT ORGANIZATION**

The Manalapan-Englishtown Regional School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards. All funds of the District are included in this report. The Manalapan-Englishtown Regional Board of Education and all its schools constitute the District's



reporting entity. The District has maintained a high quality of education, even though it is one of the largest K-8 districts in Monmouth County.

The Manalapan-Englishtown Regional School District serves the children of the Township of Manalapan and the Borough of Englishtown. The District provides a full range of programs and services appropriate to grades Pre-K through 8. An early learning center (The John I. Dawes Early Learning Center) houses the pre-K and kindergarten programs. Two elementary schools (Milford Brook and Taylor Mills) house grades K-5. Clark Mills, Lafayette Mills, and Wemrock Brook house grades 1 through 5. The Pine Brook School houses grade 6. The Manalapan-Englishtown Middle School (MEMS) houses grades 7 and 8.

Supervising district-wide goals is a district superintendent, an assistant superintendent for curriculum and human resources, a business administrator, three district-wide curriculum supervisors, a supervisor of special projects, a director of special education and two supervisors of special education. The Early Learning Center has its own principal and assistant principal. Each elementary school has its own principal and one assistant principal. Pine Brook has one principal and one assistant principal. The middle school has one principal and two assistant principals.

The Board of Education, composed of nine members, each elected to 3-year terms, meets on the first and third Tuesday of each month to determine district goals and priorities and conduct the business of the Board of Education. The Board of Education utilizes a committee structure as well as operates as a committee of the whole. All committees of the whole meetings are open to the public and begin at 7:30 p.m. and conclude at 11:30 p.m. unless the board passes a resolution to extend the meeting.

Ad-hoc advisory committees composed of representatives from the community; administration, PTA's, PTO's and Booster Club and the Township and Borough are sometimes formed to provide the Board of Education with information and input on specific issues. In the 2023-2024 school year, the Board of Education had Ad-Hoc committees for the relocation of polling locations that were located within district schools and for a possible referendum. Additionally, the district continued to seek input from community members and the PTA's regarding curriculum program offerings, and efficient use of Elementary and Secondary School Emergency Relief (ESSER) grant funds as required by the US Department of Education guidelines. PTA's, PTO's and the Booster Club are highly active in the District and provide community support for a variety of programs and activities for the children.

To maintain communication with the various constituent groups, the District mainly utilizes its website and Facebook page. The website is updated regularly with important information for parents, such as school closures, delayed openings, medical/health alerts, new curriculum initiatives, and more. Budget information can also be found on the website. The District also communicates with parents via Blackboard Mass Notifications, a system that provides both phone and email contact options. The ability to contact the entire parent population within twenty minutes about changes in the school day, i.e., early closure, or to be able to update them in an emergency situation, is a vital component in ensuring that our communication efforts are timely, accurate, and effective.

## **EDUCATIONAL PROGRAM**

Each of the schools in the district follows the district-wide goals and educational approaches to the teaching of children, while maintaining a unique personality that makes up that particular school.

In early 2024, the New Jersey Department of Education released its yearly Taxpayers' Guide to Education Spending for all school districts in the State. The guide compares districts with those who are similar in enrollment/configurations. The information on expenditures was taken from certified budgets on file with the State Department of Education. This report shows that the district spends \$17,292 per pupil while the average costs for similar districts are \$19,457. Of the 72 K-8 school districts in the state with enrollments

exceeding 751 children, Manalapan-Englishtown Regional ranked 19th lowest in total budgetary cost per pupil.

The following table presents the actual historical pupil enrollment, as of October 15, for the school years 2014-15 through 2023-24.

Enrollment	
School Year	As of October 15
2013-14	5,027
2014-15	5,108
2015-16	4,992
2016-17	4,987
2017-18	4,989
2018-19	4,975
2019-20	4,889
2020-21	4,642
2021-22	4,627
2022-23	4,679
2023-24	4,615

## ECONOMIC CONDITION AND OUTLOOK

Monmouth County is steeped in history from pre-revolutionary times to the present day. Rich in natural resources, Monmouth's deep forests, rolling countryside and miles of beautiful sandy beaches offer a perfect backdrop for the vast variety of recreational, cultural and leisure opportunities in the area. The County has horse country and thriving agricultural industry in the west, beaches and seaside resorts in the east, and a booming business community throughout. The Manalapan-Englishtown Regional School District serves students from a wide range of socioeconomic backgrounds.

Monmouth County is located in the center of the state approximately 47 miles south of New York City and 55 miles east of Philadelphia. Newark Liberty International Airport is just 40 minutes away. The public and private transportation systems include more than 2,600 miles of rails and roads, making the County accessible to virtually all of New Jersey as well as nearby New York and Philadelphia.

The District, along with all of the other public school systems in the state, will continue to face difficult economic situations in the future since the primary funding source is and will continue to be property tax revenue. The proposed budget for the fiscal year 2023-2024 was approved on May 2, 2023. Overall tax revenue for 2023-2024 was increased by 3.77%, but the increased expenditures from the growing cost of contractual salary increases, employee health care, increases in the contributions to the retirement system, and rising insurance premiums have outpaced the additional revenue. We recognize that the state is in a financial crisis and want to assure our residents that the Manalapan-Englishtown Regional School District is doing its part to maintain a responsible budget. The passage of school funding reform bill S2 has had a significant impact on the District's finances. The District will continue to investigate ways of addressing the anticipated significant reductions in state aid. The District's administration closely monitors the cost of operations and continues to look for new funding sources in order to maintain the quality education services that the district has been accustomed to providing. Manalapan-Englishtown Regional School's Foundation and the Manalapan-Englishtown Regional School District's PTA's donated generously during the 2023-2024 school year.



## **MAJOR INITIATIVES**

The Manalapan-Englishtown Regional Schools has completed several phases of its One to One Digital Conversion Initiative. During the 2023-2024 school year additional Chromebook carts were introduced so every child had access to a Chromebook in second through eighth grade. In Kindergarten and first grade, all students had access to an IPAD or Chromebook. We also made sure to provide wireless services to those families in need. We have continued to uphold this for the 2023-2024 school year.

## **CAPITAL IMPROVEMENTS**

During the 2023-2024 school year the following capital improvements which were started in the 2022-2023 school year were completed:

- HVAC improvements at various buildings across the district
- Total replacement of the aging district-wide phone system utilizing Stabilization Aid funding that was awarded to the district by the New Jersey Department of Education

## **FUTURE CONCERNS**

Since 2019, we have had to eliminate administrative, instructional, and support positions, replace full time employees with part-time employees, discontinue various physical plant projects, and reduce necessary purchases and supplies. We have changed hiring practices, staff health benefit plans, and health coverage waiver incentives. In addition, we can no longer support certain activities without the help of the community, including non-curricular based field trips, extracurricular activities, eighth grade graduation, and usage of our buildings and fields.

We are truly proud of the education and the school environment we are able to provide to the children of the Manalapan-Englishtown Regional School District and we feel we are one of the best districts in the state. S2 is making it extremely difficult to keep our tradition of excellence. So far, our staff and community has taken the brunt of the effects of S2 so our students have not had to. However, as we still have this year and another year of cuts ahead of us, we will not be able to shield our students from this impact any longer as we look at more cuts to our staffing and our instructional supports.

## **INTERNAL CONTROLS**

Management of the district is responsible for establishing and maintaining an internal control system 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.

## BUDGETARY CONTROLS

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipalities. Annual appropriated budgets are adopted for the general fund, the special revenue funds, and the debt service fund. The final budget amount as amended for the fiscal year is reflected in the financial section. An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriations of fund balance in the subsequent year.

## CASH MANAGEMENT

The investment policy of the District is guided in large part by state statute as detailed in Notes to the Basic Financial Statements, Note 3. The District has adopted a cash management plan, which requires it to deposit public funds in public depositories protected from loss under the provision of the Governmental Unit 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.

## 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, fidelity bonds and worker's compensation. A schedule of insurance coverage is found in Exhibit J-20.

## INDEPENDENT AUDIT

State statutes require an annual audit by independent certified public accountants. The accounting firm of Jump, Perry & Company, L.L.P. 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 requirements of the Single Audit Act of 1996, OMB Circular Uniform Guidance and NJ OMB 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid". The auditors' report on the basic financial statements and specific required supplemental information is included in the financial section of this report. The auditors' reports related specifically to the single audit are included in the single audit section of this report.

## ACKNOWLEDGMENTS

We would like to express our appreciation to the members of the Manalapan-Englishtown Regional School District 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,

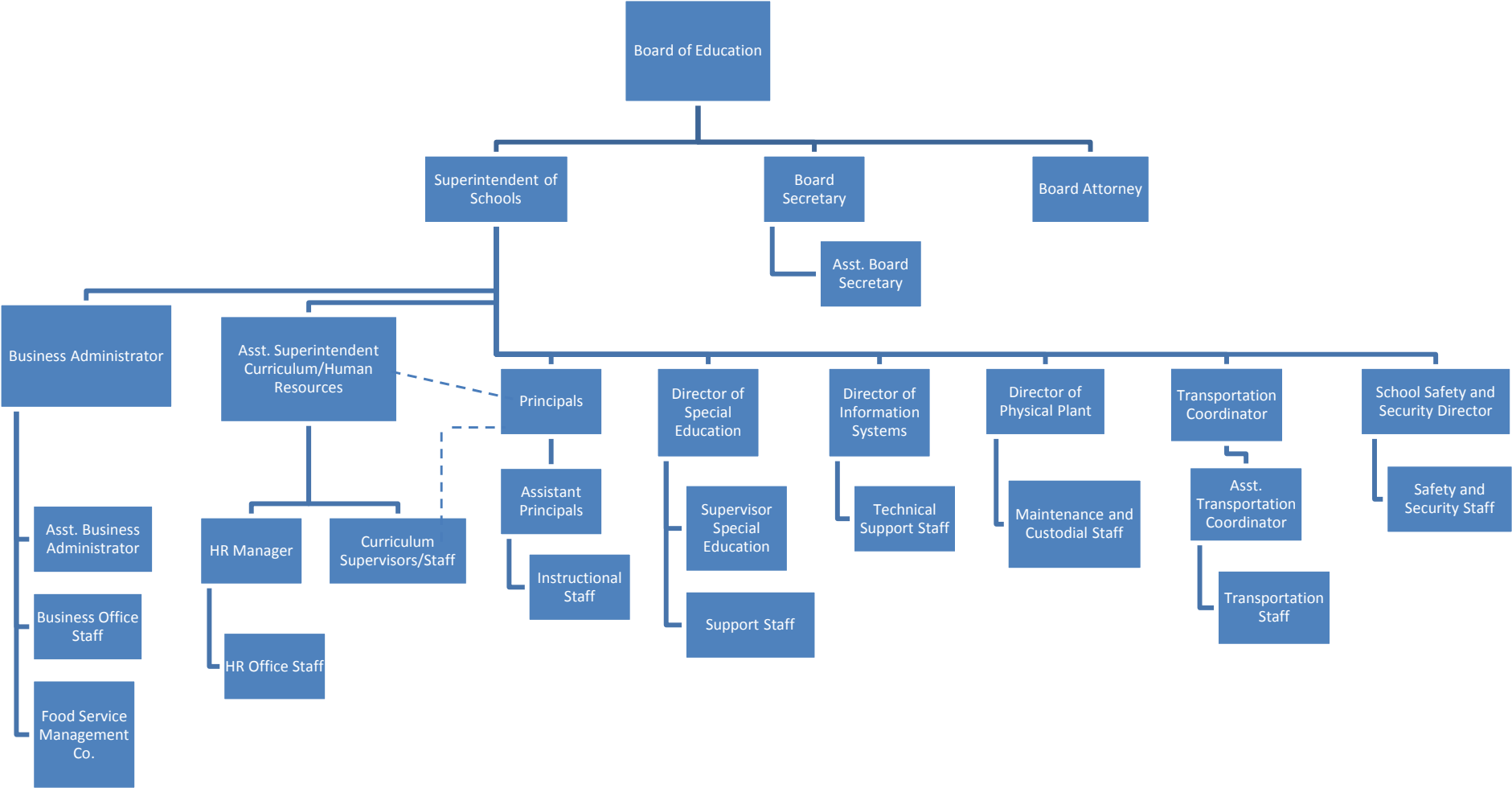


Nicole Santora, Ed.D.  
Superintendent



Veronica Wolf  
Board Secretary/School Business Administrator

# Manalapan-Englishtown Regional School District Organizational Chart



Last Updated/Approved:  
5/19/2020

Manalapan-Englishtown Regional School District  
Englishtown, New Jersey

Roster of Officials  
June 30, 2024

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Brian Graime, President	2024
David Ferber, Vice President	2024
David Kane	2025
Ryan Green	2025
Jesse Tossetti	2024
Christine Parisi	2025
Jamie Herr	2026
Kelly Lukacs	2026
Mark Santoro	2026

Other Officials

Nicole Santora, ED. D., Superintendent

Veronica Wolf, Business Administrator/Board Secretary

Kevin Slattery, Assistant Business Administrator/Assistant Board Secretary

Cleary, Giacobbe, Alfieri, Jacobs, LLC., Solicitor

Manalapan-Englishtown Regional School District  
Consultants and Advisors

Architect

Fraytak, Veisz, Hopkins, Duthie PC.  
1515 Lower Ferry Road  
Trenton, New Jersey 08618

Audit Firm

Jump, Perry and Company., L.L.P.  
12 Lexington Avenue  
Toms River, New Jersey 08753

Attorney

Cleary, Giacobbe, Alfieri, Jacobs, LLC.  
5 Ravine Drive  
Matawan, New Jersey 07747

Official Depository

PNC Bank  
109 Route 9  
Marlboro, New Jersey 07726

Financial Advisor

Phoenix Advisors, LLC.  
625 Farnsworth Avenue  
Bordentown, New Jersey 08505

Bond Council

Wilentz, Goldman & Spitzer, P.A.  
90 Woodbridge Center Dr., Suite 900  
Woodbridge, New Jersey 07095

## FINANCIAL SECTION



## INDEPENDENT AUDITOR'S REPORT

Honorable President and  
Members of the Board of Education  
Manalapan-Englishtown Regional School District  
County of Monmouth  
Englishtown, New Jersey

### Report on the Audit of the 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 Manalapan-Englishtown Regional School District in the County of Monmouth, State of New Jersey, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements 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 Manalapan-Englishtown Regional School District in the County of Monmouth, State of New Jersey as of June 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Manalapan-Englishtown Regional 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.

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

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Manalapan-Englishtown Regional 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 generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

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

### **Required Supplementary Information**

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

## Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise of Manalapan-Englishtown Regional School District's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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 nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## Other Information

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

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

## Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 12, 2024 on our consideration of Manalapan-Englishtown Regional 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 Manalapan-Englishtown Regional School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Manalapan-Englishtown Regional School District's internal control over financial reporting and compliance.

Respectfully Submitted,

Jump, Perry and Company L.L.P.  
Toms River, New Jersey

  
Kathryn Perry, Partner  
Licensed Public School Accountant  
No. CS 20CS00226400

December 12, 2024

## REQUIRED SUPPLEMENTARY INFORMATION - PART I

Manalapan-Englishtown Regional School District

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2024

Unaudited

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

**Financial Highlights**

Key financial highlights for June 30, 2024 are as follows:

Net position totaled \$58,433,719, which represents a (0.91) percent decrease from June 30, 2023.

General revenues accounted for \$80,537,828 in revenue or 81.97 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$17,712,134 or 18.03 percent of total revenues of \$98,249,962.

Total assets decreased by \$6,915,947 as current assets decreased by \$2,207,986 and capital assets, net decreased by \$4,707,961.

The School Board had \$98,784,068 in expenses; only \$17,712,134 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of \$80,537,828 were adequate to provide for these programs.

Among major funds, the General Fund had \$89,255,789 in revenues and other financing sources and \$91,339,455 in expenditures and transfers. The General Fund's balance decreased \$2,083,666 over June 30, 2023. The General Fund's balance is \$21,883,437.

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

The annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Manalapan-Englishtown Regional 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 School Board, presenting both an aggregate view of the School Board's finances and longer-term view of those finances. Fund financial statements provide the next level of detail. For government 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 Board's most significant funds with all other non-major funds presented in total in one column. In the case of Manalapan-Englishtown Regional School District, the General Fund is by far the most significant.

## **Reporting the School Board as a Whole**

### **Statement of Net Position and the Statement of Activities**

The Statement of Net Position and Statement of Activities provide information about the activities of the entire School District and are designed to provide readers with a broad overview of the District's finances, in a manner similar to private-sector business.

These statements include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into consideration all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's net position and changes in net position. The change in net position is important because it informs the reader that, for the School District as a whole, the financial position of the School District has improved or worsened. The causes of the change may be the result of many factors, some financial and some not. Non-financial factors include, but are not limited to, the District's property tax base, current laws in New Jersey restricting revenue growth, facility conditions, and required educational programs. In the Statement of Net Position and the Statement of Activities, the School Board is divided into two kinds of activities:

**Governmental Activities** - All of the School Board's programs and services are reported here including, instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

**Business-Type Activities** - This service is provided on a charge for goods or services basis to recover all the expense of the goods or services provided. The Food Service Fund is reported as a business activity.

### **Reporting the School Board's Most Significant Funds**

#### **Fund Financial Statement**

The Analysis of the School Board's major funds begins with Exhibit B-1. Fund financial reports provide detailed information about the School Board's major funds. The School Board's major governmental funds are the General Fund, Special Revenue Fund, and Debt Service Fund.

#### **Governmental Funds**

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

#### **Enterprise Fund**

The Enterprise Fund uses the same basis of accounting as business-type activities.

## The School Board as a Whole

The Statement of Net Position provides the financial perspective of the School Board as a whole.

Table 1 provides a summary comparison of the School Board's net position for June 30, 2024 and 2023.

Table 1

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

	<b>June 30, 2024</b>			<b>June 30, 2023</b>		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
<b>Assets:</b>						
Current and other assets	\$ 23,262,674	\$ 2,050,276	\$ 25,312,950	\$ 25,546,586	\$ 1,974,350	\$ 27,520,936
Capital assets, net	<u>73,207,756</u>	<u>260,187</u>	<u>73,467,943</u>	<u>77,911,241</u>	<u>264,663</u>	<u>78,175,904</u>
Total assets	96,470,430	2,310,463	98,780,893	103,457,827	2,239,013	105,696,840
Deferred outflow of resources	<u>1,945,963</u>	<u>-</u>	<u>1,945,963</u>	<u>2,759,591</u>	<u>-</u>	<u>2,759,591</u>
<b>Liabilities:</b>						
Current liabilities	1,502,925	726,899	2,229,824	1,631,636	686,686	2,318,322
Long-term liabilities outstanding	<u>36,792,902</u>	<u>-</u>	<u>36,792,902</u>	<u>41,584,360</u>	<u>-</u>	<u>41,584,360</u>
Total liabilities	38,295,827	726,899	39,022,726	43,215,996	686,686	43,902,682
Deferred inflow of resources	<u>3,270,411</u>	<u>-</u>	<u>3,270,411</u>	<u>5,585,924</u>	<u>-</u>	<u>5,585,924</u>
<b>Net position:</b>						
Net investment in capital assets	74,600,117	260,187	74,860,304	75,025,050	264,663	75,289,713
Restricted	17,500,609	-	17,500,609	17,229,132	-	17,229,132
Unrestricted	<u>(35,250,571)</u>	<u>1,323,377</u>	<u>(33,927,194)</u>	<u>(34,838,684)</u>	<u>1,287,664</u>	<u>(33,551,020)</u>
Total Net Position	<u>\$ 56,850,155</u>	<u>\$ 1,583,564</u>	<u>\$ 58,433,719</u>	<u>\$ 57,415,498</u>	<u>\$ 1,552,327</u>	<u>\$ 58,967,825</u>

The unrestricted net position is a negative balance due to the unfunded liabilities for compensated absences and PERS pension. The District expects to be able to fund these liabilities as they come due yearly.

The School Board's combined net position was \$58,433,719 on June 30, 2024. This is a change of (0.91)% from the previous year.

Table 2 provides a comparison analysis of School Board's changes in net position from fiscal years June 30, 2024 and 2023.

Table 2

Changes in Net Position

	June 30, 2024			June 30, 2023		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Revenues						
Program revenues:						
Charges for services	\$ 127,713	\$ 1,805,956	\$ 1,933,669	\$ 113,200	\$ 1,773,359	\$ 1,886,559
Operating and capital grants and contributions	15,075,112	703,353	15,778,465	15,291,640	828,066	16,119,706
General revenues:						
Property taxes	75,604,277	-	75,604,277	72,650,599	-	72,650,599
Federal and state aid	3,684,165	-	3,684,165	6,595,735	-	6,595,735
Investment earnings	466,020	34,437	500,457	45,887	1,326	47,213
Miscellaneous	748,929	-	748,929	1,006,020	-	1,006,020
Total revenues	95,706,216	2,543,746	98,249,962	95,703,081	2,602,751	98,305,832
Expenses						
Instructional services	60,077,768	-	60,077,768	56,209,726	-	56,209,726
Support services	35,636,500	2,512,509	38,149,009	35,759,551	2,437,908	38,197,459
Charter schools	44,556	-	44,556	43,246	-	43,246
Interest on long-term liabilities	512,735	-	512,735	420,129	-	420,129
Total expenses	96,271,559	2,512,509	98,784,068	92,432,652	2,437,908	94,870,560
Change in net position	(565,343)	31,237	(534,106)	3,270,429	164,843	3,435,272
Net position - beginning	57,415,498	1,552,327	58,967,825	54,145,069	1,387,484	55,532,553
Prior period adjustment	-	-	-	-	-	-
Net position - beginning restated	57,415,498	1,552,327	58,967,825	54,145,069	1,387,484	55,532,553
Net position - ending	\$ 56,850,155	\$ 1,583,564	\$ 58,433,719	\$ 57,415,498	\$ 1,552,327	\$ 58,967,825

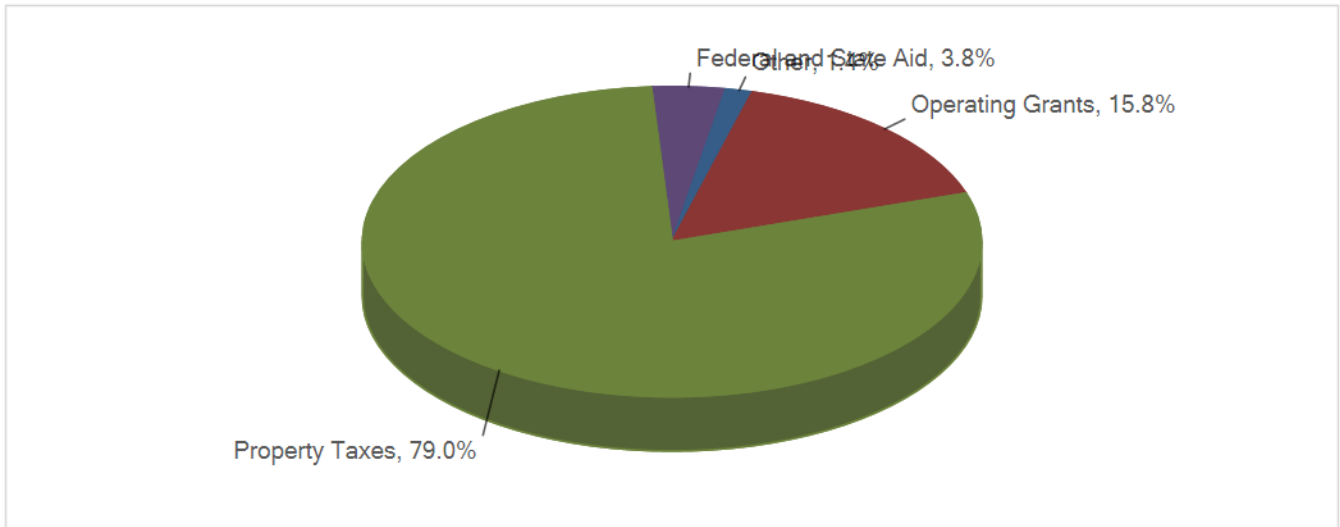
The tax levy increase was due in general to cover increased costs in salaries and benefits, utilities and the debt service. The Federal and State aid-restricted decreased due to the amount in grants available.

Regular instructional costs increased due to contractual decreases in salary and benefits as well as program maintenance and enhancements.

Other support services increased primarily due to the additional other purchased professional services from the Special Revenue Fund in prior year.



### Sources of Revenue for Fiscal Year 2023



### Expenses for Fiscal Year June 30, 2024

#### Business-Type Activities

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

Total Enterprise Fund revenues exceeded expenses by \$31,237.

Charges for services represent \$1,805,956 of revenue. This represents the amount paid by patrons for daily food service.

Federal and state reimbursements for meals, including interest, payments for free and reduced lunches and donated commodities was \$737,790.

#### Governmental Activities

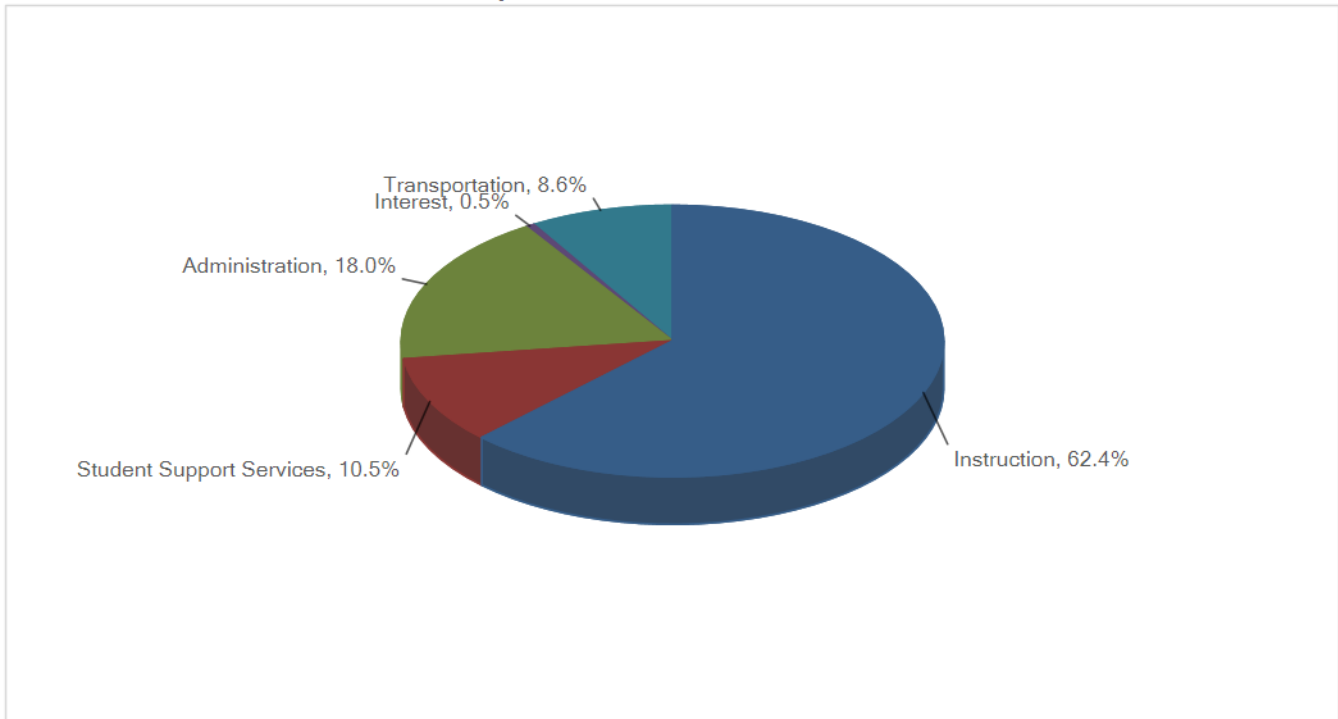
The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total costs of services and the net cost of services. The net cost shows the financial burden that was placed on the School District's taxpayers by each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

Table 3

Governmental Activities

	2024		2023	
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
Instruction	\$ 60,077,768	\$ 51,074,931	\$ 56,209,726	\$ 47,240,051
Support Services:				
Pupils and Instructional Staff	10,084,111	9,482,271	9,489,276	8,913,136
General Administration, School Administration, Business Operation and Maintenance of Facilities	17,357,064	13,686,466	18,494,340	14,507,615
Pupil Transportation	8,239,881	6,420,701	7,819,181	6,037,311
Interest and Fiscal Charges	<u>512,735</u>	<u>404,365</u>	<u>420,129</u>	<u>329,699</u>
Total Expenses	\$ <u>96,271,559</u>	\$ <u>81,068,734</u>	\$ <u>92,432,652</u>	\$ <u>77,027,812</u>

Expenses for Fiscal Year 2023



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

Extracurricular activities includes expenses related to student activities provided by the District which are designed to provide opportunities for students to participate in school and public events for the purpose of motivation, enjoyment, skill improvement, school spirit and leadership. Approximately 90% of the student population participates in 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 activities 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, to school curricular and athletic activities and field trips as provided by state law.

Interest and fiscal charges involve the transactions associated with the payment of interest and other related charges to debt of the District.

### The School Board's Funds

The School Board uses funds to control and manage money for particular purposes. The Fund's basic financial statements allow the School Board to demonstrate its stewardship over and accountability for resources received from the Borough of Englishtown, State of New Jersey and other entities. These statements also allow the reader to obtain more insight into the financial workings of the School Board, and assess further the School Board's overall financial health.

As the School Board completed the fiscal year ended June 30, 2024, it reported a combined fund balance of \$21,919,979, which is an decrease of \$2,156,441. The Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds, Exhibit B-2, presents the reader with a detailed explanation of the decrease in fund balance for the fiscal year.

The following schedule presents a summary of General Fund, Special Revenue Fund and Debt Service Fund revenues for the fiscal year ended June 30, 2024.

<u>Revenue</u>	<u>2024 Amount</u>	<u>Percent of Total</u>	<u>Increase/ (Decrease) from 2023</u>	<u>Percent of Increase/ (Decrease)</u>
Local Sources	\$ 76,946,939	80.40 %	\$ 3,131,233	4.24 %
State Sources	16,348,426	17.08	(2,572,700)	(13.60)
Federal Sources	2,410,851	2.52	(555,398)	(18.72)
Total	<u>\$ 95,706,216</u>	<u>100.00 %</u>	<u>\$ 3,135</u>	<u>- %</u>

The following schedule presents a summary of General Fund, Special Revenue Fund and Debt Service Fund expenditures for the fiscal year ended June 30, 2024.

<u>Expenditures</u>	<u>2024 Amount</u>	<u>Percent of Total</u>	<u>Increase/ (Decrease) from 2023</u>	<u>Percent of Increase/ (Decrease)</u>
Current Expenditures:				
Instruction	\$ 43,062,294	44.00 %	\$ 30,128	0.07 %
Undistributed Expenditures	50,063,158	51.16	1,829,058	3.79
Capital Outlay	1,007,777	1.03	(807,033)	(44.47)
Debt Service:				
Principal	3,070,000	3.14	115,000	3.89
Interest	<u>659,428</u>	<u>0.67</u>	<u>(50,426)</u>	<u>(7.10)</u>
Total	\$ <u>97,862,657</u>	<u>100.00 %</u>	\$ <u>1,116,727</u>	<u>1.15 %</u>

### General Fund Budgeting Highlights

The School Board's budget is prepared according to New Jersey law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

Over the course of the year, the School Board revises its budget as it attempts to take into consideration unexpected changes in revenue and expenditures.

A schedule showing the School Board's original and final budget compared with actual operating results is provided in Section C of the ACFR, entitled Budgetary Comparison Schedules. The School Board generally did better than had been budgeted in its General Fund since it practices conservative budgetary practices in which revenues are forecasted very conservatively and expenditures are budgeted with worst-case scenarios in mind.

The General Fund finished the fiscal year approximately \$7,913,238 better than had been budgeted in terms of expenditures. Revenue-wise, the General Fund fared about \$(468,233) less than expected. Both these amounts have been adjusted for the non-budgeted amounts reflected in the comparison schedule for reimbursed TPAF social security contributions and on-behalf TPAF post-retirement medical contributions.

The General Fund has restricted a portion of its Fund Balance. The restricted Fund Balance items are as follows:

Excess Surplus - Designated for Subsequent Year	
Expenditures	\$ 3,779,174
Capital Reserve	4,810,766
Maintenance Reserve	3,750,000
Unemployment compensation	854,433
Excess Surplus - Current Year	4,306,188

These restricted reserves are regulated as to their use by the State of New Jersey. Therefore, the Board places funds in the reserves in combination with the future financial needs of the District.

The expenditures were less due to cost containment by the Board even after the salary and benefit increases. General supplies were purchased at better prices than expected due to the school board joining other schools in cooperative bidding. The district also joined a co-op for energy consumption, which was done after the budget was struck. Through efforts made in finding jointures with other local districts, and increased students on district owned vehicles the district transportation costs were lowered for special needs students.

The revenue situation arose primarily because of tuition received from out of district students.

The excesses will be carried forward into the beginning fund balance from the 2023-2024 fiscal year and will be used to reduce the local tax levy for the 2025-2026 fiscal year.

## Capital Assets and Debt Administration

*Capital Assets.* At the end of the fiscal year June 30, 2024, the School Board had \$73,467,943 invested in land, buildings, and machinery and equipment.

Table 4

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

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 9,747,190	\$ 9,747,190	\$ -	\$ -	\$ 9,747,190	\$ 9,747,190
Building and Improvements	63,695,899	67,823,265	-	-	63,695,899	67,823,265
Machinery and Equipment	(235,333)	340,786	260,187	264,663	24,854	605,449
Total	<u>\$ 73,207,756</u>	<u>\$ 77,911,241</u>	<u>\$ 260,187</u>	<u>\$ 264,663</u>	<u>\$ 73,467,943</u>	<u>\$ 78,175,904</u>

During the current fiscal year, \$835,899 of capital assets were capitalized as additions. Increases in capital assets were offset by depreciation expense for the year.

*Debt Administration.* The District's long-term liabilities are as follows for the governmental and business-type activities:

	June 30, 2024	June 30, 2023
Bonds Payable (net)	\$ 16,290,000	\$ 19,360,000
Capital Leases payable	673,500	886,453
Pension Liability-PERS	17,155,847	18,685,046
Compensated Absences payable	<u>2,673,555</u>	<u>2,652,861</u>
Total long-term liabilities	<u>\$ 36,792,902</u>	<u>\$ 41,584,360</u>

For more detailed information, please refer to the Capital Assets and Long-term debt notes in the basic financial statements.

## Economic Factors and Next Year's Budget

For the 2023-2024 school year, the School Board was able to sustain its budget through the local tax levy, state education aid and local revenue sources. Approximately 19.60% of the School Board's revenue is from federal, state and local aid (restricted and not restricted), while 80.40% of total revenue is from local sources.

The \$(35,250,571) in unrestricted net position for all governmental activities represents the accumulated results of all past years' operations. It means that if the School Board had to pay off all bills today, including all of the School Board's non-capital liabilities (compensated absences, etc.), the School Board would have that much in value.

The 2023-2024 budget was adopted in March 2023 based in part on the state education aid the School Board anticipated receiving. Any future increases based on the enrollment formula, originally formulated to allocate state education aid amongst school boards, will be minimal. Future decreases in local revenue and state education aid will place additional burden on the Township of Manalapan and the Borough of Englishtown for increased aid.

The School Board anticipates a slight increase in enrollment for the 2024-2025 fiscal year. If the School Board were to experience a significant increase in enrollment with no appreciable increase in state aid for future budgets, the School Board will be faced with the following alternatives: (a) reduce programs and services, (b) increase local tax levy or (c) seek alternative sources of funding.

### **Contacting the School Board's Financial Management**

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or need additional information, you may contact the School Business Administrator/Board Secretary at Manalapan-Englishtown Regional School District, 54 Main Street, Englishtown, NJ, 07726.

## BASIC FINANCIAL STATEMENTS

**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Statement of Net Position**  
**June 30, 2024**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 20,839,291	\$ 1,895,682	\$ 22,734,973
Receivables, net	-	48,077	48,077
Receivables - state	1,247,342	6,577	1,253,919
Receivables - federal	489,566	79,741	569,307
Interfund receivable	620,891	-	620,891
Inventory	-	20,199	20,199
Miscellaneous accounts receivable	65,584	-	65,584
Capital assets, non-depreciable	9,747,190	-	9,747,190
Capital assets, depreciable, net	63,460,566	260,187	63,720,753
Total assets	<u>96,470,430</u>	<u>2,310,463</u>	<u>98,780,893</u>
<b>DEFERRED OUTFLOWS</b>			
Deferred outflows - PERS	1,945,963	-	1,945,963
Total deferred outflows	<u>1,945,963</u>	<u>-</u>	<u>1,945,963</u>
<b>LIABILITIES</b>			
Accounts payable	691,400	52,394	743,794
Accrued bond interest	160,230	-	160,230
Payroll deductions and withholding payable	191,977	-	191,977
Other current liabilities	200,468	-	200,468
Unearned revenue	258,850	53,614	312,464
Interfund payable	-	620,891	620,891
Noncurrent liabilities:			
Due within one year	3,356,126	-	3,356,126
Due beyond one year	33,436,776	-	33,436,776
Total liabilities	<u>38,295,827</u>	<u>726,899</u>	<u>39,022,726</u>
<b>DEFERRED INFLOWS</b>			
Deferred inflows - PERS	3,270,411	-	3,270,411
Total deferred inflows	<u>3,270,411</u>	<u>-</u>	<u>3,270,411</u>
<b>NET POSITION</b>			
Net investment in capital assets	74,600,117	260,187	74,860,304
Restricted for:			
Unemployment	854,433	-	854,433
Debt service	48	-	48
Other purposes	16,646,128	-	16,646,128
Unrestricted	(35,250,571)	1,323,377	(33,927,194)
Total net position	<u>\$ 56,850,155</u>	<u>\$ 1,583,564</u>	<u>\$ 58,433,719</u>



**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Statement of Activities**  
**For the Year Ended June 30, 2024**

		Program Revenues			Net (Expense) Revenue and Changes in Net Position		
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Governmental activities:</b>							
Current:							
Regular instruction	\$ 39,111,705	\$ 127,117	\$ 4,376,940	\$ -	\$ (34,607,648)	\$ -	\$ (34,607,648)
Special schools instruction	15,833,600	-	3,412,280	-	(12,421,320)	-	(12,421,320)
Other special instruction	5,130,783	-	1,084,460	-	(4,046,323)	-	(4,046,323)
Nonpublic school programs	1,680	-	2,040	-	360	-	360
Support services and undistributed costs:							
Tuition	1,233,463	-	-	-	(1,233,463)	-	(1,233,463)
Student & instruction related services	8,806,092	-	592,420	-	(8,213,672)	-	(8,213,672)
General administration	1,716,753	596	364,222	-	(1,351,935)	-	(1,351,935)
School administrative services	3,763,378	-	795,440	-	(2,967,938)	-	(2,967,938)
Central services	1,177,194	-	248,810	-	(928,384)	-	(928,384)
Administrative information technology	666,297	-	140,830	-	(525,467)	-	(525,467)
Plant operations & maintenance	10,033,442	-	2,120,700	-	(7,912,742)	-	(7,912,742)
Pupil transportation	8,239,881	-	1,819,180	-	(6,420,701)	-	(6,420,701)
Charter Schools	44,556	-	9,420	-	(35,136)	-	(35,136)
Interest on long-term debt	512,735	-	108,370	-	(404,365)	-	(404,365)
Total governmental activities	96,271,559	127,713	15,075,112	-	(81,068,734)	-	(81,068,734)
<b>Business-type activities:</b>							
Food service	2,512,509	1,805,956	703,353	-	-	(3,200)	(3,200)
Total business-type activities	2,512,509	1,805,956	703,353	-	-	(3,200)	(3,200)
Total primary government	\$ 98,784,068	\$ 1,933,669	\$ 15,778,465	\$ -	\$ (81,068,734)	\$ (3,200)	\$ (81,071,934)
<b>General revenues:</b>							
Taxes:							
Property taxes levied for general purpose					\$ 71,948,082	\$ -	\$ 71,948,082
Taxes levied for debt service					3,656,195	-	3,656,195
Federal and state aid - not restricted					3,623,087	-	3,623,087
Federal and State aid - restricted					61,078	-	61,078
Miscellaneous income					748,929	-	748,929
Investment earnings - restricted					466,020	34,437	500,457
Total general revenues					80,503,391	34,437	80,537,828
<b>Change in net position</b>					(565,343)	31,237	(534,106)
<b>Net position, July 1</b>					57,415,498	1,552,327	58,967,825
<b>Net position, June 30</b>					\$ 56,850,155	\$ 1,583,564	\$ 58,433,719

## MANALAPAN-ENGISHTOWN REGIONAL SCHOOL DISTRICT

Balance Sheet  
Governmental Funds  
June 30, 2024

	Major Funds			Total Governmental Funds
	General Fund	Special Revenue Fund	Debt Service Fund	
<b>ASSETS</b>				
Cash and cash equivalents	\$ 12,241,983	\$ 36,494	\$ 48	\$ 12,278,525
Due from other funds	806,096	-	-	806,096
Receivables from federal	-	489,566	-	489,566
Receivables from state	1,247,342	-	-	1,247,342
Miscellaneous accounts receivable	65,584	-	-	65,584
Restricted cash and cash equivalents	8,560,766	-	-	8,560,766
Total assets	<u>\$ 22,921,771</u>	<u>\$ 526,060</u>	<u>\$ 48</u>	<u>\$ 23,447,879</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	630,964	60,436	-	691,400
Interfund payable	-	185,205	-	185,205
Payroll deductions and withholding payable	191,977	-	-	191,977
Unearned revenue	14,925	243,925	-	258,850
Other current liabilities	200,468	-	-	200,468
Total liabilities	<u>1,038,334</u>	<u>489,566</u>	<u>-</u>	<u>1,527,900</u>
Fund Balances:				
Restricted for:				
Excess surplus	4,306,188	-	-	4,306,188
Excess surplus -- designated for				
Subsequent year's expenditures	3,779,174	-	-	3,779,174
Maintenance reserve account	3,750,000	-	-	3,750,000
Capital reserve account	4,810,766	-	-	4,810,766
Debt service fund	-	-	48	48
Capital projects	-	-	-	-
Unemployment compensation	854,433	-	-	854,433
Scholarships	-	414	-	414
Student activities	-	36,080	-	36,080
Assigned to:				
Other purposes	1,655,976	-	-	1,655,976
Designated by the BOE for				
subsequent year's expenditures	1,588,103	-	-	1,588,103
Unassigned, reported in:				
General fund	1,138,797	-	-	1,138,797
Total Fund balances	<u>21,883,437</u>	<u>36,494</u>	<u>48</u>	<u>21,919,979</u>
Total liabilities and fund balances	<u>\$ 22,921,771</u>	<u>\$ 526,060</u>	<u>\$ 48</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 financial resources and therefore are not reported in the funds.	73,207,756
Deferred outflows related to the PERS pension plan	1,945,963
Deferred inflows related to the PERS pension plan	(3,270,411)
Accrued bond interest	(160,230)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(36,792,902)
Net position of governmental activities	<u>\$ 56,850,155</u>

**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Statement of Revenues, Expenditures, And Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2024**

	General Fund	Special Revenue Fund	Debt Service Fund	Total Governmental Funds
<b>REVENUES</b>				
Local sources:				
Local tax levy	\$ 71,948,082	\$ -	\$ 3,656,195	\$ 75,604,277
Tuition charges	127,117	-	-	127,117
Interest on investments	409,122	-	-	409,122
Interest earned on capital and maintenance reserve funds	38,321	-	-	38,321
Interest earned on unemployment - restricted	18,577	-	-	18,577
Rental fees	76,522	-	-	76,522
Miscellaneous	378,236	294,767	-	673,003
Total - Local sources	72,995,977	294,767	3,656,195	76,946,939
State sources	16,198,734	149,692	-	16,348,426
Federal sources	61,078	2,349,773	-	2,410,851
Total revenues	89,255,789	2,794,232	3,656,195	95,706,216
<b>EXPENDITURES</b>				
Current:				
Regular instruction	24,172,946	1,745,759	-	25,918,705
Special education instruction	12,703,260	65,647	-	12,768,907
Other special instruction	4,373,002	-	-	4,373,002
Nonpublic school programs	-	1,680	-	1,680
Undistributed - current:				
Tuition	1,233,463	-	-	1,233,463
Student & instruction related services	8,407,113	-	-	8,407,113
General administration	849,194	867,559	-	1,716,753
School administrative services	3,725,406	-	-	3,725,406
Central services	1,177,194	-	-	1,177,194
Administrative information technology	666,297	-	-	666,297
Plant operations & maintenance	9,534,218	-	-	9,534,218
Pupil transportation	7,829,896	-	-	7,829,896
Other support services	-	-	-	-
Employee benefits	15,728,262	-	-	15,728,262
Transfer to charter schools	44,556	-	-	44,556
Debt service:				
Principal	-	-	3,070,000	3,070,000
Interest and other charges	-	-	659,428	659,428
Capital outlay	894,648	113,129	-	1,007,777
Total expenditures	91,339,455	2,793,774	3,729,428	97,862,657
Excess (Deficiency) of revenues over expenditures	(2,083,666)	458	(73,233)	(2,156,441)
Fund balance-July 1	23,967,103	36,036	73,281	24,076,420
Fund balance-June 30	\$ 21,883,437	\$ 36,494	\$ 48	\$ 21,919,979

**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Reconciliation of the Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances of Governmental Funds**  
**to the Statement of Activities**  
**For the Year Ended June 30, 2024**

**Total net change in fund balances - governmental funds (from B-2)** **\$ (2,156,441)**

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

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

Depreciation expense	5,503,155	
Capital outlays	<u>(799,670)</u>	(4,703,485)

In the Statement of Activities, the PERS pension expense is the amount paid plus net change in the Deferred Outflows, Deferred Inflows and pension liability as reported by the State of New Jersey.

3,098,584

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

3,070,000

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 change in accrued interest is an addition to the reconciliation.

1,240

In the Statement of Activities, the bond premium is reclassified as a liability. In the governmental funds, the payment is an expenditure.

(67,500)

In the Statement of Activities, the principal payments on financed purchases are recorded as a reduction in the long-term liability. In the governmental funds, the payment is an expenditure.

212,953

In the Statement of Activities, certain operating expenses, e.g., compensated absences (sick leave) and special termination benefits (early retirement incentive) 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, essentially, the amounts actually 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.

(20,694)

**Change in net position of governmental activities**

**\$ (565,343)**

**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2024**

	<b>Business-Type-Activities Enterprise Funds</b>	
	<b>Food Service</b>	<b>Total Enterprise</b>
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 1,895,682	\$ 1,895,682
Accounts receivable state	6,577	6,577
Accounts receivable federal	79,741	79,741
Other receivables	48,077	48,077
Inventories	20,199	20,199
Total current assets	<u>2,050,276</u>	<u>2,050,276</u>
Noncurrent assets:		
Building improvements	192,533	192,533
Furniture, machinery & equipment	1,359,133	1,359,133
Less accumulated depreciation	<u>(1,291,479)</u>	<u>(1,291,479)</u>
Total noncurrent assets	<u>260,187</u>	<u>260,187</u>
Total assets	<u><u>\$ 2,310,463</u></u>	<u><u>\$ 2,310,463</u></u>
<b>LIABILITIES</b>		
Current liabilities:		
Accounts payable	\$ 52,394	\$ 52,394
Interfund payable	620,891	620,891
Unearned revenue	53,614	53,614
Total current liabilities	<u>726,899</u>	<u>726,899</u>
<b>NET POSITION</b>		
Net investment in capital assets	260,187	260,187
Unrestricted	<u>1,323,377</u>	<u>1,323,377</u>
Total net position	<u>1,583,564</u>	<u>1,583,564</u>
Total liabilities and net position	<u><u>\$ 2,310,463</u></u>	<u><u>\$ 2,310,463</u></u>

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

	<b>Business-type-Activities Enterprise Fund</b>	
	<b>Food Service</b>	<b>Total Enterprise</b>
Operating revenues:		
Charges for services:		
Daily sales - reimbursable programs	\$ 1,419,041	\$ 1,419,041
Daily sales - non-reimbursable programs	375,625	375,625
Special functions	11,290	11,290
Total operating revenues	<u>1,805,956</u>	<u>1,805,956</u>
Operating expenses:		
Cost of sales - reimbursable programs	775,944	775,944
Cost of sales - non-reimbursable programs	206,263	206,263
Salaries	973,300	973,300
Employee benefits	244,649	244,649
Other purchased professional services	78,948	78,948
Cleaning, repair and maintenance services	1,260	1,260
Management fee	105,747	105,747
Miscellaneous expense	5,748	5,748
General supplies	79,945	79,945
Depreciation	40,705	40,705
Total Operating Expenses	<u>2,512,509</u>	<u>2,512,509</u>
Operating income (loss)	<u>(706,553)</u>	<u>(706,553)</u>
Nonoperating revenues (expenses):		
State sources:		
State school lunch program	30,491	30,491
Federal sources:		
National school lunch program	501,705	501,705
P-EBT Admin Cost Reimbursement	653	653
Miscellaneous revenue	21,773	21,773
Food distribution program	148,731	148,731
Interest and investment revenue	34,437	34,437
Total nonoperating revenues (expenses)	<u>737,790</u>	<u>737,790</u>
Change in net position	<u>31,237</u>	<u>31,237</u>
Total net position—beginning	1,552,327	1,552,327
Total net position—ending	<u>\$ 1,583,564</u>	<u>\$ 1,583,564</u>

**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended June 30, 2024**

	<b>Business-type Activities Enterprise Funds</b>	
	<b>Food Service</b>	<b>Total Enterprise</b>
Cash Flows from Operating Activities:		
Receipts from customers and other funds	\$ 1,779,574	\$ 1,779,574
Payments to employees	(973,300)	(973,300)
Payments for employee benefits	(244,649)	(244,649)
Payments to suppliers	(1,058,072)	(1,058,072)
Net cash provided by (used in) operating activities	(496,447)	(496,447)
Cash Flows from Noncapital Financing Activities		
State sources	25,870	25,870
Federal sources	477,991	477,991
Net cash provided by (used in) noncapital financing activities	503,861	503,861
Cash Flows from Capital and Related Financing Activities		
Purchases of capital assets	(36,229)	(36,229)
Net cash provided by (used in) capital and related financing activities	(36,229)	(36,229)
Cash Flows from Investing Activities		
Interest on investments	34,437	34,437
Net cash provided by (used in) investing activities	34,437	34,437
Net increase (decrease) in cash and cash equivalents	5,622	5,622
Balances-beginning of the year	1,890,060	1,890,060
Balances-end of the year	\$ 1,895,682	\$ 1,895,682
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:		
Operating income (loss)	\$ (706,553)	\$ (706,553)
Adjustments to reconcile operating income (loss) to cash provided by (used in) operating activities:		
Depreciation	40,705	40,705
Federal commodities	148,731	148,731
Change in assets and liabilities:		
(Increase) decrease in unearned revenue	1,312	1,312
(Increase) decrease in accounts receivable	(27,694)	(27,694)
(Increase) decrease in inventory	7,498	7,498
(Increase) decrease in interfund payable	(1,803)	(1,803)
Increase (decrease) in accounts payable	41,357	41,357
Total adjustments	210,106	210,106
Net cash provided by (used in) operating activities	\$ (496,447)	\$ (496,447)

# Manalapan-Englishtown Regional School District

## Notes to Financial Statements

For the Year Ended June 30, 2024

### 1. Description of the School District and Reporting Entity

Manalapan-Englishtown Regional School District ("District") is organized under the Constitution of the State of New Jersey. The District operates under a locally elected Board form of government consisting of nine members elected to three-year terms, which are staggered. The District provides educational services as authorized by state and federal guidelines.

The District serves an area of 32 square miles. It is located in Monmouth County and provides education for all of Manalapan-Englishtown Regional's students in grades K through 8. The District currently operates eight instructional buildings, a transportation depot, buildings and grounds office, and an administrative building. The District services approximately 4,691 students and is one of the largest K through 8 Districts in Monmouth County.

#### A. Reporting Entity

The Board of Education (Board) is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District. The operations of the District include an early learning center, five elementary schools and two middle schools located in Manalapan and Englishtown, New Jersey.

In evaluating how to define the governmental reporting entity, the District follows the Governmental Accounting Standards, 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.

### 2. Summary of Significant Accounting Policies

The financial statements of the 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. The more significant of the Board's accounting policies are described below.

#### A. Basis of Presentation

The School District's basic financial statements consist of District-wide statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.



Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**2. Summary of Significant Accounting Policies (Continued)**

**A. Basis of Presentation (Continued)**

District-wide Statements: The district-wide financial statements (A-1 and A-2) include the statement of net position and the statement of activities. These statements report financial information of the District as a whole excluding the fiduciary activities. All interfund activity, excluding the fiduciary funds, has been eliminated in the statement of activities. Individual funds are not displayed but the statements distinguish governmental activities, generally supported through taxes and user fees, from business-type activities, generally financed in whole or in part with fees charged to external customers.

The School District's basic financial statements requiring the reporting of deferred outflows, deferred inflows, and net position. The Statement of Net Position includes the reporting of assets, deferred outflows, liabilities and deferred inflows. The deferred outflows are reported under assets and deferred inflows are reported under liabilities on the Statement of Net Position. Items previously classified as assets and liabilities but not meeting that definition have then been reviewed for categorization as deferred outflows or deferred inflows. Items not classified as an asset, deferred outflows, liability or deferred inflows have been charged to the Statement of Activities in the current year.

The School District did have items that needed to be reviewed for proper classification on the Statement of Net Position. The District has Bond Costs which were being amortized. Following these new guidelines the Bond Costs have been classified as a Deferred Outflow.

The statement of net position presents the financial condition of the governmental and business-type activity of the School District at fiscal year-end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the School District.

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**2. Summary of Significant Accounting Policies (Continued)**

**A. Basis of Presentation (Continued)**

Fund Financial Statements: During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide detail of the governmental, proprietary and fiduciary funds. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with Governmental Accounting Standards. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

The District reports the following governmental funds:

General Fund: The 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. Included are certain expenditures for vehicles and movable instructional or non-instructional equipment which are classified in the Capital Outlay sub-fund.

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

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

Special Revenue Fund: The special revenue fund is used to account for the proceeds of specific revenue from state and federal Government, (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted to expenditures for specified purposes.

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**2. Summary of Significant Accounting Policies (Continued)**

**A. Basis of Presentation (Continued)**

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

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

The District reports the following proprietary fund:

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

The District's Enterprise Fund is comprised of the Food Service Fund.

Depreciation of all capital assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight line method. The estimated useful lives are as follows:

Equipment	5-20 Years
-----------	------------

Additionally, the District reports the following fund type:

Fiduciary Funds: The Fiduciary Funds are used to account for assets held by the District on behalf of others if applicable.

**B. Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements.

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**2. Summary of Significant Accounting Policies (Continued)**

**B. Basis of Accounting (Continued)**

District-wide, proprietary, and fiduciary fund financial statements: The district-wide financial statements are prepared using the accrual basis of accounting. Governmental funds are accounted for using the "economic resources" measurement focus and the modified accrual basis of accounting; the enterprise fund and fiduciary funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures. The tax revenues are recognized in the year for which they are levied (see Note 2.c.). Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all requirements have been satisfied.

Governmental fund financial statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Available means collectible within the current period or soon thereafter to pay current liabilities. The District considers revenues to be available if they are collected within 60 days of the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions leases are reported as other financing sources.

**C. Property Taxes**

Ad Valorem (Property) Taxes are susceptible to accrual as per New Jersey State Statute whereby a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or 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. The District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be an "accounts receivable".

**D. Budgets/Budgetary Control**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. On Tuesday, January 17, 2012, Governor Christie signed into law A-4394/S-3148 (P.L. 2011, chapter 202), which established procedures for moving the date of a school district's annual school election from April to the General Election in November. Districts that choose to elect their school board members in November no longer have to submit their budgets for voter approval as long as it does not exceed the levy cap. Budgets that are in excess of the cap would still require voter approval. Once a school election is moved to November, no action can be taken (either by petition or resolution) to move the election back to April for four (4) years. Special Elections are still permitted in January, March, September and December should the need arise.

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**2. Summary of Significant Accounting Policies (Continued)**

**D. Budgets/Budgetary Control (Continued)**

On Tuesday, January 17, 2012, the Manalapan-Englishtown Regional Board of Education passed a resolution moving the annual school board election to the General Election in November and effectively eliminated the requirement for voter approval of the district school budget as long as it does not exceed the levy cap. This election is still in effect.

The 2024-25 budget was approved by the county in April 2024. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C 6A:23:23-16.2(f).

All budget amendments must be approved by School Board resolution. Budget amendments were made during the year ended June 30, 2024.

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

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

**E. Encumbrances**

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

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

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

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**2. Summary of Significant Accounting Policies (Continued)**

**F. Cash, Cash Equivalents and Investments**

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

**G. Interfund Activity**

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

On fund financial statements, short-term interfund loans are classified as interfund receivables/payables. These amounts are eliminated in the statement of net position, except for amounts between governmental and business-type activities or governmental and agency funds, which are presented as internal balances.

**H. Allowances for Uncollectible Accounts**

No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

**I. Inventories and Prepaid Expenses**

Inventories and prepaid expenses, which benefit future periods are recorded as an expenditure during the year of purchase.

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

**J. Capital Assets**

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated acquisition value on the date received. The cost of normal maintenance and repairs is not capitalized. The School District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**2. Summary of Significant Accounting Policies (Continued)**

**J. Capital Assets (Continued)**

All reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method under the half-year convention over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
School Building	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office & Computer Equipment	5-10
Instructional Equipment	10
Grounds Equipment	15

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets are not capitalized and related depreciation is not reported in the fund financial statements.

**K. 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 an expenditure and fund liability in the fund that will pay for the compensated absences.

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

**L. Unearned Revenue**

Unearned revenue in the general, special revenue and food service funds represent cash which has been received but not yet earned.

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**2. Summary of Significant Accounting Policies (Continued)**

**M. Accrued Liabilities and Long-Term Obligations**

All payables, accrued liabilities, and long-term obligations are reported on the District-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized as a liability on the fund financial statements when due. The general fund is utilized to liquidate all long-term liabilities other than debt via annual budget appropriation.

**N. Net Position**

Net position represents the difference between assets, deferred outflows, liabilities and deferred inflows. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted in the District-wide financial when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The School District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

**O. Fund Balance Reserves**

The Governmental Accounting Standards established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. The fund balances in the governmental funds financial statements are reported under the modified accrual basis of accounting and classified into the following five categories, as defined below:

1. Nonspendable - includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Assets included in this fund balance category include prepaid assets, inventories, long-term receivables, and corpus of any permanent funds.
2. Restricted - includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
3. Committed - includes amounts that can be spent only for the specific purposes determined by a formal action of the District's highest level of decision-making authority.



Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**2. Summary of Significant Accounting Policies (Continued)**

**O. Fund Balance Reserves (Continued)**

4. Assigned - amounts intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process.
5. Unassigned - includes all spendable amounts not contained in the other classifications.

**P. Revenues - Exchange and Non-exchange Transactions**

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

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized. Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes available as an advance, interest, and tuition.

**Q. Operating Revenues and Expenses**

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise fund. For the School District, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the enterprise fund.

**R. Management Estimates**

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**2. Summary of Significant Accounting Policies (Continued)**

**S. Allocation of Indirect Expenses**

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

**T. Deferred Outflows/Inflows of Resources**

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

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

**U. GASB Pronouncements**

**Recently Issued Accounting Pronouncements to be implemented in future years**

Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. Statement No. 101 is effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

Statement No. 102, *Certain Risk Disclosures*. The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter. Earlier application is encouraged.

Statement No. 103, *Financial Reporting Model Improvements*. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. Earlier application is encouraged.

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**3. Cash and Cash Equivalents and Investments**

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:2037 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.

N.J.S.A. 17:9-41 et. seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with GUDPA. 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.

Deposits:

New Jersey statutes require that school districts deposit public funds in public depositories located in New Jersey that are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. School districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed depository insurance limits as follows:

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**3. Cash and Cash Equivalents and Investments (Continued)**

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000. The District's cash and cash equivalents are classified below to inform financial statement users about the extent to which a government's deposits and investments are exposed to custodial credit risk. Pursuant to Governmental Accounting Standards, the District's operating cash accounts are profiled in order to determine exposure, if any, to Custodial Credit Risk (risk that in the event of failure of the counterparty the District would not be able to recover the value of its deposits and investments). Deposits are considered to be exposed to Custodial Credit Risk if they are: uncollateralized (securities not pledged to the depositor), collateralized with securities held by the pledging financial institution, or collateralized with securities held by the financial institution's trust department or agent but not in the government's name. As of June 30, 2024, all of the District's deposits, except as noted below, were collateralized by securities held in its name and, accordingly, not exposed to custodial credit risk.

As of June 30, 2024, the carrying amount of the District's deposits for all funds was \$22,730,200 and the bank balance was \$23,889,345. All bank deposits, as of the balance sheet date are entirely insured or collateralized by a collateral pool maintained by public depositories as required by GUDPA.

Investments:

New Jersey statutes permit the Board to purchase the following types of securities:

- a. Bonds or other obligations of the United States or obligations guaranteed by the United States.
- b. Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Agency or of any United States Bank for Cooperatives that have a maturity date not greater than twelve months from the date of purchase.
- c. Bonds or other obligations of the school district.

As of June 30, 2024, the District's Cash and Cash Equivalents consisted of the following:

	Cash and Cash <u>Equivalents</u>
Checking Accounts	\$ 21,986,189
Capital Reserve	743,886
Change Funds	<u>125</u>
Totals	\$ <u>22,730,200</u>

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**3. Cash and Cash Equivalents and Investments (Continued)**

**Custodial Credit Risk:** Pursuant to Governmental Accounting Standards, the NJCMF, which is a pooled investment, is exempt from custodial credit risk disclosure. The District does not have a policy for custodial credit risk other than depositing all of its funds in banks covered by GUDPA.

**Credit Risk:** The District does not have an investment policy regarding the management of credit risk. Governmental Accounting Standards require that disclosure be made as to the credit rating of all debt security investments except for obligations of U.S. government or investments guaranteed by the U.S. government. The NJCMF is not rated by a rating agency.

**Interest Rate Risk:** The District does not have a policy to limit interest rate risk. The average maturity of the District's sole investment, the NJCMF, is less than one year.

**4. Restricted Cash Reserves**

**A. Capital Reserve Account**

A capital reserve account was established by the District during fiscal year 2001-2002 in which it deposited \$100,000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

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

Beginning balance, July 1, 2023	\$ 4,172,445
Add:	
Deposits	600,000
Interest earnings	38,321
Transfer of unspent funds	-
Less:	
Board resolution	-
FY 2023-2024 Budgeted withdrawal	-
Ending Balance, June 30, 2024	<u>\$ 4,810,766</u>

The June 30, 2024 LRFP balance of local support costs of uncompleted capital projects is \$144,602,361 .

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

4. Restricted Cash Reserves (Continued)

B. Maintenance Reserve

A maintenance reserve account was established by the District during fiscal year 2007-2008 in which it deposited \$484,791 for the accumulation of funds for use as maintenance expenditures in subsequent fiscal years. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The maintenance reserve account is used to accumulate funds for the required maintenance of a facility in accordance with the EFCFA (N.J.S.A. 18A:7G-9) as amended by P.L. 2004, c. 73 (S1701). Districts may only increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget certified for taxes (N.J.A.C. 6A:23A-14.2) or by deposit of any unanticipated revenue or unexpended line-item appropriation by board resolution at the year end. The board resolution for deposit at year end into a maintenance reserve account must be made between June 1 and June 30 of the budget year. EFCFA requires that upon District completion of a school facilities project, the district must submit a plan for the maintenance of that facility.

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

Beginning balance, July 1, 2023	\$ 3,750,000
Add:	
Deposits	1,250,000
Interest Earned	-
Less:	
FY 2023-2024 Budgeted withdrawal	<u>1,250,000</u>
Ending balance, June 30, 2024	<u>\$ 3,750,000</u>

5. Receivables

Receivables at June 30, 2024 consisted of accounts (rent and tuition), accrued interest, interfund, intergovernmental, and property taxes. All receivables are considered collectible in full. A summary of the principal items of governmental receivables follows:

	Governmental Fund Financial Statements	District-Wide Financial Statements
State Aid	\$ 1,247,342	1,253,919
Federal Aid	489,566	569,307
Interfunds	806,096	620,891
Other	<u>65,584</u>	<u>113,661</u>
Gross Receivables	2,608,588	2,557,778
Less: Allowance for Credit Losses	<u>-</u>	<u>-</u>
Total Receivables, Net	<u>\$ 2,608,588</u>	<u>2,557,778</u>

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**6. Capital Assets**

Capital assets consisted of the following at June 30, 2024:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
<b>Governmental Activities:</b>				
Capital Assets Not Being Depreciated				
Land and land improvements	\$ 9,747,190	\$ -	\$ -	\$ 9,747,190
Construction in Progress	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Capital Assets Not Being Depreciated	<u>9,747,190</u>	<u>-</u>	<u>-</u>	<u>9,747,190</u>
Capital Assets Being Depreciated				
Building and Building Improvements	122,952,208	-	-	122,952,208
Machinery and Equipment	<u>17,686,340</u>	<u>799,670</u>	<u>(270,836)</u>	<u>18,215,174</u>
Totals at Historical Cost	<u>140,638,548</u>	<u>799,670</u>	<u>(270,836)</u>	<u>141,167,382</u>
Less Accumulated Depreciation for:				
Building and Building Improvements	(55,128,943)	(4,127,366)	-	(59,256,309)
Machinery and Equipment	<u>(17,345,554)</u>	<u>(1,375,789)</u>	<u>270,836</u>	<u>(18,450,507)</u>
Total Accumulated Depreciation	<u>(72,474,497)</u>	<u>(5,503,155)</u>	<u>270,836</u>	<u>(77,706,816)</u>
Total Capital Assets Being Depreciated, Net of Accumulated Depreciation	<u>68,164,051</u>	<u>(4,703,485)</u>	<u>-</u>	<u>63,460,566</u>
Government Activity Capital Assets, Net	<u>\$ 77,911,241</u>	<u>\$ (4,703,485)</u>	<u>\$ -</u>	<u>\$ 73,207,756</u>
<b>Business-Type Activities:</b>				
Capital Assets Being Depreciated:				
Building improvements	\$ 192,533	\$ -	\$ -	\$ 192,533
Equipment	<u>1,322,904</u>	<u>36,229</u>	<u>-</u>	<u>1,359,133</u>
Totals at Historical Cost	<u>1,515,437</u>	<u>36,229</u>	<u>-</u>	<u>1,551,666</u>
Less Accumulated Depreciation for:				
Building Improvements	(192,533)	-	-	(192,533)
Machinery and Equipment	<u>(1,058,241)</u>	<u>(40,705)</u>	<u>-</u>	<u>(1,098,946)</u>
Total Accumulated Depreciation	<u>(1,250,774)</u>	<u>(40,705)</u>	<u>-</u>	<u>(1,291,479)</u>
Enterprise Fund Capital Assets, Net	<u>\$ 264,663</u>	<u>\$ (4,476)</u>	<u>\$ -</u>	<u>\$ 260,187</u>

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**6. Capital Assets (Continued)**

Depreciation expense was charged to governmental functions as follows:

Regular instruction	\$ 4,078,938
Special school instruction	286,164
Student & instruction services	398,979
School administration	37,972
Plant operations & maintenance	291,117
Student transportation	409,985
Total depreciation expense	<u>\$ 5,503,155</u>

**7. Long-term Liabilities**

During the fiscal year ended June 30, 2024 the following changes occurred in the non-current liabilities:

	Balance June 30, 2023	Increase/ (Decrease)	Balance June 30, 2024	Due within one year
Bonds payable	\$ 19,360,000	\$ (3,070,000)	\$ 16,290,000	\$ 3,010,000
Obligations under financed purchases	886,453	(212,953)	673,500	169,710
Compensated absences payable	2,652,861	20,694	2,673,555	176,416
Pension liability - PERS	<u>18,685,046</u>	<u>(1,529,199)</u>	<u>17,155,847</u>	-
	<u>\$ 41,584,360</u>	<u>\$ (4,791,458)</u>	<u>\$ 36,792,902</u>	<u>\$ 3,356,126</u>

For governmental activities, the bonds payable are liquidated from the School District's debt service fund. Obligations under capital leases, compensated absences payable and pension liability - PERS are liquidated by the general fund.

**A. Bonds Payable**

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

Principal and interest due on serial bonds outstanding is as follows:

Year ended June 30	Principal	Interest	Total
2025	\$ 3,010,000	\$ 591,400	\$ 3,601,400
2026	3,130,000	468,600	3,598,600
2027	3,260,000	340,800	3,600,800
2028	3,380,000	208,000	3,588,000
2029	<u>3,510,000</u>	<u>70,200</u>	<u>3,580,200</u>
	<u>\$ 16,290,000</u>	<u>\$ 1,679,000</u>	<u>\$ 17,969,000</u>



Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

7. Long-term Liabilities (Continued)

B. Bonds Authorized But Not Issued

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

C. Financed Purchases

The District is leasing buses totaling \$2,933,956, with a net book value of \$673,500 under financed purchases. All capital leases are for terms of two to ten years. The following is a schedule of the future minimum lease payments under financed purchases and the present value of the net minimum leases payments as of June 30, 2024:

Year ended June 30,	
2025	\$ 186,811
2026	186,811
2027	147,040
2028	107,268
2029	46,189
2030	46,189
Total minimum lease payments	720,308
Less: amounts representing interest	(46,808)
Present value of lease payments	<u>\$ 673,500</u>

Amortization of the leased equipment under capital assets is included with depreciation expense.

8. Pension Plans

A. Public Employees' Retirement System (PERS)

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

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

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (Continued)

A. Public Employees' Retirement System (PERS) (Continued)

**Plan Description (Continued)**

The following represents the membership tiers for PERS:

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

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

**Contributions** - The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2023, the State's pension contribution was more than the actuarial determined amount.

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (Continued)

**A. Public Employees' Retirement System (PERS) (Continued)**

**Contributions (Continued)**

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

**Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At**

June 30, 2024 , the School District reported a liability of \$17,155,847 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2023. The total pension liability used to calculate the net pension liability was determined using update procedure to roll forward the total pension liability from an actuarial valuation as of July 1, 2022, to the measurement date of June 30, 2023. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2023. The School District's proportion measured as of June 30, 2023, was .1184482440%, which was a decrease of .0053644874% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2023, the School District recognized full accrual pension expense of \$90,181 in the government-wide financial statements consisting of employer contributions of \$1,583,034 and non-employer contributions of \$(1,492,853). This pension expense was based on the pension plans June 30, 2023 measurement date. At June 30, 2024, the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 164,032	\$ 70,128
Changes of assumptions	37,688	1,039,718
Net difference between projected and actual earnings on pension plan investments	79,005	-
Changes in proportion and differences between District contributions and proportionate share of contributions	82,203	2,160,565
District contributions subsequent to the measurement date	1,583,035	-
Total	<u>\$ 1,945,963</u>	<u>\$ 3,270,411</u>

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (Continued)

A. Public Employees' Retirement System (PERS) (Continued)

**Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources (Continued)**

\$1,583,035 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is estimated based on unadjusted 2023-2024 total salaries for PERS employees multiplied by an employer contribution rate. The payable is due on April 1, 2025 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:		
2024	\$	(3,176,284)
2025		(1,772,880)
2026		2,477,481
2027		(443,372)
2028		<u>7,572</u>
Total	\$	<u><u>(2,907,483)</u></u>

**Special Funding Situation** - Under N.J.S.A. 43:15A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the State, are Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001.

The amounts contributed on behalf of the local participating employers under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability to report in the financial statements of the local participating employers related to this legislation.

However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the collective net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employers as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

Additionally, the State has no proportionate share of the PERS net pension liability attributable to the District as of June 30, 2024. At June 30, 2024, the State's proportionate share of the employer pension expense and related revenue, associated with the District, calculated by the plan as of the June 30, 2023 measurement date was \$39,314.

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (Continued)

**A. Public Employees' Retirement System (PERS) (Continued)**

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

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

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

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (Continued)

**A. Public Employees' Retirement System (PERS) (Continued)**

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

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

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

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 Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2023 are summarized in the following table.

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (Continued)

A. Public Employees' Retirement System (PERS) (Continued)

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

Discount Rate

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

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (Continued)

A. Public Employees' Retirement System (PERS) (Continued)

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

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	22,522,390	17,155,847	12,857,147

Additional Information - The following is a summary of the collective balances of the local group:

	<u>6/30/24</u>	<u>6/30/23</u>
Collective Deferred Outflows of Resources	1,080,204,730	1,660,772,008
Collective Deferred Inflows of Resources	1,780,216,457	3,236,303,935
Collective Net Pension Liability	14,606,489,066	15,219,184,920
School District's Portion	.1184482440%	.1238127314%

B. Teachers' Pension and Annuity (TPAF)

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

The vesting and benefit provisions are set by N.J.S.A 18A:66. TPAF provides retirement, death, and disability benefits. All benefits vest after ten years of service. 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.



Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (Continued)

**B. Teachers' Pension and Annuity (TPAF) (Continued)**

The following represents the membership tiers for TPAF:

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

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

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

As mentioned previously, the employer contributions for local participating employers are legally required to be funded by the State in accordance with *N.J.S.A. 18A:66-33*. Therefore, the School District is considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the School District does not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the School District.

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (Continued)

**B. Teachers' Pension and Annuity (TPAF) (Continued)**

**Pension Liability and Pension Expense** - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2023 was \$165,485,744. The School District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The State's proportionate share of the net pension liability associated with the District was based on projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2023, the State proportionate share of the TPAF net pension liability attributable to the School District was .3242741280%, which was an decrease of .0016897950% from its proportion measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the State of New Jersey recognized a pension expense in the amount of \$- for the State's proportionate share of the TPAF pension expense attributable to the School District. This pension expense was based on the pension plans June 30, 2023 measurement date.

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

Inflation Rate	
Price	2.75%
Wage	3.25%
Salary Increases:	2.75-4.25%
	based on years of service
Investment Rate of Return	7.00%

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

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (Continued)

**B. Teachers' Pension and Annuity (TPAF) (Continued)**

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

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00 %	8.98 %
Non-U.S. Developed 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 %

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (Continued)

**B. Teachers' Pension and Annuity (TPAF) (Continued)**

**Discount Rate** - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on 100% of the actuarially determined contributions to 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 projected benefit payments in determining the total pension liability.

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

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

	<b>1% Decrease (6.00%)</b>	<b>Current Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
State's proportionate share of the net pension liability	195,433,271	165,485,744	140,724,545

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

Additional Information - The following is a summary of the collective balances of the local group.

	<b><u>6/30/24</u></b>	<b><u>7/1/23</u></b>
Collective Deferred Outflows of Resources	2,502,380,838	5,004,259,312
Collective Deferred Inflows of Resources	14,830,205,473	19,682,774,794
Collective Net Pension Liability	51,109,962,824	51,676,587,303
School District's Portion	.3242741280%	.3225843330%

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**9. Defined Contribution Retirement Plan (DCRP)**

The Defined Contribution Retirement Plan is a cost-sharing multiple-employer defined contribution pension plan which was established on July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A.43:15C-1 et. seq), and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The Defined Contribution Retirement Program Board oversees the DCRP, which is administered for the Divisions of Pensions and Benefits by Prudential Financial. The DCRP provides eligible members, and their beneficiaries, with 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. In addition to the employee contributions, the School District's contribution amounts for each pay period are transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

The District's contributions to the DCRP for June 30, 2024 were \$146,057. There was no liability for unpaid contributions at June 30, 2024.

**10. Post-Retirement Benefits**

**General Information about the OPEB Plan**

**Plan description and benefits provided**

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

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

10. **Post-Retirement Benefits (Continued)**

**General Information about the OPEB Plan (Continued)**

**Plan description and benefits provided (Continued)**

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

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

**Basis of Presentation**

The Schedule presents the State of New Jersey's obligation under NJSA 52:14-17.32f. The Schedule does not purport to be a complete presentation of the financial position or changes in financial position of the State Health Benefits Local Education Retired Employees Plan or the State of New Jersey. The accompanying Schedule was prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of the State of New Jersey to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

**Employees covered by benefit terms**

At June 30, 2022, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefit payments	152,383
Active plan members	<u>217,212</u>
Total	<u><u>369,595</u></u>

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**10. Post-Retirement Benefits (Continued)**

**State Health Benefit State Retired Employees Plan**

Pension and Other Postemployment Benefits (OPEB) Obligations in Fiscal Year 2022 the State funded the various defined benefit pension systems at 108 percent of the full actuarially determined contributions. Employer contributions to the pension plans are calculated per the requirements of the governing State statutes using generally accepted actuarial procedures and practices. The actuarial funding method used to determine the State's contribution is a matter of State law. Any change to the funding method requires the approval of the State Legislature and the Governor. The amount the State actually contributes to the pension plans may differ from the actuarially determined contributions of the pension plans because the State's contribution to the pension plans is subject to the appropriation of the State Legislature and actions by the Governor. GASB Statement No. 68, Accounting and Financial Reporting for Pensions, requires participating employers to recognize their proportionate share of the collective net pension liability. Under the new statement, the calculation of the pension liability was changed to a more conservative methodology and each employer was allocated a proportional share of the pension plans' net pension liability. The State's share of the net pension liability, based on a measurement date of June 30, 2021, which is required to be recorded on the financial statements, is \$75.1 billion. The Fiscal Year 2023 projected aggregate State contribution to the pension plans of \$6.8 billion represents 104 percent of the actuarially determined contribution. The State provides post-retirement medical (PRM) benefits for certain State and other retired employees meeting the service credit eligibility requirements. In Fiscal Year 2022, the State paid PRM benefits for 161,238 State and local retirees. The State funds post-retirement medical benefits on a "pay-as-you-go" basis, which means that the State does not prefund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For Fiscal Year 2022, the State contributed \$1.9 billion to pay for "pay-as-you-go" PRM benefit costs incurred by covered populations, a slight increase from \$1.8 billion in Fiscal Year 2021. The State has appropriated \$2.1 billion in Fiscal Year 2023 as the State's contribution to fund increases in prescription drugs and medical claims costs. In accordance with the provisions of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. This new standard supersedes the previously issued guidance, GASB Statement No. 45, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, effective for Fiscal Year 2018. The 7 State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments. The Fiscal Year 2022 State OPEB liability to provide these benefits is \$88.9 billion, a decrease of \$12.7 billion, or 12.5 percent from the \$101.6 billion liability recorded in Fiscal Year 2021. Additional information on Pensions and OPEB can be accessed on the Division of Pensions & Benefits Financial Reports webpage:

<https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

10. Post-Retirement Benefits (Continued)

**Total Nonemployer OPEB Liability**

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

Inflation Rate	2.5%
Salary Increases through 2026	PERS 2.00%-6.55%
	PFRS 3.25%-16.25%
	TPAF 2.75%-4.25%
Discount Rate	3.65%
Healthcare Cost Trend Rates	4.5%-6.5%
Retirees' Share of Benefit Related Costs	1.5% of projected health insurance premiums for retirees

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-2010 "Safety" (PFRS), "General" (PERS), and "Teachers" (TPAF/ABP) classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021.

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



Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

10. Post-Retirement Benefits (Continued)

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

Balance at June 30, 2022	\$ 50,646,462,966
Changes for the year:	
Service cost	2,136,235,476
Interest on the total OPEB liability	1,844,113,951
Changes of benefit terms	-
Differences Between Expected and Actual Experience	(980,424,863)
Changes in assumptions	105,539,463
Gross benefit payments by the state	(1,437,516,858)
Contributions from members	<u>47,258,104</u>
Net changes	<u>1,715,205,273</u>
Balance at June 30, 2023	\$ <u><u>52,361,668,239</u></u>

Discount rate

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

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

The following presents the June 30, 2023 total OPEB liability of the State for school board retirees, as well as the State's total OPEB liability for the school district calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	1% Decrease (2.65%)	Current Discount Rate (3.65%)	1% Increase (4.65%)
Total OPEB Liability of the State for School Retirees	\$61,385,066,712	\$52,361,668,239	\$45,116,926,835
Total OPEB Liability of the State Associated with the School District for School Retirees	\$230,328,259	\$196,470,783	\$169,287,164

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

10. Post-Retirement Benefits (Continued)

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 6.25% and decreases to a 4.50% long-term trend rate after eight years. For post-65 medical benefits PPO, the trend is increasing to 14.8% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend is increasing to 17.4% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 8.00% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Sensitivity of the total OPEB liability to changes in the health care cost trend rates

The following presents the June 30, 2023 total OPEB liability of the State for school board retirees, as well as the State's total OPEB liability for the school district calculated using a health care cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Trend Rate	1% Increase
Total OPEB Liability of the State for School Retirees	\$43,468,257,358	\$52,361,668,239	\$63,998,719,320
Total OPEB Liability of the State Associated with the School District for School Retirees	\$163,101,046	\$196,470,783	\$240,135,177

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

For the year ended June 30, 2024, the board of education recognized OPEB expense of \$3,726,995 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB 75 and in which there is a special funding situation.

In accordance with GASB 75, the Manalapan-Englishtown Regional School District'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 employee's OPEB from the following sources:

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

10. Post-Retirement Benefits (Continued)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 7,639,717,639	\$ 13,791,541,217
Changes of assumptions	7,445,895,322	14,449,948,556
Contributions made in fiscal year ending 2024 after June 30, 2023 measurement date	-	-
Total	<u>\$ 15,085,612,961</u>	<u>\$ 28,241,489,773</u>

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

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

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**11. Compensated Absences**

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

District employees are granted varying amounts of sick leave in accordance with the districts personnel policy. Unused sick leave may be accumulated and carried forward to the subsequent years. Upon separation the District shall pay the employee for unused sick leave in accordance with the Districts' agreements with the various employees. Vacation days not used during the year may only be carried forward with approval from the Superintendent.

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees.

**12. Deferred Compensation**

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

Lincoln Investment Planning, Inc.  
AXA/Equitable

**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, student accident and surety bonds. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report. There have been no significant reductions in insurance coverage from prior year and no settlements have exceeded insurance coverage's over the past three years.

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**13. Risk Management (Continued)**

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

<u>District Financial Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2023-2024	\$ -	13,878	72,287	\$ 871,848
2022-2023	754	89,550	133,814	930,257
2021-2022	114	84,426	1,491	973,767

**14. Interfund Balances and Activity**

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

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 806,096	\$ -
Special Revenue Fund	-	185,205
Enterprise Fund	-	620,891
	<u>\$ 806,096</u>	<u>\$ 806,096</u>

The General Fund had to fund the Special Revenue Fund for shortages due to the delay in the District receiving State and Federal aid funds. All interfund balances are expected to be repaid within one year.

**15. Inventory**

Inventory in the Food Service Fund at June 30, 2024 consisted of the following:

Food	\$ 5,604
Supplies	8,927
Commodities	<u>5,668</u>
	<u>\$ 20,199</u>

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**16. Contingent Liabilities**

Grant Programs

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

The District is also involved in several claims and lawsuits incidental to its operations. In the opinion of the administration and legal counsel, the ultimate resolution of these matters will not have a material adverse effect on the financial position of the Board.

**17. Fund Balances**

General Fund - Of the \$21,883,437 General Fund balance at June 30, 2024, \$1,655,976 of encumbrances is assigned to other purposes, \$4,306,188 is restricted for excess surplus, \$3,779,174 is restricted for excess surplus designated for subsequent year's expenditures, \$1,588,103 is assigned to offset 2022-23 general fund expenditures, \$4,810,766 is restricted for capital reserve, \$3,750,000 is restricted for maintenance reserve, \$854,433 is restricted for unemployment and \$1,138,797 is unreserved and undesignated.

Special Revenue Fund - Of the \$36,494 Special Revenue Fund balance at June 30, 2024, \$414 is restricted for scholarships and \$36,080 is restricted for student activities.

Debt Service Fund - Of the \$48 Debt Service Fund balance at June 30, 2024, \$48 is restricted for debt service.

**18. Calculation of Excess Surplus**

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, c.73 (S1701), the designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2024 is \$4,306,188.

**19. Uncertain Tax Positions**

The school district had no unrecognized tax benefits at June 30, 2024. The school district files tax returns in the U.S. federal jurisdiction and New Jersey. The school district has no open year prior to June 30, 2021.

Manalapan-Englishtown Regional School District

Notes to Financial Statements

For the Year Ended June 30, 2024

**20. Subsequent Events**

Management has evaluated subsequent events through December 12, 2024, the date the financial statements were available to be issued.

On the November 5, 2024 general election, a bond referendum passed in the amount of \$115,378,211. The school district anticipates selling bonds in July of 2025.

**21. Tax Abatement**

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.

**22. Economic Dependency**

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

## REQUIRED SUPPLEMENTARY INFORMATION - PART II



**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Year Ended June 30, 2024**

	<b>Original Budget</b>	<b>Budget Transfers</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Final to Actual</b>
<b>REVENUES:</b>					
Local sources:					
Local tax levy	\$ 71,948,082	\$ -	\$ 71,948,082	\$ 71,948,082	\$ -
Tuition from individuals	-	-	-	8,042	8,042
Tuition from other sources	-	-	-	119,075	119,075
Interest on investments	-	150,000	150,000	409,122	259,122
Interest earned on maintenance reserve	500	-	500	-	(500)
Interest earned on capital reserve funds	5,000	-	5,000	38,321	33,321
Interest earned on unemployment - restricted	-	-	-	13,877	13,877
Rents and royalties	102,250	-	102,250	76,522	(25,728)
Sale of capital assets	-	-	-	4,700	4,700
Miscellaneous	690,900	(150,000)	540,900	378,236	(162,664)
Total - local sources	72,746,732	-	72,746,732	72,995,977	249,245
State sources:					
Equalization aid	1,991,823	-	1,991,823	1,991,823	-
Transportation aid	1,968,298	-	1,968,298	1,968,298	-
Special education aid	3,767,124	-	3,767,124	3,767,124	-
Security aid	427,473	-	427,473	427,473	-
Supplemental Stabilization aid	-	411,082	411,082	411,082	-
Extraordinary aid	900,000	-	900,000	1,060,307	160,307
Nonpublic transportation aid	-	-	-	56,459	56,459
TPAF - Post Retirement Medical (On-Behalf-Non-Budgeted)	-	-	-	3,726,995	3,726,995
Teacher's Pension & Annuity Fund (On-Behalf-Non-Budgeted)	-	-	-	13,693,959	13,693,959
TPAF - LTDI (on-behalf - Non-budgeted)	-	-	-	4,631	4,631
Reimbursed TPAF Social Security Contributions (Non-Budgeted)	-	-	-	2,666,551	2,666,551
Total state sources	9,054,718	411,082	9,465,800	29,774,702	20,308,902
Federal Sources					
FFCRA	-	-	-	-	-
Medicaid Reimbursement	58,856	-	58,856	61,078	2,222
Total - Federal Sources	58,856	-	58,856	61,078	2,222
<b>Total revenues</b>	<b>81,860,306</b>	<b>411,082</b>	<b>82,271,388</b>	<b>102,831,757</b>	<b>20,560,369</b>
<b>EXPENDITURES:</b>					
<b>Current Expenditures:</b>					
<b>Regular Programs - Instruction</b>					
Preschool/Kindergarten - Salaries of teachers	1,718,918	177,500	1,896,418	1,856,381	40,037
Grades 1-5 - Salaries of teachers	11,659,684	(259,000)	11,400,684	11,285,776	114,908
Grades 6-8 - Salaries of teachers	8,434,818	(221,000)	8,213,818	8,148,055	65,763
Unused sick pay	-	33,419	33,419	33,419	-
<b>Regular Programs - Home Instruction:</b>					
Salaries of teachers	15,000	32,500	47,500	47,177	323
Purchased professional-educational services	15,000	10,000	25,000	16,442	8,558
<b>Regular Programs - Undistributed Instruction</b>					
Other purchased services (400-500 series)	662,130	26,895	689,025	642,182	46,843
General supplies	854,242	639,606	1,493,848	1,360,074	133,774
Textbooks	15,750	(5,680)	10,070	-	10,070
Other objects	34,942	693	35,635	11,063	24,572
<b>TOTAL REGULAR PROGRAMS - INSTRUCTION</b>	<b>23,410,484</b>	<b>434,933</b>	<b>23,845,417</b>	<b>23,400,569</b>	<b>444,848</b>
<b>SPECIAL EDUCATION - INSTRUCTION</b>					
<b>Learning and/or Language Disabilities:</b>					
Salaries of teachers	496,514	164,000	660,514	643,968	16,546
Other salaries for instruction	356,125	(2,000)	354,125	320,307	33,818
Unused sick pay	-	8,778	8,778	8,778	-
Other purchased services (400-500 series)	500	-	500	-	500
General supplies	7,000	-	7,000	2,270	4,730
<b>Total Learning and/or Language Disabilities</b>	<b>860,139</b>	<b>170,778</b>	<b>1,030,917</b>	<b>975,323</b>	<b>55,594</b>
<b>Multiple Disabilities:</b>					
Salaries of teachers	444,446	(500)	443,946	425,864	18,082
Other salaries for instruction	225,672	101,500	327,172	301,879	25,293
Unused sick pay	-	2,349	2,349	2,349	-
Purchased technical services	1,000	-	1,000	-	1,000
General supplies	2,000	-	2,000	266	1,734
<b>Total Multiple Disabilities</b>	<b>673,118</b>	<b>103,349</b>	<b>776,467</b>	<b>730,358</b>	<b>46,109</b>

**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Resource Room/Resource Center:</b>					
Salaries of teachers	\$ 5,332,000	\$ (497,501)	\$ 4,834,499	\$ 4,796,040	\$ 38,459
Other salaries for instruction	394,919	158,501	553,420	499,779	53,641
Unused sick pay	-	21,550	21,550	21,550	-
Other purchased services (400-500 series)	500	-	500	-	500
General supplies	1,500	792	2,292	2,226	66
<b>Total Resource Room/Resource Center</b>	<b>5,728,919</b>	<b>(316,658)</b>	<b>5,412,261</b>	<b>5,319,595</b>	<b>92,666</b>
<b>Preschool Disabilities - Part-Time:</b>					
Salaries of teachers	206,537	-	206,537	204,910	1,627
Other salaries for instruction	128,938	-	128,938	127,592	1,346
General supplies	1,500	1,709	3,209	2,938	271
<b>Total Preschool Disabilities - Part-Time:</b>	<b>336,975</b>	<b>1,709</b>	<b>338,684</b>	<b>335,440</b>	<b>3,244</b>
<b>Preschool Disabilities - Full-Time:</b>					
Salaries of teachers	548,123	7,650	555,773	543,289	12,484
Other salaries for instruction	352,488	4,000	356,488	348,764	7,724
Unused sick pay	-	260	260	260	-
Purchased educational services	51,500	(41,500)	10,000	-	10,000
General supplies	750	-	750	750	-
<b>Total Preschool Disabilities - Full-Time:</b>	<b>952,861</b>	<b>(29,590)</b>	<b>923,271</b>	<b>893,063</b>	<b>30,208</b>
<b>Home Instruction</b>					
Salaries of teachers	15,000	10,000	25,000	24,186	814
Purchased professional-educational services	-	10,000	10,000	5,025	4,975
<b>Total Home Instruction</b>	<b>15,000</b>	<b>20,000</b>	<b>35,000</b>	<b>29,211</b>	<b>5,789</b>
<b>TOTAL SPECIAL EDUCATION - INSTRUCTION</b>	<b>8,567,012</b>	<b>(50,412)</b>	<b>8,516,600</b>	<b>8,282,990</b>	<b>233,610</b>
<b>Basic Skills/Remedial - Instruction</b>					
Salaries of teachers	2,022,658	74,500	2,097,158	2,074,820	22,338
Unused sick pay	-	5,463	5,463	5,463	-
General supplies	3,500	360	3,860	2,371	1,489
<b>Total Basic Skills/Remedial - Instruction</b>	<b>2,026,158</b>	<b>80,323</b>	<b>2,106,481</b>	<b>2,082,654</b>	<b>23,827</b>
<b>Bilingual Education - Instruction</b>					
Salaries of teachers	666,987	(10,000)	656,987	603,653	53,334
Other salaries for instruction	62,764	-	62,764	43,684	19,080
Unused sick pay	-	8,165	8,165	8,165	-
Other purchased services (400-500 series)	1,900	(1,900)	-	-	-
General supplies	4,500	316	4,816	4,816	-
<b>Total Bilingual Education - Instruction</b>	<b>736,151</b>	<b>(3,419)</b>	<b>732,732</b>	<b>660,318</b>	<b>72,414</b>
<b>School-Spon. Cocurricular Actvts. - Instruction</b>					
Salaries	213,800	-	213,800	176,979	36,821
Purchased services (300-500 series)	13,500	300	13,800	6,386	7,414
Supplies and materials	4,500	(50)	4,450	3,193	1,257
Other objects	3,500	(300)	3,200	-	3,200
<b>Total School-Spon. Cocurric. Actvts. - Instruction</b>	<b>235,300</b>	<b>(50)</b>	<b>235,250</b>	<b>186,558</b>	<b>48,692</b>
<b>School-Spon. Athletics - Instruction</b>					
Salaries	160,300	-	160,300	132,649	27,651
Purchased services (300-500 series)	15,000	-	15,000	11,455	3,545
Supplies and materials	15,000	(6,000)	9,000	4,353	4,647
Other objects	3,500	-	3,500	2,810	690
<b>Total School-Spon. Athletics - Instruction</b>	<b>193,800</b>	<b>(6,000)</b>	<b>187,800</b>	<b>151,267</b>	<b>36,533</b>
<b>Before/ After School Programs - Instruction</b>					
Salaries of Teachers	144,000	-	144,000	86,675	57,325
<b>Total Other Instructional Programs - Instruction</b>	<b>144,000</b>	<b>-</b>	<b>144,000</b>	<b>86,675</b>	<b>57,325</b>
<b>TOTAL INSTRUCTION</b>	<b>35,312,905</b>	<b>455,375</b>	<b>35,768,280</b>	<b>34,851,031</b>	<b>917,249</b>
<b>Undistributed Expenditures - Instruction:</b>					
Tuition to other LEAs within the state - Special	409,103	(202,895)	206,208	114,525	91,683
Tuition to Private Schools for the Disabled - Within State	1,055,474	28,000	1,083,474	919,654	163,820
Tuition - Other	212,300	72,755	285,055	199,284	85,771
<b>Total Undistributed Expenditures - Instruction</b>	<b>1,676,877</b>	<b>(102,140)</b>	<b>1,574,737</b>	<b>1,233,463</b>	<b>341,274</b>
<b>Undist. Expend. - Attendance and Social Work</b>					
Salaries	259,688	-	259,688	259,205	483
<b>Total Undistributed Expenditures - Attendance and Social Work</b>	<b>259,688</b>	<b>-</b>	<b>259,688</b>	<b>259,205</b>	<b>483</b>
<b>Undist. Expend. - Health Services</b>					
Salaries	786,143	-	786,143	755,972	30,171
Purchased professional and technical services	23,000	(2,000)	21,000	16,000	5,000
Other purchased services (400-500 series)	20,000	(5,037)	14,963	466	14,497
Supplies and materials	16,690	6,361	23,051	21,789	1,262
Other objects	760	432	1,192	802	390
<b>Total Undistributed Expenditures - Health Services</b>	<b>846,593</b>	<b>(244)</b>	<b>846,349</b>	<b>795,029</b>	<b>51,320</b>

**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Undist. Expend. - Speech, OT, PT &amp; Related Services</b>					
Salaries	\$ 1,361,315	\$ (5,150)	\$ 1,356,165	\$ 1,206,093	\$ 150,072
Purchased professional - educational services	276,000	(110,882)	165,118	146,995	18,123
Supplies and materials	3,500	(500)	3,000	911	2,089
<b>Total Undist. Expend. - Speech, OT, PT &amp; Related Services</b>	<b>1,640,815</b>	<b>(116,532)</b>	<b>1,524,283</b>	<b>1,353,999</b>	<b>170,284</b>
<b>Undist. Expend. - Other Supp. Services - Stud. - Extraord. Ser.</b>					
Salaries	626,907	-	626,907	489,657	137,250
Purchased professional - educational services	705,775	400,642	1,106,417	926,508	179,909
Supplies and materials	6,375	3,331	9,706	8,443	1,263
<b>Total Undist. Expend. - Other Supp. Serv. Stud. - Extraord. Ser.</b>	<b>1,339,057</b>	<b>403,973</b>	<b>1,743,030</b>	<b>1,424,608</b>	<b>318,422</b>
<b>Undist. Expend. - Guidance</b>					
Salaries of other professional staff	524,464	30,000	554,464	479,580	74,884
Salaries of secretarial and clerical assistants	43,220	-	43,220	43,220	-
Other salaries	9,000	-	9,000	2,208	6,792
Unused sick pay	-	4,875	4,875	4,875	-
Purchased professional - educational services	57,500	(51,300)	6,200	-	6,200
Other purchased services (400-500 series)	76,500	5,600	82,100	79,208	2,892
Supplies and materials	19,200	(3,150)	16,050	11,151	4,899
<b>Total Undist. Expend. - Guidance</b>	<b>729,884</b>	<b>(13,975)</b>	<b>715,909</b>	<b>620,242</b>	<b>95,667</b>
<b>Undist. Expend. - Child Study Teams</b>					
Salaries of other professional staff	1,483,383	(3,000)	1,480,383	1,400,328	80,055
Salaries of secretarial and clerical assistants	118,357	1	118,358	107,475	10,883
Other salaries	15,500	2,999	18,499	13,536	4,963
Purchased professional - educational services	3,500	800	4,300	3,900	400
Other purchased professional and technical services	23,500	3,055	26,555	24,805	1,750
Other purchased services (400-500 series)	1,000	-	1,000	-	1,000
Supplies and materials	4,675	-	4,675	1,181	3,494
Other objects	550	-	550	275	275
<b>Total Undist. Expend. - Child Study Teams</b>	<b>1,650,465</b>	<b>3,855</b>	<b>1,654,320</b>	<b>1,551,500</b>	<b>102,820</b>
<b>Undist. Expend. - Improvement of Instruction Services</b>					
Salaries of supervisor of instruction	542,002	1	542,003	537,679	4,324
Salaries of other professional staff	99,872	90	99,962	89,825	10,137
Salaries of secretarial and clerical assist.	20,465	90	20,555	20,055	500
Other salaries	12,000	4,683	16,683	4,331	12,352
Unused sick pay	-	13,233	13,233	13,233	-
Salaries of Facilitators, Math & Literacy Coaches	519,689	(5,000)	514,689	372,696	141,993
Other purchased services (400-500)	22,800	350	23,150	21,676	1,474
Supplies and materials	2,125	-	2,125	56	2,069
Other objects	4,000	-	4,000	3,236	764
<b>Total Undist. Expend. - Improvement of Instruction Services</b>	<b>1,222,953</b>	<b>13,447</b>	<b>1,236,400</b>	<b>1,062,787</b>	<b>173,613</b>
<b>Undist. Expend. - Educational Media Services/School Library</b>					
Salaries	480,423	-	480,423	462,722	17,701
Unused sick pay	-	12,394	12,394	12,394	-
Salaries of Technology Coordinators	831,016	-	831,016	790,037	40,979
Supplies and materials	25,190	326	25,516	22,443	3,073
Other objects	15,000	-	15,000	14,966	34
<b>Total Undist. Expend. - Ed. Media Services/School Library</b>	<b>1,351,629</b>	<b>12,720</b>	<b>1,364,349</b>	<b>1,302,562</b>	<b>61,787</b>
<b>Undist. Expend. - Instruction Staff Training Services</b>					
Salaries of supervisors of instruction	2,500	-	2,500	-	2,500
Salaries of other professional staff	7,500	-	7,500	210	7,290
Salaries of secretarial & clerical assist.	23,947	136	24,083	24,083	-
Other salaries	5,000	500	5,500	5,488	12
Purchased professional - educational services	17,200	(14,800)	2,400	-	2,400
Other purchased services (400-500 series)	38,488	(8,009)	30,479	6,743	23,736
Supplies and materials	3,000	(2,000)	1,000	300	700
Other objects	6,380	(6,023)	357	357	-
<b>Total Undist. Expend. - Instruction Staff Training Services</b>	<b>104,015</b>	<b>(30,196)</b>	<b>73,819</b>	<b>37,181</b>	<b>36,638</b>

**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Undist. Expend. - Support Service - General Administration</b>					
Salaries	\$ 271,526	\$ -	\$ 271,526	\$ 271,126	\$ 400
Legal services	150,000	(2,759)	147,241	86,219	61,022
Audit fees	50,000	-	50,000	45,000	5,000
Architectural/Engineering Services	150,000	19,806	169,806	96,633	73,173
Other purchased professional services	55,000	(9,800)	45,200	36,000	9,200
Purchased technical services	11,000	-	11,000	9,000	2,000
Communications/Telephone	305,375	(10,000)	295,375	196,744	98,631
BOE other purchased services	5,000	608	5,608	5,214	394
Misc purchased services (400-500 series)	42,597	31,300	73,897	45,673	28,224
General supplies	3,400	-	3,400	1,910	1,490
BOE In-House Training/Meeting Supplies	3,337	-	3,337	1,572	1,765
Judgements against the School District	175,000	(15,000)	160,000	17,433	142,567
Miscellaneous expenditures	10,000	-	10,000	9,235	765
Membership Dues and Fees	30,000	-	30,000	27,435	2,565
<b>Total Undist. Expend. - Support Service - Gen. Admin.</b>	<b>1,262,235</b>	<b>14,155</b>	<b>1,276,390</b>	<b>849,194</b>	<b>427,196</b>
<b>Undist. Expend. - Support Service - School Administration</b>					
Salaries of principals/Assistant principals	2,393,074	5	2,393,079	2,393,074	5
Salaries of other professional staff	305,501	72,501	378,002	365,154	12,848
Salaries of secretarial and clerical assistants	818,594	8,494	827,088	816,653	10,435
Other salaries	12,500	-	12,500	5,911	6,589
Unused vacation pay	-	30,668	30,668	30,668	-
Unused sick pay	-	12,308	12,308	12,308	-
Other purchased services (400-500 series)	36,500	(200)	36,300	20,934	15,366
Supplies and materials	55,972	9,622	65,594	61,457	4,137
Other objects	21,900	1,000	22,900	19,247	3,653
<b>Total Undist. Expend. - Support Service - School Admin.</b>	<b>3,644,041</b>	<b>134,398</b>	<b>3,778,439</b>	<b>3,725,406</b>	<b>53,033</b>
<b>Undist. Expend. - Support Service - Central Services</b>					
Salaries	988,292	5,000	993,292	953,091	40,201
Unused vacation pay	-	9,544	9,544	9,544	-
Unused sick pay	-	15,000	15,000	15,000	-
Purchased professional services	55,000	(3,000)	52,000	32,895	19,105
Purchased technical services	165,127	(3,119)	162,008	96,378	65,630
Other purchased services (400-500 series)	57,100	5,000	62,100	45,339	16,761
Supplies and materials	17,000	6,442	23,442	18,966	4,476
Other objects	9,350	-	9,350	5,981	3,369
<b>Total Undist. Expend. - Support Service - Central Services</b>	<b>1,291,869</b>	<b>34,867</b>	<b>1,326,736</b>	<b>1,177,194</b>	<b>149,542</b>
<b>Undist. Expend. - Support Service - Admin. Information Tech.</b>					
Salaries	195,267	-	195,267	194,517	750
Purchased technical services	441,183	65,090	506,273	460,973	45,300
Other purchased services	12,200	(8,015)	4,185	4,110	75
Supplies and materials	4,250	2,447	6,697	6,697	-
Other objects	1,300	(1,300)	-	-	-
<b>Total Undist. Expend. - Support Service - Admin. Info. Tech.</b>	<b>654,200</b>	<b>58,222</b>	<b>712,422</b>	<b>666,297</b>	<b>46,125</b>
<b>Undist. Expend. - Required Maintenance for School Facilities</b>					
Cleaning, repair and maintenance services	1,458,318	727,441	2,185,759	1,741,620	444,139
General supplies	200,000	(30,681)	169,319	144,428	24,891
Other objects	10,000	453,934	463,934	197,288	266,646
<b>Total Undist. Expend. - Required Maint. for School Facilities</b>	<b>1,668,318</b>	<b>1,150,694</b>	<b>2,819,012</b>	<b>2,083,336</b>	<b>735,676</b>
<b>Undist. Expend. - Custodial services</b>					
Salaries	3,763,881	-	3,763,881	3,555,783	208,098
Salaries of Non-instructional Aides	343,266	-	343,266	29,062	314,204
Unused vacation pay	-	61,462	61,462	61,462	-
Unused sick pay	-	11,983	11,983	11,983	-
Purchased professional and technical services	20,000	(7,000)	13,000	7,030	5,970
Cleaning, repair and maintenance services	360,000	69,238	429,238	308,281	120,957
Rental of land and building other than lease	-	1,960	1,960	1,960	-
Other purchased property services	185,000	6,000	191,000	168,643	22,357
Insurance	670,461	(7,000)	663,461	633,096	30,365
Miscellaneous purchased services	3,000	-	3,000	642	2,358
General supplies	350,000	96,502	446,502	352,218	94,284
Energy - Natural gas	440,000	100,000	540,000	519,039	20,961
Energy - Electricity	850,000	-	850,000	809,039	40,961
Energy - Gasoline	500	(500)	-	-	-
Other objects	28,250	(1,220)	27,030	19,772	7,258
<b>Total Undist. Expend. - Custodial Services</b>	<b>7,014,358</b>	<b>331,425</b>	<b>7,345,783</b>	<b>6,478,010</b>	<b>867,773</b>

**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Undistributed Expenditures - Care and Upkeep of Grounds</b>					
Salaries	\$ 314,242	\$ -	\$ 314,242	\$ 253,189	\$ 61,053
Cleaning, Repair, and Maintenance Services	465,000	(285,702)	179,298	136,798	42,500
General Supplies	70,000	(26,207)	43,793	41,229	2,564
Other Objects	6,000	-	6,000	1,640	4,360
<b>Total Undistributed Expenditures - Care and Upkeep of Grounds</b>	<b>855,242</b>	<b>(311,909)</b>	<b>543,333</b>	<b>432,856</b>	<b>110,477</b>
<b>Undistributed Expenditures - Security</b>					
Salaries	384,082	-	384,082	380,755	3,327
Unused vacation pay	-	4,837	4,837	4,837	-
Purchased Professional & Technical Services	76,000	(35,800)	40,200	33,158	7,042
Cleaning, Repair, and Maintenance Services	50,000	51,019	101,019	100,096	923
General Supplies	18,690	8,797	27,487	18,965	8,522
Other Objects	11,500	200	11,700	2,205	9,495
<b>Total Undistributed Expenditures - Security</b>	<b>540,272</b>	<b>29,053</b>	<b>569,325</b>	<b>540,016</b>	<b>29,309</b>
<b>Undist. Expend. - Student Transportation Services</b>					
Salaries of Non-instructional Aides	375,876	-	375,876	328,075	47,801
Salaries for pupil transp.(between home and school) - Regular	2,345,928	(16,200)	2,329,728	2,125,620	204,108
Salaries for pupil transp.(between home and school) - Special	617,892	15,000	632,892	599,405	33,487
Salaries for pupil transp.(other than between home and school)	10,000	1,200	11,200	11,152	48
Social security contributions	285,000	-	285,000	275,725	9,275
Workers compensation	200,000	(50,000)	150,000	110,710	39,290
Health benefits	1,923,000	-	1,923,000	1,923,000	-
Unused sick pay	-	77,519	77,519	43,717	33,802
Other purchased professional and technical services	65,000	17,681	82,681	51,930	30,751
Cleaning, repair and maintenance services	125,000	(24,769)	100,231	51,926	48,305
Lease purchase payments - School buses	400,000	(82,500)	317,500	290,085	27,415
Contract services (bet. home & sch) - Vendors	31,000	8,300	39,300	14,825	24,475
Contract services - Aid in Lieu of Payment for NP school students	160,500	3,000	163,500	162,776	724
Contract services (Between Home and School) - Joint agreements	42,800	-	42,800	22,893	19,907
Contract services (Sp Ed Stds) - Joint agreements	1,391,000	(40,000)	1,351,000	1,007,926	343,074
Contract services - (regular education students) - ESCs & CTSA's	74,900	70,000	144,900	136,454	8,446
Miscellaneous purchased services - Transportation	95,250	-	95,250	85,653	9,597
General supplies	8,500	37,161	45,661	9,196	36,465
Transportation Supplies	850,000	(40,130)	809,870	573,169	236,701
Other objects	6,000	-	6,000	5,659	341
<b>Total Undist. Expend. - Student Transportation Services</b>	<b>9,007,646</b>	<b>(23,738)</b>	<b>8,983,908</b>	<b>7,829,896</b>	<b>1,154,012</b>
<b>UNALLOCATED EMPLOYEE BENEFITS</b>					
Group Insurance	22,000	-	22,000	1,737	20,263
Social Security Contributions	1,000,000	-	1,000,000	919,646	80,354
T.P.A.F. Retirement Contribution	-	-	-	-	-
Other Retirement Contributions - PERS	1,648,337	(65,000)	1,583,337	1,583,035	302
Unemployment Compensation	200,000	-	200,000	-	200,000
Workmen's Compensation	375,000	50,000	425,000	397,845	27,155
Health Benefits	13,654,324	(41,000)	13,613,324	12,522,342	1,090,982
Tuition Reimbursement	175,000	27,166	202,166	123,628	78,538
Other Employee Benefits	435,500	(246,608)	188,892	146,227	42,665
Unused sick days	-	33,802	33,802	33,802	-
<b>TOTAL UNALLOCATED EMPLOYEE BENEFITS</b>	<b>17,510,161</b>	<b>(241,640)</b>	<b>17,268,521</b>	<b>15,728,262</b>	<b>1,540,259</b>
<b>ON-BEHALF CONTRIBUTIONS</b>					
On-behalf TPAF pension Contributions (non-budgeted)	-	-	-	13,693,959	(13,693,959)
On-behalf TPAF OPEB (Post Retire. Medical) Contrib.(non-budgeted)	-	-	-	3,726,995	(3,726,995)
On-behalf TPAF - LTDI (Non-budgeted)	-	-	-	4,631	(4,631)
Reimbursed TPAF Social Security Contributions (non-budgeted)	-	-	-	2,666,551	(2,666,551)
<b>TOTAL ON-BEHALF CONTRIBUTIONS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20,092,136</b>	<b>(20,092,136)</b>
<b>TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS</b>	<b>17,510,161</b>	<b>(241,640)</b>	<b>17,268,521</b>	<b>35,820,398</b>	<b>(18,551,877)</b>
<b>TOTAL UNDISTRIBUTED EXPENDITURES</b>	<b>54,270,318</b>	<b>1,346,435</b>	<b>55,616,753</b>	<b>69,243,179</b>	<b>(13,626,426)</b>
<b>TOTAL GENERAL CURRENT EXPENDITURES</b>	<b>89,583,223</b>	<b>1,801,810</b>	<b>91,385,033</b>	<b>104,094,210</b>	<b>(12,709,177)</b>

**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Year Ended June 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>CAPITAL OUTLAY</b>					
<b>Equipment</b>					
<b>Regular Programs - Instruction:</b>					
Grades 1-5	\$ -	\$ 37,359	\$ 37,359	\$ 32,716	\$ 4,643
Grades 6-8	-	14,693	14,693	14,693	-
<b>Undistributed:</b>					
Undistributed expenditures - School Admin.	-	2,225	2,225	2,225	-
Undistributed expenditures - Central services	10,000	-	10,000	2,943	7,057
Undistributed expenditures - Required Maintenance for School Fac.	32,000	94,718	126,718	91,248	35,470
Undistributed expenditures - Custodial	74,000	(15,891)	58,109	41,701	16,408
Undistributed expenditures - Student transp. - Non-inst. Serv.	-	2,103	2,103	1,876	227
Undistributed expenditures - Student transp. - Buses Regular	502,750	82,500	585,250	585,250	-
Undistributed expenditures - Non-instr. Serv.	10,000	-	10,000	-	10,000
<b>Total Equipment</b>	<u>628,750</u>	<u>217,707</u>	<u>846,457</u>	<u>772,652</u>	<u>73,805</u>
<b>Facilities Acquisition and Construction Services</b>					
Construction Services	-	395,910	395,910	380	395,530
Assessment for Debt Service on SDA	121,616	-	121,616	121,616	-
<b>Total Facilities Acquisition and Construction Services</b>	<u>121,616</u>	<u>395,910</u>	<u>517,526</u>	<u>121,996</u>	<u>395,530</u>
Interest Deposit to Capital Reserve	-	-	500	-	500
Interest Deposit to Capital Reserve	5,000	-	5,000	-	5,000
<b>TOTAL CAPITAL OUTLAY</b>	<u>755,366</u>	<u>613,617</u>	<u>1,369,483</u>	<u>894,648</u>	<u>474,835</u>
<b>Transfer of Funds to Charter Schools</b>	100,000	-	100,000	44,556	55,444
<b>TOTAL EXPENDITURES</b>	<u>90,438,589</u>	<u>2,415,427</u>	<u>92,854,516</u>	<u>105,033,414</u>	<u>(12,178,898)</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(8,578,283)</u>	<u>(2,004,345)</u>	<u>(10,583,128)</u>	<u>(2,201,657)</u>	<u>8,381,471</u>
<b>Fund Balance, July 1</b>	24,861,889	-	24,861,889	24,861,889	-
<b>Fund Balance, June 30</b>	<u>\$ 16,283,606</u>	<u>\$ (2,004,345)</u>	<u>\$ 14,278,761</u>	<u>\$ 22,660,232</u>	<u>\$ 8,381,471</u>
<b>Recapitulation:</b>					
<b>Restricted Fund Balance:</b>					
Capital reserve				4,810,766	
Maintenance reserve				3,750,000	
Excess surplus - current year				4,306,188	
Excess surplus - designated for subsequent year's expenditures				3,779,174	
Unemployment compensation				854,433	
<b>Assigned Fund Balance:</b>					
Year-end encumbrances				1,655,976	
Designated for subsequent year's expenditures				1,588,103	
<b>Unassigned fund balance</b>				<u>\$ 1,915,592</u>	
<b>Reconciliation to governmental funds statements (GAAP)</b>					
Fund balance per governmental funds (Budgetary)				\$ 22,660,232	
Last state aid payment not recognized on GAAP basis				(776,795)	
<b>Fund balance per governmental funds (GAAP) - B-1</b>				<u>\$ 21,883,437</u>	

**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**Special Revenue Fund**  
**For the Year Ended June 30, 2024**

	<b>Original Budget</b>	<b>Budget Transfers</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Final to Actual</b>
<b>REVENUES</b>					
Local sources	\$ 100,000	\$ 343,280	\$ 443,280	\$ 226,768	\$ (216,512)
State sources	12,623	103,488	116,111	109,342	(6,769)
Federal sources	1,693,240	1,105,260	2,798,500	2,354,031	(444,469)
<b>Total Revenues</b>	<u>1,805,863</u>	<u>1,552,028</u>	<u>3,357,891</u>	<u>2,690,141</u>	<u>(667,750)</u>
<b>EXPENDITURES</b>					
<b>Instruction:</b>					
Salaries of teachers	225,259	370,869	596,128	403,184	192,944
Purchased professional services	-	35,297	35,297	32,857	2,440
Tuition	1,356,868	(384,845)	972,023	952,194	19,829
General supplies	214,692	330,918	545,610	329,040	216,570
<b>Total instruction</b>	<u>1,796,819</u>	<u>352,239</u>	<u>2,149,058</u>	<u>1,717,275</u>	<u>431,783</u>
<b>Support services:</b>					
Other professional staff salaries	-	83,553	83,553	59,518	24,035
Personal services - employee benefits	-	146,989	146,989	55,418	91,571
Purchased professional - educational services	4,737	538,836	543,573	508,517	35,056
Purchased property services	-	-	-	-	-
Travel	-	71,352	71,352	45,920	25,432
Other purchased services (400-500 series)	-	2,445	2,445	1,495	950
Supplies & materials	4,007	124,701	128,708	100,702	28,006
Scholarships awarded	-	-	-	1,500	(1,500) Note 1
Student activities	-	-	-	-	- Note 1
<b>Total support services</b>	<u>8,744</u>	<u>967,876</u>	<u>976,620</u>	<u>773,070</u>	<u>203,550</u>
<b>Facilities acquisition and const. serv.:</b>					
Instructional equipment	-	124,610	124,610	91,676	32,934
Noninstructional equipment	-	107,662	107,662	107,662	-
<b>Total facilities acquisition and const. serv.</b>	<u>-</u>	<u>232,272</u>	<u>232,272</u>	<u>199,338</u>	<u>32,934</u>
<b>Total expenditures</b>	<u>1,805,563</u>	<u>1,552,387</u>	<u>3,357,950</u>	<u>2,689,683</u>	<u>668,267</u>
<b>Excess (deficiency) of revenues Over (under) expenditures</b>	<u>\$ 300</u>	<u>\$ (359)</u>	<u>\$ (59)</u>	\$ 458	<u>\$ 517</u>
<b>Fund Balance, July 1</b>				<u>36,036</u>	
<b>Fund Balance, June 30</b>				<u>\$ 36,494</u>	
<b>Recapitulation:</b>					
<b>Restricted:</b>					
Scholarships				\$ 36,080	
Student Activities				414	
<b>Total Fund Balance</b>				<u>\$ 36,494</u>	

Note 1 - Not required to budget for these funds.

**MANALAPAN-ENGISHTOWN REGIONAL SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Budget-to-GAAP Reconciliation**  
**Note to Required Supplementary Information**  
**For the Year Ended June 30, 2024**

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

	<u>General Fund</u>		<u>Special Revenue Fund</u>
<b>Sources/inflows of resources</b>			
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	[C-1] \$ 102,831,757		[C-2] \$ 2,690,141
Difference - budget to GAAP:			
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.	-		104,091
TPAF pension payments completely funded by the State of New Jersey are not included on the GAAP statements.	(13,693,959)		
The 2022-23 State aid payments are recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense.	894,786		-
The 2023-24 State aid payments are recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense.	(776,795)		-
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	[B-2] <u>\$ 89,255,789</u>		[B-2] <u>\$ 2,794,232</u>
<b>Uses/outflows of resources</b>			
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1] \$ 105,033,414		[C-2] \$ 2,689,683
Differences - budget to GAAP			
TPAF pension payments completely funded by the State of New Jersey are not included on the GAAP statements.	(13,693,959)		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.	-		104,091
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	[B-2] <u>\$ 91,339,455</u>		[B-2] <u>\$ 2,793,774</u>



## REQUIRED SUPPLEMENTARY INFORMATION - PART III

**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedule of the District's Proportionate Share of the Net Pension Liability-PERS**  
**For the Year Ended June 30, 2024**

**Last 10 Fiscal Years\***

	<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>
District's proportion of the net pension liability	0.1585112960%	0.1666900955%	0.1588287779%	0.1399027135%	0.1376279961%	0.1392323789%	0.1248382499%	0.1238127314%	0.1184482440%
District's proportionate share of the net pension liability	\$ 49,368,825	\$ 49,368,825	\$ 36,972,601	\$ 27,546,147	\$ 24,978,477	\$ 22,705,160	\$ 14,788,962	\$ 18,685,046	\$ 17,155,847
District's covered-employee payroll	\$ 12,521,737	\$ 10,892,044	\$ 9,832,578	\$ 9,817,852	\$ 9,892,094	\$ 9,275,875	\$ 8,968,632	\$ 8,777,981	\$ 8,698,210
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	394.26%	453.26%	376.02%	280.57%	252.51%	244.78%	164.90%	212.86%	197.23%
Plan fiduciary net position as a percentage of the total pension liability	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	62.91%	65.23%

The amounts presented were determined as of the fiscal year-end that occurred one year before the District's fiscal year end.

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

**MANALAPAN-ENGISHTOWN REGIONAL SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedule of District Contributions-PERS**  
**For the Year Ended June 30, 2024**

**Last 10 Fiscal Years\***

	<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>
Contractually required contributions	\$ 1,374,291	\$ 1,489,636	\$ 1,487,427	\$ 1,394,605	\$ 1,341,479	\$ 1,530,806	\$ 1,462,001	\$ 1,561,338	\$ 1,583,034
Contributions in relation to the contractually required contribution	<u>1,489,636</u>	<u>1,489,636</u>	<u>1,487,427</u>	<u>1,408,621</u>	<u>1,348,090</u>	<u>1,530,806</u>	<u>1,462,001</u>	<u>1,574,777</u>	<u>1,583,035</u>
Contribution deficiency (excess)	<u>\$ (115,345)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (14,016)</u>	<u>\$ (6,611)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (13,439)</u>	<u>\$ (1)</u>
District's covered-employee payroll	\$ 10,892,044	\$ 9,832,578	\$ 9,817,852	\$ 9,892,094	\$ 9,275,875	\$ 8,968,632	\$ 8,777,981	\$ 8,698,210	\$ 9,091,893
Contributions as a percentage of covered-employee payroll	12.62%	15.15%	15.13%	14.10%	14.46%	17.07%	16.66%	17.95%	17.41%

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

**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedule of the District's Proportionate Share of the Net Pension Liability-TPAF**  
**For the Year Ended June 30, 2024**

**Last 10 Fiscal Years\***

	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
State's proportion of the net pension liability associated with the District	0.3268186055%	0.3170383423%	0.3217349288%	0.3271951076%	0.3229516518%	0.3225694287%	0.3226776759%	0.3225843330%	0.3242741280%
State's proportionate share of the net pension liability associated with the District	\$ 206,563,315	\$ 249,402,546	\$ 216,925,290	\$ 208,154,499	\$ 198,198,477	\$ 212,408,087	\$ 155,127,901	\$ 166,435,502	\$ 165,485,744
District's covered-employee payroll	33,711,862	34,199,757	34,806,395	35,416,068	36,046,616	36,350,575	37,590,978	37,675,493	37,436,239
Proportionate share of the net pension liability as a percentage of District's covered-employee payroll	612.73%	729.25%	623.23%	587.74%	549.84%	584.33%	412.67%	441.76%	442.05%
Plan fiduciary net position as a percentage of the total pension liability	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%	35.52%	32.29%	34.68%

The District has a special funding situation and is not required to make any payments for this liability therefore it is not recorded on the ACFR.

The amounts presented were determined as of the fiscal year-end that occurred one year before the District's fiscal year end.

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

**MANALAPAN-ENGISHTOWN REGIONAL SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedule of Changes in the Total OPEB Liability and Related Ratios**  
**For the Year Ended June 30, 2024**  
**(Unaudited)**

**Last 10 Fiscal Years\***

	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
State's proportion of the OPEB liability associated with the District						
Service cost	\$ 6,778,475	\$ 5,811,455	\$ 5,926,091	\$ 10,632,584	\$ 9,041,266	\$ 7,016,120
Interest cost	7,034,186	6,685,078	5,469,239	5,773,305	5,011,414	6,919,461
Changes of benefit terms	-	-	-	(236,882)	-	-
Differences between Expected and Actual Experiences	(12,724,361)	(26,962,456)	46,181,641	(41,192,949)	8,027,667	396,004
Changes in assumptions	(19,414,077)	2,272,962	45,987,774	219,567	(50,728,331)	(1,746,377)
Member contributions	156,349	138,716	132,846	147,595	159,246	177,321
Gross benefit payments	<u>(4,523,772)</u>	<u>(4,679,596)</u>	<u>(4,382,922)</u>	<u>(4,547,748)</u>	<u>(4,963,954)</u>	<u>(5,393,832)</u>
Net change in total OPEB liability	(22,693,200)	(16,733,841)	99,314,669	(29,204,528)	(33,452,692)	7,368,697
Total OPEB liability - beginning	<u>191,871,678</u>	<u>169,178,478</u>	<u>152,444,637</u>	<u>251,759,306</u>	<u>222,554,778</u>	<u>189,102,086</u>
Total OPEB liability - ending	<u>\$ 169,178,478</u>	<u>\$ 152,444,637</u>	<u>\$ 251,759,306</u>	<u>\$ 222,554,778</u>	<u>\$ 189,102,086</u>	<u>\$ 196,470,783</u>
District's covered employee payroll	\$ 50,137,978	\$ 50,009,767	\$ 50,585,661	\$ 49,046,905	\$ 49,293,552	\$ 52,835,899
Total State's OPEB liability as a percentage of covered employee payroll	337%	305%	498%	454%	384%	372%

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

Manalapan-Englishtown Regional School District  
Notes to Required Supplementary Information - Part III  
For the Year Ended June 30, 2024

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

Changes in Benefit Terms - None .

Changes in Assumptions - The discount rate changed from 7.00% as of June 30, 2022, to 7.00% as of June 30, 2023.

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

Changes in Benefit Terms - None .

Changes in Assumptions - The discount rate changed from 7.00% as of June 30, 2022, to 7.00% as of June 30, 2023.

**State Health Benefit Local Education Retired Employees Plan (OPEB)**

Changes in Benefit Terms - None .

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

## OTHER SUPPLEMENTARY INFORMATION

D. School Based Budget Schedules  
Not Applicable



## E. Special Revenue Fund

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

	<b>Title I Part A 23/24</b>	<b>Title II Part A 23/24</b>	<b>Title III 23/24</b>	<b>Title IV 23/24</b>	<b>IDEA-Part B-Basic Reg Prog 23/24</b>
<b>Revenues:</b>					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-
Federal sources	<u>167,976</u>	<u>20,270</u>	<u>23,059</u>	<u>21,007</u>	<u>1,267,011</u>
<b>Total revenues</b>	<u>167,976</u>	<u>20,270</u>	<u>23,059</u>	<u>21,007</u>	<u>1,267,011</u>
<b>Expenditures:</b>					
Instruction:					
Salaries of teachers	96,577	-	9,710	-	-
Other salaries/instruction	-	-	-	-	-
Purchased professional services	-	-	-	-	-
General supplies	15,561	-	10,509	8,775	21,670
Tuition	-	-	-	-	895,378
Textbooks	-	-	-	-	-
Miscellaneous expenses	-	-	-	-	-
<b>Total instruction</b>	<u>112,138</u>	<u>-</u>	<u>20,219</u>	<u>8,775</u>	<u>917,048</u>
Support services:					
Other support services - students - special:					
Other professional staff salaries	420	16,415	840	-	6,935
Purchased professional services	-	2,200	-	1,750	333,000
Purchased technical services	-	-	-	-	-
Purchased property services	-	-	-	-	-
Employee benefits	55,418	-	-	-	-
Travel	-	1,140	2,000	-	9,028
General supplies	-	515	-	10,482	1,000
Scholarships awarded	-	-	-	-	-
Student activities	-	-	-	-	-
Purchased prof.-educ.services	-	-	-	-	-
<b>Total other support services - students - special</b>	<u>55,838</u>	<u>20,270</u>	<u>2,840</u>	<u>12,232</u>	<u>349,963</u>
<b>Total support services</b>	<u>55,838</u>	<u>20,270</u>	<u>2,840</u>	<u>12,232</u>	<u>349,963</u>
Equipment:					
Non-instructional equipment	-	-	-	-	-
<b>Total equipment</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total expenditures</b>	<u>\$ 167,976</u>	<u>\$ 20,270</u>	<u>\$ 23,059</u>	<u>\$ 21,007</u>	<u>\$ 1,267,011</u>
<b>Excess (deficiency) of revenues Over (under) expenditures</b>	-	-	-	-	-
<b>Fund Balance, July 1</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balance, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued on next page)

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

(Continued from prior page)

	IDEA-Part B-Preschool Reg Prog 23/24	Emergent Projects & Capital Maintenance 23/24	Nonpublic Nursing 23/24	ESSER II Accelerated Learning
Revenues:				
Local sources	\$ -	\$ -	\$ -	\$ -
State sources	-	107,662	1,680	-
Federal sources	76,063	-	-	2,509
Total revenues	76,063	107,662	1,680	2,509
Expenditures:				
Instruction:				
Salaries of teachers	-	-	-	2,509
Purchased professional services	-	-	-	-
General supplies	8,831	-	-	-
Tuition	56,816	-	-	-
Textbooks	-	-	-	-
Miscellaneous expenses	-	-	-	-
Total instruction	65,647	-	-	2,509
Support services:				
Other support services -				
students - special:				
Other professional				
staff salaries	-	-	-	-
Purchased professional services	10,416	-	1,680	-
Other purchased professional				
services	-	-	-	-
Purchased technical services	-	-	-	-
Purchased property services	-	-	-	-
Employee benefits	-	-	-	-
Travel	-	-	-	-
General supplies	-	-	-	-
Scholarships awarded	-	-	-	-
Student activities	-	-	-	-
Purchased prof.-educ.services	-	-	-	-
Total other support services -	10,416	-	1,680	-
students - special				
Total support services	10,416	-	1,680	-
Equipment:				
Non-instructional equipment	-	107,662	-	-
Total equipment	-	107,662	-	-
Total expenditures	\$ 76,063	\$ 107,662	\$ 1,680	\$ 2,509
Excess (deficiency) of revenues				
Over (under) expenditures	-	-	-	-
Fund Balance, July 1	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -

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

(Continued from prior page)

**American Rescue Plan**

	<b>I.D.E.A. - Part B Basic</b>	<b>Preschool</b>	<b>ESSER III 23/24</b>	<b>Accelerated Learning</b>	<b>Mental Health</b>	<b>Summer Program</b>	<b>Homeless II</b>	<b>Beyond The School Day</b>
Revenues:								
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-	-	-
Federal sources	21,023	1,241	236,729	217,413	6,000	23,955	435	18,983
<b>Total revenues</b>	<b>21,023</b>	<b>1,241</b>	<b>236,729</b>	<b>217,413</b>	<b>6,000</b>	<b>23,955</b>	<b>435</b>	<b>18,983</b>
Expenditures:								
Instruction:								
Salaries of teachers	-	-	19,678	24,850	-	23,955	-	18,983
Other salaries/instruction	-	-	-	-	-	-	-	-
Purchased professional services	-	-	15,300	-	-	-	-	-
General supplies	14,067	1,214	106,206	-	-	-	-	-
Tuition	-	-	-	-	-	-	-	-
Textbooks	-	-	-	-	-	-	-	-
Miscellaneous expenses	-	-	-	-	-	-	-	-
<b>Total instruction</b>	<b>14,067</b>	<b>1,214</b>	<b>141,184</b>	<b>24,850</b>	<b>-</b>	<b>23,955</b>	<b>-</b>	<b>18,983</b>
Support services:								
Other support services -								
students - special:								
Other professional								
staff salaries	2,028	-	1,260	11,620	-	-	-	-
Purchased professional services	-	-	82,986	73,485	3,000	-	-	-
Other purchased professional	-	-	-	-	-	-	-	-
services	-	-	-	-	-	-	-	-
Purchased technical services	-	-	-	-	-	-	-	-
Purchased property services	-	-	-	-	-	-	-	-
Employee benefits	-	-	-	-	-	-	-	-
Travel	-	-	-	33,317	-	-	435	-
General supplies	4,928	27	6,609	74,141	3,000	-	-	-
Scholarships awarded	-	-	-	-	-	-	-	-
Student activities	-	-	-	-	-	-	-	-
Purchased prof.-educ.services	-	-	-	-	-	-	-	-
<b>Total other support services -</b>	<b>6,956</b>	<b>27</b>	<b>90,855</b>	<b>192,563</b>	<b>6,000</b>	<b>-</b>	<b>435</b>	<b>-</b>
<b>students - special</b>								
<b>Total support services</b>	<b>6,956</b>	<b>27</b>	<b>90,855</b>	<b>192,563</b>	<b>6,000</b>	<b>-</b>	<b>435</b>	<b>-</b>
Equipment:								
Regular programs instruction	-	-	4,690	-	-	-	-	-
Non-instructional equipment	-	-	-	-	-	-	-	-
<b>Total equipment</b>	<b>-</b>	<b>-</b>	<b>4,690</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total expenditures</b>	<b>\$ 21,023</b>	<b>\$ 1,241</b>	<b>\$ 236,729</b>	<b>\$ 217,413</b>	<b>\$ 6,000</b>	<b>\$ 23,955</b>	<b>\$ 435</b>	<b>\$ 18,983</b>
<b>Excess (deficiency) of revenues</b>								
<b>Over (under) expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balance, July 1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balance, June 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

(continued on next page) 1 on next page)

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

(Continued from prior page)

	<b>Student Activity 23/24</b>	<b>PTA/ PTO 23/24</b>	<b>Foundation for MERS 23/24</b>	<b>Scholarship Activity 23/24</b>	<b>High Impact Tutoring 23/24</b>	<b>Total 2024</b>
Revenues:						
Local sources	\$ 596	\$ 167,948	\$ 56,862	\$ 1,362	\$ -	\$ 226,768
State sources	-	-	-	-	-	109,342
Federal sources	-	-	-	-	250,357	2,354,031
<b>Total revenues</b>	<b>596</b>	<b>167,948</b>	<b>56,862</b>	<b>1,362</b>	<b>250,357</b>	<b>2,690,141</b>
Expenditures:						
Instruction:						
Salaries of teachers	-	-	-	-	206,922	403,184
Other salaries/instruction	-	-	-	-	-	-
Purchased professional services	-	17,557	-	-	-	32,857
General supplies	-	79,502	39,270	-	23,435	329,040
Tuition	-	-	-	-	-	952,194
Textbooks	-	-	-	-	-	-
Miscellaneous expenses	-	-	-	-	-	-
<b>Total instruction</b>	<b>-</b>	<b>97,059</b>	<b>39,270</b>	<b>-</b>	<b>230,357</b>	<b>1,717,275</b>
Support services:						
Other support services -						
students - special:						
Other professional						
staff salaries	-	-	-	-	20,000	59,518
Purchased professional services	-	-	-	-	-	508,517
Other purchased professional						
services	-	-	1,495	-	-	1,495
Purchased technical services	-	-	-	-	-	-
Purchased property services	-	-	-	-	-	-
Employee benefits	-	-	-	-	-	55,418
Travel	-	-	-	-	-	45,920
General supplies	-	-	-	-	-	100,702
Scholarship awarded	-	-	-	1,500	-	1,500
Student activities	-	-	-	-	-	-
Purchased prof.-educ.services	-	-	-	-	-	-
<b>Total other support services -</b>	<b>-</b>	<b>-</b>	<b>1,495</b>	<b>1,500</b>	<b>20,000</b>	<b>773,070</b>
students - special						
Equipment:						
Regular programs instruction	-	70,889	16,097	-	-	91,676
Non-instructional equipment	-	-	-	-	-	107,662
<b>Total equipment</b>	<b>-</b>	<b>70,889</b>	<b>16,097</b>	<b>-</b>	<b>-</b>	<b>199,338</b>
<b>Total expenditures</b>	<b>\$ -</b>	<b>\$ 167,948</b>	<b>\$ 56,862</b>	<b>\$ 1,500</b>	<b>\$ 250,357</b>	<b>\$ 2,689,683</b>
<b>Excess (deficiency) of revenues</b>						
<b>Over (under) expenditures</b>	<b>596</b>	<b>-</b>	<b>-</b>	<b>(138)</b>	<b>-</b>	<b>458</b>
<b>Fund Balance, July 1</b>	<b>35,484</b>	<b>-</b>	<b>-</b>	<b>552</b>	<b>-</b>	<b>36,036</b>
<b>Fund Balance, June 30</b>	<b>\$ 36,080</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 414</b>	<b>\$ -</b>	<b>\$ 36,494</b>

F. Capital Projects Fund  
Not Applicable

G. Proprietary Funds  
See B-4 through B-6

H. Fiduciary Funds  
Not Applicable



## I. Long-Term Debt

**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Long-Term Debt**  
**Schedule of Serial Bonds**  
**June 30, 2024**

<b>Issue</b>	<b>Date of Issue</b>	<b>Amount of Issue</b>	<b>Date</b>	<b>Amount</b>	<b>Interest Rate</b>	<b>July 1, 2023</b>	<b>Issued</b>	<b>Retired</b>	<b>Balance June 30, 2024</b>
School District Bonds	7/8/2016	\$ 16,585,000				16,290,000	-	-	16,290,000
			10/01/24	3,010,000	4.000%				
			10/01/25	3,130,000	4.000%				
			10/01/26	3,260,000	4.000%				
			10/01/27	3,380,000	4.000%				
			10/01/28	3,510,000	4.000%				
School District Bonds	7/8/2021	\$ 4,780,000				3,070,000	-	3,070,000	-
						<u>\$ 19,360,000</u>	<u>\$ -</u>	<u>\$ 3,070,000</u>	<u>\$ 16,290,000</u>

**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Long-Term Debt**  
**Schedule of Obligations Under Financed Purchases**  
**June 30, 2024**

	Interest Rate Payables	Amount of Original Issue	Balance July 1, 2023	Additions Current Year	Retired Current Year	Balance June 30, 2024
6 - 54 and 2-24 Passenger Buses	1.94%	720,000	\$ 267,931	-	74,718	\$ 193,213
4 - 54, and 2 -24 Passenger Buses	2.02%	540,000	47,386	-	47,386	-
4 - 54, and 2 -24 Passenger Buses	3.99%	525,000	276,636	-	51,700	224,936
4 - 54 Passenger Buses	2.39%	415,000	294,500	-	39,149	255,351
			<u>\$ 886,453</u>	<u>\$ -</u>	<u>\$ 212,953</u>	<u>\$ 673,500</u>

**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Debt Service Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:					
Local sources:					
Local tax levy	\$ 3,656,195	\$ -	\$ 3,656,195	\$ 3,656,195	\$ -
Miscellaneous	-	-	-	-	-
Interest income	-	-	-	-	-
Total revenues - local sources	<u>3,656,195</u>	<u>-</u>	<u>3,656,195</u>	<u>3,656,195</u>	<u>-</u>
State sources:					
Debt service aid type II	-	-	-	-	-
Total state sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>3,656,195</u>	<u>-</u>	<u>3,656,195</u>	<u>3,656,195</u>	<u>-</u>
Expenditures					
Regular debt service:					
Interest	659,428	-	659,428	659,428	-
Redemption of principal	3,070,000	-	3,070,000	3,070,000	-
Total regular debt service	<u>3,729,428</u>	<u>-</u>	<u>3,729,428</u>	<u>3,729,428</u>	<u>-</u>
Total Expenditures	<u>3,729,428</u>	<u>-</u>	<u>3,729,428</u>	<u>3,729,428</u>	<u>-</u>
Excess (Deficiency) of revenues over (under) Expenditures	(73,233)	-	(73,233)	(73,233)	-
Other Financing Sources (Uses):					
Operating transfers in:					
Transfer from Capital Projects Fund	-	-	-	-	-
Payoff old bonds and interest	-	-	-	-	-
Issuance of bonds	-	-	-	-	-
Bond issuance costs	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of revenues and other financing sources (uses) over (under) expenditures	(73,233)	-	(73,233)	(73,233)	-
Fund Balances, July 1	<u>(3,395)</u>	<u>-</u>	<u>(3,395)</u>	<u>73,281</u>	<u>47</u>
Fund Balances, June 30	<u>\$ (76,628)</u>	<u>\$ -</u>	<u>\$ (76,628)</u>	<u>\$ 48</u>	<u>\$ 47</u>

## STATISTICAL SECTION

**Manalapan-Englishtown Regional School District  
Statistical Section**

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.	104-109
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	110-113
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.	114-117
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.	118-119
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	120-125

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

**Manalapan-Englishtown Regional School District**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
**UNAUDITED**  
*(accrual basis of accounting)*

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental activities										
Net investment in capital assets	\$ 54,812,614	\$ 54,992,019	\$ 55,084,790	\$ 57,217,737	\$ 68,999,876	\$ 70,706,123	\$ 71,954,497	\$ 74,370,391	\$ 75,025,050	\$ 74,600,117
Restricted	10,132,234	11,886,877	12,426,296	11,191,038	13,513,968	17,646,089	19,028,055	18,499,335	17,229,132	17,500,609
Unrestricted	(35,281,898)	(35,923,798)	(36,255,427)	(36,483,995)	(47,596,808)	(49,007,762)	(45,110,638)	(38,724,657)	(34,838,684)	(35,250,571)
Total governmental activities net position	<u>\$ 29,662,950</u>	<u>\$ 30,955,098</u>	<u>\$ 31,255,659</u>	<u>\$ 31,924,780</u>	<u>\$ 34,917,036</u>	<u>\$ 39,344,450</u>	<u>\$ 45,871,914</u>	<u>\$ 54,145,069</u>	<u>\$ 57,415,498</u>	<u>\$ 56,850,155</u>
Business-type activities										
Net investment in capital assets	\$ 224,458	\$ 229,272	\$ 206,440	\$ 197,447	\$ 215,533	\$ 198,055	\$ 164,311	\$ 235,746	\$ 264,663	\$ 260,187
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	429,382	532,804	685,879	879,647	608,091	637,010	659,413	1,151,738	1,287,664	1,323,377
Total business-type activities net position	<u>\$ 653,840</u>	<u>\$ 762,076</u>	<u>\$ 892,319</u>	<u>\$ 1,077,094</u>	<u>\$ 823,624</u>	<u>\$ 835,065</u>	<u>\$ 823,724</u>	<u>\$ 1,387,484</u>	<u>\$ 1,552,327</u>	<u>\$ 1,583,564</u>
District-wide										
Net investment in capital assets	\$ 55,037,072	\$ 55,221,291	\$ 55,291,230	\$ 57,415,184	\$ 69,215,409	\$ 70,904,178	\$ 72,118,808	\$ 74,606,137	\$ 75,289,713	\$ 74,860,304
Restricted	10,132,234	11,886,877	12,426,296	11,191,038	13,513,968	17,646,089	19,028,055	18,499,335	17,229,132	17,500,609
Unrestricted	(34,852,516)	(35,390,994)	(35,569,548)	(35,604,348)	(46,988,717)	(48,370,752)	(44,451,225)	(37,572,919)	(33,551,020)	(33,927,194)
Total district net position	<u>\$ 30,316,790</u>	<u>\$ 31,717,174</u>	<u>\$ 32,147,978</u>	<u>\$ 33,001,874</u>	<u>\$ 35,740,660</u>	<u>\$ 40,179,515</u>	<u>\$ 46,695,638</u>	<u>\$ 55,532,553</u>	<u>\$ 58,967,825</u>	<u>\$ 58,433,719</u>

Source: ACFR Schedule A-1 and District records.

**Manalapan-Englishtown Regional School District**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**UNAUDITED**  
*(accrual basis of accounting)*

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Expenses</b>										
Governmental activities										
Instruction										
Regular	\$ 38,746,639	\$ 39,067,252	\$ 39,751,394	\$ 41,256,524	\$ 40,872,189	\$ 39,257,457	\$ 37,346,450	\$ 33,179,873	\$ 36,035,647	\$ 39,111,705
Special education	12,047,689	12,906,420	13,383,520	14,082,017	14,275,818	13,920,610	14,796,599	15,113,106	15,212,159	15,833,600
Other instruction	3,263,657	3,489,231	3,790,596	4,121,280	4,196,586	4,535,573	4,405,450	4,730,538	4,952,644	5,130,783
Nonpublic school programs	6,452	11,599	12,660	7,257	12,060	4,668	3,337	3,920	9,276	1,680
Support Services:										
Tuition	865,841	1,155,728	1,301,087	1,533,440	1,329,480	1,522,788	1,595,283	1,208,187	1,118,350	1,233,463
Student & instruction related services	7,590,149	7,829,552	8,156,242	8,178,758	8,449,975	7,987,405	8,132,786	8,022,846	8,327,680	8,806,092
General and Business administrative services	2,703,274	2,965,907	2,762,147	3,024,599	2,927,922	2,902,925	3,166,980	2,972,109	3,904,447	3,560,244
School administrative services	3,169,779	3,295,333	3,430,965	3,409,285	3,395,345	3,441,640	3,560,958	3,492,913	3,632,807	3,763,378
Plant operations and maintenance	8,662,640	8,142,265	9,105,355	7,859,192	9,264,036	8,360,081	9,235,651	9,822,884	10,957,086	10,033,442
Pupil transportation	7,207,730	6,971,802	6,422,458	7,700,610	8,032,709	7,689,579	7,094,987	7,594,172	7,819,181	8,239,881
Charter Schools	100,090	91,255	28,418	31,455	34,528	62,220	100,389	82,120	43,246	44,556
Interest on long-term debt	1,498,596	1,431,044	1,152,291	787,124	359,018	259,487	113,130	-	420,129	512,735
Total governmental activities expenses	<u>85,862,536</u>	<u>87,357,388</u>	<u>89,297,133</u>	<u>91,991,541</u>	<u>93,149,666</u>	<u>89,944,433</u>	<u>89,552,000</u>	<u>86,222,668</u>	<u>92,432,652</u>	<u>96,271,559</u>
Business-type activities:										
Food service	1,945,349	1,972,328	1,887,642	1,948,063	2,443,573	1,470,887	1,662,370	2,540,284	2,437,908	2,512,509
Total business-type activities expense	<u>1,945,349</u>	<u>1,972,328</u>	<u>1,887,642</u>	<u>1,948,063</u>	<u>2,443,573</u>	<u>1,470,887</u>	<u>1,662,370</u>	<u>2,540,284</u>	<u>2,437,908</u>	<u>2,512,509</u>
Total district expenses	<u>\$ 87,807,885</u>	<u>\$ 89,329,716</u>	<u>\$ 91,184,775</u>	<u>\$ 93,939,604</u>	<u>\$ 95,593,239</u>	<u>\$ 91,415,320</u>	<u>\$ 91,214,370</u>	<u>\$ 88,762,952</u>	<u>\$ 94,870,560</u>	<u>\$ 98,784,068</u>
<b>Program Revenues</b>										
Governmental activities:										
Charges for services	\$ -	\$ -	\$ 37,215	\$ 23,608	\$ 83,906	\$ 54,713	\$ 34,379	\$ 18,741	\$ 113,200	\$ 127,713
Operating grants and contributions	7,699,434	8,234,480	8,791,830	9,424,830	9,788,310	9,922,660	11,871,215	14,768,761	15,291,640	15,075,112
Total governmental activities program revenues	<u>7,699,434</u>	<u>8,234,480</u>	<u>8,829,045</u>	<u>9,448,438</u>	<u>9,872,216</u>	<u>9,977,373</u>	<u>11,905,594</u>	<u>14,787,502</u>	<u>15,404,840</u>	<u>15,202,825</u>



**Manalapan-Englishtown Regional School District**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**UNAUDITED**  
*(accrual basis of accounting)*

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Business-type activities:										
Charges for services										
Food service	1,576,958	1,613,078	1,592,432	1,672,147	1,722,015	1,130,562	30,281	603,668	1,773,359	1,805,956
Operating grants and contributions	438,677	467,434	425,389	460,611	457,100	342,462	1,620,500	2,500,264	828,066	703,353
Total business type activities program revenues	2,015,635	2,080,512	2,017,821	2,132,758	2,179,115	1,473,024	1,650,781	3,103,932	2,601,425	2,509,309
Total district program revenues	<u>\$ 9,715,069</u>	<u>\$ 10,314,992</u>	<u>\$ 10,846,866</u>	<u>\$ 11,581,196</u>	<u>\$ 12,051,331</u>	<u>\$ 11,450,397</u>	<u>\$ 13,556,375</u>	<u>\$ 17,891,434</u>	<u>\$ 18,006,265</u>	<u>\$ 17,712,134</u>
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (78,163,102)	\$ (79,122,908)	\$ (80,468,088)	\$ (82,543,103)	\$ (83,277,450)	\$ (79,967,060)	\$ (77,646,406)	\$ (71,435,166)	\$ (77,027,812)	\$ (81,068,734)
Business-type activities	70,286	108,184	130,179	184,695	(264,458)	2,137	(11,589)	563,648	163,517	(3,200)
Total district-wide net expense	<u>\$ (78,092,816)</u>	<u>\$ (79,014,724)</u>	<u>\$ (80,337,909)</u>	<u>\$ (82,358,408)</u>	<u>\$ (83,541,908)</u>	<u>\$ (79,964,923)</u>	<u>\$ (77,657,995)</u>	<u>\$ (70,871,518)</u>	<u>\$ (76,864,295)</u>	<u>\$ (81,071,934)</u>
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 54,942,228	\$ 56,603,915	\$ 58,286,034	\$ 60,996,055	\$ 63,687,865	\$ 64,961,622	\$ 66,260,854	\$ 67,586,071	\$ 69,335,036	\$ 71,948,082
Taxes levied for debt service	3,451,646	3,457,532	3,421,639	3,312,400	3,315,664	3,341,050	3,358,437	3,375,794	3,315,563	3,656,195
Unrestricted grants and contributions	19,876,153	19,767,029	19,138,157	18,314,823	17,220,468	15,415,739	12,787,479	8,073,985	6,595,735	3,684,165
Tuition received	25,194	22,326	-	-	-	-	-	-	-	-
Investment earnings	1,973	3,055	5,141	10,121	224,914	194,301	17,044	49,160	45,887	466,020
Miscellaneous income	377,281	561,251	(82,322)	578,825	1,820,795	481,762	882,320	623,311	1,006,020	748,929
Total governmental activities	<u>78,674,475</u>	<u>80,415,108</u>	<u>80,768,649</u>	<u>83,212,224</u>	<u>86,269,706</u>	<u>84,394,474</u>	<u>83,306,134</u>	<u>79,708,321</u>	<u>80,298,241</u>	<u>80,503,391</u>
Business-type activities:										
Investment earnings	-	-	64	80	10,988	9,304	248	112	1,326	34,437
Total business-type activities	<u>-</u>	<u>-</u>	<u>64</u>	<u>80</u>	<u>10,988</u>	<u>9,304</u>	<u>248</u>	<u>112</u>	<u>1,326</u>	<u>34,437</u>
Total district-wide	<u>\$ 78,674,475</u>	<u>\$ 80,415,108</u>	<u>\$ 80,768,713</u>	<u>\$ 83,212,304</u>	<u>\$ 86,280,694</u>	<u>\$ 84,403,778</u>	<u>\$ 83,306,382</u>	<u>\$ 79,708,433</u>	<u>\$ 80,299,567</u>	<u>\$ 80,537,828</u>
<b>Change in Net Position</b>										
Governmental activities	\$ 511,373	\$ 1,292,200	\$ 300,561	\$ 669,121	\$ 2,992,256	\$ 4,427,414	\$ 5,659,728	\$ 8,273,155	\$ 3,270,429	\$ (565,343)
Business-type activities	70,286	108,184	130,243	184,775	(253,470)	11,441	(11,341)	563,760	164,843	31,237
Total district	<u>\$ 581,659</u>	<u>\$ 1,400,384</u>	<u>\$ 430,804</u>	<u>\$ 853,896</u>	<u>\$ 2,738,786</u>	<u>\$ 4,438,855</u>	<u>\$ 5,648,387</u>	<u>\$ 8,836,915</u>	<u>\$ 3,435,272</u>	<u>\$ (534,106)</u>

Source: ACFR Schedule A-2 and District records.

**Manalapan-Englishtown Regional School District**  
**Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
**UNAUDITED**  
*(modified accrual basis of accounting)*

	2015	2016	2017	2018	Fiscal Year Ended June 30,		2021	2022	2023	2024
					2019	2020				
General Fund										
Restricted	\$ -	\$ -	\$ 9,862,953	\$ 9,801,613	\$ 13,013,018	\$ 17,646,089	\$ 19,028,055	\$ 18,422,706	\$ 17,155,851	\$ 17,500,561
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	2,547,539	2,222,190	1,551,235	1,041,653	2,351,095	4,084,364	4,809,153	3,244,079
Unassigned	-	-	134,308	353,274	565,632	170,771	2,066,058	2,499,561	2,002,099	1,138,797
Reserved	10,079,164	11,833,833	-	-	-	-	-	-	-	-
Unreserved	(218,997)	167,884	-	-	-	-	-	-	-	-
Total general fund	<u>\$ 9,860,167</u>	<u>\$ 12,001,717</u>	<u>\$ 12,544,800</u>	<u>\$ 12,377,077</u>	<u>\$ 15,129,885</u>	<u>\$ 18,858,513</u>	<u>\$ 23,445,208</u>	<u>\$ 25,006,631</u>	<u>\$ 23,967,103</u>	<u>\$ 21,883,437</u>
All Other Governmental Funds										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted										
Special revenue fund							36,003	36,009	36,036	36,494
Debit service fund	53,070	53,044	15,804	15,804	-	-	-	76,629	73,281	48
Unreserved, reported in:										
Special revenue fund	-	-	-	-	-	-	-	-	1,138,797	-
Total all other governmental funds	<u>\$ 53,070</u>	<u>\$ 53,044</u>	<u>\$ 15,804</u>	<u>\$ 15,804</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,003</u>	<u>\$ 112,638</u>	<u>\$ 1,248,114</u>	<u>\$ 36,542</u>

Source: ACFR Schedule B-1 and District records.

**Manalapan-Englishtown Regional School District**  
**Changes in Fund Balances, Governmental Funds**  
**Last Ten Fiscal Years**  
**UNAUDITED**  
*(modified accrual basis of accounting)*

Fiscal Year Ended June 30,

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Revenues</b>										
Tax levy	\$ 58,393,874	\$ 60,061,447	\$ 61,707,673	\$ 64,308,455	\$ 67,003,529	\$ 68,302,672	\$ 69,619,291	\$ 70,961,865	\$ 72,650,599	\$ 75,604,277
Tuition charges	25,194	22,326	37,215	23,608	83,906	54,713	34,369	18,736	107,455	127,117
Interest earnings	1,931	3,003	5,141	10,121	224,914	194,301	17,044	49,160	45,887	466,020
Miscellaneous	367,381	527,938	561,479	578,825	500,223	481,762	467,330	623,316	1,011,765	673,003
State sources	26,102,953	26,337,845	26,286,212	26,109,183	25,505,757	23,631,859	22,275,940	19,863,915	18,921,126	16,424,948
Federal sources	1,472,634	1,663,664	1,643,775	1,630,470	1,503,021	1,706,540	2,382,754	2,978,831	2,966,249	2,410,851
Total revenue	<u>86,363,967</u>	<u>88,616,223</u>	<u>90,241,495</u>	<u>92,660,662</u>	<u>94,821,350</u>	<u>94,371,847</u>	<u>94,796,728</u>	<u>94,495,823</u>	<u>95,703,081</u>	<u>95,706,216</u>
<b>Expenditures</b>										
Instruction										
Regular Instruction	26,906,059	26,245,090	26,624,026	26,604,243	26,133,342	25,450,237	25,307,920	25,233,670	25,831,003	25,918,705
Special education instruction	9,014,473	9,489,536	9,810,505	10,207,322	10,581,687	10,527,349	11,873,611	13,182,029	12,831,024	12,768,907
Other instruction	2,476,876	2,597,128	2,854,593	3,109,222	3,258,185	3,670,146	3,668,279	4,248,053	4,360,863	4,373,002
Nonpublic school programs	6,452	11,599	12,660	7,257	12,060	4,668	3,337	3,920	9,276	1,680
Support Services:										
Student & instruction related services	8,349,238	8,781,944	9,260,737	9,483,799	9,426,258	9,203,424	9,421,300	9,005,216	9,151,470	9,640,576
General administrative services	1,128,898	1,259,453	1,071,405	1,296,086	1,277,294	1,376,544	1,672,542	1,349,906	2,130,338	1,716,753
School Administrative services	3,150,236	3,276,121	3,412,390	3,387,548	3,361,730	3,412,444	3,531,762	3,471,421	3,604,773	3,725,406
Business administrative services	1,572,876	1,704,954	1,690,742	1,728,513	1,650,628	1,526,381	1,494,438	1,622,203	1,774,109	1,843,491
Plant operations and maintenance	7,916,526	7,560,116	7,605,564	8,088,562	7,857,209	8,515,813	8,459,458	8,565,019	9,535,451	9,534,218
Pupil transportation	6,995,038	6,762,715	6,940,133	7,465,910	7,669,769	7,374,347	6,779,755	7,362,126	7,516,495	7,829,896
Unallocated employee benefits	13,047,464	13,968,989	15,215,905	15,775,542	16,475,615	15,456,094	14,617,616	13,109,087	14,521,464	15,772,818
Capital outlay	2,607,956	890,423	2,031,326	1,927,919	1,952,541	386,222	887,641	2,038,566	1,814,810	1,007,777
Debt service:										
Principal	2,065,000	2,125,000	2,515,000	2,270,000	2,385,000	2,495,000	2,620,000	2,850,000	2,955,000	3,070,000
Interest and other charges	1,876,734	1,801,631	1,407,528	1,476,462	1,363,600	1,244,550	1,119,107	816,549	709,854	659,428
Total expenditures	<u>87,113,826</u>	<u>86,474,699</u>	<u>90,452,514</u>	<u>92,828,385</u>	<u>93,404,918</u>	<u>90,643,219</u>	<u>91,456,766</u>	<u>92,857,765</u>	<u>96,745,930</u>	<u>97,862,657</u>
Excess (Deficiency) of revenues over (under) expenditures	(749,859)	2,141,524	(211,019)	(167,723)	1,416,432	3,728,628	3,339,962	1,638,058	(1,042,849)	(2,156,441)
<b>Other Financing sources (uses)</b>										
Capital leases (non-budgeted)	478,384	-	706,862	-	1,320,572	-	415,000	-	-	-
Payoff of old debt	-	-	(19,377,096)	-	-	-	-	(4,645,000)	-	-
Bond proceeds	-	-	16,585,000	-	-	-	-	4,780,000	-	-
Bond premium	-	-	2,974,727	-	-	-	-	-	-	-
Costs of issuance	-	-	(172,631)	-	-	-	-	(135,000)	-	-
Transfers in	53,042	-	-	-	-	-	-	-	-	-
Transfers out	(53,042)	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>478,384</u>	<u>-</u>	<u>716,862</u>	<u>-</u>	<u>1,320,572</u>	<u>-</u>	<u>415,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>\$ (271,475)</u>	<u>\$ 2,141,524</u>	<u>\$ 505,843</u>	<u>\$ (167,723)</u>	<u>\$ 2,737,004</u>	<u>\$ 3,728,628</u>	<u>\$ 3,754,962</u>	<u>\$ 1,638,058</u>	<u>\$ (1,042,849)</u>	<u>\$ (2,156,441)</u>
Debt service as a percentage of noncapital expenditures	4.7%	4.6%	4.4%	4.1%	4.1%	4.1%	4.1%	4.0%	3.9%	3.9%

Source: ACFR Schedule B-2 and District records.

Note: Noncapital expenditures are total expenditures less capital outlay.

**Manalapan-Englishtown Regional School District**  
**General Fund - Other Local Revenue by Source**  
**Last Ten Fiscal Years**  
**UNAUDITED**  
*(modified accrual basis of accounting)*

<u>Fiscal Year Ended June 30,</u>	<u>Interest on Investments</u>	<u>Tuition Revenue</u>	<u>Rentals</u>	<u>Misc.</u>	<u>Total</u>
2015	1,375	25,194	25,145	271,236	322,950
2016	1,443	22,326	25,145	360,015	408,929
2017	1,588	37,215	25,145	415,459	479,407
2018	1,623	23,608	34,237	359,240	418,708
2019	210,204	83,906	-	328,361	622,471
2020	192,302	54,713	72,342	146,558	465,915
2021	-	34,369	10,000	-	44,369
2022	-	18,736	44,401	-	63,137
2023	45,133	107,455	76,420	235,323	464,331
2024	38,321	115,292	40,182	184,441	378,236

Source: District records

**Manalapan-Englishtown Regional School District**  
**Assessed Value and Estimated Actual Value of Taxable Property**  
**Last Ten Fiscal Years**

**MANALAPAN TOWNSHIP**

Fiscal Year Ended									Less: Tax- Exempt			Total Direct School Tax	Estimated Actual (County Equalized Value)
June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Property	Public Utilities <sup>a</sup>	Net Valuation Taxable	Rate <sup>b</sup>	
2015	47,846,600	5,393,486,200	32,130,400	2,269,200	380,616,076	20,269,600	-	5,876,618,076	-	-	5,876,618,076	1.990	6,109,982,591
2016	34,938,600	5,786,849,660	33,999,000	1,956,900	423,168,000	20,454,000	-	6,301,366,160	-	-	6,301,366,160	1.969	6,109,982,591
2017	35,776,600	5,872,797,400	35,508,500	1,944,000	432,624,800	20,863,100	-	6,399,514,400	-	-	6,399,514,400	1.986	6,478,903,327
2018	38,604,600	6,071,386,900	37,918,200	1,895,900	467,772,800	23,587,100	-	6,641,165,500	-	-	6,641,165,500	2.023	6,692,366,754
2019	39,292,500	6,362,922,900	37,983,500	1,822,700	478,389,800	23,999,000	-	6,944,410,400	-	-	6,944,410,400	0.420	7,316,476,259
2020	39,292,500	6,362,922,900	37,983,500	1,822,700	478,389,800	23,999,000	-	6,944,410,400	-	-	6,944,410,400	0.984	7,316,476,259
2021	37,215,500	6,536,009,200	41,063,800	1,874,800	524,132,500	25,026,600	-	7,165,322,400	-	-	7,165,322,400	0.427	7,477,540,523
2022	62,548,100	7,708,575,500	47,521,700	1,740,000	562,635,200	26,881,900	-	8,409,902,400	-	-	8,409,902,400	0.358	7,810,466,972
2023	104,114,800	8,671,892,800	51,743,800	1,793,800	577,774,000	31,270,500	-	9,438,589,700	-	-	9,438,589,700	0.380	8,899,367,619
2024							-	0	-	-	0		

**ENGISHTOWN TOWNSHIP**

Fiscal Year Ended									Less: Tax- Exempt			Total Direct School Tax	Estimated Actual (County Equalized Value)
June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Property	Public Utilities <sup>a</sup>	Net Valuation Taxable	Rate <sup>b</sup>	
2015	1,654,800	183,619,000	-	-	34,989,900	6,358,900	1,328,100	227,950,700	-	-	227,950,700	2.114	221,639,386
2016	1,576,900	183,420,400	-	-	35,820,000	6,452,500	13,268,100	240,537,900	-	-	240,537,900	2.114	221,639,386
2017	1,348,800	185,500,700	-	-	36,071,000	6,393,900	13,302,100	242,616,500	-	-	242,616,500	2.258	240,482,239
2018	1,320,400	190,588,800	-	-	35,421,300	6,396,800	14,458,700	248,186,000	-	-	248,186,000	2.340	253,041,801
2019	1,583,000	195,430,000	-	-	36,867,300	6,865,300	15,711,000	256,456,600	-	-	256,456,600	0.422	257,909,176
2020	1,583,000	195,430,000	-	-	36,867,300	6,865,300	15,711,000	256,456,600	-	-	256,456,600	0.000	257,909,176
2021	1,315,500	213,226,400	-	-	37,974,100	7,939,100	16,343,100	276,798,200	-	-	276,798,200	0.362	259,441,744
2022	1,389,300	257,450,400	-	-	39,489,700	8,700,500	17,044,200	324,074,100	-	-	324,074,100	0.326	275,448,502
2023	1,588,700	286,351,000	-	-	42,005,200	9,692,200	17,581,300	357,218,400	-	-	357,218,400	0.329	317,035,903
2024			-	-					-	-			

Source: District records Tax list summary & Municipal Tax Assessor

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

Reassessment occurs when ordered by the County Board of Taxation

<sup>a</sup> Taxable Value of Machinery, Improvements and Equipment of Telephone, Telegraph and Messenger System Companies

<sup>b</sup> Tax rates are per \$100

**Manalapan-Englishtown Regional School District**  
**Direct and Overlapping Property Tax Rates**  
**Last Ten Fiscal Years**  
*(rate per \$100 of assessed value)*

Fiscal Year Ended June 30,	Manalapan-Englishtown Board of Education			Manalapan Township				Total Direct and Overlapping Tax Rate
	Basic Rate <sup>a</sup>	General Obligation Debt Service <sup>b</sup>	Total Direct	Freehold Regional School District	Manalapan Township	Library/Other	Monmouth County	
2014	0.882	0.063	0.945	0.436	0.352	0.019	0.292	2.044
2015	0.869	0.063	0.932	0.420	0.341	0.018	0.279	1.990
2016	0.870	0.063	0.933	0.414	0.338	0.018	0.266	1.969
2017	0.887	0.063	0.950	0.418	0.341	0.018	0.259	1.986
2018	0.905	0.049	0.954	0.415	0.337	0.020	0.297	2.023
2019	0.935	0.049	0.984	0.417	0.340	0.019	0.299	2.059
2020	0.935	0.049	0.984	0.417	0.341	0.019	0.298	2.059
2021	-	-	-	-	-	-	-	-
2022	-	-	-	-	-	-	-	-
2023	-	-	-	-	-	-	-	-

Fiscal Year Ended June 30,	Manalapan-Englishtown Board of Education			Englishtown Borough				Total Direct and Overlapping Tax Rate
	Basic Rate <sup>a</sup>	General Obligation Debt Service <sup>b</sup>	Total Direct	Freehold Regional School District	Englishtown Borough	Library/Other	Monmouth County	
2015	0.816	0.057	0.873	0.373	0.591	0.001	0.276	2.114
2016	0.816	0.057	0.913	0.380	0.621	0.212	0.266	2.392
2017	0.816	0.057	0.933	0.414	0.621	0.038	0.252	2.258
2018	0.951	0.047	0.998	0.402	0.632	-	0.308	2.340
2019	0.869	0.045	0.914	0.403	0.630	0.019	0.307	2.273
2020	-	-	-	-	-	-	-	-
2021	-	-	-	-	-	-	-	-
2022	-	-	-	-	-	-	-	-
2023	0.325	0.326	0.548	0.223	-	-	-	0.771
2024	-	-	-	-	-	-	-	-

Source: District Records and Municipal Tax Collector

**Note:** NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy . The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculation.

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

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

**Manalapan-Englishtown Regional School District  
Principal Property Taxpayers  
Current Year and Nine Years Ago**

MANALAPAN TOWNSHIP

Taxpayer	2024			Taxpayer	2015		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value		Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Manalapan Realty	\$ -		0.00%	Manalapan Realty	\$ -	1	0.00%
Manalapan VF	-		0.00%	Manalapan VF	-	2	0.00%
Meridian Living at Manalapan LLC	-		0.00%	Towne Pointe Associates	-	3	0.00%
Towne Pointe Associates	-		0.00%	Trans Equity Realty, LLC	-	4	0.00%
Fields of Dreams Real Estate, LLC	-		0.00%	Taylor 9 South Assoc., LLC	-	5	0.00%
Trans Equity Realty, LLC	-		0.00%	Monmouth Investors, LLC	-	6	0.00%
Tennent 9 Plaza, LLC	-		0.00%	Lenine, LLC	-	7	0.00%
Welltower NNN Group, LLC	-		0.00%	Pension Road Realty	-	8	0.00%
GAC Catering, Inc.	-		0.00%	Tech Park, LLC	-	9	0.00%
Gordons Corner Realty	-		0.00%	Englishtown Auction Sales, Inc.	-	10	0.00%
Total	<u>\$ -</u>		<u>0.00%</u>	Total	<u>\$ -</u>		<u>0.00%</u>

ENGISHTOWN BOROUGH

Taxpayer	2024			Taxpayer	2015		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value		Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Stamford Square LLC	\$ -		0.00%	Stamford Square, LLC	\$ -	1	0.00%
BAL Governor's Crossing LLC	-		0.00%	BTR Enlishtown LLC	-	2	0.00%
Three Corners Ventures LLC	-		0.00%	Three Corners Ventures, LLC	-	3	0.00%
Village Center Associates, LLC	-		0.00%	BAL Governor's Crossing LLC	-	4	0.00%
Wernacs LLC	-		0.00%	Wernacs, LLC	-	5	0.00%
Ambe Holding LLC	-		0.00%	DCD LLC	-	6	0.00%
Five South Main St LLC	-		0.00%	Five South Main Street, LLC	-	7	0.00%
DCD LLC	-		0.00%	Brooklawn Gardens Inc.	-	8	0.00%
Degiacomo Realty, LLC	-		0.00%	K&K Englishtown, Inc.	-	9	0.00%
Lasatta Investments, Inc.	-		0.00%	Individual Taxpayer 1	-	10	0.00%
Total	<u>\$ -</u>		<u>0.00%</u>	Total	<u>\$ -</u>		<u>0.00%</u>

**Manalapan-Englishtown Regional School District  
Property Tax Levies and Collections  
Last Ten Fiscal Years**

MANALAPAN TOWNSHIP

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	127,567,302	126,509,641	99.17%	-
2016	129,137,983	128,058,185	99.16%	-
2017	133,051,144	131,837,254	99.09%	-
2018	137,772,234	136,634,045	99.17%	-
2019	140,803,223	140,111,420	99.51%	-
2020	143,281,599	141,940,487	99.06%	-
2021	-	-	0.00%	-
2022	148,637,255	147,453,255	99.20%	-
2023	149,613,843	148,294,854	99.12%	-
2024			#DIV/0!	-

ENGLISHTOWN BOROUGH

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	2,035,309	2,035,309	100.00%	-
2016	2,101,730	2,101,730	100.00%	-
2017	2,263,482	2,263,482	100.00%	-
2018	2,477,648	2,477,648	100.00%	-
2019	2,551,977	2,551,977	100.00%	-
2020	2,628,536	2,628,536	100.00%	-
2021	-	-	0.00%	-
2022	2,558,404	2,558,404	100.00%	-
2023	2,750,997	2,750,997	100.00%	-
2024		-		-

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

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, which is the amount voted upon or certified, prior to the end of the school year.



**Manalapan-Englishtown Regional School District**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**  
**UNAUDITED**

Fiscal Year Ended June 30,	Governmental Activities				Business- Type Activities	Total District	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	General Obligation Bonds <sup>b</sup>	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases			
2015	41,855,000	-	1,111,256	-	-	42,966,256	0.15%	62,901
2016	39,730,000	-	727,455	-	-	40,457,455	0.16%	66,019
2017	34,800,000	-	1,026,183	-	-	35,826,183	0.19%	69,410
2018	32,530,000	-	889,134	-	-	33,419,134	0.21%	71,237
2019	30,145,000	-	1,804,471	-	-	31,949,471	0.23%	73,303
2020	27,650,000	-	1,470,690	-	-	29,120,690	0.28%	80,543
2021	25,030,000	-	1,501,257	-	-	26,531,257	0.00%	-
2022	22,315,000	-	1,197,337	-	-	23,512,337	0.00%	-
2023	19,360,000	-	886,453	-	-	20,246,453	0.00%	-
2024	16,290,000	-	673,500	-	-	16,963,500	0.00%	-

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 NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

**b** Includes Early Retirement Incentive Plan (ERIP) refunding

**Manalapan-Englishtown Regional School District  
Ratios of General Bonded Debt Outstanding  
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value <sup>a</sup> of Property	Per Capita <sup>b</sup>
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2015	41,855,000	-	41,855,000	0.68%	62,901
2016	39,730,000	-	39,730,000	0.61%	66,019
2017	34,800,000	-	34,800,000	0.52%	69,410
2018	32,530,000	-	32,530,000	0.47%	71,237
2019	30,145,000	-	30,145,000	0.42%	73,303
2020	-	-	-	0.00%	80,543
2021	25,030,000	-	25,030,000	0.34%	80,543
2022	22,315,000	-	22,315,000	0.30%	80,543
2023	19,360,000	-	19,360,000	0.20%	62,627
2024	16,290,000	-	16,290,000	#DIV/0!	66,965

**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-14.

**Manalapan-Englishtown Regional School District  
Direct and Overlapping Governmental Activities Debt  
As of June 30, 2024**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable <sup>a</sup></u>	<u>Estimated Share of Overlapping Debt</u>
<b>Debt repaid with property taxes</b>			
Manalapan Township	\$ -	0.0000%	\$ -
Englishtown Borough	-	0.0000%	-
<b>Other debt</b>			
Western Monmouth Utility Authority	-	0.0000%	-
Freehold Regional High School:			
Manalapan Township	-	0.00000%	-
Englishtown Borough	-	0.000000%	-
Monmouth County:			
Manalapan Township	-	0.0000%	-
Englishtown Borough	-	0.0000%	-
Subtotal, overlapping debt			-
<b>Manalapan-Englishtown School District Direct Debt</b>			<u>19,360,000</u>
<b>Total direct and overlapping debt</b>			<u><u>\$ 19,360,000</u></u>

**Sources:** Manalapan Township Finance Officer, Englishtown Borough Finance Officer, Monmouth County Finance Office and Utility Authorities.

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

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

**Manalapan-Englishtown Regional School District  
Legal Debt Margin Information  
Last Ten Fiscal Years  
UNAUDITED**

**Legal Debt Margin Calculation for Fiscal Year 2022**

	Equalized valuation basis									
	2024	\$								-
	2023									8,899,367,619
	2022									7,810,466,972
	<b>[A]</b>	<b>\$</b>								<b>16,709,834,591</b>
Average equalized valuation of taxable property	<b>[A/3]</b>	<b>\$</b>								5,569,944,864
Debt limit (3% of average equalization value)	<b>[B]</b>									167,098,346 <sup>a</sup>
Net bonded school debt	<b>[C]</b>									18,521,712
Legal debt margin	<b>[B-C]</b>	<b>\$</b>								<b>148,576,634</b>
<b>Fiscal Year for Manalapan Township</b>										
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt limit	\$ 184,518,826	\$ 187,299,015	\$ 190,988,223	\$ 131,712,701	\$ 204,877,463	\$ 213,253,193	\$ 221,104,930	\$ 226,044,838	\$ 241,873,751	\$ 167,098,346
Total net debt applicable to limit	40,042,679	38,009,691	33,293,160	31,121,451	28,839,722	26,452,755	23,946,201	21,346,761	18,521,712	18,521,712
Legal debt margin	<u>\$ 144,476,147</u>	<u>\$ 149,289,324</u>	<u>\$ 157,695,063</u>	<u>\$ 100,591,250</u>	<u>\$ 176,037,742</u>	<u>\$ 186,800,438</u>	<u>\$ 197,158,729</u>	<u>\$ 204,698,077</u>	<u>\$ 223,352,039</u>	<u>\$ 148,576,634</u>
Total net debt applicable to the limit as a percentage of debt limit	21.70%	20.29%	17.43%	23.63%	14.08%	12.40%	10.83%	9.44%	7.66%	11.08%

**Legal Debt Margin Calculation for Fiscal Year 2022**

	Equalized valuation basis									
	2024	\$								-
	2023									317,035,903
	2022									275,448,502
	<b>[A]</b>	<b>\$</b>								<b>592,484,405</b>
Average equalized valuation of taxable property	<b>[A/3]</b>	<b>\$</b>								197,494,802
Debt limit (3% of average equalization value)	<b>[B]</b>									5,924,844 <sup>a</sup>
Net bonded school debt	<b>[C]</b>									838,288
Legal debt margin	<b>[B-C]</b>	<b>\$</b>								<b>5,086,556</b>
<b>Fiscal Year for Englishtown Borough</b>										
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt limit	\$ 6,702,030	\$ 6,778,499	\$ 6,966,928	\$ 4,935,240	\$ 7,514,332	\$ 7,688,602	\$ 7,752,601	\$ 7,927,994	\$ 8,519,261	\$ 5,924,844
Total net debt applicable to limit	1,812,322	1,720,309	1,506,840	1,408,549	1,305,279	1,197,245	1,083,799	966,240	838,288	838,288
Legal debt margin	<u>\$ 4,889,708</u>	<u>\$ 5,058,190</u>	<u>\$ 5,460,088</u>	<u>\$ 3,526,691</u>	<u>\$ 6,209,054</u>	<u>\$ 6,491,357</u>	<u>\$ 6,668,802</u>	<u>\$ 6,961,754</u>	<u>\$ 7,680,973</u>	<u>\$ 5,086,556</u>
Total net debt applicable to the limit as a percentage of debt limit	27.04%	25.38%	21.63%	28.54%	17.37%	15.57%	13.98%	12.19%	9.84%	14.15%

Source: Abstract of Ratables and District Records ACFR Schedule J-6

<sup>a</sup> Limit set by NJSA 18A:24-19 for a K through 8 district; other % limits would be applicable for other districts

**Manalapan-Englishtown Regional School District  
Demographic and Economic Statistics  
Last Ten Fiscal Years  
UNAUDITED**

MANALAPAN TOWNSHIP

<u>Year</u>	<u>Population <sup>a</sup></u>	<u>Personal Income (thousands of dollars) <sup>b</sup></u>	<u>Per Capita Personal Income <sup>c</sup></u>	<u>Unemployment Rate <sup>d</sup></u>
2015	39,987	2,515,222,287	62,901	4.4%
2016	40,169	2,651,917,211	66,019	4.4%
2017	40,018	2,777,649,380	69,410	4.1%
2018	39,956	-	71,237	0.0%
2019	-	-	73,303	0.0%
2020	39,596	3,189,180,628	80,543	2.8%
2021	40,905	3,294,611,415	80,543	0.0%
2022	40,637	3,273,025,891	80,543	0.0%
2023	40,661	2,546,476,447	62,627	3.4%
2024	40,506	2,712,484,290	66,965	2.8%

ENGLESHTOWN BOROUGH

<u>Year</u>	<u>Population <sup>a</sup></u>	<u>Personal Income (thousands of dollars) <sup>b</sup></u>	<u>Per Capita Personal Income <sup>c</sup></u>	<u>Unemployment Rate <sup>d</sup></u>
2015	1,962	123,411,762	62,901	6.4%
2016	1,955	129,067,145	66,019	5.4%
2017	1,938	134,516,580	69,410	4.5%
2018	1,925	-	71,237	5.8%
2019	-	-	73,303	0.0%
2020	2,078	167,368,354	80,543	4.7%
2021	2,078	167,368,354	80,543	4.7%
2022	2,355	167,368,354	85,465	4.6%
2023	2,145	197,876,250	92,250	5.8%
2024	2,342	213,288,282	91,071	4.4%

**Source:**

<sup>a</sup> Population information provided by the NJ Dept of Labor and Workforce Development

<sup>b</sup> Personal income not available by municipality

<sup>c</sup> Per Capita Income not available by municipality

<sup>d</sup> Unemployment data provided by the NJ Dept of Labor and Workforce Development

**Manalapan-Englishtown Regional School District  
Principal Employers  
Current Year and Ten Years Ago  
UNAUDITED**

Employer	2024			2015		
	Employees	Rank (Optional)	Percentage of Total Employment	Employees	Rank (Optional)	Percentage of Total Employment
Manalapan-Englishtown Regional School District	1,122	1	0.00%	-	1	0.00%
Wegman's Super Market	-	2	0.00%	-	2	0.00%
Manalapan Township	-	4	0.00%	-	4	0.00%
Target	-	3	0.00%	-	3	0.00%
Stop-N-Shop	-	5	0.00%	-	5	0.00%
Navicore Solutions	-	-	0.00%	-	-	0.00%
Applebee's	-	6	0.00%	-	6	0.00%
Rex Lumber	-	9	0.00%	-	9	0.00%
Western Monmouth Utilities	-	7	0.00%	-	7	0.00%
Babies R Us	-	8	0.00%	-	8	0.00%
Petsmart	-	10	0.00%	-	10	0.00%
Club Metro	-	-	0.00%	-	-	0.00%
Turning Point	-	-	0.00%	-	-	0.00%
Schoor DePalma	-	-	0.00%	-	-	0.00%
Best Buy, Inc.	-	-	0.00%	-	-	0.00%
Reiss Manufacturing, Inc.	-	-	0.00%	-	-	0.00%
Hair Systems, Inc.	-	-	0.00%	-	-	0.00%
Pinebrook Care Center	-	-	0.00%	-	-	0.00%
Liberty Manor	-	-	0.00%	-	-	0.00%
	<u>1,122</u>		<u>0.00%</u>	<u>-</u>		<u>0.00%</u>

**Source:** Township Administration Office

**Note:** Percentage of total employment not available.

**Manalapan-Englishtown Regional School District**  
**Full-time Equivalent District Employees by Function/Program**  
**Last Ten Fiscal Years**  
**UNAUDITED**

<u>Function/Program</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Instruction										
Regular	289	291	291	291	291	290	290	290	285	290
Special education	172	172	180	180	180	180	180	180	182	180
Other special education	-	-	-	-	-	-	-	-	-	-
Vocational	-	-	-	-	-	-	-	-	-	-
Other instruction	-	-	-	-	-	-	-	-	-	-
Nonpublic school programs	-	-	-	-	-	-	-	-	-	-
Adult/continuing education programs	-	-	-	-	-	-	-	-	-	-
Support Services:										
Tuition	-	-	-	-	-	-	-	-	-	-
Student & instruction related services	120	114	110	113	109	109	109	109	109	111
General administrative services	2	2	2	2	2	2	2	2	2	2
School administrative services	39	39	39	39	38	38	38	38	38	39
Business administrative services	17	17	17	17	16	16	16	16	16	16
Plant operations and maintenance	98	101	97	97	97	97	97	97	97	97
Pupil transportation	89	90	86	86	86	86	86	86	86	86
Special Schools	-	-	-	-	-	-	-	-	-	-
Food Service	-	-	-	-	-	-	-	-	-	-
Total	<u>826</u>	<u>826</u>	<u>822</u>	<u>825</u>	<u>819</u>	<u>818</u>	<u>818</u>	<u>818</u>	<u>815</u>	<u>821</u>

**Source:** District Personnel Records

**Manalapan-Englishtown Regional School District  
Operating Statistics  
Last Ten Fiscal Years  
UNAUDITED**

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures <sup>a</sup>	Cost Per Pupil	Percentage Change	Teaching Staff <sup>b</sup>	Pupil/Teacher Ratio		Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School				
2015	5,116	80,564,136	15,747	1.12%	826	12:01	12:01	5,097	4,889	0.79%	95.92%
2016	5,039	81,657,645	16,205	2.91%	826	12:01	12:01	5,097	4,889	0.00%	95.92%
2017	5,059	84,498,660	16,703	3.07%	822	12:01	12:01	5,010	4,799	-1.71%	95.79%
2018	5,051	87,160,758	17,256	6.49%	825	12:01	12:01	5,050	4,808	-0.92%	95.21%
2019	4,925	87,703,777	17,808	9.89%	819	12:01	12:01	4,985	4,780	-2.20%	95.89%
2020	4,889	86,517,447	17,696	9.20%	818	12:01	12:01	4,902	4,764	-3.83%	97.18%
2021	5,068	86,830,018	16,827	3.84%	818	12:01	12:01	4,902	4,764	-3.83%	97.18%
2022	4,723	87,152,650	18,453	9.66%	818	11:01	11:01	4,678	4,464	-4.57%	95.43%
2023	4,723	91,266,266	19,324	14.84%	815	12:01	11:01	4,705	4,592	-4.02%	97.60%
2024	4,691	93,125,452	19,852	7.58%	813	12:01	11:01	4,650	4,409	-0.60%	94.82%

**Sources:** District records, ASSA and Schedules J-4, J-12, J-14

**Note:** Enrollment based on annual October district count.

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



**Manalapan-Englishtown Regional School District**  
**School Building Information**  
**Last Ten Fiscal Years**  
**UNAUDITED**

		2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>District Building</b>											
<b>Early Learning Center</b>											
John I. Dawes Early Learning Center (2008)											
	Square Feet	42,000	42,000	42,000	42,000	42,000	42,000	42,000	42,000	42,000	42,000
	Capacity (students)	550	550	550	550	550	550	550	550	550	550
	Enrollment	530	530	530	420	361	373	317	356	383	374
<b>Elementary</b>											
Clark Mills Elementary (1957)											
	Square Feet	73,551	73,551	73,551	73,551	73,551	73,551	73,551	73,551	73,551	73,551
	Capacity (students)	851	851	851	851	851	851	851	851	851	851
	Enrollment	605	605	605	535	510	494	465	475	485	480
Taylor Mills Elementary (1965)											
	Square Feet	73,454	73,454	73,454	73,454	73,454	73,454	73,454	73,454	73,454	73,454
	Capacity (students)	521	521	521	521	521	521	521	521	521	521
	Enrollment	519	519	519	577	601	600	551	575	559	526
Pine Brook Elementary (1966)											
	Square Feet	83,260	83,260	83,260	83,260	83,260	83,260	83,260	83,260	83,260	83,260
	Capacity (students)	816	816	816	816	816	816	816	816	816	816
	Enrollment	778	778	778	616	565	564	587	532	532	599
Lafayette Mills Elementary (1968)											
	Square Feet	63,230	63,230	63,230	63,230	63,230	63,230	63,230	63,230	63,230	63,230
	Capacity (students)	517	517	517	517	517	517	517	517	517	517
	Enrollment	508	508	508	513	515	476	494	471	450	433
Milford Brook Elementary (1971)											
	Square Feet	68,900	68,900	68,900	68,900	68,900	68,900	68,900	68,900	68,900	68,900
	Capacity (students)	584	584	584	584	584	584	584	584	584	584
	Enrollment	604	604	604	535	544	529	526	531	517	545
Wemrock Brook Elementary (2002)											
	Square Feet	98,252	98,252	98,252	98,252	98,252	98,252	98,252	98,252	98,252	98,252
	Capacity (students)	642	642	642	642	642	642	642	642	642	642
	Enrollment	631	631	631	633	636	631	576	588	606	565
<b>Middle School</b>											
Manalapan Englishtown Middle (1992)											
	Square Feet	278,977	278,977	278,977	278,977	278,977	278,977	278,977	278,977	278,977	278,977
	Capacity (students)	1,424	1,424	1,424	1,424	1,424	1,424	1,424	1,424	1,424	1,424
	Enrollment	1,346	1,346	1,346	1,222	1,193	1,224	1,166	1,194	1,177	1,169
<b>Other</b>											
Administration Building (1909)											
	Square Feet	12,109	12,109	12,109	12,109	12,109	12,109	12,109	12,109	12,109	12,109
Transportation (2002)											
	Square Feet	4,760	4,760	4,760	4,760	4,760	4,760	4,760	4,760	4,760	4,760
Bus Repair Facility (2003)											
	Square Feet	4,500	4,500	4,500	4,500	4,500	4,500	4,500	4,500	4,500	4,500
Bus Wash Facility (2002)											
	Square Feet	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000
Fuel Facility (2002)											
Number of Schools at June 30, 2022											
	Early Learning Center = 1										
	Elementary = 6										
	Middle School = 1										
	Other = 5										

**Source:** District records, ASSA

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

**Manalapan-Englishtown Regional School District**  
**Schedule of Required Maintenance Expenditures by School Facility**  
**Last Ten Fiscal Years**  
**UNAUDITED**

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

* School Facilities Project # (s)	Clark Mills Elementary N/A	Lafayette Mills Elementary N/A	Manalapan- Englishtown Middle N/A	Milford Brook Elementary N/A	Pine Brook Elementary N/A	Taylor Mills Elementary N/A	Wemrock Brook Elementary N/A	John I. Dawes Early Learning Center N/A	Other Facilities	Total
2015	82,763	71,149	313,918	77,530	93,688	82,654	110,558	47,260	28,546	908,067
2016	84,014	72,225	318,662	78,701	95,104	83,903	112,228	47,975	28,978	921,790
2017	93,296	80,204	353,869	87,396	105,611	93,173	124,628	53,275	32,179	1,023,631
2018	111,907	96,204	424,460	104,830	126,679	111,759	149,489	63,902	38,599	1,227,829
2019	110,289	94,812	418,322	103,314	124,847	110,143	147,327	62,978	38,040	1,210,073
2020	135,862	116,797	515,320	127,271	153,796	135,683	181,489	77,581	46,861	1,490,660
2021	134,239	115,402	509,163	125,750	151,959	134,062	179,321	76,655	46,301	1,472,850
2022	137,778	118,445	522,589	129,066	155,965	137,597	184,049	78,676	47,522	1,511,687
2023	206,798	177,779	784,378	193,721	234,096	206,525	276,248	118,088	71,328	2,268,960
2024	189,880	163,235	720,208	177,872	214,944	189,629	253,648	108,427	65,493	2,083,336
Total School Facilities	\$ 1,286,824	# \$ 1,106,252	# \$ 4,880,889	# \$ 1,205,452	# \$ 1,456,689	# \$ 1,285,127	# \$ 1,718,984	# \$ 734,818	\$ 443,847	\$ 14,118,883

\* School facilities as defined under EFCFA.  
(N.J.A.C. 6A:26-1.2 and N.J.A.C. 6A:26A-1.3)

Source: District records

**Manalapan-Englishtown Regional School District**  
**Insurance Schedule**  
**June 30, 2024**  
**Unaudited**

Company	Type of Coverage	Coverage	Deductible
<b>COMMERCIAL PACKAGE POLICY</b>			
Utica Mutual Insurance	Property Blanket Building & Contents (Replacement Cost Values)	\$ 315,686,428	\$ 5,000
	Flood	5,030,000	25,000
	Earthquake	3,000,000	25,000
	Limited Water Damage	500,000	-
	Personal Property Limit	Included	-
	Business Income/Extra Expense	Actual loss sustained	-
	Property in Transit	100,000	
	Property off Premises	100,000	
	Data Processing Equipment	75,000	
	Data Media & Computer Programs	10,000	
	Extra Expense	10,000	-
	Boiler & Machinery	Included	25,000
	Ordinance or Law Coverage		
	Coverage A - Loss to undamaged portion of insuranc	Value per SOV	-
	Coverage B - Demolition Cost	1,000,000	-
	Coverage C - Inc Cost of Insurance	1,000,000	1,000
	Pollutant Clean-up & Removal	100,000	-
	Utility Services Per Building	500,000	-
	Miscellaneous Equipment	500,000	500
Utica Mutual Insurance	<b>Inland Marine: Additional Limits</b>		
	Data/Media Computer Programs -		
	Blanket All Locations	9,342,531	1,000
	Extra Expense - Blanket All Locations	240,000	-
	Musical Instruments	500,000	500
	Outside Equipment	25,000	-
	Valuable Papers & Records	100,000	-
Utica Mutual Insurance	<b>Crime Coverage</b>		
	Employee Dishonesty	100,000	5,000
	Forgery or Alteration	200,000	None
	Money & Securities		
	Inside Premises	25,000	-
	Outside Premises	25,000	-
Utica Mutual Insurance	<b>Comprehensive General Liability</b>		
	Per Occurrence	1,000,000	None
	General Aggregate	3,000,000	None
	Products/Completed Operations	3,000,000	None
	Personal/Advertising Injury	1,000,000	None
	Fire/Legal Damage	1,000,000	None
	Medical Expense	10,000	None
	Employee Benefit Liability(excludes students)	1,000,000	1,000
	Aggregate	3,000,000	1,000
	School District/Educational Legal		
	Occurrence	1,000,000	-
	Aggregate	3,000,000	-
	Retention	10,000	-
	Maximum Additional Defense	100,000/50,000	-
	Abuse/Molestation Liability	-	-
	Each Claim	1,000,000	-
	Aggregate	3,000,000	-

(Continued)

Source: District Records

**Manalapan-Englishtown Regional School District**  
**Insurance Schedule**  
**June 30, 2024**  
**Unaudited**

Company	Type of Coverage	Coverage	Deductible
Utica Mutual Insurance	<b>Automobile Policy</b>		
	Automobile Liability	\$ 1,000,000	\$ -
	Uninsured/Underinsured Motorist	1,000,000	-
	Medical Payments	10,000	
	Comprehensive General Liability	Included	1,000
	Collision Coverage	Included	1,000
Utica Mutual Insurance	<b>Umbrella Liability</b>		
	Each Occurrence	10,000,000	-
	General Aggregate	10,000,000	-
	Self Insured Retention	10,000	-
Hudson Ex Allied World Great Amer.	<b>Excess Umbrella - NJ UEP Program</b>		
	Limit of Insurance	10,000,000	None
	Limit of Insurance	10,000,000	
	Limit of Insurance	10,000,000	
Star Insurance Company	<b>Excess Worker's Compensation</b>		
	Coverage A - Worker's Compensation	25,000,000	-
	Coverage B - Employers Liability	1,000,000	-
	Self Insured Retention	500,000	-
	Cash Flow Protection	200,000	-
Zurich	<b>Student Accident - Voluntary Program</b>		
	Accident Medical Class I	1,000,000	-
	Accident Medical Class II	50,000	
Western Surety Ohio Casualty	<b>Fidelity Bonds</b>		
	School Business Administrator/Board Secy.	400,000	None
	Asst. School Bus. Admin./Asst. Bd. Secy.	400,000	None
Commerce & Industry	<b>Underground Storage Tank</b>		
	Each Occurrence	2,000,000	5,000
	Annual Aggregate	2,000,000	5,000
Houston	<b>Cyber Liability</b>		
	Limit of Liability	2,000,000	
	Retention	10,000	
Lloyd's Syndicate	<b>Environmental Liability</b>		
	Limit of Liability	1,000,000	25,000

## SINGLE AUDIT SECTION



K-1

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

Honorable President and  
Members of the  
Manalapan-Englishtown Regional School District  
County of Monmouth  
Englishtown, New Jersey 07728

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 Manalapan-Englishtown Regional School District in the County of Monmouth, State of New Jersey, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise of the Manalapan-Englishtown Regional School District basic financial statements, and have issued our report thereon dated December 12, 2024.

**Report on Internal Control Over Financial Reporting**

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the School District'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 Manalapan-Englishtown Regional School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Division of Finance, Department of Education, State of New Jersey.

### **Purpose of this Report**

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

Respectfully Submitted,

Jump, Perry and Company, L.L.P.  
Toms River, New Jersey



Kathryn Perry, Partner  
Licensed Public School Accountant  
No. CS 20CS00226400

December 12, 2024

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

Honorable President and  
Members of the Board of Education  
Manalapan-Englishtown Regional School District  
County of Monmouth  
Englishtown, New Jersey 07728

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

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

We have audited Manalapan-Englishtown Regional School District's compliance with the types of compliance requirements described in the OMB Compliance Supplement and the New Jersey OMB Circular 15-08 that could have a direct and material effect on each of Manalapan-Englishtown Regional School District's major federal and state programs for the year ended June 30, 2024. Manalapan-Englishtown Regional 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, Manalapan-Englishtown Regional 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 and State Program***

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



### ***Responsibilities of Management for Compliance***

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

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

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Manalapan-Englishtown Regional 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 New Jersey OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional 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 Manalapan-Englishtown Regional School District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, and New Jersey OMB Circular 15-08, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Manalapan-Englishtown Regional 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 Manalapan-Englishtown Regional 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 New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of Manalapan-Englishtown Regional School District's, internal control over compliance. Accordingly, no such opinion is expressed.

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

## Report on Internal Control Over Compliance

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

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

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

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

Respectfully submitted,

Jump, Perry and Company, L.L.P.  
Toms River, New Jersey



Kathryn Perry, Partner  
Licensed Public School Accountant  
No. CS 20CS00226400

December 12, 2024

See accompanying notes to schedules of expenditures.

**MANALAPAN-ENGLISHTOWN REGIONAL SCHOOL DISTRICT**  
**Schedule of Expenditures of State Financial Assistance, Schedule B**  
**For the Year Ended June 30, 2024**

State Grantor/ Program Title	Grant or State Project Number	Grant Period	Final Award Amount	Balance at June 30, 2023	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments/ Repayment of Prior Years' Balances	Deferred Revenue at June 30, 2024	(Accounts Receivable) at June 30, 2024	Due to Grantor at June 30, 2024	Budgetary Receivable	Total Expenditures
State Department of Education													
General Fund:													
Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24	1,968,298	-	-	1,780,841	(1,968,298)	-	-	-	-	187,457	1,968,298
Special Education Aid	24-495-034-5120-089	7/1/23-6/30/24	3,767,124	-	-	3,408,195	(3,767,124)	-	-	-	-	358,929	3,767,124
Equalization Aid	24-495-034-5120-078	7/1/23-6/30/24	1,991,823	-	-	1,802,126	(1,991,823)	-	-	-	-	189,697	1,991,823
Security Aid	24-495-034-5120-084	7/1/23-6/30/24	427,473	-	-	386,761	(427,473)	-	-	-	-	40,712	427,473
Supplemental Stabilization Aid	24-495-034-5120-078	7/1/23-6/30/24	411,082	-	-	411,082	(411,082)	-	-	-	-	-	411,082
Family Crisis Transportation Aid	23-495-034-5120-100	7/1/22-6/30/23	-	(19,368)	-	19,368	-	-	-	-	-	-	-
Extraordinary Aid	23-100-034-5120-473	7/1/22-6/30/23	1,108,714	(1,108,714)	-	1,108,714	-	-	-	-	-	-	-
Extraordinary Aid	24-100-034-5120-473	7/1/23-6/30/24	1,060,307	-	-	-	(1,060,307)	-	-	(1,060,307)	-	-	1,060,307
Non-Public Transportation aid	23-495-034-5120-014	7/1/22-6/30/23	54,288	(54,288)	-	54,288	-	-	-	-	-	-	-
Non-Public Transportation aid	24-495-034-5120-014	7/1/23-6/30/24	56,459	-	-	-	(56,459)	-	-	(56,459)	-	-	56,459
Reimbursed TPAF Social Security Contribution	24-495-034-5094-003	7/1/23-6/30/24	2,666,551	-	-	2,535,975	(2,666,551)	-	-	(130,576)	-	-	2,666,551
Reimbursed TPAF Social Security Contribution	23-495-034-5094-003	7/1/22-6/30/23	2,684,590	(131,858)	-	131,858	-	-	-	-	-	-	-
TPAF Pension Contribution (On-Behalf)	24-495-034-5094-002	7/1/23-6/30/24	13,693,959	-	-	13,693,959	(13,693,959)	-	-	-	-	-	13,693,959
TPAF Post-Retirement Medical (On-Behalf)	24-495-034-5094-001	7/1/23-6/30/24	3,726,995	-	-	3,726,995	(3,726,995)	-	-	-	-	-	3,726,995
TPAF LTDI (On-Behalf)	24-495-034-5094-004	7/1/23-6/30/24	4,631	-	-	4,631	(4,631)	-	-	-	-	-	4,631
Total General Fund			33,622,294	(1,314,228)	-	29,064,793	(29,774,702)	-	-	(1,247,342)	-	776,795	29,774,702
Special Revenue Fund:													
N.J. Nonpublic Aid:													
Textbook	23-100-034-5120-064	7/1/22-6/30/23	2,574	2,574	-	-	-	(2,574)	-	-	-	-	-
Nursing	24-100-034-5120-070	7/1/23-6/30/24	4,368	2,708	-	1,680	(1,680)	(2,708)	-	-	-	-	-
Security	24-100-034-5120-509	7/1/23-6/30/24	4,715	4,715	-	2,870	-	(4,715)	-	-	2,870	-	-
Technology	24-100-034-5120-373	7/1/23-6/30/24	1,638	1,638	-	686	-	(1,638)	-	-	686	-	-
Chapter 193 - Exam and Classification	23-100-034-5120-066	7/1/22-6/30/23	1,326	380	-	-	-	(380)	-	-	-	-	-
Chapter 193 - Supplemental Instruction	23-100-034-5120-066	7/1/22-6/30/23	826	826	-	-	-	(826)	-	-	-	-	-
SDA Emergency	24-100-034-5120-519	7/1/23-6/30/24	107,519	144	-	107,662	(107,662)	-	-	-	-	-	-
Total Special Revenue Fund			122,966	12,985	-	112,898	(109,342)	(12,841)	-	-	3,556	-	-
Debt Service Fund:													
Debt service aid													
	24-495-034-5120-075	7/1/23-6/30/24	-	-	-	-	-	-	-	-	-	-	-
			-	-	-	-	-	-	-	-	-	-	-
Enterprise Fund:													
State School Lunch Program	23-100-010-3350-023	7/1/22-6/30/23	26,937	(1,956)	-	1,956	-	-	-	-	-	-	-
State School Lunch Program	24-100-010-3350-023	7/1/23-6/30/24	30,491	-	-	23,914	(30,491)	-	-	(6,577)	-	-	-
			57,428	(1,956)	-	25,870	(30,491)	-	-	(6,577)	-	-	-
Total Expenditures of State Awards			\$ 33,802,688	\$ (1,303,199)	\$ -	\$ 29,203,561	\$ (29,914,535)	\$ (12,841)	\$ -	\$ (1,253,919)	\$ 3,556	\$ 776,795	\$ 29,774,702
State Financial Assistance Not Subject to Single Audit Determination													
General Fund:													
TPAF Pension Contribution (On-Behalf)	24-495-034-5094-002	7/1/23-6/30/24	13,693,959	-	-	13,693,959	(13,693,959)	-	-	-	-	-	13,693,959
TPAF Post-Retirement Medical (On-Behalf)	24-495-034-5094-001	7/1/23-6/30/24	3,726,995	-	-	3,726,995	(3,726,995)	-	-	-	-	-	3,726,995
TPAF LTDI (On-Behalf)	24-495-034-5094-004	7/1/23-6/30/24	4,631	-	-	4,631	(4,631)	-	-	-	-	-	4,631
Total State Financial Assistance Not Subject to Single Audit Determination			-	-	-	17,425,585	(17,425,585)	-	-	-	-	-	17,425,585
<b>Total for State Financial Assistance-Major Program Determination</b>							<b>\$ (12,488,950)</b>						

See accompanying notes to schedules of expenditures.

(1) Not subject to Single Audit

## Manalapan-Englishtown Regional School District

## Notes to the Schedules of Awards and Financial Assistance

June 30, 2024

## 1. General

The accompanying schedules of expenditures of federal and state awards present the activity of all federal and state award programs of the Manalapan-Englishtown Regional School District (District). The District is defined in Note 1 to the District's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal and state awards passed through other government agencies are included on the schedules of expenditures of federal and state awards.

## 2. Basis of Accounting

The accompanying schedules of expenditures of federal and state awards are presented using the modified accrual basis of accounting with the exception of programs recorded in the Food Service Fund, which are presented using the accrual basis of accounting, and those recorded in the special revenue fund, which are presented using the budgetary basis of accounting. These bases of accounting are described in Note 1 to the District's basic financial statements. The information in these schedules are presented in accordance with the requirements of the Uniform Guidance, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented, or used in the preparation of, the basic financial statements.

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

## Manalapan-Englishtown Regional School District

## Notes to the Schedules of Awards and Financial Assistance (Cont'd)

June 30, 2024

## 3. Relationship to Basic Financial Statements (Continued)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(13,181,935) for the General Fund and \$323,259 for the Special Revenue Fund. See the Note to Required Supplementary Information (C-3) for a reconciliation of the budgetary basis to the GAAP basis of accounting for the General Fund and Special Revenue Fund. Financial award revenues are reported in the District's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 61,078	\$ 16,198,734	\$ 16,259,812
Special Revenue Fund	2,349,773	149,692	2,499,465
Debt Service Fund	-	-	-
Food Service Fund	<u>672,862</u>	<u>30,491</u>	<u>703,353</u>
Total awards and financial assistance	\$ <u>3,083,713</u>	\$ <u>16,378,917</u>	\$ <u>19,462,630</u>

## 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.

## 5. Other

Revenues and expenditures reported under the Food Donation Program represent current year value received and current year distributions respectively. TPAF Social Security and Post Retirement/Medical Benefits Contributions represent the amounts reimbursed by the State for the employer's share of social security contributions and Post Retirement/Medical Benefits for TPAF members for the year ended June 30, 2023.

The TPAF post retirement/medical benefits expenditures are not subject to New Jersey OMB Circular 15-08.

## 6. Indirect Costs

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

## Manalapan-Englishtown Regional School District

## Schedule of Findings and Questioned Costs

June 30, 2024

## Section I - Summary of Auditor's Results

Financial Statement SectionType of auditor's report issued: Unmodified opinion

Internal control over financial reporting:

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

Noncompliance material to general-purpose financial statements noted?       yes   X  no

## Federal Awards Section

Internal Control over major programs:

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

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

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

Identification of major programs:

<u>Federal Assistance</u>	<u>Fain Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>Listing Number(s)</u>		
84.027	H027A220100	Special Education Cluster:
84.027X	H207A230100	IDEA
		ARP IDEA Basic
84.173	H173A220114	IDEA Preschool
84.173X	H173A230114	ARP IDEA Preschool
21.027	SLFRDOE1SES	U.S. Department of Treasury:
		NJ High Impact Tutoring Competitive Grant

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

Auditee qualified as low-risk auditee?   X  yes       no

Manalapan-Englishtown Regional School District  
Schedule of Findings and Questioned Costs (Continued)

June 30, 2024

Section I - Summary of Auditor's Results (continued)

State Awards Section

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

Auditee qualified as low-risk auditee?   X   yes        no

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

Internal Control over major programs:

- |    |  |                   |                            |
|----|--|-------------------|----------------------------|
| 1) | Material weakness(es) identified?  | <u>      </u> yes | <u>  X  </u> no            |
| 2) | Significant deficiencies identified<br>that are not considered to be material<br>weaknesses? | <u>      </u> yes | <u>  X  </u> none reported |

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular 15-08?	<u>      </u> yes	<u>  X  </u> no
--	-------------------	-----------------

Identification of major programs:

State Project Number(s)	Name of State Program
	<b>State Aid - Public (Cluster)</b>
495-034-5120-089	Special Education Categorical Aid
495-034-5120-078	Equalization Aid
495-034-5120-084	Security Aid
495-034-5120-078	Stabilization Aid
495-034-5120-014	Non-public Transportation Aid

Section II - Financial Statement Findings - N/A

Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs - N/A



Manalapan-Englishtown Regional School District

Summary Schedule of Prior Audit Findings

June 30, 2024

Summary Schedule of Prior Year Audit Findings - N/A