

SCHOOL DISTRICT
OF
TOWNSHIP OF MAURICE RIVER

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

of the

Township of Maurice River Board of Education

Port Elizabeth, New Jersey

or the Fiscal Year Ended June 30, 2024

ANNUAL COMPREHENSIVE FINANCIAL REPORT

of the

Township of Maurice River Board of Education

Port Elizabeth, New Jersey

For the Fiscal Year Ended June 30, 2024

Prepared by

Maurice River Township Board of Education

Finance Department

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OF THE MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
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INTRODUCTORY SECTION



MAURICE RIVER TOWNSHIP SCHOOL DISTRICT

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December 5, 2024

Honorable President and
Members of the Board of Education
Maurice River Township School District
Cumberland County, New Jersey

Dear Board Members:

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

The annual comprehensive financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 CFR 200-Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), "Audits of States, Local Governments, and Non-Profit Organizations" and the State Treasury Circular Letter 15-08 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments." Information related to this single audit, including the auditor's report on the internal control and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES:

The Maurice River Township Public School District is an independent reporting entity within the criteria adopted by the GASB as established by Statement No. 14. All funds of the District are included in this report. The Maurice River Township Board of Education and its school constitute the District's reporting entity.

The District is limited in its ability to fund a full range of educational services appropriate to grade levels PK through 8. These limitations in programs and services apply to both regular as well as special education for handicapped children. The District completed the 2023-2024 fiscal year with a June enrollment of 375 students, which is a decrease from the previous year. The following details the changes in the student enrollment of the district over the last ten years.

Average Daily Enrollment

| <u>Fiscal</u> <u>Year</u> | <u>Student</u> <u>Enrollment</u> | <u>Percent</u> <u>Change</u> | <u>Fiscal</u> <u>Year</u> | <u>Student</u> <u>Enrollment</u> | <u>Percent</u> <u>Change</u> |
|--|---|---|--|---|---|
| 2023-24 | 375.0 | (3.85)% | 2018-19 | 408.0 | 1.26% |
| 2022-23 | 390.0 | (1.27)% | 2017-18 | 398.0 | (4.10)% |
| 2021-22 | 395.0 | 0.51% | 2016-17 | 415.0 | 1.71% |
| 2020-21 | 393.0 | (6.43)% | 2015-16 | 408.0 | (3.77)% |
| 2019-20 | 420.0 | 2.94% | 2014-15 | 424.0 | .24% |

2. ECONOMIC CONDITION AND OUTLOOK:

Maurice River Township is not experiencing any measurable growth in development or expansion. There are no large businesses located in the Township, but the small industry stores, restaurants, and antique stores continue to thrive. There is some potential for growth at the major intersections drawing traffic to the shore areas. The Township is seeking clean industry in harmony with the environmentally sensitive areas. It is significant to note that the Township is approximately 95 square miles, with about 50% of the land either state-owned or state-managed. This helps promote the appeal for water related activities, conservation activities with the bay area and pristine river ecosystem, and preserves the ruralness and provinciality unique to the Township. There are three prison sites located in the Township, which provide major employment for local residents. A state prison in nearby Fairfield Township provides employment opportunities at that site. The net valuation taxable of Maurice River Township for 2024 is \$292,096,978, which is more than the prior year by \$57,597.

Sand mining was a major industry in the Township through the 1970's, but because of the shift from glass bottles to plastic, the need for sand in glass manufacturing has been in steady decline since that time. Rail service connected to this industry has also declined. Other industry includes several marinas, one shipyard industry, and several cottage stores and restaurants. Developers who are interested in sites in the Township must seek state approval from various regulatory agencies, such as Pinelands, Wetlands, and/or the Department of Environmental Protection.

However, the District continues it's "Choice" District status and will receive additional funding for students who choose to participate in this program. The District is hopeful that it will continue to attract choice students, thereby increasing its enrollment and state aid. The school district receives nearly \$2.00 in state aid for every \$1.00 levied by local taxes.

3. MAJOR INITIATIVES:

Maurice River Township School District prepares all students for success at the high school level. Technology, Professional Staff Development, and Inter-district Collaboration play a major role in this initiative. Technology plays an increasingly important role in the curriculum, with the use of Promethean Boards for grades PK-8, and professional development training for all teachers; 1:1 chromebooks at the elementary and middle school grade levels; a wireless network, and IPAD and IPOD Programs. Students conduct research through controlled access to the Internet, enhancing research and writing skills. New this year is the addition of an E-sports gaming center for our middle school students. The state of the art technology for the gaming room was purchased with ESSER funds.

In addition to Promethean Boards, each classroom at the Maurice River Township Elementary School has its own communications system to enhance the curriculum in areas, such as, distance learning, science, geography, and foreign language. The students broadcast daily on the MRT-TV station which is streamed to the classrooms.

The school district now implements "The Danielson Teaching Evaluation Method", a web-based teacher evaluation program required by the State of New Jersey; as well as the Aims web student assessment program in combination with the "RTI" program for struggling students. Several math and language arts software programs are used to supplement classroom curriculum. The District is continually updating its curriculum and purchases new textbooks with online support as is appropriate.

The Board of Education has succeeded in allocating resources to positively improve student achievement by focusing upon improvements in the delivery of instruction, professional development programs, and providing the most current instructional materials, technology and other resources for its teachers. The district has also begun to move in the direction of facility improvement to maintain the functionality of its current facility. With maintenance reserve monies, the district continued to re-tile classrooms and abate asbestos in the school building. Roof repair continues each year to negate leaks throughout the building. The exterior lighting around the school building was upgraded to LED. The district also renovated its tennis and basketball courts, greatly improving their functionality. The district also re-paved a portion of its parking lot and installed new parking lot lighting.

In order to conduct in person learning during COVID, many facility upgrades and supplies were purchased with the use of federal funding. HVAC controls were upgraded to reduce humidity and promote fresh air circulation in the building. Air filters were upgraded to surgical grade air filters. Air purifiers with HEPA filters were purchased for every classroom and office. Masks were purchased for all staff and students. Hand sanitizer was purchased for every classroom and hand sanitizing stations were installed in every classroom, lobby and office. A mobile hand sanitizing station was purchased for the playground area. Sanitizing sprayers were purchased so that classrooms, bathrooms and buses could be easily sanitized in minutes. These purchases were successful in allowing for the reopening and continuation of school and in preventing transmission of COVID and other viruses within the school.

The district also provides adequate medical and student services, including guidance and counseling programs for at-risk, special education and Title I students. New mental health programs were implemented for staff, students and parents to cope with the effects of Covid. These programs were funded with ESSER funds. Special education services are provided through self-contained settings and in class support. Additional teachers were hired with ESSER funds to attempt to close the learning gap created with virtual learning through tutoring and lowering class size. This strategy was successful as our district had the highest testing growth in Cumberland County. The district has trained two staff members in the FAST hands-on science program, for grades five through eight. Grades K-4 use a hands-on program. Peer mediation and conflict resolution are taught through leadership training activities in an on-going manner throughout the school year.

The Board of Education has established a mission and philosophy for the district and promotes a global, multi-curriculum. The mission includes the concept of community as it relates to students. The Board of Education attempts to plan budgets in a prudent fiscal manner, but the unknown variables are the future of school funding from the State of New Jersey and the payments of tuition to both the Millville School District and Cumberland County Vocational School.

The District's "Choice" status has partially offset the effect of these variables. The limitations placed on Choice continues to be concerning.

In summary, the district, despite economic constraints, has succeeded in providing a state of the art innovative, integrated curriculum, with current technology and resources. The provision of these resources has positively and beneficially impacted student achievement. The district looks forward to continuing its "Choice District" status to increase enrollment and ensure its future existence.

4. INTERNAL ACCOUNTING CONTROLS:

Management of the District is responsible for establishing and maintaining internal control 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 process 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 awards and state financial assistance, the District also is responsible for ensuring that adequate internal control is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control process 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 internal control, including that portion related to federal awards and state financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.

5. BUDGETARY CONTROLS:

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Year-end open encumbrances are either cancelled or included as reappropriations of fund balance in the subsequent year and are reported as reservations of fund balance at June 30, 2024.

6. ACCOUNTING SYSTEM AND REPORTS:

The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Financial Statements," Note 2.

7. DEBT ADMINISTRATION:

On January 1, 1998 the District incurred bond indebtedness for \$1,950,000 for a facility project to be amortized over the next 15 years. There was a Refunding of Bonds on January 1, 2007. The balance in bonds payable at June 30, 2024 is \$0, as our debt was paid off during the prior year under audit. The amount of unvoted debt available is \$9,510,506, as shown on Exhibit J-13.

8. RISK MANAGEMENT:

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

9. CASH MANAGEMENT:

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

10. OTHER INFORMATION:

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nightlinger, Colavita and Volpa, Pa. was appointed by the Board. In addition to meeting the requirements set forth in State statutes, the audit also was designed to meet the requirements of the Title 2 CFR 200-Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), and State of New Jersey Treasury Circular 15-08 OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. The auditor's report on the basic financial statements and combining and individual fund statements and schedules are included in the financial section of this report. The auditor's report, related specifically to the single audit, is included in the single audit section of this report.

11. ACKNOWLEDGMENTS:

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

Respectfully submitted,

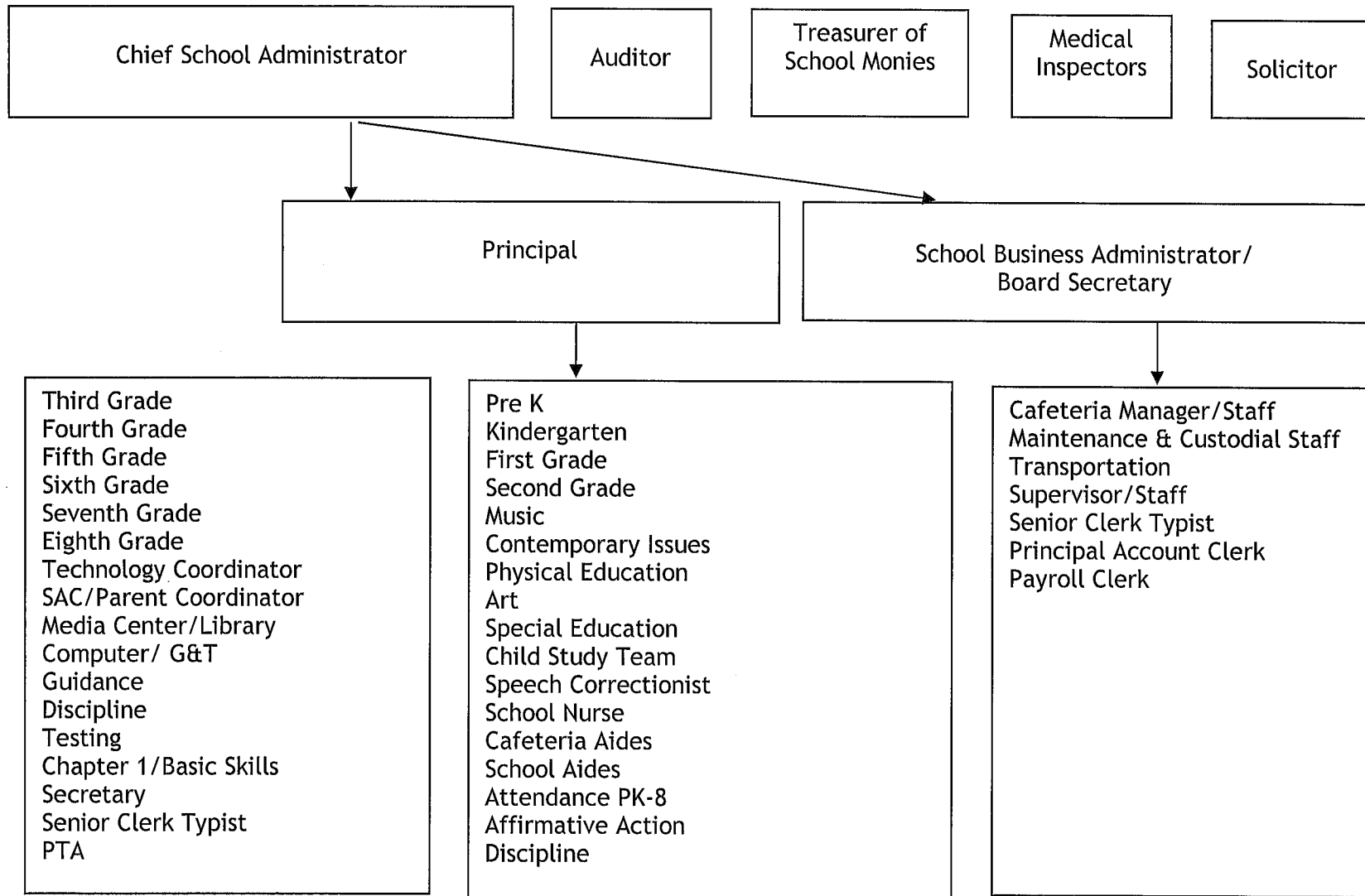
Dr. Jeremy Cohen

Dr. Jeremy Cohen, Superintendent of Schools

Patricia Powell

Patricia Powell, School Business Administrator/Board Secretary

Township of Maurice River School District
Organizational Chart



TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
PORT ELIZABETH, NEW JERSEY

ROSTER OF OFFICIALS

JUNE 30, 2024

| <u>MEMBERS OF THE BOARD OF EDUCATION</u> | <u>TERM EXPIRES</u> |
|--|-------------------------|
| Ashley Hughes, President | 2026 |
| Danna Phillips, Vice President | 2024 |
| Stephen Kudia, President | 2024 |
| John Campbell | 2024 |
| Robert Chard | 2026 |
| Brian McEwing | 2025 |
| Sherri Welch | 2025 |

OTHER OFFICIALS

Dr. Jeremy Cohen, Chief School Administrator

Patricia A. Powell, School Business Administrator/Board Secretary

Joann Sbrana, Custodian of School Monies

Comegno Law Group, Solicitor

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
CONSULTANTS AND ADVISORS

AUDIT FIRM

Raymond Colavita, C.P.A., R.M.A.
Nightlinger, Colavita and Volpa
Certified Public Accountants
991 S. Black Horse Pike
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Williamstown, NJ 08094

ATTORNEY

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Moorestown, NJ 08057

OFFICIAL DEPOSITORY

Bank of America
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Bridgeton, NJ 08302

Branch Offices in Millville, NJ 08332

INSURANCE AGENT

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FINANCIAL SECTION

NIGHTLINGER, COLAVITA & VOLPA

A Professional Association

Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Maurice River Township School District
County of Cumberland, New Jersey 08348

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Board of Education of the Maurice River Township School District in the County of Cumberland, 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 Board of Education of the Maurice River Township School District in the County of Cumberland, State of New Jersey'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, and each major fund, of the Board of Education of the Maurice River Township School District in the County of Cumberland, State of New Jersey, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the School District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our 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 auditing standards generally accepted in the United States of America 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 auditing standards generally accepted in the United States of America 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 the School District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about 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, schedule of the School District's proportionate share of the net pension liability, schedule of the School District's pension contributions, and schedule of changes in the School District's total OPEB liability and related ratios, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. The combining statements and related major fund supporting statements and schedules, are presented for purposes of additional analysis, as required by the Office of School Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis as required by the Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, and is also 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 statements and related major fund supporting statements and schedules, and schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report, as required by the Office of School Finance, Department of Education, State of New Jersey. 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 5, 2024 on our consideration of the Maurice River Township Board of Education's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Maurice River Township Board of Education's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governments Auditing Standards* in considering Maurice River Township School District's internal control over financial reporting and compliance.

Respectfully submitted,

NIGHTLINGER, COLAVITA & VOLPA, P.A.



Raymond Colavita, C.P.A., R.M.A.
Licensed Public School Accountant

No. 915

December 5, 2024

REQUIRED SUPPLEMENTARY INFORMATION - PART I

**MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
MAURICE RIVER TOWNSHIP**

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

UNAUDITED

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

Financial Highlights

Key financial highlights for 2024 are as follows:

- ❖ General revenues accounted for \$8,215,438 in revenue or 72.2% 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 \$3,158,159 or 27.8% percent to total revenues of \$11,373,597.
- ❖ Total net position of governmental activities decreased by a net amount of \$492,175 in various asset areas.
- ❖ The School District had \$11,857,666 in expenses, of which \$3,158,159 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes and Federal and State Aid not restricted) were adequate to provide for these programs.
- ❖ The General Governmental Fund had \$10,733,783 in revenues, \$11,425,237 in expenditures, \$28,090 transferred to the Preschool Program, \$65,743 in Charter School transfers and \$48,000 in transfers to the Food Service Fund. The General Fund's balance decreased by \$833,287 over 2023.

Using this Annual Comprehensive Financial Report (ACFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Maurice River Township 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 Assets and Statement of Activities provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. In the case of Maurice River Township School District, the General Fund is by far the most significant fund.

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

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

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

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

- ❖ **Governmental Activities** - All of the School District’s programs and services are reported here including, but not limited to, 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 enterprise fund is reported as a business activity.

Reporting the School District’s Most Significant Funds

Fund Financial Statements

The analysis of the School District’s major (all) funds begins on page 23. Fund financial reports provide detailed information about the School District’s major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District’s most significant funds. The School District’s major governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

Governmental Funds

The School District’s activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in the future years. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School district’s general government operations and the basic services it provides.

Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Enterprise Fund

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

The School District as a Whole Recall that the Statement of Net Position provides the perspective of the School District as a whole, which includes the Business-type Activities Table 1 provides a summary of the School District's net position for the years ended in 2024 and 2023.

Table 1
Net Position

| | 2024 | 2023 |
|---|--------------|--------------|
| Assets | | |
| Current and Other Assets | \$ 1,385,537 | \$ 2,431,255 |
| Capital Assets, Net | 2,768,192 | 2,523,574 |
| Total Assets | 4,153,729 | 4,954,829 |
| Deferred Outflows of Resources | | |
| Deferred Pension Outflows | 246,086 | 347,565 |
| Liabilities | | |
| Long-term Liabilities | 1,204,124 | 1,273,114 |
| Other Liabilities | 179,609 | 381,306 |
| Total Liabilities | 1,383,733 | 1,654,420 |
| Deferred Outflows of Resources | | |
| Deferred Pension Inflows | 140,157 | 287,980 |
| Net Position | | |
| Invested in Capital Assets, Net of Debt | 2,766,512 | 2,520,301 |
| Restricted | 795,874 | 1,211,461 |
| Unrestricted (Deficit) | (686,461) | (371,768) |
| Total Net Position | \$ 2,875,925 | \$ 3,359,994 |

Table 2 shows the changes in net position from fiscal year's 2024 and 2023.

Table 2
Changes in Net Position

| | <u>2024</u> | <u>2023</u> |
|------------------------------------|---------------------|--------------------|
| Revenues | | |
| Programs Revenues | | |
| Charges for Services | \$ 98,670 | \$ 82,596 |
| Operating Grants and Contributions | 3,059,489 | 3,210,373 |
| General Revenues | | |
| Property Taxes | 3,297,557 | 3,209,948 |
| Grants and Entitlements | 4,878,817 | 4,606,201 |
| Other | 39,064 | 188,772 |
| | <u>11,373,597</u> | <u>11,297,890</u> |
| Program Expenses | | |
| Instruction | 2,970,928 | 2,958,822 |
| Support Services | | |
| Tuition | 3,020,852 | 2,530,971 |
| Pupils and Instructional Staff | 947,180 | 1,131,553 |
| General Administration, School | | |
| Administration, Business Admin | 617,767 | 604,160 |
| Operations and Maintenance of | | |
| Facilities | 1,140,082 | 1,257,503 |
| Pupil Transportation | 604,150 | 401,572 |
| Employee Benefits | 2,103,025 | 1,985,418 |
| Food Service | 287,211 | 291,078 |
| Other | 166,471 | 160,933 |
| | <u>11,857,666</u> | <u>11,322,010</u> |
| Total Expenses | | |
| | <u>11,857,666</u> | <u>11,322,010</u> |
| Increase in Net Position | <u>\$ (484,069)</u> | <u>\$ (24,120)</u> |

Governmental Activities

The unique nature of property taxes in New Jersey creates the need to routinely seek voter approval for the School District operations. The District's total net revenues from governmental activities were \$11,078,280 for the fiscal year ended June 30, 2024 and property taxes made up 28.2% percent of revenues for governmental activities for the Maurice River Township School District for fiscal year 2024. Federal, state and local grants accounted for another 70.3%. Miscellaneous revenues made up the remaining 1.5%. The net cost of all Governmental Activity programs and services was \$8,662,282. Instruction of \$2,292,743 comprises 26.5% of these expenses.

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

Table 3

| | <u>Total Cost of Services 2024</u> | <u>Net Cost of Services 2024</u> | <u>Total Cost of Services 2023</u> | <u>Net Cost of Services 2023</u> |
|---|--|--------------------------------------|--|--------------------------------------|
| Instruction | \$ 2,970,928 | \$ 2,292,743 | \$ 2,958,822 | \$ 2,003,095 |
| Support Services | | | | |
| Tuition | 3,020,852 | 3,020,852 | 2,530,971 | 2,530,971 |
| Pupils and Instructional Staff | 947,180 | 500,848 | 1,131,553 | 647,083 |
| General Administration, School | | | | |
| Administration, Business Admin | 617,767 | 617,767 | 604,160 | 604,160 |
| Operation and Maintenance of Facilities | 1,140,082 | 1,140,082 | 1,257,503 | 1,257,503 |
| Pupil Transportation | 604,150 | 604,150 | 401,572 | 401,572 |
| Employee Benefits | 2,103,025 | 319,369 | 1,985,418 | 385,055 |
| Other | 166,471 | 166,471 | 160,933 | 160,933 |
| Total Expenses | <u>\$ 11,570,455</u> | <u>\$ 8,662,282</u> | <u>\$ 11,030,932</u> | <u>\$ 7,990,372</u> |

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

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

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

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

Curriculum and staff development includes expenses related to planning, research, development and evaluation of support services, as well as the reporting of this information internally and to the public.

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

Extracurricular activities includes expenses related to student activities provided by the School District which are designated to provide opportunities for students to participate in school events, public events, or a combination of these for the purposes of motivation, enjoyment and skill improvement.

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

Other includes unallocated depreciation and amortization.

Business-Type Activities

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

- ❖ Food service expenses of \$287,211 exceeded revenues by \$37,225. There was also a \$48,000 transfer of funds, which resulted in a net decrease in the ending balance of net position of \$8,106.
- ❖ Charges for services represent \$98,670 of revenue. This represents the total amount paid by patrons for daily food services.
- ❖ Federal and state reimbursements for meals, including payments for free and reduced lunches and donated commodities were \$151,316.

The School District's Funds

Information about the School District's major funds starts on page 23. These funds are accounted for using the modified accrual basis of accounting. All governmental funds (i.e., general fund, special revenue fund, capital projects and debt service fund presented in the fund-based statements) had total revenues of \$12,129,362 and expenditures of \$12,817,406. The net positive/negative change in fund balance was (\$688,044), before transfers out of \$141,833. The School District is, therefore, able to meet current operating costs with no urgent need for additional funds. Availability of surplus funds in the future will be an important factor in budgeting.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues of the governmental funds (excluding capital projects) for the fiscal year ended June 30, 2024, and the amount and percentage of increases and decreases in relation to prior year revenues.

Table 4

| Revenue | Amount | Percent of Total | Increase/ (Decrease) from 2023 | Percent Increase/ (Decrease) |
|-----------------|---------------|---------------------|--------------------------------------|------------------------------------|
| Local Sources | \$ 3,433,123 | 28.3% | \$ 34,403 | 1.1% |
| State Sources | 8,234,711 | 67.9% | 815,340 | 12.0% |
| Federal Sources | 461,528 | 3.8% | (389,177) | -94.3% |
| Total | \$ 12,129,362 | 100.0% | \$ 460,566 | 4.4% |

The increase in Local Sources is attributed to increases in transportation charges of \$30,059, interest earnings of \$8,355 and \$87,609 in local tax levy, offset by a decrease in miscellaneous of \$91,620.

The increase in State Sources is attributed to increases in general fund state aid of \$704,651 and in special projects grants of \$110,689.

The decrease in Federal Sources is attributed to various net decreases in special revenue awards of \$389,177.

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.

Table 5

| <u>Expenditures</u> | <u>Amount</u> | <u>Percent of Total</u> | <u>Increase/ (Decrease) from 2023</u> | <u>Percent Increase/ (Decrease)</u> |
|----------------------------|----------------------|-----------------------------|---|---|
| Current: | | | | |
| Instruction | \$ 2,970,928 | 23.2% | \$ 12,106 | 0.5% |
| Undistributed Expenditures | 9,459,959 | 73.8% | 733,366 | 9.9% |
| Capital Outlay | 386,519 | 3.0% | 294,398 | 651.4% |
| Total | <u>\$ 12,817,406</u> | <u>100.0%</u> | <u>\$ 1,671,648</u> | <u>16.4%</u> |

The increase in instruction is attributed to increases in special education costs of \$18,122, and other special instruction costs of \$53,929, offset by decrease in regular instruction \$59,945.

The increase in Undistributed Expenditures is attributed to an increase in tuition of \$489,881, general administrative services of \$23,330, central services of \$10,233, pupil transportation of \$202,578 and employee benefits of \$329,095, offset by a decrease in student and instruction related services of \$184,373, school administrative services of \$19,956, and plant operations and maintenance of \$117,422.

The increase in Capital Outlay expenditures is attributed to a decrease in expenditures for various equipment of \$294,398.

There was no Debt Service expense in the 2023-24 school year, as all open debt was paid off in 2022.

General Fund Budgeting Highlights

The School District's Budget is prepared according to New Jersey law and is based on accounting for certain transactions on a basis of modified accrual and encumbrance accounting. The most significant budgeted fund is the General Fund.

During the course of the fiscal year 2024, the School District amended its General Fund budget as needed. The School District uses program based budgeting, which is designed to tightly control total program budgets but provide flexibility for program management.

- ❖ Staffing changes based on student needs.
- ❖ Additional costs for student transportation both in regular education and special education.
- ❖ Accounting changes in maintenance and operations
- ❖ Changes in appropriations to prevent budget overruns.

While the District's final budget for the General Fund anticipated that revenues, along with surplus anticipated of \$620,548, would approximately equal expenditures, the actual results for the year shows a \$778,708 decrease in revenue over expenditures, as shown on Exhibit C-1.

- ❖ Actual revenues were \$88,592 more than expected, excluding contributions for On-Behalf Pension and Social Security State Aid of \$1,516,004. This was due to more state aid of \$54,766 and by additional miscellaneous revenue of \$33,826. The result is the positive variance, as shown on Exhibit C-1.
- ❖ The actual expenditures were \$683,757 lower than expected, offset by the state On-Behalf Pension and Social Security aid of \$1,516,004, resulting in the reported unfavorable variance of \$832,247 as shown on Exhibit C-1.

Capital Assets

At June 30, 2024, the School District had \$2,768,192 invested in land, buildings, furniture and equipment, and vehicles. Table 4 shows fiscal 2024 balances compared to 2023.

Table 6
Capital Assets (Net of Depreciation) at June 30

| | 2024 | 2023 |
|---------------------------|--------------|--------------|
| Land | \$ 62,441 | \$ 62,441 |
| Work In Progress | | |
| Land Improvements | 68,410 | 51,341 |
| Building and Improvements | 1,875,064 | 1,854,239 |
| Equipment | 762,277 | 553,959 |
| Right-to-Use Lease Assets | | 1,594 |
| Totals | \$ 2,768,192 | \$ 2,523,574 |

General Fund Budgeting Highlights

The School District's Budget is prepared according to New Jersey law and is based on accounting for certain transactions on a basis of modified accrual and encumbrance accounting. The most significant budgeted fund is the General Fund.

During the course of the fiscal year 2024, the School District amended its General Fund budget as needed. The School District uses program based budgeting, which is designed to tightly control total program budgets but provide flexibility for program management.

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| Land Improvements | 68,410 | 51,341 |
| Building and Improvements | 1,875,064 | 1,854,239 |
| Equipment | 762,277 | 553,959 |
| Right-to-Use Lease Assets | | 1,594 |
| Totals | \$ 2,768,192 | \$ 2,523,574 |

Overall capital assets increased \$244,618 in fiscal year 2024. There were net additions of \$254,931, offset by depreciation expense and a Right-to-Use Lease adjustment of \$10,313.

Debt Administration

At June 30, 2024, the School District had \$1,204,124 in outstanding debt. Of this amount, \$35,325 is for compensated absences, net pension liability is \$1,160,959 and the balance of \$1,680 for Right-to-Use Lease debt, along with \$6,160 in compensated absences in the Food Service Fund.

At June 30, 2024, the School District's overall legal debt margin was \$9,510,506 which is fully unvoted.

For the Future

The Maurice River Township School District hopes to continue its "Choice" status to increase its student enrollment and Choice Aid funding. Through the use of Choice Aid funding, the district hopes to upgrade its facility and expand the services provided to students.

In conclusion, the Maurice River Township School District has committed itself to excellence in education for many years despite its financial struggle to survive. The School District's system for financial planning, budgeting, and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenge of the future.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, please contact Patricia A. Powell, School Business Administrator/Board Secretary at Maurice River Township Board of Education, P.O. Box 464, 3593 S. Delsea Drive, Port Elizabeth, NJ 08348.

BASIC FINANCIAL STATEMENTS

DISTRICT WIDE FINANCIAL STATEMENTS

The statement of net position and the statement of activities display information about the District.

These statements include the financial activities of the overall District, except for fiduciary activities.

Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the District.

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2024

| | Governmental Activities | Business-type Activities | Total |
|---|------------------------------------|-------------------------------------|--------------|
| ASSETS | | | |
| Cash and Cash Equivalents | \$ 1,203,426 | \$ 20,499 | \$ 1,223,925 |
| Receivables, Net | 136,153 | 20,736 | 156,889 |
| Inventory | | 4,723 | 4,723 |
| Capital Assets, Net (Note 6): | 2,670,404 | 97,788 | 2,768,192 |
| Total Assets | 4,009,983 | 143,746 | 4,153,729 |
| DEFERRED OUTFLOWS OF RESOURCES: | | | |
| Deferred Pension Outflows | 246,086 | | 246,086 |
| LIABILITIES | | | |
| Accounts Payable | 165,558 | | 165,558 |
| Unearned Revenue | 10,184 | 3,867 | 14,051 |
| Non-current Liabilities (Note 7): | | | |
| Due Within One Year | 3,053 | | 3,053 |
| Due Beyond One Year | 1,194,911 | 6,160 | 1,201,071 |
| Total Liabilities | 1,373,706 | 10,027 | 1,383,733 |
| DEFERRED INFLOWS OF RESOURCES: | | | |
| Deferred Pension Inflows | 140,157 | | 140,157 |
| NET POSITION | | | |
| Invested in Capital Assets, Net of Related Debt | 2,668,724 | 97,788 | 2,766,512 |
| Restricted For: | | | |
| Capital Reserve | 143,453 | | 143,453 |
| Emergency Reserve | 97,427 | | 97,427 |
| Tuition Reserve | 251,741 | | 251,741 |
| Unemployment Compensation | 254,051 | | 254,051 |
| Student Activities | 49,202 | | 49,202 |
| Unrestricted (Deficit) | (722,392) | 35,931 | (686,461) |
| Total Net Position | \$ 2,742,206 | \$ 133,719 | \$ 2,875,925 |

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

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

| Functions/Programs | Expenses | Program Revenues | | Net (Expense) Revenue and Changes in Net Position | | |
|--|---------------|----------------------------|--|--|---------------------------------|----------------|
| | | Charges for Services | Operating Grants and Contributions | Governmental Activities | Business- type Activities | Total |
| Governmental Activities: | | | | | | |
| Instruction: | | | | | | |
| Regular | \$ 2,389,451 | \$ | \$ 678,185 | \$ (1,711,266) | \$ | \$ (1,711,266) |
| Special Education | 474,406 | | | (474,406) | | (474,406) |
| Other Special Instruction | 107,071 | | | (107,071) | | (107,071) |
| Support Services: | | | | | | |
| Tuition | 3,020,852 | | | (3,020,852) | | (3,020,852) |
| Student & Instruction Related Services | 947,180 | | 446,332 | (500,848) | | (500,848) |
| General and Business Administrative Services | 217,660 | | | (217,660) | | (217,660) |
| School Administrative Services | 132,847 | | | (132,847) | | (132,847) |
| Central Services | 267,260 | | | (267,260) | | (267,260) |
| Plant Operations and Maintenance | 1,140,082 | | | (1,140,082) | | (1,140,082) |
| Pupil Transportation | 604,150 | | | (604,150) | | (604,150) |
| Employee Benefits | 2,103,025 | | 1,783,656 | (319,369) | | (319,369) |
| Unallocated Depreciation | 166,471 | | | (166,471) | | (166,471) |
| Total Governmental Activities | 11,570,455 | | 2,908,173 | (8,662,282) | | (8,662,282) |
| Business-type Activities: | | | | | | |
| Food Service | 287,211 | 98,670 | 151,316 | | (37,225) | (37,225) |
| Total Business-type Activities | 287,211 | 98,670 | 151,316 | | (37,225) | (37,225) |
| Total Primary Government | \$ 11,857,666 | \$ 98,670 | \$ 3,059,489 | (8,662,282) | (37,225) | (8,699,507) |
| General Revenues: | | | | | | |
| Taxes: | | | | | | |
| Property Taxes, Levied for General Purposes, Net | | | | 3,297,557 | | 3,297,557 |
| Federal and State Aid Not Restricted | | | | 4,878,817 | | 4,878,817 |
| Transportation Charges | | | | 50,129 | | 50,129 |
| Investment Earnings | | | | 18,951 | | 18,951 |
| Miscellaneous Income | | | | 66,486 | | 66,486 |
| Transfers | | | | (141,833) | 48,000 | (93,833) |
| Fixed Asset Adjustment | | | | | (2,669) | (2,669) |
| Total General Revenues, Special Items, Extraordinary Items and Transfers | | | | 8,170,107 | 45,331 | 8,215,438 |
| Change in Net Position | | | | (492,175) | 8,106 | (484,069) |
| Net Position—Beginning | | | | 3,234,381 | 125,613 | 3,359,994 |
| Net Position—Ending | | | | \$ 2,742,206 | \$ 133,719 | \$ 2,875,925 |

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

FUND FINANCIAL STATEMENTS

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

GOVERNMENTAL FUNDS

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

| | General Fund | Special Revenue Fund | Total Governmental Funds |
|---|-----------------|----------------------------|--------------------------------|
| ASSETS | | | |
| Cash and Cash Equivalents | \$ 570,967 | \$ 118,344 | \$ 689,311 |
| Restricted Cash and Cash Equivalents | 529,344 | | 529,344 |
| Federal Aid Receivable | | 938 | 938 |
| State Aid Receivable | 98,398 | | 98,398 |
| Interfund Accounts receivable | 12,741 | | 12,741 |
| Other Accounts Receivable | 36,817 | | 36,817 |
| Total Assets | \$ 1,248,267 | \$ 119,282 | \$ 1,367,549 |
| LIABILITIES AND FUND BALANCES | | | |
| Liabilities: | | | |
| Accounts Payable | \$ 219 | \$ 128,616 | \$ 128,835 |
| Payroll Deductions Payable | 36,723 | | 36,723 |
| Deferred Revenue | | 10,184 | 10,184 |
| Interfunds Payable | 15,229 | 12,741 | 27,970 |
| Total Liabilities | 52,171 | 151,541 | 203,712 |
| Fund Balances: | | | |
| Restricted for: | | | |
| Tuition Reserve | 97,957 | | 97,957 |
| Unemployment Compensation | 254,051 | | 254,051 |
| Student Activities | | 49,202 | 49,202 |
| Assigned: | | | |
| Year-end Encumbrances | 268,143 | | 268,143 |
| Capital Reserve - Designated for Subsequent Year's Expenditures | 143,453 | | 143,453 |
| Emergency Reserve - Designated for Subsequent Year's Expenditures | 97,427 | | 97,427 |
| Tuition Reserve - Designated for Subsequent Year's Expenditures | 153,784 | | 153,784 |
| Designated for Subsequent Year's Expenditures | 418,927 | | 418,927 |
| Unassigned, Reported In: | | | |
| General Fund (Deficit) | (237,646) | | (237,646) |
| Special Revenue Fund (Deficit) | | (81,461) | (81,461) |
| Total Fund Balances | 1,196,096 | (32,259) | 1,163,837 |
| Total Liabilities and Fund Balances | \$ 1,248,267 | \$ 119,282 | \$ 1,367,549 |

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

| | |
|---|-------------|
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$6,898,841 and the accumulated depreciation is \$4,228,437 (Note 6). | 2,670,404 |
| Accrued interest is not due and payable in the current period and are therefore not reported as liabilities. | |
| Right of Use Lease Payable are not due and payable in the current period and therefore, not reported in the Funds | (1,680) |
| 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 (Note 7). | (35,324) |
| Deferred Outflow of Resources - Deferred Pension Contribution. | 246,086 |
| Deferred Inflows of Resources - Pension Actuarial Gains. | (140,157) |
| Long Term Net Pension Liability | (1,160,960) |
| Net position of governmental activities | 2,742,206 |

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

TOWNSHIP OF MAURICE RIVER 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 | Total Governmental Funds |
|--|-----------------|----------------------------|--------------------------------|
| REVENUES | | | |
| Local Sources: | | | |
| Local Tax Levy | \$ 3,297,557 | \$ | \$ 3,297,557 |
| Transportation Charges | 50,129 | | 50,129 |
| Interest Earned | 18,951 | | 18,951 |
| Miscellaneous | 17,306 | 49,180 | 66,486 |
| Total - Local Sources | 3,383,943 | 49,180 | 3,433,123 |
| State Sources | 7,349,840 | 884,871 | 8,234,711 |
| Federal Sources | | 461,528 | 461,528 |
| Total Revenues | 10,733,783 | 1,395,579 | 12,129,362 |
| EXPENDITURES | | | |
| Current: | | | |
| Regular Instruction | 1,711,266 | 678,185 | 2,389,451 |
| Special Education Instruction | 474,406 | | 474,406 |
| Other Special Instruction | 107,071 | | 107,071 |
| Support Services: | | | |
| Tuition | 3,020,852 | | 3,020,852 |
| Student & Instruction Related Services | 500,848 | 446,332 | 947,180 |
| General Administrative Services | 217,660 | | 217,660 |
| School Administrative Services | 132,847 | | 132,847 |
| Central Services | 267,260 | | 267,260 |
| Plant Operations and Maintenance | 1,141,675 | | 1,141,675 |
| Pupil Transportation | 604,150 | | 604,150 |
| Employee Benefits | 2,860,683 | 267,652 | 3,128,335 |
| Capital Outlay | 386,519 | | 386,519 |
| Total Expenditures | 11,425,237 | 1,392,169 | 12,817,406 |
| Excess (Deficiency) of Revenues Over Expenditures | (691,454) | 3,410 | (688,044) |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfer to Food Service | (48,000) | | (48,000) |
| Transfer to Preschool Program - Inclusion | (28,090) | | (28,090) |
| Transfer of Funds to Charter Schools | (65,743) | | (65,743) |
| Total Other Financing Sources and Uses | (141,833) | | (141,833) |
| Net Change in Fund Balances | (833,287) | 3,410 | (829,877) |
| Fund Balance, July 1 (Deficit) | 2,029,383 | (35,669) | 1,993,714 |
| Fund Balance, June 30 (Deficit) | \$ 1,196,096 | \$ (32,259) | \$ 1,163,837 |

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

TOWNSHIP OF MAURICE RIVER 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) \$ (829,877)

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 | \$ (166,471) | |
| Capital Outlays | 386,519 | 220,048 |
| | | <hr/> |

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.

Payment of capital leases is an expenditure in the governmental funds but the payment reduces long-term liabilities in the Statement of Net Position and is not reported in the Statement of Activities.

In the Statement of Activities, interest on long-term debt in the Statement of Activities is accrued, regardless of when due. In the government funds, interest is reported when due.

Pension contributions are reported in governmental funds as expenditures. However, in the statement of activities, the contributions are adjusted for actuarial valuation adjustments, including service and interest costs, administrative costs, investment returns, and experience/assumption. This is the amount by which net pension liability and deferred inflows/outflows related to pension changed during the period.

109,691

Repayment of right-to-use lease 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.

1,593

Operating Transfer out of the Food Service Fund

In the Statement of Activities, certain operating expenses, e. g. compensated absences are measured by the amount earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid).

| | | |
|----------------------|--|-------------|
| Compensated Absences | | <hr/> 6,370 |
|----------------------|--|-------------|

Change in Net Position of Governmental Activities (A-2) \$ (492,175)

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

PROPRIETARY FUNDS

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2024

| | Business-Type Activities - Enterprise Fund Food Service | Totals |
|-------------------------------------|--|-------------|
| ASSETS | | |
| Current Assets: | | |
| Cash and Cash Equivalents | \$ 5,270 | \$ 5,270 |
| Accounts Receivable | 20,736 | 20,736 |
| Interfund Receivable | 15,229 | 15,229 |
| Inventories | 4,723 | 4,723 |
| | <hr/> | <hr/> |
| Total Current Assets | 45,958 | 45,958 |
| | <hr/> | <hr/> |
| Fixed Assets: | | |
| Equipment | 152,411 | 152,411 |
| Accumulated Depreciation | (54,623) | (54,623) |
| | <hr/> | <hr/> |
| Total Fixed Assets | 97,788 | 97,788 |
| | <hr/> | <hr/> |
| Total Assets | \$ 143,746 | \$ 143,746 |
| | <hr/> <hr/> | <hr/> <hr/> |
| LIABILITIES AND FUND EQUITY: | | |
| Current Liabilities: | | |
| Unearned Revenue | \$ 3,867 | \$ 3,867 |
| | <hr/> | <hr/> |
| Non-Current Liabilities: | | |
| Compensated Absences | 6,160 | 6,160 |
| | <hr/> | <hr/> |
| Total Liabilities | 10,027 | 10,027 |
| | <hr/> | <hr/> |
| Net Position: | | |
| Investment in Fixed Assets | 97,788 | 97,788 |
| Unrestricted | 35,931 | 35,931 |
| | <hr/> | <hr/> |
| Total Net Position | 133,719 | 133,719 |
| | <hr/> | <hr/> |
| Total Liabilities and Net Position | \$ 143,746 | \$ 143,746 |
| | <hr/> <hr/> | <hr/> <hr/> |

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

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

| | Business-Type Activities - Enterprise Fund Food Service | Total Enterprise |
|--|--|---------------------|
| Operating Revenues: | | |
| Charges for Services: | | |
| Daily Sales - Reimbursable Programs | \$ 69,905 | \$ 69,905 |
| Daily Sales - Non-reimbursable Programs | 28,765 | 28,765 |
| | <hr/> | <hr/> |
| Total Operating Revenue: | 98,670 | 98,670 |
| | <hr/> | <hr/> |
| Operating Expenses: | | |
| Cost of Sales - Reimbursable Programs | 94,736 | 94,736 |
| Cost of Sales - Non Reimbursable Programs | 11,934 | 11,934 |
| Salaries | 154,987 | 154,987 |
| Employee Benefits | 6,160 | 6,160 |
| Repairs & Other Expenses | 3,140 | 3,140 |
| General Supplies | 7,408 | 7,408 |
| Depreciation | 8,846 | 8,846 |
| | <hr/> | <hr/> |
| Total Operating Expenses | 287,211 | 287,211 |
| | <hr/> | <hr/> |
| Operating Income (Loss) | (188,541) | (188,541) |
| | <hr/> | <hr/> |
| Non-operating Revenues (Expenses): | | |
| State Sources: | | |
| State School Breakfast Program | 372 | 372 |
| State School Lunch Program | 3,250 | 3,250 |
| Summer-EBT Administrative Cost | 321 | 321 |
| Federal Sources: | | |
| National School Breakfast Program | 28,241 | 28,241 |
| National School Lunch Program | 87,705 | 87,705 |
| Summer-EBT Administrative Cost | 322 | 322 |
| Supply Chain Assistance Funding | 13,847 | 13,847 |
| Food Distribution Program | 17,258 | 17,258 |
| | <hr/> | <hr/> |
| Total Non-Operating Revenues (Expenses) | 151,316 | 151,316 |
| | <hr/> | <hr/> |
| Income (Loss) Before Contributions & Transfers | (37,225) | (37,225) |
| | <hr/> | <hr/> |
| Operating Transfer In - General Fund | 48,000 | 48,000 |
| Fixed Asset Adjustment | (2,669) | (2,669) |
| | <hr/> | <hr/> |
| Change in Net Position | 8,106 | 8,106 |
| Total Net Position—Beginning | 125,613 | 125,613 |
| | <hr/> | <hr/> |
| Total Net Position—Ending | \$ 133,719 | \$ 133,719 |
| | <hr/> | <hr/> |

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

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

| | Business-Type Activities - Enterprise Fund Food Service | Total Enterprise |
|---|--|---------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Receipts from Customers | \$ 98,670 | \$ 98,670 |
| Payments to Employees | (154,987) | (154,987) |
| Payments for Employee Benefits | (6,160) | (6,160) |
| Payments to Suppliers | (97,437) | (97,437) |
| Net Cash Provided by (used for) Operating Activities | (159,914) | (159,914) |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | |
| State Sources | 3,943 | 3,943 |
| Federal Sources | 130,115 | 130,115 |
| Operating Subsidies and Transfers to Other Funds | 48,000 | 48,000 |
| Net Cash Provided by (used for) Non-Capital Financing Activities | 182,058 | 182,058 |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | |
| Purchases of Capital Assets | (36,085) | (36,085) |
| Net Cash Provided by (used for) Capital and Related Financing Activities | (36,085) | (36,085) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Interest and Dividends | | |
| Net Cash Provided by (used for) Investing Activities | | |
| Net Increase (Decrease) in Cash and Cash Equivalents | (13,941) | (13,941) |
| Balances—Beginning of Year | 19,211 | 19,211 |
| Balances—End of Year | \$ 5,270 | \$ 5,270 |
| Reconciliation of Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities: | | |
| Operating Income (Loss) | \$ (188,541) | \$ (188,541) |
| Provided by | | |
| (used for) Operating Activities | | |
| Food Distribution Program | 17,258 | 17,258 |
| Depreciation and Net Amortization | 8,846 | 8,846 |
| (Increase) Decrease in Accounts Receivable | 7,177 | 7,177 |
| (Increase) Decrease in Interfund Receivable | (4,796) | (4,796) |
| (Increase) Decrease in Inventory | 107 | 107 |
| Increase (Decrease) in Unearned Revenue | (644) | (644) |
| Increase (Decrease) in Compensated Absences | 679 | 679 |
| Increase (Decrease) in Accounts Payable | | |
| Total Adjustments | 28,627 | 28,627 |
| Net Cash Provided by (used for) Operating Activities | \$ (159,914) | \$ (159,914) |

Noncash Investing, Capital, and Financing Activities:

During the Year, the District Received \$17,246 of Food Commodities from the U.S. Department of Agriculture

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

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1. DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

Maurice River Township School District (District) is organized under the Constitution of the State of New Jersey. It is located in Cumberland County and provides educational services for all of Maurice River Township's grades K through 8 as authorized by state and federal guidelines.

The District serves an area of approximately seventy square miles. The District currently operates one instructional building and an administrative building. The Maurice River Township School District had an approximate enrollment at June 30, 2024 of 375 students.

A. Reporting Entity:

The Maurice River Township School District is a Type II District as provided by statute of the State of New Jersey. As a Type II District, it functions independently and operates under a locally elected Board form of government consisting of nine members elected to three-year terms, which are staggered.

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

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

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

New Accounting Standards:

The School District has adopted the following GASB statements:

- GASB Statement No. 99 - *Omnibus 2022*: The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective for fiscal years beginning after June 15, 2023. The adoption of GASB 99 impacted the financial statements of the School District.
- GASB Statement No. 100 - *Accounting Changes and Error Corrections, an amendment of GASB Statement No. 62*: The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023. The adoption of GASB 100 impacted the financial statements of the School District.

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

- GASB 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. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. Management is evaluating the potential impact of the adoption of GASB 101 on the School District's financial statements.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

New Accounting Standards (CONT'D):

- GASB Statement No. 102 - *Certain Risk Disclosures*: This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. Management is evaluating the potential impact of the adoption of GASB 101 on the School District's financial statements.
- GASB Statement No. 103 - *Financial Reporting Model Improvements*: This Statement requires that the information presented in MD&A be limited to the related topics discussed in five sections: (1) Overview of the Financial Statements, (2) Financial Summary, (3) Detailed Analyses, (4) Significant Capital Asset and Long-Term Financing Activity, and (5) Currently Known Facts, Decisions, or Conditions. Management is evaluating the potential impact of the adoption of GASB 101 on the School District's financial statements.

A. Basis of Presentation

The District's financial reporting consist of a Management's Discussion and Analysis (MD&A) providing an analysis of the District's over-all financial position and results of operations, as well as Basic financial statements prepared using full-accrual accounting for all of the District's activities.

The 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.

District-wide Statements: The statement of Net Position and the statements of activities display information about the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of Net Position presents the financial condition of the governmental and business-type activities of the District at the fiscal year end while the statement of activities presents a comparison between direct expenses and program revenues for each different 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. Indirect expenses-expenses of the District related to the administration and support of the District's programs, such as personnel and accounting-are not allocated to programs.
- Program revenues include (a) 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 and state formula aid, are presented as general revenues.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

A. Basis of Presentation (CONT'D):

Fund Financial Statements: During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category - *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 the option noted in GASB No. 34, paragraph 76. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting.

B. Fund Accounting:

The accounts of the District are maintained in accordance with the principles of fund accounting to ensure observance of limitations and restrictions on the resources available. The principles of fund accounting require that resources be classified for accounting and reporting purposes into funds in accordance with activities or objectives specified for the resources. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped in the financial statements in this report as follows:

GOVERNMENTAL FUND TYPE

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 budgeted Capital Outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

Resources for budgeted Capital Outlay purposes are normally derived from State of New Jersey Aid, 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.

As a result of implementing GASB Statement No. 87, Fiduciary Activities, amounts maintained for unemployment claims and payroll withholdings for employee salary deductions are included in the general fund. Amounts maintained for unemployment claims are used to account for the portion of employee deductions for unemployment compensation required to be deposited and accumulated for future unemployment claims under the Benefit Reimbursement Method.

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.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

B. Fund Accounting (CONT'D)

As a result of implementing GASB Statement No. 84, Fiduciary Activities, amounts maintained for student activities and private purpose scholarships are included in the special revenue fund. The amounts are considered to be restricted and available to use for specific expenditures. Amounts maintained for student activities are derived from athletic events or other activities of pupil organizations and accumulated for payment of student group activities.

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.

PROPRIETARY FUND TYPE

The focus of Proprietary Fund measurement is on determination of net income, financial position and cash flows. The applicable generally accepted accounting principles are similar to businesses in the private sector. The following is a description of the Proprietary Funds of the District:

Enterprise (Food Service) Funds - The Enterprise Funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises -- where the intent of the 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.

All proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities, whether current or non-current, associated with their activity are included on their balance sheets. Their reported fund equity (net position) is segregated into contributed capital and unreserved retained earnings, if applicable. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net position.

Depreciation of all exhaustive fixed 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:

| | |
|-----------------------------|---------------|
| Food Service Fund Equipment | 12 - 20 Years |
|-----------------------------|---------------|

Internal Service Fund

The Maurice River Township School District does not maintain an Internal Service whereby services would be provided on a cost-reimbursement basis.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

B. Fund Accounting (CONT'D)

FIDUCIARY FUND TYPE

Fiduciary Funds include Expendable Trust, Nonexpendable Trust and Agency Funds. The measurement focus of the Expendable Trust Funds is the same as for governmental funds. The measurement focus of the Nonexpendable Trust Funds is similar to Proprietary Funds. Agency Funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations. The following is a description of the Fiduciary Funds of the School District:

Expendable Trust Fund - An Expendable Trust Fund is accounted for in essentially the same manner as the governmental fund types, using the same measurement focus and basis of accounting. Expendable Trust Funds account for assets where both the principal and interest may be spent. Expendable Trust Funds include Unemployment Compensation Insurance and Scholarship Funds, if any.

Nonexpendable Trust Fund - A Nonexpendable Trust Fund is used to account for assets held under the terms of a formal trust agreement, whereby the District is under obligation to maintain the trust principal. The District does not maintain a nonexpendable trust fund.

C. Basis of Accounting and Measurement Focus:

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

In its accounting and financial reporting, the District follows the pronouncements of the Governmental Accounting Standards Board (GASB) and the pronouncements of the Financial Accounting Standards Board (FASB) and its predecessor organizations issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements. The District's proprietary funds have elected not to apply the standards issued by FASB after November 30, 1989. The accrual basis of accounting is used for measuring financial position and operating results of proprietary fund types and nonexpendable trust funds. Under this method, revenues are recognized in the accounting period in which they are earned and expenses are recognized when they are incurred.

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, early retirement, arbitrage rebates, and postemployment healthcare benefits, are recorded only when payment is due.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

D. Budgets/Budgetary Control:

In its accounting and financial reporting, the District follows the pronouncements of the Governmental Accounting Standards Board (GASB) and the pronouncements of the Financial Accounting Standards Board (FASB) and its predecessor organizations issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements. The District's proprietary funds have elected not to apply the standards issued by FASB after November 30, 1989.

The accrual basis of accounting is used for measuring financial position and operating results of proprietary fund types and nonexpendable trust funds. Under this method, revenues are recognized in the accounting period in which they are earned and expenses are recognized when they are incurred.

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds, which are submitted to the county office. In accordance with P.L. 2011, c. 202, the School District passed a resolution to move the school board election to the first Tuesday after the first Monday in November, starting in November of 2012 and to be held simultaneously with the general election. As a result, a vote is not required on the School District's general fund tax levy for the budget year, other than the general fund tax levy required to support a proposal for additional funds, if any. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later.

The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23A-16.2 (f)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23A-13.3. The Board of Education did not make any material supplemental budgetary appropriations during the fiscal year.

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

A reconciliation of the special revenue funds from the budgetary basis of accounting (as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General, Special Revenue and Debt Service Funds) to the GAAP basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types is shown on Exhibit C-2.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

E. Encumbrance Accounting:

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.

F. Tuition Receivable:

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

G. Tuition Payable:

Tuition charges for the fiscal years 2023-2024, 2022-2023, and 2021-2022 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

H. Inventories and Prepaid Expenses:

Inventories and prepaid expenses, which benefit future periods, other than those recorded in the enterprise fund are recorded as expenditure during the year of purchase.

On District-wide financial statements and in the enterprise fund inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method and is expended when used. Prepaid expenses in the Enterprise Fund represent payments made to vendors for services that will benefit periods beyond June 30, 2024.

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1986, as revised) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements.

I. Short -Term Interfund Receivables/Payables:

Short-term interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the District and that are due within one year.

J. Assets, Liabilities and Equity:

Transactions - Interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the District and that are due within one year.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Capital Assets

General fixed assets acquired or constructed during the year are recorded at actual cost. Donated fixed assets are valued at their estimated fair market value on the date received. The general fixed assets acquired or constructed prior to June 30, 2024 are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. General fixed assets are reflected as expenditures in the applicable governmental funds, and the related assets are reported in the general fixed assets. Expenditures that enhance the asset or significantly extend the useful life of the asset are considered improvements and are added to the fixed asset's currently capitalized cost. The cost of normal repairs and maintenance are not capitalized. Assets in general fixed assets are not depreciated.

Capital assets are depreciated in the District-wide financial statements using the straight-line method over the following estimated useful lives:

| <i>Assets</i> | <i>Years</i> |
|---|----------------|
| <i>Buildings</i> | <i>50</i> |
| <i>Building improvements & portable classroom</i> | <i>20 - 50</i> |
| <i>Land improvements</i> | <i>20</i> |
| <i>Furniture</i> | <i>20</i> |
| <i>Maintenance equipment</i> | <i>20</i> |
| <i>Office equipment</i> | <i>5 - 10</i> |
| <i>Computer equipment</i> | <i>5 - 10</i> |

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 expenditure and fund liability in the fund that will pay for the compensated absences. The remainder of the compensated absences liability is reported in the Statement of Net Position. 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 special revenue fund represents cash that has been received but not yet earned.

M. 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.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

N. Extraordinary and Special Items:

Extraordinary items are transactions or events that are unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of management and are either unusual in nature or infrequent in occurrence. Neither of these types of transactions occurred during the fiscal year.

O. 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 not reported separately in the Statement of Activities. Employee benefits, including the employer's share of social security, workers compensation, and medical and dental benefits, were allocated based on salaries of that program. 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.

P. Fund Equity:

Contributed capital represents the amount of fund capital contributed to the proprietary funds from other funds. Reserves represent those portions of fund equity not available for appropriation for expenditure or legally segregated for a specific future use. Designated fund balances represent plans for future use of financial resources.

Q. Comparative Data/Reclassifications:

Comparative total data for the prior year have been presented in selected sections of the accompanying financial statements in order to provide an understanding of the changes in the District's financial position and operations. Also, certain immaterial amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

R. Management Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts of revenues and expenditures/expenses during the reporting period. Accordingly, actual results could differ from those estimates.

S. Accrued Liabilities and Long-term Obligations:

All payables, accrued liabilities, and long-term obligations are reported on the District-wide financial statements. Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the Statement of Net Position.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

T. Net position

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

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

The school district applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

U. Fund balances - Governmental Funds

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

- Non-spendable - includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.
- Restricted - includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation.
- Committed - includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District's highest level of decision-making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Education.
- Assigned - includes amounts that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the District's policy, amounts may be assigned by the Business Administrator.

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

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

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

V. 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 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, income 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 income taxes is recognized in the period in which the income is earned.

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 for 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 both measurable and available at fiscal year end: property taxes available as an advance, interest, and tuition.

W. Lease Acquisition Costs:

As part of any long-term lease agreement, providing for the use of school buildings, payments constituting professional lease acquisition and other related professional fees will be expensed when incurred in accordance with GASB Statement No. 65. There were no such leases for the year ended June 30, 2024.

X. Tax assessments and property taxes:

Property valuations (assessments) are determined on true values as arrived at by a cost approach, market data approach and capitalization of net income where appropriate. Current assessments are the results of new assessments on a like basis with established comparable properties for newly assessed or purchased properties. This method assures equitable treatment to like property owners.

Upon the filing of certified adopted budgets by the municipality, the municipality's local school districts, and the County, the tax rate is struck by the County Board of Taxation based on the certified amounts in each of the taxing districts for collection to fund the budgets. The statutory provision for the assessment of property, levying of taxes and the collection thereof are set forth in N.J.S.A. 54:4 et seq. Special taxing districts are permitted in New Jersey for various special services rendered to the properties located within the special districts.

Tax bills are mailed annually in June. The taxes are due August 1 and November 1 respectively, and are adjusted to reflect the current fiscal year's total tax liability. The preliminary taxes due February 1 and May 1 of the succeeding fiscal year are based upon one-half of the current year's total tax.

School taxes are guaranteed, as to amount of collection, by the municipality (the collection agency) and are transmitted to the school district in accordance with the Schedule of Tax Installments as certified by the school district's Board of Education on an annual basis.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 3. CASH AND 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. New Jersey School Districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey School Districts. Investments are stated at cost, or amortized cost, which approximates market.

The amortized cost method involves valuing a security at its cost on the date of purchase and thereafter assuming a constant amortization to maturity for any discount or premium. The Board classifies certificates of deposit, which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

Deposits: New Jersey statutes require that School Districts deposit public funds in public depositories located in New Jersey, which 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 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%.

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.

As of June 30, 2024, cash and cash equivalents in the fund financial statements of the District consisted of the following:

| | | Cash and Cash Equivalents |
|---|-----|--------------------------------------|
| | | <hr/> |
| Checking Accounts | \$ | 1,136,210 |
| NJ Cash Management Accounts | | 87,715 |
| | | <hr/> |
| | | 1,223,925 |
| | | <hr/> |
| Unrestricted cash | | |
| Governmental funds, Balance Sheet | B-1 | \$ 689,311 |
| Enterprise funds, Statement of Net Position | B-4 | 5,270 |
| Restricted cash | | |
| Governmental funds, Balance Sheet | B-1 | 529,344 |
| Total cash | | <u>\$ 1,223,925</u> |

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, which have a maturity date no greater than twelve months from the date of purchase.
- c. Bonds of other obligations of the school district

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONT'D)

New Jersey Cash Management Fund

All investments in the Fund are governed by the regulations of the Investment Council, which prescribe specific standards designed to insure the quality of investments and to minimize the risks related to investments. In addition to the Council regulations, the Division sets further standards for specific investments and monitors the credit of all eligible securities issuers on a regular basis. As of June 30, 2024, the District had \$87,715 of funds on deposit with the New Jersey Cash Management Fund.

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the School District's deposits may not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 t seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA is a supplemental insurance program set forth by the New Jersey Legislature to protect the deposits of local government agencies. The program is administered by the Commissioner of the NJ Department of Banking and Insurance. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Funds owned by the School District in excess of FDIC insured amounts are protected by GUDPA. As of June 30, 2024, \$1,534,680 of the School District's bank balance of \$1,784,680 was uninsured and exposed to custodial credit risk.

NOTE 4. CAPITAL RESERVE ACCOUNT

Capital reserve accounts may be established by New Jersey School Districts for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. A 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 increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A District may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP. The LRFP balance of local support costs of uncompleted capital projects at June 30, 2023 is \$423,728.

The ending balance in the reserve, as of June 30, 2024, is \$143,453, which was appropriated as revenue in the 2024-2025 budget.

| | | |
|--------------------------------|----|-----------|
| Beginning Balance July 1, 2023 | \$ | 143,453 |
| Withdrawn | | (143,453) |
| Added | | 143,453 |
| Ending Balance June 30, 2024 | \$ | 143,453 |

NOTE 5. LITIGATION

The District is from time to time involved in claims and lawsuits incidental to its operations. Per confirmation by the District's Solicitor, as of June 30, 2024, the district was not involved in any known legal matters.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 6. CAPITAL ASSETS

Capital Asset Activity for the Year Ended June 30, 2024 was as Follows:

| | Beginning Balance 7/1/23 | Additions | Retirements | Ending Balance 6/30/24 |
|---|--------------------------------|------------|-------------|------------------------------|
| Governmental Activities: | | | | |
| Capital Assets that are not Being Depreciated: | | | | |
| Land | \$ 62,441 | \$ | \$ | \$ 62,441 |
| Total Capital Assets not Being Depreciated | 62,441 | | | 62,441 |
| Capital Assets Being Depreciated and Amortized | | | | |
| Land Improvements | 376,205 | \$ 21,400 | | 397,605 |
| Building and Building Improvements | 4,541,241 | 114,150 | (12,721) | 4,642,670 |
| Machinery and Equipment | 1,875,615 | 250,969 | (338,425) | 1,788,159 |
| Right-to-Use Lease Assets | 7,966 | | | 7,966 |
| Totals at Historical Cost | 6,801,027 | 386,519 | (351,146) | 6,836,400 |
| Less Accumulated Depreciation and Amortization | | | | |
| Land Improvements | (324,864) | (4,331) | | (329,195) |
| Building and Improvements | (2,687,002) | (80,604) | | (2,767,606) |
| Equipment | (1,394,874) | (79,942) | 351,146 | (1,123,670) |
| Right-to-Use Lease Assets | (6,372) | (1,594) | | (7,966) |
| Total Accumulated Depreciation and Amortization | (4,413,112) | (166,471) | 351,146 | (4,228,437) |
| Total Capital Assets Being Depreciated and Amortized, Net of Accumulated Depreciation and Amortization | 2,387,915 | 220,048 | - | 2,607,963 |
| Government Activities Capital Assets, Net | \$ 2,450,356 | \$ 220,048 | \$ - | \$ 2,670,404 |
| | To A-1 | | | To A-1 |
| Business-type Activities: | | | | |
| Equipment | \$ 132,340 | \$ 36,085 | (16,014) | \$ 152,411 |
| Work in Progress | | | | |
| Less Accumulated Depreciation | (59,122) | (8,846) | 13,345 | (54,623) |
| Business-type Activities Capital Assets, Net | \$ 73,218 | \$ 27,239 | \$ (2,669) | \$ 97,788 |
| Depreciation Expense was Charged to Governmental Functions as Follows: | | | | |
| Unallocated | | | To A-2 | \$ 166,471 |

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 7. LONG-TERM OBLIGATIONS

During the fiscal year ended June 30, 2024, the following changes occurred in long-term obligations:

| | Beginning Balance 7/1/2023 | Additions | Reductions | Ending Balance 6/30/2024 | Amounts Due within One Year | Long-term Portion |
|----------------------------------|----------------------------------|---------------|------------------|--------------------------------|-----------------------------------|----------------------|
| Governmental Activities: | | | | | | |
| Bonds Payable: | | | | | | |
| General Obligation Debt | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Total Bonds Payable | | | | | | |
| Other Liabilities: | | | | | | |
| Right-to-Use Lease Liability | 3,273 | | 1,593 | 1,680 | 1,680 | |
| Net Pension Liability | 1,224,306 | | 63,347 | 1,160,959 | | 1,160,959 |
| Compensated Absences Payable | 41,695 | | 6,370 | 35,325 | 1,373 | 33,952 |
| Total Other Liabilities | <u>\$ 1,269,274</u> | <u>\$ -</u> | <u>\$ 71,310</u> | <u>\$ 1,197,964</u> | <u>\$ 3,053</u> | <u>\$ 1,194,911</u> |
| | | | | | To A-1 | |
| Business-Type Activities: | | | | | | |
| Compensated Absences Payable | <u>\$ 5,481</u> | <u>\$ 679</u> | | <u>\$ 6,160</u> | | <u>\$ 6,160</u> |

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. Payments on the general obligation bonds are made in the debt service fund from property taxes and state aid. The other long-term debts are paid in the current expenditures budget of the District's general fund.

Bonds were paid off during the prior school year.

B. Bonds Authorized But Not Issued - As of June 30, 2024, the District had no authorized but not issued bonds.

NOTE 8. OPERATING LEASES

The School is a lessee for a mailing system. The District recognizes a lease liability - finance purchase and a capital asset or recognizes a lease liability - right to use and an intangible right-to use lease asset in the district-wide financial statements based on the criteria dictated in GASB Statement No. 87 - Leases.

At the commencement of a lease, the School determines based on the criteria dictated in GASB Statement No. 87 - Leases, if the lease is a finance purchase or a right to use lease liability. Then the School initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease liabilities are reported with the long-term obligations on the statement of net position.

A finance purchased asset is initially measured as the initial amount of the lease liability adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. The asset is depreciated on a straight-line basis over the life of the lease which is considered the asset's useful life. The asset is reported with the School capital assets as land, land improvements, buildings and improvements or furniture and equipment.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 8. OPERATING LEASES - Continued

An intangible right-to use lease asset is initially measured as the initial amount of the lease liability adjusted for lease payments made at or before the lease commencement date. The intangible right-to use lease asset is amortized on a straight-line basis over the life of the lease. The intangible right-to use lease asset is reported with the School's capital assets in its own category called Right-to-Use Lease Assets.

Key estimates and judgements related to leases include how the School determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District is utilizing the treasury bill rate (corresponding to length of lease) in place at the date of implementation along with other risk factors to determine the discount interest rate for leases.

The School has elected to recognize payments for short-term leases with a lease term of 12 months or less as expenses as incurred, and these leases are not included as lease liabilities or right-to-use lease assets on the statements of net position.

The District has determined all of their copier lease agreements qualify as right-to-use assets. As of June 30, 2024, total future minimum lease payments under right-to-use lease agreements are as follows:

| <u>Year</u> | <u>Amount</u> |
|-------------|-----------------|
| 2025 | 1,680 |
| | <u>\$ 1,680</u> |

NOTE 9. PENSION PLANS

Description of Plans - Eligible employees of the School District can be covered by Public Employees' Retirement System (PERS), Teachers' Pension and Annuity Fund (TPAF), or Defined Contribution Retirement Program (DCRP). PERS and TPAF are administered by the New Jersey Division of Pension and Benefits (NJDPB) and the DCRP is jointly administered by Prudential and NJDPB. The NJDPB issues publicly available financial reports that include financial statements and required supplementary information for the systems. These reports may be obtained online at <https://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

Public Employees' Retirement System

The PERS is a cost sharing multiple-employer defined benefit pension plan that was established in 1955. The PERS provides retirement, death and disability, and medical benefits to qualified members. The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A. All benefits vest after ten years of service, except for medical benefits that vest after 25 years of service or under the disability provisions of PERS.

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 with 25 years or more of service credit before age 62, and tier 5 with 30 years or more 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.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 9. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (Continued)

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.

The following represents the membership tiers for PERS:

| Tier | Definition |
|------|---|
| 1 | Members who are 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. |

Contributions - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. The PERS member total contribution rate as of July 1, 2023 was 7.5% of base salary. The District employees' contributions for the year ended June 30, 2024 were \$54,373. Employers in PERS are required to contribute at an actuarially determined rate which includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. The PERS employer rate due in 2024 is 17.11% of covered payroll. The District is billed annually for its normal contribution plus any accrued liability. These contributions were paid by the District and equal to the required contributions for each year. The District's contributions to PERS for the years ended June 30, 2024, and 2023, were \$107,127 and \$102,304 respectively.

The total payroll for the year ended June 30, 2024 was \$4,674,239. Payroll covered by PERS was \$724,975 for fiscal year 2024.

Components of Net Pension Liability - At June 30, 2024, the District's proportionate share of the PERS net pension liability was \$1,160,959. The net pension liability was measured as of June 30, 2023. The District's proportion of the net pension liability was based on the District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2023. The District's proportion measured as of June 30, 2023 was 0.008015% which was a decrease of 0.00010% from its proportion measured as of June 30, 2022.

Pension Expense and Deferred Outflows/Inflows of Resources - The District's 2024 PERS pension expense, with respect to GASB 68, was \$3,934. The District's 2024 deferred outflows of resources and deferred inflows of resources were from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|--------------------------------------|-------------------------------------|
| Differences between expected and actual experience | \$ 11,100 | \$ 4,746 |
| Changes of assumptions | 2,550 | 70,359 |
| Net difference between projected and actual earnings on pension plan investments | 5,346 | |
| Changes in proportion | 119,963 | 65,052 |
| Contributions subsequent to the measurement date | 107,127 | |
| Total | \$ 246,086 | \$ 140,157 |

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 9. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (Continued)

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

| Year | PERS |
|------------|-------------|
| 2024 | \$ (39,279) |
| 2025 | 1,069 |
| 2026 | 37,398 |
| 2027 | (927) |
| 2028 | 541 |
| Thereafter | |
| Total | \$ (1,198) |

Additional Information - Collective Balances at June 30, 2024 and 2023 are as follows:

| Year | 2024 | 2023 |
|---|--------------|--------------|
| Collective deferred outflows of resources | \$ 246,086 | \$ 347,565 |
| Collective deferred inflows of resources | \$ 140,157 | \$ 287,980 |
| Collective Net Pension Liability | \$ 1,160,959 | \$ 1,224,306 |
| District's Proportion | 0.008015% | 0.008113% |

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

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

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.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 9. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (Continued)

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of 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 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:

| PERS | | |
|-----------------------------------|----------------------|--|
| Asset Class | Target Allocation | Long-Term Expected Real Rate of Return |
| 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% |
| Total | 100.00% | |

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.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 9. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (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 were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

| | <u>1% Decrease</u> <u>(6.00%)</u> | <u>Current</u> <u>Discount</u> <u>(7.00%)</u> | <u>1% Increase</u> <u>(8.00%)</u> |
|--|--------------------------------------|---|--------------------------------------|
| District's Proportionate Share of the Net Pension Liability | \$ <u>1,524,063</u> | \$ <u>1,160,959</u> | \$ <u>870,028</u> |

Teachers' Pension and Annuity Fund

The State of New Jersey Teachers' Pension and Annuity Fund (TPAF) is a cost sharing multiple-employer defined benefit pension plan with a special funding situation that was established in 1955. As under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

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.

The following represents the membership tiers for TPAF:

| Tier | Definition |
|------|---|
| 1 | Members who are 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. |

Special Funding Situation - The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer 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.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 9. PENSION PLANS (CONTINUED)

Teachers' Pension and Annuity Fund (Continued)

Contributions - The contribution policy is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. The member contribution rate was 7.5% in as of July 1, 2023. 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 less than the actuarial determined amount. Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the District and all other related non-contributing employers. No normal or accrued liability contribution by the District has been required over several preceding fiscal years. These on-behalf contributions by the State of New Jersey are considered a special funding situation, under the definition of GASB 68, Accounting and Financial Reporting for Pensions. The District was not required to make any contributions to the pension plan during the fiscal year ended June 30, 2024 because of the 100% special funding situation with the State of New Jersey.

During the fiscal year ended June 30, 2024, the State of New Jersey contributed \$1,016,666 to the TPAF for pension contributions, \$276,699 for post-retirement benefits on behalf of the School, and \$500 for long-term disability. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$222,139 during the year ended June 30, 2024 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries.

Components of Net Pension Liability - At June 30, 2024, the District was not required to report a liability for its proportionate share of the net pension liability because of a 100% reduction for State of New Jersey pension support provided to the District.

Pension Expense - For the year ended June 30, 2024, the District recognized pension expense of \$272,213 and revenue of \$272,213 for support provided by the State.

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

| | <u>TPAF</u> |
|------------------------------|--------------------|
| Investment Rate of Return | 7.00% |
| Salary Increases | |
| (Based on Years of Service): | 2.75 - 4.25% |
| Inflation Rate - Price | 2.75% |
| Inflation Rate - Wage | 3.25% |

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 9. PENSION PLANS (CONTINUED)

Teachers' Pension and Annuity Fund (Continued)

Long-Term Expected Rate of Return - 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:

| Asset Class | TPAF | |
|-----------------------------------|-------------------|--|
| | Target Allocation | Long-Term Expected Real Rate of Return |
| 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% |
| Total | 100.00% | |

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

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 9. PENSION PLANS (CONTINUED)

Teachers' Pension and Annuity Fund (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 were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

| | <u>1% Decrease (6.00%)</u> | <u>Current Discount (7.00%)</u> | <u>1% Increase (8.00%)</u> |
|---|--------------------------------|---|--------------------------------|
| State's Share of the Net Pension Liability associated with the District | \$ 13,085,572 | \$ 11,080,383 | \$ 9,422,454 |
| State's Share of the Net Pension Liability | \$ <u>60,267,919,597</u> | \$ <u>51,109,961,824</u> | \$ <u>43,396,784,734</u> |

Defined Contribution Retirement Program (DCRP)

The **Defined Contribution Retirement Program (DCRP)** is a multiple-employer defined contribution pension fund that was established in 2007 under the provisions of N.J.S.A 43:15C-1. The DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and long-term disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et seq.

The following represents the individuals eligible for membership in the DCRP:

| <u>Eligibility</u> |
|---|
| 1. State or Local Officials who are elected or appointed on or after July 1, 2007 |
| 2. Employees enrolled in the PERS or TPAF on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits |
| 3. Employees enrolled in the PFRS or SPRS after May 21, 2010, who earn salary in excess of established "maximum compensation" limits |
| 4. Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually |
| 5. Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually |

Contributions - The contribution policy is set by N.J.S.A 43:15C-3 and requires contributions by active members and contributing employers. Plan members are required to contribute 5.5% of their base salary and the District's employer match is an additional 3% contribution. For the year ended June 30, 2024, employee contributions totaled \$1,485 and the District's employer contribution, recognized in pension expense, was \$810. There were no forfeitures during the fiscal year.

Pension Plan Fiduciary Net Position - Detailed information about each pension plan's fiduciary net position is available in the separately issued New Jersey Division of Pension and Benefits financial report. Information on where to obtain the report is indicated at the beginning of this note.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 10. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

General Information about the OPEB Plan

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

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

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 10. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

General Information about the OPEB Plan (Continued)

The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A 52:14-17.32f. According to N.J.S.A 52:14-17.32f, the State provides employer-paid coverage to employees who retire from a board of education or county college with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen Retirement System (PFRS), or the Alternate Benefit Program (ABP). Pursuant to

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

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

Special Funding Situation

The participating local education employer allocations included in the supplemental Schedule of special funding amounts by employer are provided as each local education employer is required to record in their financial statements, as an expense and corresponding revenue, their respective amount of total OPEB expense attributable to the State of New Jersey under the special funding situation and to include their respective amount of total OPEB liability in their notes to their financial statements. The total OPEB liability and service cost for each employer was determined separately based on actual data for each employer's participants.

Total OPEB Liability

The State of New Jersey's total OPEB liability, as of the measurement date of June 30, 2023, was \$52,361,668,239. Of this amount, the total OPEB liability attributable to the School District was \$16,382,323. The State of New Jersey's proportionate share of the total OPEB liability is 100%, including the proportion attributable to the School District of 0.03129%. The total OPEB liability for the School District measured as of June 30, 2023 is zero as a result of the Special Funding Situation with the State of New Jersey. The School District's proportionate share of the total OPEB liability measured as of June 30, 2023 is 0.00%. Accordingly, the School District did not recognize any portion of the collective net OPEB liability on the Statement of Net Position.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 10. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (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:

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

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.

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

Health Care Trend Assumptions

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

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.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 10. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

Changes in the Total OPEB Liability

| | |
|--|-----------------------------|
| State of New Jersey | Total OPEB Liability |
| Balance as of June 30, 2022 Measurement Date | \$ <u>50,646,462,967</u> |
| Changes for the year: | |
| Service Cost | 2,136,235,476 |
| Interest | 1,844,113,951 |
| Changes of Benefit Terms | 0 |
| Differences between Expected and Actual | (980,424,863) |
| Changes of Assumptions | 105,539,463 |
| Benefit Payments | (1,437,516,858) |
| Contributions from Members | 47,258,104 |
| Net Changes | <u>1,715,205,273</u> |
| Balance as of June 30, 2023 Measurement Date | \$ <u>52,361,668,240</u> |

Sensitivity of Total Nonemployer OPEB Liability to changes in the discount rate:

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

| June 30, 2023 | | |
|----------------------------|---------------------------|----------------------------|
| At 1.00% Decrease 2.65% | At Discount Rate 3.65% | At 1.00% Increase 4.65% |
| \$ 61,385,066,712 | 52,361,668,239 | 45,116,926,835 |

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

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

| June 30, 2023 | | |
|----------------------|-------------------------------|----------------|
| 1.00% Decrease | Healthcare Cost Trend Rate | 1.00% Increase |
| \$ 43,468,257,358 | 52,361,668,239 | 63,998,719,320 |

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 10. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

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

For the year ended June 30, 2024, the School District recognized OPEB expense of \$111,903. The School District reported deferred outflows of resources and deferred inflows of resources from the following sources:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|--|---|--|
| Differences Between Expected and Actual Experience | \$ 2,390,228 | \$ (4,314,940) |
| Changes of Assumptions | 2,329,587 | (4,520,935) |
| Net difference Between Projected and Actual Earnings on OPEB Plan Investments | | |
| Changes in Proportion | 110,368 | (1,555,603) |
| Contributions Subsequent to the Measurement Date | | |
| Total | \$ 4,830,183 | \$ (10,391,478) |

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

| <u>Measurement Period Ending June 30,</u> | <u>OPEB</u> |
|---|---------------|
| 2024 | \$ 1,804,740 |
| 2025 | 1,804,740 |
| 2026 | 1,922,843 |
| 2027 | 2,278,390 |
| 2028 | 2,730,959 |
| Thereafter | 4,679,989 |
| Total | \$ 15,221,661 |

NOTE 11. COMPENSATED ABSENCES

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

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

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 11. COMPENSATED ABSENCES (CONT'D)

In the District wide-Statement of Net Position, the liabilities whose average maturities are greater than one year should be reported in two components-the amount due within one year and the amount due in more than one year.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2024, a liability existed for compensated absences in the General Fund of \$35,325 and \$6,160 in the Food Service Fund.

NOTE 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, permits participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators during the year ended June 30, 2022 were:

AXA Equitable
Metlife
VOYA
Lincoln Investment
State of NJ - SACT through employee pension

The district also converted from a pre-taxed disability plan to a post-tax plan with AFLAC under Section 125 of the Internal Revenue Service.

NOTE 13. RISK MANAGEMENT

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

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

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 expendable trust fund for the current and prior two years:

| <u>Fiscal Year</u> | <u>District Contributions</u> | <u>Employee Contributions</u> | <u>Amount Reimbursed</u> | <u>Ending Balance</u> |
|--------------------|-----------------------------------|-----------------------------------|------------------------------|---------------------------|
| 2023-2024 | \$ 5,088 | \$ 14,294 | \$ 25,296 | \$ 254,051 |
| 2022-2023 | 0 | 19,292 | 15,850 | 259,965 |
| 2021-2022 | 0 | 19,600 | 12,795 | 256,523 |

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 14. INTERFUND RECEIVABLES AND PAYABLES

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 | \$ 12,741 | \$ 15,229 |
| Special Revenue Fund | | 12,741 |
| Food Service | 15,229 | |
| Total | <u>\$ 27,970</u> | <u>\$ 27,970</u> |

NOTE 15. INVENTORY

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

| | |
|----------|-----------------|
| Food | \$ 3,679 |
| Supplies | <u>1,044</u> |
| | <u>\$ 4,723</u> |

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1984) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements. The ending commodity inventory value as of June 30, 2024 was \$1,485.

NOTE 16. MAINTENANCE RESERVE ACCOUNT

New Jersey Statute 18A:7G-9 permits school districts to accumulate funds for the required maintenance of a facility in accordance with EFCFA. The balance may only be increased through an appropriation in the annual general fund budget certified for taxes. Upon completion of a school facilities projects, districts are required to submit a plan for maintenance of that facility. The activity of the maintenance reserve for the July 1, 2023 to June 30, 2024 fiscal year is as follows and is at the Maximum allowed, as reflected in the M-1 report:

| | |
|--------------------------------|-------------|
| Beginning Balance July 1, 2023 | \$ 355,292 |
| Withdrawn | (355,292) |
| Added | <u>-</u> |
| Ending Balance June 30, 2024 | <u>\$ -</u> |

NOTE 17. EMERGENCY RESERVE ACCOUNT

New Jersey Statute permits school districts to accumulate funds for Emergency Reserve. The balance may only be increased through an appropriation in the annual general fund budget certified for taxes. The activity of the Emergency Reserve Account for the July 1, 2023 to June 30, 2024 fiscal year is as follows:

| | |
|--------------------------------|------------------|
| Beginning Balance July 1, 2023 | \$ 147,427 |
| Withdrawn | (50,000) |
| Added | <u>-</u> |
| Ending Balance June 30, 2024 | <u>\$ 97,427</u> |

The 2024/25 Budget reflects withdraw of \$97,427.

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 18. TUITION RESERVE ACCOUNT

New Jersey Statute permits school districts to accumulate funds for the funding of Tuition up to ten percent of the budget. The balance may only be increased through an appropriation in the annual general fund budget certified for taxes. The activity of the tuition reserve for the July 1, 2023 to June 30, 2024 fiscal year is as follows:

| | |
|--------------------------------|-------------------|
| Beginning Balance July 1, 2023 | \$ 261,385 |
| Withdrawn | (107,601) |
| Added | <u>97,957</u> |
| Ending Balance June 30, 2024 | <u>\$ 251,741</u> |

The 2024/25 Budget reflects withdraw of \$153,784.

NOTE 19. FUND BALANCE APPROPRIATED

General Fund - Of the \$1,196,096, Fund balance at June 30, 2024, \$268,143 is Assigned for encumbrances; \$0, was restricted as excess surplus in accordance with N.J.S.A. 18A:7F-7 and none appropriated and included as anticipated revenue for the year ending June 30, 2025; \$ 97,427 is restricted for Emergency Reserve, of which \$97,427 has been appropriated as anticipated revenue for the year ending June 30, 2025; \$143,453 is assigned for Capital Reserve, of which \$143,453 has been appropriated and also included as anticipated revenue for the year ending June 30, 2025; \$254,051 is reserved for Unemployment Compensation; \$251,741 is restricted for Tuition Reserve, of which \$153,784 has been appropriated also included as anticipated revenue for the year ending June 30, 2025; \$418,927 has been assigned as fund balance appropriated and also included as anticipated revenue for the year ending June 30, 2025 and (\$237,646) represents an unrestricted and undesignated fund balance deficit.

Debt Service Fund - The District does not currently maintain a Debt Service Fund.

NOTE 20. DEFICIT FUND BALANCES

The District has an Unrestricted and Undesignated deficit in the General Fund of \$237,646 and a deficit in the Special Revenue Fund Unassigned Fund Balance of \$81,461, as of June 30, 2024 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school year, Districts must record the delayed one or more June state aid payments as revenue, for budgeted purposes only, in the current budget year. The bill provides legal authority for School Districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry i.e. if one government recognizes as asset, the other government recognizes a liability.

Since the state is recording the June state aid payment(s) in the subsequent fiscal year, the district cannot recognize the June state aid payment(s) (on the GAAP financial statements) until the year the State records the payable. Due to the timing difference of recording the June state aid payment(s), the General and Special Revenue Fund balance deficit does not alone indicate that the district is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unreserved, undesignated general fund balance that is reported as a direct result from a delay in the June payment(s) of state aid until the following fiscal year, is not considered in violation of New Jersey Statute and regulation nor in need of corrective action. While the District had an unassigned, undesignated deficit in the GAAP fund statements of the current fund in the amount of \$237,646, this deficit was less than the amount of delayed payments and the \$81,461 Unassigned deficit in the Special Revenue Fund is equal to the last state payment(s).

MAURICE RIVER TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 21. CALCULATION OF EXCESS SURPLUS

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2005, c.73 (S1701), the designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey School Funding Reform Act of 2008 (SFRA). 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. There was no excess fund balance at June 30, 2023 to be restricted and budgeted in the 2024-2025 and none to be budgeted in the 2025-2026 fiscal year.

NOTE 22. 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 NJSA 54:4-75 and NJSA 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

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

NOTE 23. RECEIVABLES

Receivables at June 30, 2024 consisted of intergovernmental grants and other items. All receivables are considered collectible in full.

Receivables as of year-end for the School District's individual major and fiduciary funds, in the aggregate, are as follows:

| | Special | | | |
|-------------------|------------|---------|-------------|------------|
| | General | Revenue | Proprietary | |
| Receivables: | Fund | Fund | Funds | Total |
| Intergovernmental | \$ 98,398 | \$ 938 | \$ 9,180 | \$ 108,516 |
| Other | 36,817 | | 11,556 | 48,373 |
| Totals | \$ 135,215 | \$ 938 | \$ 20,736 | \$ 156,889 |

NOTE 24. SUBSEQUENT EVENTS

There were no other events noted between the year-end and the audit report date of December 5, 2024 requiring disclosure.

End of Notes to Financial Statements

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual Favorable (Unfavorable) |
|--|--------------------|---------------------|-----------------|--------------|---|
| REVENUES: | | | | | |
| Local Sources: | | | | | |
| Local Tax Levy | \$ 3,297,557 | \$ | \$ 3,297,557 | \$ 3,297,557 | \$ |
| Transportation Fees from other LEAs | 50,000 | | 50,000 | 50,129 | 129 |
| Interest Earned | | | | 18,951 | 18,951 |
| Miscellaneous | 2,560 | | 2,560 | 17,306 | 14,746 |
| Total - Local Sources | 3,350,117 | | 3,350,117 | 3,383,943 | 33,826 |
| State Sources: | | | | | |
| Equalization Aid | 4,538,428 | | 4,538,428 | 4,538,428 | |
| Categorical Special Education Aid | 332,611 | | 332,611 | 332,611 | |
| Categorical Security Aid | 123,438 | | 123,438 | 123,438 | |
| Categorical Transportation Aid | 345,391 | | 345,391 | 345,391 | |
| School Choice Aid | 471,807 | | 471,807 | 471,807 | |
| Other State Aids: | | | | | |
| Non-Public Transportation Aid | | | | 5,005 | 5,005 |
| Extraordinary Aid | | | | 71,735 | 71,735 |
| On-behalf TPAF Pension Contrib. (non-budgeted) | | | | 1,016,666 | 1,016,666 |
| On-behalf TPAF Post Retirement Med'l Contrib. (non-budgeted) | | | | 276,699 | 276,699 |
| On-behalf TPAFLong-term Disability Contrib. (non-budgeted) | | | | 500 | 500 |
| Reimbursement TPAF Social Security Contrib. (non-budgeted) | | | | 222,139 | 222,139 |
| Total - State Sources | 5,811,675 | | 5,811,675 | 7,404,419 | 1,592,744 |
| Federal Sources: | | | | | |
| SEMI | 21,974 | | 21,974 | | (21,974) |
| FEMA | | | | | |
| TOTAL REVENUES | 9,183,766 | | 9,183,766 | 10,788,362 | 1,604,596 |
| EXPENDITURES: | | | | | |
| CURRENT EXPENSE: | | | | | |
| Regular Programs - Instruction: | | | | | |
| Salaries of Teachers: | | | | | |
| Preschool | 3,700 | | 3,700 | 2,409 | 1,291 |
| Kindergarten | 157,325 | 76,297 | 233,622 | 233,233 | 389 |
| Grades 1-5 | 783,229 | (45,860) | 737,369 | 737,368 | 1 |
| Grades 6-8 | 579,871 | (27,925) | 551,946 | 533,188 | 18,758 |
| Regular Programs - Home Instruction: | | | | | |
| Salaries of Teachers | 10,000 | (5,000) | 5,000 | 503 | 4,497 |
| Other Purchased Services | 1,600 | | 1,600 | | 1,600 |
| Regular Programs - Undistributed | | | | | |
| Instruction: | | | | | |
| Other Salaries for Instruction | 22,456 | 9 | 22,465 | 12,932 | 9,533 |
| Purchased Technical Services | 1,000 | | 1,000 | | 1,000 |
| Other Purchased Services | 14,024 | | 14,024 | 11,160 | 2,864 |
| General Supplies | 90,762 | 100,004 | 190,766 | 159,570 | 31,196 |
| Textbooks | 18,000 | 2,903 | 20,903 | 20,903 | |
| Other Objects | 2,000 | | 2,000 | | 2,000 |
| TOTAL REGULAR PROGRAMS - INSTRUCTION | 1,683,967 | 100,428 | 1,784,395 | 1,711,266 | 73,129 |

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| | Original Budget | Budget Transfers | Final Budget | Expenditures | Variance Final to Actual Favorable (Unfavorable) |
|---|--------------------|---------------------|-----------------|----------------|---|
| EXPENDITURES: (Continued) | | | | | |
| CURRENT EXPENSES: (Continued) | | | | | |
| SPECIAL EDUCATION - INSTRUCTION: | | | | | |
| Learning/Language Disabilities | | | | | |
| Salaries of Teachers | \$ 105,562 | \$ (50,398) | \$ 55,164 | \$ 52,956 | \$ 2,208 |
| Other Salaries for Instruction | 182,955 | 22,802 | 205,757 | 191,394 | 14,363 |
| General Supplies | 1,500 | | 1,500 | | 1,500 |
| Textbooks | 1,000 | | 1,000 | | 1,000 |
| Total Learning/Language Disabilities | 291,017 | (27,596) | 263,421 | 244,350 | 19,071 |
| Resource Room/Resource Center | | | | | |
| Salaries of Teachers | 226,801 | 4,592 | 231,393 | 229,984 | 1,409 |
| General Supplies | 2,500 | | 2,500 | 72 | 2,428 |
| Textbooks | 1,000 | | 1,000 | | 1,000 |
| Total Resource Room | 230,301 | 4,592 | 234,893 | 230,056 | 4,837 |
| TOTAL SPECIAL EDUCATION - INSTRUCTION | 521,318 | (23,004) | 498,314 | 474,406 | 23,908 |
| Basic Skills/Remedial - Instruction | | | | | |
| Salaries of Teachers | 78,728 | (4,592) | 74,136 | 65,591 | 8,545 |
| General Supplies | 4,000 | | 4,000 | 708 | 3,292 |
| Textbooks | 2,500 | | 2,500 | | 2,500 |
| Total Basic Skills | 85,228 | (4,592) | 80,636 | 66,299 | 14,337 |
| School Sponsored Co-curricular Activities: | | | | | |
| Salaries of Teachers | 6,000 | 21,814 | 27,814 | 27,814 | |
| Purchased Services | 1,500 | | 1,500 | | 1,500 |
| Supplies and Materials | 5,500 | (1,435) | 4,065 | 3,341 | 724 |
| Other Objects | 10,200 | | 10,200 | 9,617 | 583 |
| Total School Sponsored Co-curricular Activities | 23,200 | 20,379 | 43,579 | 40,772 | 2,807 |
| Total Instruction | 2,313,713 | 93,211 | 2,406,924 | 2,292,743 | 114,181 |
| UNDISTRIBUTED EXPENDITURES: | | | | | |
| Instruction: | | | | | |
| Tuition - Regular - LEAs in State | 1,569,025 | 77,025 | 1,646,050 | 1,646,050 | |
| Tuition to Other LEAs within State-Special | 658,707 | (81,314) | 577,393 | 577,050 | 343 |
| Tuition to CSSC & Regional Day Schools | 614,681 | 43,614 | 658,295 | 656,340 | 1,955 |
| Tuition to Private School for the Disabled within State | 119,169 | (90,270) | 28,899 | 28,899 | |
| Tuition- State Facilities | 41,075 | | 41,075 | 41,075 | |
| Tuition to County Voc. School Dist.- Regular | 33,712 | 4,448 | 38,160 | 38,160 | |
| Tuition to County Voc. School Dist.- Special | 11,000 | 22,278 | 33,278 | 33,278 | |
| Total Undistributed Expenditures - Instruction | 3,047,369 | (24,219) | 3,023,150 | 3,020,852 | 2,298 |
| Attendance and Social Work Services: | | | | | |
| Salaries | 8,000 | | 8,000 | 8,000 | |
| Other Purchased Services | 15,000 | 19,173 | 34,173 | 34,173 | |
| Total Attendance and Social Work Services | 23,000 | 19,173 | 42,173 | 42,173 | |

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| | Original Budget | Budget Transfers | Final Budget | Expenditures | Variance Final to Actual Favorable (Unfavorable) |
|--|--------------------|---------------------|-----------------|--------------|---|
| EXPENDITURES: (Continued) | | | | | |
| CURRENT EXPENSES: (Continued) | | | | | |
| UNDISTRIBUTED EXPENDITURES (Continued): | | | | | |
| Health Services: | | | | | |
| Salaries | \$ 90,738 | \$ (36,341) | \$ 54,397 | \$ 53,097 | \$ 1,300 |
| Purchased Professional and Technical Services | 5,000 | (864) | 4,136 | 130 | 4,006 |
| Other Purchased Services | 300 | | 300 | | 300 |
| Supplies and Materials | 2,700 | | 2,700 | 912 | 1,788 |
| Other Objects | 300 | | 300 | | 300 |
| Total Health Services | 99,038 | (37,205) | 61,833 | 54,139 | 7,694 |
| Speech, OT, PT and Related Services: | | | | | |
| Salaries | 118,180 | (65,593) | 52,587 | 52,587 | |
| Purchased Professional- Educational Services | 5,000 | 42,757 | 47,757 | 47,756 | 1 |
| Supplies and Materials | 4,500 | | 4,500 | 535 | 3,965 |
| Total Undistributed Expenditures - Speech, OT, PT & Related Services | 127,680 | (22,836) | 104,844 | 100,878 | 3,966 |
| Other Support Services - Students - Extraordinary Services: | | | | | |
| Purchased Professional - Educational Services | 7,185 | (7,185) | | | |
| Total Undistributed Expenditures Other Support Services-Students-Extraordinary Services | 7,185 | (7,185) | | | |
| Guidance | | | | | |
| Salaries of Other Professional Staff | 138,791 | (6,403) | 132,388 | 123,347 | 9,041 |
| Supplies and Materials | 1,000 | (760) | 240 | | 240 |
| Other Objects | 200 | | 200 | | 200 |
| Total Other Support Services-Students-Regular | 139,991 | (7,163) | 132,828 | 123,347 | 9,481 |
| Child Study Team | | | | | |
| Salaries of Other Professional Staff | 84,337 | (50,756) | 33,581 | 31,143 | 2,438 |
| Purchased Professional - Educational Services | | 2,000 | 2,000 | 619 | 1,381 |
| Miscellaneous Purchased Services | 600 | | 600 | | 600 |
| Supplies and Materials | 9,500 | (2,513) | 6,987 | 3,617 | 3,370 |
| Total Other Support Services - Students - Special Services | 94,437 | (51,269) | 43,168 | 35,379 | 7,789 |
| Improvement of Instruction Services - Other Support | | | | | |
| Salaries of Supervisors of Instruction | 47,899 | 33,488 | 81,387 | 81,387 | |
| Salaries of Secretarial and Clerical Assistants | 30,119 | 117 | 30,236 | 29,487 | 749 |
| Purchased Professional-Educational Services | 3,000 | 3,965 | 6,965 | 5,915 | 1,050 |
| Total Improvement of Instruction Services | 81,018 | 37,570 | 118,588 | 116,789 | 1,799 |
| Educational Media Services/School Library: | | | | | |
| Purchased Professional and Technical Services | 300 | | 300 | | 300 |
| Other Purchased Services | 6,915 | 864 | 7,779 | | 7,779 |
| Supplies and Materials | 500 | | 500 | 80 | 420 |
| Total Educational Media Services/School Library | 7,715 | 864 | 8,579 | 80 | 8,499 |

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| | Original Budget | Budget Transfers | Final Budget | Expenditures | Variance Final to Actual Favorable (Unfavorable) |
|---|--------------------|---------------------|-----------------|--------------|---|
| EXPENDITURES: (Continued) | | | | | |
| CURRENT EXPENSES: (Continued) | | | | | |
| UNDISTRIBUTED EXPENDITURES: (Continued) | | | | | |
| Instructional Staff Training Services: | | | | | |
| Salaries of Other Professional Staff | \$ 6,000 | \$ | \$ 6,000 | \$ 3,775 | \$ 2,225 |
| Other Salaries | 300 | | 300 | | 300 |
| Purchased Professional - Educational Services | 6,500 | 11,077 | 17,577 | 17,577 | |
| Other Purchased Services | 8,600 | (175) | 8,425 | 6,711 | 1,714 |
| Supplies and Materials | 1,000 | | 1,000 | | 1,000 |
| Total Instructional Staff Training | 22,400 | 10,902 | 33,302 | 28,063 | 5,239 |
| Support Services General Administration: | | | | | |
| Salaries | 114,703 | (16,626) | 98,077 | 97,360 | 717 |
| Legal Services | 10,000 | (5,053) | 4,947 | 4,946 | 1 |
| Audit Fees | 17,500 | | 17,500 | 16,212 | 1,288 |
| Other Purchased Professional Services | 4,500 | 15,327 | 19,827 | 17,444 | 2,383 |
| Communication/Telephone | 42,440 | (10,000) | 32,440 | 24,203 | 8,237 |
| BOE Other Purchased Services | 2,500 | | 2,500 | 1,736 | 764 |
| Other Purchased Services | 24,146 | (4,773) | 19,373 | 15,550 | 3,823 |
| General Supplies | 500 | 1,292 | 1,792 | 1,792 | |
| BOE In-House Training/Meeting Supplies | 50 | | 50 | | 50 |
| Judgments Against the School District | | 30,000 | 30,000 | 30,000 | |
| Miscellaneous Expenditures | 7,000 | 3,101 | 10,101 | 8,417 | 1,684 |
| BOE Membership Dues and Fees | 8,700 | (4,000) | 4,700 | | 4,700 |
| Total Support Services General Administration | 232,039 | 9,268 | 241,307 | 217,660 | 23,647 |
| Support Services School Administration: | | | | | |
| Salaries of Principals/Assistant Principals | 66,976 | (16,744) | 50,232 | 50,232 | |
| Salaries of Secretarial and Clerical Assistants | 36,141 | (8,353) | 27,788 | 27,414 | 374 |
| Purchased Professional and Technical Services | 1,500 | | 1,500 | 1,180 | 320 |
| Other Purchased Services | 7,988 | (7,838) | 150 | 31 | 119 |
| Supplies and Materials | 13,000 | (58) | 12,942 | 5,499 | 7,443 |
| Other Objects | 3,500 | (500) | 3,000 | | 3,000 |
| Total Support Services School Administration | 129,105 | (33,493) | 95,612 | 84,356 | 11,256 |
| Undistributed Services - Central Services | | | | | |
| Salaries | 231,121 | 4,935 | 236,056 | 236,056 | |
| Purchased Professional Services | 16,016 | 5,000 | 21,016 | 13,991 | 7,025 |
| Miscellaneous Purchased Services | 16,350 | (4,851) | 11,499 | 7,627 | 3,872 |
| Supplies and Materials | 13,500 | 592 | 14,092 | 8,411 | 5,681 |
| Miscellaneous Expenditures | 700 | 1,057 | 1,757 | 1,175 | 582 |
| Total Central Services | 277,687 | 6,733 | 284,420 | 267,260 | 17,160 |
| Admin. Info. Technology | | | | | |
| Salaries | 47,899 | 508 | 48,407 | 48,407 | |
| Purchased Technical Services | 2,500 | (507) | 1,993 | | 1,993 |
| Other Purchased Services | 1,500 | | 1,500 | | 1,500 |
| Supplies and Materials | 1,500 | | 1,500 | 84 | 1,416 |
| Total Admin. Info. Technology | 53,399 | 1 | 53,400 | 48,491 | 4,909 |

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| | Original Budget | Budget Transfers | Final Budget | Expenditures | Variance Final to Actual Favorable (Unfavorable) |
|--|--------------------|---------------------|------------------|------------------|---|
| EXPENDITURES: (Continued) | | | | | |
| CURRENT EXPENSES: (Continued) | | | | | |
| UNDISTRIBUTED EXPENDITURES: (Continued) | | | | | |
| Required Maintenance for School Facilities | | | | | |
| Increase in Maintenance Reserve | \$ | \$ | \$ | \$ | \$ |
| Cleaning, Repair and Maintenance Services | 14,765 | 588,834 | 603,599 | 438,209 | 165,390 |
| General Supplies | 2,000 | (1,000) | 1,000 | | 1,000 |
| Other Objects | 1,000 | | 1,000 | 294 | 706 |
| Total Required Maintenance for School Facilities | 17,765 | 587,834 | 605,599 | 438,503 | 167,096 |
| Custodial Services | | | | | |
| Salaries | 305,295 | (22,668) | 282,627 | 275,800 | 6,827 |
| Purchased Professional and Tech Services | 1,800 | | 1,800 | | 1,800 |
| Cleaning/ Repair Maintenance | 65,000 | 7,539 | 72,539 | 68,718 | 3,821 |
| Insurance | 82,390 | (12,154) | 70,236 | 69,816 | 420 |
| Misc. Purchased Services | 2,500 | | 2,500 | | 2,500 |
| General Supplies | 62,000 | 7,324 | 69,324 | 60,125 | 9,199 |
| Energy (Natural Gas) | 60,000 | 10,000 | 70,000 | 60,362 | 9,638 |
| Energy (Electricity) | 116,500 | 43,875 | 160,375 | 160,375 | |
| Other Objects | 1,700 | | 1,700 | 1,190 | 510 |
| Total Operating/ Maintenance Plant | 697,185 | 33,916 | 731,101 | 696,386 | 34,715 |
| Security | | | | | |
| Purchased Professional and Tech Services | 25,000 | (14,844) | 10,156 | | 10,156 |
| General Supplies | 25,000 | (6,282) | 18,718 | 6,786 | 11,932 |
| Total Security | 50,000 | (21,126) | 28,874 | 6,786 | 22,088 |
| Total Operations and Maintenance | 764,950 | 600,624 | 1,365,574 | 1,141,675 | 223,899 |
| Student Transportation Services: | | | | | |
| Salaries of Non-Instructional Aides | 25,418 | | 25,418 | 25,323 | 95 |
| Salaries for Pupil Transportation | | | | | |
| (Between Home and School) - Regular | 236,894 | (4,582) | 232,312 | 232,310 | 2 |
| Salaries for Pupil Transportation | | | | | |
| (Between Home and School) - Special | 79,020 | 9,188 | 88,208 | 86,729 | 1,479 |
| Salaries for Pupil Transportation | | | | | |
| (Other than Between Home and School) | 1,200 | (1,200) | | | |
| Salaries for Pupil Transportation | | | | | |
| (Between Home and School) - Nonpublic | 1,200 | (1,200) | | | |
| Management Fee- ESC Transportation Program | 4,410 | (4,410) | | | |
| Other Purchased Professional and Technical Services | 1,000 | (1,000) | | | |
| Cleaning, Repair, and Maintenance Services | 65,000 | 3,592 | 68,592 | 68,592 | |
| Lease Purchase Payments - School Buses | 71,492 | 6,716 | 78,208 | 78,208 | |
| Contracted Services- Aid in Lieu of Payments- Non-Public | 21,462 | (1,657) | 19,805 | 19,805 | |
| Contracted Services (Special Ed) - Joint Agreements | 59,022 | (58,414) | 608 | | 608 |
| Miscellaneous Purchased Services - Transportation | 15,540 | (4,110) | 11,430 | 10,890 | 540 |
| General Supplies | 53,000 | 30,533 | 83,533 | 81,680 | 1,853 |
| Other Objects | 7,600 | (4,300) | 3,300 | 613 | 2,687 |
| Total Student Transportation Services | 642,258 | (30,844) | 611,414 | 604,150 | 7,264 |

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| | Original Budget | Budget Transfers | Final Budget | Expenditures | Variance Final to Actual Favorable (Unfavorable) |
|---|--------------------|---------------------|-----------------|--------------|---|
| EXPENDITURES: (Continued) | | | | | |
| CURRENT EXPENSES: (Continued) | | | | | |
| UNDISTRIBUTED EXPENDITURES: (Continued) | | | | | |
| PERSONAL SERVICES - EMPLOYEE BENEFITS: | | | | | |
| Unallocated Benefits - Employee Benefits | | | | | |
| Social Security Contributions | \$ 102,700 | \$ 4,816 | \$ 107,516 | 107,516 | \$ |
| Other Retirement Contributions - PERS | 131,500 | (4,123) | 127,377 | 127,376 | 1 |
| Workers Compensation | 70,876 | 198 | 71,074 | 71,073 | 1 |
| Health Benefits | 1,137,844 | (113,824) | 1,024,020 | 1,010,878 | 13,142 |
| Tuition Reimbursement | 9,000 | 5,640 | 14,640 | 14,639 | 1 |
| Other Employee Benefits | 21,600 | (8,403) | 13,197 | 13,197 | |
| TOTAL UNALLOCATED BENEFITS | 1,473,520 | (115,696) | 1,357,824 | 1,344,679 | 13,145 |
| TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS | 1,473,520 | (115,696) | 1,357,824 | 1,344,679 | 13,145 |
| On-behalf TPAF Pension Contribution (non-budgeted) | | | | 1,016,666 | (1,016,666) |
| On-behalf TPAF Post Retirement Med'l Contributions (non-budgeted) | | | | 276,699 | (276,699) |
| On-behalf TPAF Long-term Disability Contributions (non-budgeted) | | | | 500 | (500) |
| Reimbursement TPAF Social Security Contributions (non-budgeted) | | | | 222,139 | (222,139) |
| Total Undistributed Expenditures | 7,222,791 | 355,225 | 7,578,016 | 8,745,975 | (1,167,959) |
| TOTAL EXPENDITURES - CURRENT EXPENSE | 9,536,504 | 448,436 | 9,984,940 | 11,038,718 | (1,053,778) |
| CAPITAL OUTLAY: | | | | | |
| Undistributed Expenditures: | | | | | |
| EQUIPMENT: | | | | | |
| School Sponsored and Other Instructional | | 7,040 | 7,040 | 7,040 | |
| Required Maintenance for Schools | | 32,921 | 32,921 | 15,783 | 17,138 |
| Security | | 21,400 | 21,400 | 21,400 | |
| School Bus | | 228,146 | 228,146 | 228,146 | |
| Instuction | 30,000 | (26,781) | 3,219 | | 3,219 |
| School Admin. | 20,000 | (9,552) | 10,448 | | 10,448 |
| Total Equipment | 50,000 | 253,174 | 303,174 | 272,369 | 30,805 |
| FACILITIES ACQUISITION AND CONSTRUCTION SERVICES | | | | | |
| Land and Improvements | 143,453 | (7,586) | 135,867 | | 135,867 |
| Buildings | | 169,009 | 169,009 | 114,150 | 54,859 |
| TOTAL CAPITAL OUTLAY | 193,453 | 414,597 | 608,050 | 386,519 | 221,531 |
| TOTAL EXPENDITURES | 9,729,957 | 863,033 | 10,592,990 | 11,425,237 | (832,247) |

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| | Original Budget | Budget Transfers | Final Budget | Expenditures | Variance Final to Actual Favorable (Unfavorable) |
|--|--------------------|---------------------|-----------------|--------------|---|
| EXPENDITURES: (Continued) | | | | | |
| Excess (Deficiency) of Revenues Over (Under) Budget | \$ (546,191) | \$ (863,033) | \$ (1,409,224) | \$ (636,875) | \$ 772,349 |
| Operating Financing Sources (Uses) | | | | | |
| Operating Transfer Out - Food Service Deficit | (25,000) | (23,000) | (48,000) | (48,000) | |
| Transfer to Preschool Program - Inclusion | (28,090) | | (28,090) | (28,090) | |
| Transfer of Funds to Charter Schools | (21,267) | (44,476) | (65,743) | (65,743) | |
| Total Other Financing Sources (Uses) | (74,357) | (67,476) | (141,833) | (141,833) | |
| Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses) | (620,548) | (930,509) | (1,551,057) | (778,708) | 772,349 |
| Fund Balances, July 1 | 2,501,424 | | 2,501,424 | 2,501,424 | |
| Fund Balances, June 30 | \$ 1,880,876 | \$ (930,509) | \$ 950,367 | \$ 1,722,716 | \$ 772,349 |
| Recapitulation: | | | | | |
| Restricted Fund Balance: | | | | | |
| Tuition Reserve | | | | \$ 97,957 | |
| Unemployment Compensation | | | | 254,051 | |
| Year-end Encumbrances | | | | 268,143 | |
| Capital Reserve - Designated for Subsequent Year's Expenditures | | | | 143,453 | |
| Emergency Reserve - Designated for Subsequent Year's Expenditures | | | | 97,427 | |
| Tuition Reserve - Designated for Subsequent Year's Expenditures | | | | 153,784 | |
| Designated for Subsequent Year's Expenditures | | | | 418,927 | |
| Unassigned Fund Balance | | | | 288,974 | |
| | | | | 1,722,716 | |
| Reconciliation to Governmental Funds Statements (GAAP): | | | | | |
| Last State Aid Payment Recognized on GAAP Basis | | | | (526,620) | |
| Fund Balance per Governmental Funds (GAAP) | | | | \$ 1,196,096 | |

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|---|--------------------|---------------------|------------------|------------------|--------------------------------|
| REVENUES: | | | | | |
| Federal Sources | \$ 427,135 | \$ 9,420 | \$ 436,555 | \$ 442,927 | \$ |
| State Sources | 848,818 | 28,090 | 876,908 | 814,610 | 62,298 |
| Local Sources | 20,000 | 23,777 | 43,777 | 49,040 | (5,263) |
| Total Revenues | 1,295,953 | 61,287 | 1,357,240 | 1,306,577 | 50,663 |
| EXPENDITURES: | | | | | |
| Instruction | | | | | |
| Salaries of Teachers | 495,282 | (49,234) | 446,048 | 420,577 | 25,471 |
| Salaries - Other Instruction | 140,429 | (9,479) | 130,950 | 130,950 | |
| Supplies and Materials | 58,524 | 23,101 | 81,625 | 81,280 | 345 |
| Total Instruction | 694,235 | (35,612) | 658,623 | 632,807 | 25,816 |
| Support Services | | | | | |
| Salaries of Teachers | 205,594 | (90,822) | 114,772 | 114,772 | |
| Salaries - Other Instruction | 1,442 | | 1,442 | 1,442 | |
| Salary of Supervsrs of Inst | | 81,306 | 81,306 | 81,306 | |
| Salary of Other Professional Staff | | 127,394 | 127,394 | 127,394 | |
| Oher Salaries | | 36,333 | 36,333 | 36,333 | |
| Group Insurance | 86,289 | 38,005 | 124,294 | 124,294 | |
| Social Security Contributions | 14,895 | 3,345 | 18,240 | 18,240 | |
| State Share FICA | 9,503 | (5,533) | 3,970 | 3,785 | 185 |
| FICA Grant Set Up | 3,978 | 6,093 | 10,071 | 8,236 | 1,835 |
| TPAF Contributions | 87,578 | 24,158 | 111,736 | 111,736 | |
| TPAF Grant Set Up PK IDEA | 1,361 | | 1,361 | 1,361 | |
| Purchased Professional - Prof/Educational Services | | 44,983 | 44,983 | 44,983 | |
| Purchased Property Services | 36,654 | (36,654) | | | |
| Cleaning/Maint./Repairs | 36,333 | (36,333) | | | |
| Rentals | 7,106 | (7,106) | | | |
| Contracted Transp Reg Ven | 85,215 | (85,215) | | | |
| Contracted Transp Field Trips | 500 | | 500 | 500 | |
| Travel | 75 | (75) | | | |
| Misc Purch Services | 500 | | 500 | 500 | |
| Supplies and Materials | 24,695 | (2,980) | 21,715 | 21,715 | |
| Total Support Services | 601,718 | 96,899 | 698,617 | 696,597 | 2,020 |
| Facilities Acquisition and Construction Services: | | | | | |
| Buildings | | | | | |
| Total Facilities Acquisition and Construction Services | | | | | |
| Total Expenditures | 1,295,953 | 61,287 | 1,357,240 | 1,329,404 | 27,836 |
| Other Financing Sources (Uses) | | | | | |
| Total Outflows | 1,295,953 | 61,287 | 1,357,240 | 1,329,404 | 27,836 |
| Excess (Deficiency) of Revenues Over (Under) | | | | | |
| Expenditures and Other Financing Sources (Uses) | | | | (22,827) | (22,827) |
| Transfer from General Fund | | | | 28,090 | 28,090 |
| Fund Balance, July 1 | | | | 43,939 | 43,939 |
| Fund Balance, June 30 | | | \$ | \$ 49,202 | \$ 49,202 |

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION - PART II

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGET TO GAAP RECONCILIATION
NOTE TO RSI
FOR THE FISCAL 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> |
|--|----------------------------|-------------------------------------|
| Sources/inflows of resources | | |
| Actual amounts (budgetary basis) "revenue" | | |
| from the budgetary comparison schedule | [C-1] \$ 10,788,362 | [E-1] \$ 1,306,577 |
| Difference - budget to GAAP: | | |
| Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized. | Prior Year Current Year | 62,765 |
| State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes. | 472,041 | 79,608 |
| State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year. | (526,620) | (81,461) |
| Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds. | [B-2] \$ 10,733,783 | [B-2] \$ 1,367,489 |
| Uses/outflows of resources | | |
| Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule | [C-1] \$ 11,425,237 | [E-1] \$ 1,329,404 |
| Differences - budget to GAAP | | |
| Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes. | | 62,765 |
| Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes. | | |
| Net transfers (outflows) to general fund | | |
| Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds. | [B-2] \$ 11,425,237 | [B-2] \$ 1,392,169 |

REQUIRED SUPPLEMENTARY INFORMATION - PART III

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability
Public Employees' Retirement System (PERS)
Last Ten Fiscal Years*

| | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> |
|--|-------------|--------------|-------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| District's Proportion of the Net Pension Liability | 0.008015% | 0.008113% | 0.007279% | 0.007059% | 0.008087% | 0.007603% | 0.007597% | 0.007967% | 0.008400% | 0.008619% | 0.008640% |
| District's Proportionate Share of the Net Pension Liability \$ | 1,160,959 | \$ 1,224,306 | \$ 862,311 | \$ 1,151,170 | \$ 1,457,141 | \$ 1,496,948 | \$ 1,768,508 | \$ 2,359,507 | \$ 1,885,724 | \$ 1,613,853 | \$ 1,651,361 |
| District's Covered-Employee Payroll \$ | 237,446 | \$ 636,141 | \$ 536,005 | \$ 568,489 | \$ 521,806 | \$ 533,033 | \$ 546,116 | \$ 551,227 | \$ 537,084 | \$ 550,214 | \$ 542,474 |
| District's Proportionate Share of the Net Pension Liability as a percentage of its Covered-Employee Payroll | 488.94% | 192.46% | 160.88% | 202.50% | 279.25% | 280.84% | 323.83% | 428.05% | 351.10% | 293.31% | 304.41% |
| Plan Fiduciary Net Position as a percentage of the Total Pension Liability | 65.23% | 62.91% | 70.33% | 58.32% | 56.27% | 53.60% | 48.10% | 40.14% | 47.93% | 52.08% | 48.72% |

Note: The amounts presented for each fiscal year were determined as of the prior fiscal year end measurement date.

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a 10-year trend is compiled, this presentation will include information for those years for which information is available.

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
Schedule of District Contributions
Public Employees' Retirement System (PERS)
Last Ten Fiscal Years*

| | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> |
|---|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Contractually Required Contribution | \$ 107,127 | \$ 102,304 | \$ 85,246 | \$ 77,224 | \$ 79,021 | \$ 75,989 | \$ 71,375 | \$ 71,206 | \$ 72,221 | \$ 71,060 |
| Contributions in relation to the Contractually Required Contribution | (107,127) | (102,304) | (85,246) | (77,224) | (79,021) | (75,989) | (71,375) | (71,206) | (72,221) | (71,060) |
| Contribution Deficiency (Excess) | <u>\$</u> | <u>\$</u> | <u>\$</u> | <u>\$</u> | <u>\$</u> | <u>\$</u> | <u>\$</u> | <u>\$</u> | <u>\$</u> | <u>\$</u> |
| District's Covered-Employee Payroll | \$ 237,446 | \$ 636,141 | \$ 536,005 | \$ 568,489 | \$ 521,806 | \$ 533,033 | \$ 546,116 | \$ 551,227 | \$ 537,084 | \$ 550,214 |
| Contributions as a Percentage of Covered-Employee Payroll | 45.12% | 16.08% | 15.90% | 13.58% | 15.14% | 14.26% | 13.07% | 12.92% | 13.45% | 12.91% |

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a 10-year trend is compiled, this presentation will include information for those years for which information is available.

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability
Teachers' Pension and Annuity Fund (TPAF)
Last Ten Fiscal Years*

| | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> |
|--|--------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| District's Proportion of the Net Pension Liability | 0.021712% | 0.022712% | 0.022789% | 0.023220% | 0.022823% | 0.022530% | 0.023972% | 0.024613% | 0.024792% | 0.023289% |
| District's Proportionate Share of the Net Pension Liability \$ | 11,080,383 | \$ 11,718,111 | \$ 10,955,765 | \$ 15,289,971 | \$ 14,006,435 | \$ 14,333,116 | \$ 16,162,834 | \$ 19,362,454 | \$ 15,669,413 | \$ 12,447,209 |
| District's Covered-Employee Payroll | \$ 3,016,388 | \$ 2,898,563 | \$ 2,597,618 | \$ 2,581,506 | \$ 2,478,946 | \$ 2,512,844 | \$ 2,462,460 | \$ 2,421,620 | \$ 2,390,805 | \$ 2,420,079 |
| District's Proportionate Share of the Net Pension Liability as a percentage of its Covered-Employee Payroll | 367.34% | 404.27% | 421.76% | 592.29% | 565.02% | 570.39% | 656.37% | 799.57% | 655.40% | 514.33% |
| Plan Fiduciary Net Position as a percentage of the Total Pension Liability | 34.68% | 32.29% | 35.52% | 24.60% | 26.95% | 26.49% | 25.41% | 22.33% | 28.71% | 33.64% |

Note: The amounts presented for each fiscal year were determined as of the prior fiscal year end measurement date.

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a 10-year trend is compiled, this presentation will include information for those years for which information is available.

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
Required Supplementary Information - Part III
Schedule of Changes in the Total OPEB Liability and Related Ratios
State Health Benefit Local Education Retired Employees Plan
Last Ten Fiscal Years

| | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| Total OPEB Liability | | | | | | | |
| Service Cost | \$ 626,780 | \$ 793,583 | \$ 912,411 | \$ 524,840 | \$ 512,098 | \$ 596,501 | \$ 715,478 |
| Interest Cost | 576,965 | 430,569 | 505,023 | 486,875 | 622,819 | 692,492 | 598,399 |
| Changes of Benefit Terms | | | (20,721) | | | | |
| Differences Between Expected and Actual Experiences | (666,674) | 326,217 | (3,834,421) | 3,995,284 | (3,142,397) | (2,237,695) | |
| Changes of Assumptions | 33,020 | (4,358,457) | 19,207 | 4,068,238 | 202,363 | (1,811,022) | (2,433,237) |
| Member Contributions | 14,786 | 13,682 | 12,911 | 11,752 | 12,350 | 14,585 | 16,161 |
| Gross Benefit Payments | (449,754) | (426,491) | (397,817) | (387,729) | (416,627) | (421,995) | (438,894) |
| Net Change in Total OPEB Liability | <u>135,123</u> | <u>(3,220,897)</u> | <u>(2,803,407)</u> | <u>8,699,260</u> | <u>(2,209,394)</u> | <u>(3,167,134)</u> | <u>(1,542,093)</u> |
| Total OPEB Liability - Beginning | <u>16,247,200</u> | <u>19,468,097</u> | <u>22,271,504</u> | <u>13,572,244</u> | <u>15,781,638</u> | <u>18,948,772</u> | <u>20,490,865</u> |
| Total OPEB Liability - Ending | <u>\$ 16,382,323</u> | <u>\$ 16,247,200</u> | <u>\$ 19,468,097</u> | <u>\$ 22,271,504</u> | <u>\$ 13,572,244</u> | <u>\$ 15,781,638</u> | <u>\$ 18,948,772</u> |
| Covered-Employee Payroll | <u>\$ 3,253,834</u> | <u>\$ 3,133,623</u> | <u>\$ 3,133,623</u> | <u>\$ 3,149,995</u> | <u>\$ 3,000,752</u> | <u>\$ 3,045,877</u> | <u>\$ 3,008,576</u> |
| Total OPEB Liability as a Percentage of Covered-Employee Payroll | <u>503.48%</u> | <u>518.48%</u> | <u>621.26%</u> | <u>707.03%</u> | <u>452.29%</u> | <u>518.13%</u> | <u>629.83%</u> |

Notes to Schedule:

Changes of Benefit Terms: The decrease in liability from June 30, 2020 to June 30, 2021 is due to employers adopting Chapter 44 provisions.

Differences Between Expected and Actual Experiences: The decrease in liability from June 30, 2020 to June 30, 2021 is due to changes in the census.

Changes in Assumptions: The increase in the liability from June 30, 2020 to June 30, 2021 is due to the combined effect of Trend Updates, Mortality Projection Scale Updates, Discount Rate Changes, and Salary Scale changes.

Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND DETAIL STATEMENTS

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

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| | NCLB | | | IDEA | | Preschool Education Aid | Student Activities Fund | High Impact Tutoring | Rural Education Achievement Program | Sub- Total Per E-1 (1) |
|---|------------|------------|-----------|-----------------|-----------|-------------------------------|-------------------------------|----------------------------|--|------------------------------|
| | | | | I.D.E.A.- | | | | | | |
| | Title I | Title II A | Title IV | Part B-Basic | I.D.E.A.- | | | | | |
| | Part A | | | Reg Prog | Preschool | | | | | |
| REVENUES: | | | | | | | | | | |
| Federal Sources | \$ 141,211 | \$ 18,194 | \$ 10,000 | \$ 130,608 | \$ 3,962 | | | \$ 10,024 | \$ 37,337 | \$ 351,336 |
| State Sources | | | | | | \$ 814,610 | | | | 814,610 |
| Local Sources | | | | | | | \$ 49,040 | | | 49,040 |
| Total Revenues | 141,211 | 18,194 | 10,000 | 130,608 | 3,962 | 814,610 | 49,040 | 10,024 | 37,337 | 1,214,986 |
| EXPENDITURES: | | | | | | | | | | |
| Instruction: | | | | | | | | | | |
| Salaries of Teachers | 71,325 | 11,092 | | | | 295,873 | | 8,737 | | 387,027 |
| Salaries - Other Instruction | | | | | | 130,779 | | | | 130,779 |
| Supplies and Materials | | | | | | 17,778 | 43,777 | 690 | | 62,245 |
| Total Instruction | 71,325 | 11,092 | | | | 444,430 | 43,777 | 9,427 | | 580,051 |
| Support Services: | | | | | | | | | | |
| Salary of Teachers | | | 6,097 | 79,638 | 2,415 | | | | 22,768 | 110,918 |
| Salary of Bus Aides | | | | | | | | | | |
| Salary of Supervrs of Inst | | | | | | 81,306 | | | | 81,306 |
| Salary of Professional Staff | | | | | | 127,394 | | | | 127,394 |
| Other Salaries | | | | | | 36,333 | | | | 36,333 |
| Group Insurance | 24,239 | 3 | 1 | 2 | 1 | 91,116 | | | | 115,362 |
| Social Sec Contributions | 5,456 | | | | | 12,784 | | | | 18,240 |
| State Share FICA | | 849 | 466 | | | | | | 1,742 | 3,057 |
| FICA Grant Set Up | | | | 6,093 | 185 | | | 597 | | 6,875 |
| TPAF Contrib. | 40,191 | 6,250 | 3,436 | 44,875 | | | | | 12,827 | 107,579 |
| TPAF Grant Set Up PK IDEA | | | | | 1,361 | | | | | 1,361 |
| Purchased Prof/Educ Services | | | | | | 44,983 | | | | 44,983 |
| Cleaning/Maint. /Repairs | | | | | | | | | | |
| Contracted Transp Reg Ven | | | | | | 500 | | | | 500 |
| Misc Purch Services | | | | | | 500 | | | | 500 |
| Supplies and Materials | | | | | | 3,354 | | | | 3,354 |
| Total Support Services | 69,886 | 7,102 | 10,000 | 130,608 | 3,962 | 398,270 | | 597 | 37,337 | 657,762 |
| Facilities Acq/Construction | | | | | | | | | | |
| Non-Instructional Equipment | | | | | | | | | | |
| Total Facilities Acq/Construction | | | | | | | | | | |
| Total Expenditures | 141,211 | 18,194 | 10,000 | 130,608 | 3,962 | 842,700 | 43,777 | 10,024 | 37,337 | 1,237,813 |
| Excess (Deficiency) of Revenues and Other | | | | | | | | | | |
| Financing Sources Over (Under) Expenditures | | | | | | (28,090) | 5,263 | | | (22,827) |
| Transfer from General Fund | | | | | | 28,090 | | | | 28,090 |
| Excess (Deficiency) of Revenues and Other | | | | | | | | | | |
| Financing Sources Over (Under) Expenditures | | | | | | | | | | |
| and Other Financing (Uses) | | | | | | | 5,263 | | | 5,263 |
| Fund Balance, July 1 | | | | | | | 43,939 | | | 43,939 |
| Fund Balance, June 30 | | | | | | | 49,202 | | | 49,202 |

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF PRESCHOOL EDUCATION AID
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Personal Services - Employee Benefits

| | <u>Budget</u> | <u>Actual</u> | <u>Variance</u> |
|--|-------------------|-------------------|-----------------|
| EXPENDITURES: | | | |
| Instruction: | | | |
| Salaries of Teachers | \$ 295,873 | \$ 295,873 | \$ |
| Other Salaries for Instruction | 130,779 | 130,779 | |
| Supplies and Materials | 17,778 | 17,778 | |
| Total Instruction | <u>444,430</u> | <u>444,430</u> | |
| Support: | | | |
| Salary of Supervrs of Inst | 81,306 | 81,306 | |
| Salary of Professional Staff | 127,394 | 127,394 | |
| Other Salaries | 36,333 | 36,333 | |
| Group Insurance | 91,116 | 91,116 | |
| Social Security Contributions | 12,784 | 12,784 | |
| Purchased Professional Services | 44,983 | 44,983 | |
| Contracted Transp Reg Ven | 500 | 500 | |
| Misc Purch Services | 500 | 500 | |
| Supplies and Materials | 3,354 | 3,354 | |
| Total Support Services | <u>398,270</u> | <u>398,270</u> | |
| Facilities Acquisition and Const. Services: | | | |
| Instructional Equipment | | | |
| Non-instructional Equipment | | | |
| Total Facilities Acquisition and Const. Services: | | | |
| Contribution to Charter Schools | | | |
| Total Expenditures | <u>\$ 842,700</u> | <u>\$ 842,700</u> | <u>\$</u> |

CALCULATION OF BUDGET & CARRYOVER

| | | |
|--|------------------|------|
| Total revised 2023-2024 Preschool Education Aid Allocation | \$ 814,610 | (1) |
| Add: Actual ECPA/PEA Carryover (June 30, 2023) | 10,184 | (2) |
| Add: Budgeted Transfer from the General Fund 2023-2024 | 28,090 | (3) |
| Total Preschool Education Aid Funds Available for 2023-2024 Budget | <u>852,884</u> | (4) |
| Less: 2023-2024 Budgeted Preschool Education Aid (including prior year budget carryover) | <u>(842,700)</u> | (5) |
| Available & Unbudgeted Preschool Education Aid Funds as of June 30, 2024 | 10,184 | (6) |
| Add: June 30, 2024 Unexpended Preschool Education Aid | | (7) |
| Less: 2023-2024 Commissioner-approved Transfer to the General Fund | | (8) |
| 2023-2024 Carryover - Preschool Education Aid/Preschool Programs | <u>\$ 10,184</u> | (9) |
| 2023-2024 Preschool Education Aid Carryover Budgeted for Preschool Programs in 2024-2025 | <u>\$ -</u> | (10) |

PROPRIETARY FUND DETAIL STATEMENTS

Proprietary Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the district's board is that the costs of providing goods or services be financed through user charges.

Food Services Fund - This fund provides for the operation of food services for the schools within the school district.

Internal Service Funds - This fund is used to serve organizational units within the district or to serve other governmental units.

**THIS SECTION HAS ALREADY BEEN INCLUDED IN STATEMENTS
B-4, B-5 AND B-6.**

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
FOOD SERVICES ENTERPRISE FUND
COMBINING SCHEDULE OF NET POSITION
AS OF JUNE 30, 2024 AND 2023

| | <u>June 30, 2024</u> | <u>June 30, 2023</u> |
|--------------------------------------|----------------------|----------------------|
| ASSETS: | | |
| Current Assets: | | |
| Cash | \$ 5,270 | \$ 19,211 |
| Accounts Receivable: | | |
| State | 599 | 728 |
| Federal | 8,581 | 22,524 |
| Other | 11,556 | 4,661 |
| Interfund Receivable | 15,229 | 10,433 |
| Inventories | 4,723 | 4,830 |
| | <hr/> | <hr/> |
| Total Current Assets | 45,958 | 62,387 |
| | <hr/> | <hr/> |
| Fixed Assets: | | |
| Equipment | 152,411 | 132,340 |
| Accumulated Depreciation | (54,623) | (59,122) |
| | <hr/> | <hr/> |
| Total Fixed Assets | 97,788 | 73,218 |
| | <hr/> | <hr/> |
| Total Assets | \$ 143,746 | \$ 135,605 |
| | <hr/> <hr/> | <hr/> <hr/> |
| LIABILITIES AND NET POSITION: | | |
| Current Liabilities: | | |
| Unearned Revenue | \$ 3,867 | \$ 4,511 |
| | <hr/> | <hr/> |
| Non-Current Liabilities: | | |
| Compensated Absences | 6,160 | 5,481 |
| | <hr/> | <hr/> |
| Total Liabilities | 10,027 | 9,992 |
| | <hr/> | <hr/> |
| Net Position | | |
| Investment in Fixed Assets | 97,788 | 73,218 |
| Unrestricted | 35,931 | 52,395 |
| | <hr/> | <hr/> |
| Total Net Position | 133,719 | 125,613 |
| | <hr/> | <hr/> |
| Total Liabilities and Net Position | \$ 143,746 | \$ 135,605 |
| | <hr/> <hr/> | <hr/> <hr/> |

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
FOOD SERVICES ENTERPRISE FUND
COMBINING SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
FOR THE FISCAL YEARS ENDED JUNE 30, 2023 AND 2024

| | <u>June 30, 2024</u> | <u>June 30, 2023</u> |
|---|----------------------|----------------------|
| OPERATING REVENUES: | | |
| Local Sources: | | |
| Daily Sales - Reimbursable Programs: | | |
| School Lunch Program | \$ 61,856 | \$ 46,798 |
| School Breakfast Program | 8,049 | 10,086 |
| Total Daily Sales - Reimbursable Programs | 69,905 | 56,884 |
| Daily Sales Non-Reimbursable Programs | 28,765 | 25,712 |
| Total Operating Revenue | 98,670 | 82,596 |
| OPERATING EXPENSES: | | |
| Salaries | 154,987 | 135,394 |
| Employee Benefits | 6,160 | 34,460 |
| Supplies and Materials | 7,408 | 9,395 |
| Depreciation | 8,846 | 6,972 |
| Cost of Sales - Reimbursable Programs | 94,736 | 90,490 |
| Cost of Sales - Non Reimbursable Programs | 11,934 | 6,320 |
| Other Expenses | 3,140 | 8,047 |
| Total Operating Expenses | 287,211 | 291,078 |
| Operating Loss | (188,541) | (208,482) |
| Non-Operating Revenues: | | |
| State Sources: | | |
| School Breakfast Program | 372 | 571 |
| Summer-EBT Administrative Cost | 321 | |
| School Lunch Program | 3,250 | 3,485 |
| Federal Sources: | | |
| School Breakfast Program | 28,241 | 28,748 |
| National School Lunch Program | 87,705 | 93,049 |
| P-EBT Administrative Cost Reimb. | | 653 |
| Summer-EBT Administrative Cost | 322 | |
| Supply Chain Assistance Funding | 13,847 | 26,160 |
| Food Distribution Program | 17,258 | 17,147 |
| Total Non-Operating Revenues | 151,316 | 169,813 |
| Net Income before Operating Transfers and Adjustments | (37,225) | (38,669) |
| Operating Transfer In - General Fund | 48,000 | 12,000 |
| Fixed Asset Adjustment | (2,669) | |
| Net Income | 8,106 | (26,669) |
| Net Position - July 1 | 125,613 | 152,282 |
| Net Position - June 30 | \$ 133,719 | \$ 125,613 |

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
FOOD SERVICES ENTERPRISE FUND
COMBINING SCHEDULE OF CASH FLOWS
AS OF JUNE 30, 2024 AND 2023

| | <u>June 30, 2024</u> | <u>June 30, 2023</u> |
|--|----------------------|----------------------|
| Cash Flows from Operating Activities: | | |
| Receipts from Customers | \$ 98,670 | \$ 82,596 |
| Payments to Employees | (154,987) | (135,394) |
| Payments for Employee Benefits | (6,160) | (34,460) |
| Payments to Suppliers | (97,437) | (101,427) |
| Net Cash Provided by (used for) Operating Activities | <u>(159,914)</u> | <u>(188,685)</u> |
| Cash Flows from Non-capital Financing Activities: | | |
| Cash Received from State and Federal Reimbursements | 134,058 | 152,666 |
| Cash Received from General Fund Operating | | |
| Operating Transfer In | <u>48,000</u> | <u>12,000</u> |
| Net Cash Provided by Non-capital Financing Activities | <u>182,058</u> | <u>164,666</u> |
| Cash Flows from Capital and Related Financing Activities | | |
| Fixed Assets (Purchased) Sold | <u>(36,085)</u> | <u>(28,226)</u> |
| Net Cash Provided by Capital and Related Financing Activities | <u>(36,085)</u> | <u>(28,226)</u> |
| Cash Flows from Investing Activities | | |
| Interest on Investments | | |
| Net Cash Provided by Investing Activities | | |
| Net Increase in Cash | (13,941) | (52,245) |
| Cash and Cash Equivalents, July 1 | <u>19,211</u> | <u>71,456</u> |
| Cash and Cash Equivalents, June 30 | <u>\$ 5,270</u> | <u>\$ 19,211</u> |
| Operating Income (Loss) | \$ (188,541) | \$ (208,482) |
| Adjustments to Reconcile Operating Income (Loss) to Cash Used by Operating Activities: | | |
| Depreciation | 8,846 | 6,972 |
| Food Distribution Program | 17,258 | 17,147 |
| Change in Assets and Liabilities: | | |
| (Increase) Decrease in Accounts Receivable | 7,177 | 6,123 |
| (Increase) Decrease in Inventory | 107 | (683) |
| (Increase) Decrease in Interfund Receivable | (4,796) | (9,805) |
| Increase (Decrease) in Unearned Revenue | (644) | (148) |
| Increase (Decrease) in Compensated Absences | 679 | 191 |
| Increase (Decrease) in Accounts Payable | | |
| Total Adjustments | <u>28,627</u> | <u>19,797</u> |
| Net Cash Used by Operating Activities | <u>\$ (159,914)</u> | <u>\$ (188,685)</u> |

STATISTICAL SECTION

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(UNAUDITED)

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Governmental Activities | | | | | | | | | | |
| Invested in Capital Assets, Net of Related Debt | \$ 1,743,934 | \$ 1,893,518 | \$ 1,975,168 | \$ 2,049,503 | \$ 2,096,436 | \$ 2,198,929 | \$ 2,269,774 | \$ 2,514,301 | \$ 2,447,083 | \$ 2,668,724 |
| Restricted | 1,411,384 | 1,274,522 | 1,306,393 | 786,427 | 1,019,915 | 957,743 | 1,508,164 | 1,369,072 | 1,211,461 | 795,874 |
| Unrestricted (Deficit) | (1,934,286) | (1,992,005) | (2,037,465) | (1,557,899) | (1,667,060) | (1,416,380) | (1,332,676) | (651,541) | (424,163) | (722,392) |
| Total Governmental Activities Net Position | \$ 1,221,032 | \$ 1,176,035 | \$ 1,244,096 | \$ 1,278,031 | \$ 1,449,291 | \$ 1,740,292 | \$ 2,445,262 | \$ 3,231,832 | \$ 3,234,381 | \$ 2,742,206 |
| Business-Type Activities | | | | | | | | | | |
| Invested in Capital Assets, Net of Related Debt | \$ 25,277 | \$ 23,079 | \$ 20,881 | \$ 66,307 | \$ 60,332 | \$ 58,880 | \$ 53,528 | \$ 51,964 | \$ 73,218 | \$ 97,788 |
| Restricted | | | | | | | | | | |
| Unrestricted | 51,855 | 56,332 | 69,968 | 16,035 | 14,877 | 16,228 | 19,211 | 100,318 | 52,395 | 35,931 |
| Total Business-Type Activities Net Position | \$ 77,132 | \$ 79,411 | \$ 90,849 | \$ 82,342 | \$ 75,209 | \$ 75,108 | \$ 72,739 | \$ 152,282 | \$ 125,613 | \$ 133,719 |
| District-Wide | | | | | | | | | | |
| Invested in Capital Assets, Net of Related Debt | \$ 1,769,211 | \$ 1,916,597 | \$ 1,996,049 | \$ 2,115,810 | \$ 2,156,768 | \$ 2,257,809 | \$ 2,323,302 | \$ 2,566,265 | \$ 2,520,301 | \$ 2,766,512 |
| Restricted | 1,411,384 | 1,274,522 | 1,306,393 | 786,427 | 1,019,915 | 957,743 | 1,508,164 | 1,369,072 | 1,211,461 | 795,874 |
| Unrestricted (Deficit) | (1,882,431) | (1,865,673) | (1,967,497) | (1,541,864) | (1,652,183) | (1,400,152) | (1,313,465) | (551,223) | (371,768) | (686,461) |
| Total District-Wide Net Position | \$ 1,298,164 | \$ 1,325,446 | \$ 1,334,945 | \$ 1,360,373 | \$ 1,524,500 | \$ 1,815,400 | \$ 2,518,001 | \$ 3,384,114 | \$ 3,359,994 | \$ 2,875,925 |

Source: ACFR Schedule A-1

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(UNAUDITED)

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---|-----------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Expenses | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Instruction | | | | | | | | | | |
| Regular | \$ 1,741,956 | 1,740,939 | 1,767,539 | 1,830,530 | 1,935,245 | 1,909,344 | 2,121,340 | 2,535,732 | 2,449,396 | 2,389,451 |
| Special Education | 413,385 | 440,607 | 435,171 | 433,965 | 347,638 | 354,117 | 447,508 | 381,968 | 456,284 | 474,406 |
| Other Special Instruction | 45,833 | 53,111 | 62,064 | 63,667 | 99,023 | 92,560 | 25,018 | 18,112 | 53,142 | 107,071 |
| Support Services | | | | | | | | | | |
| Tuition | 2,311,928 | 2,460,471 | 2,388,242 | 2,092,085 | 2,138,581 | 2,218,715 | 2,148,218 | 2,389,331 | 2,530,971 | 3,020,852 |
| Student and Instruction Related Services | 598,703 | 652,274 | 706,178 | 726,900 | 861,204 | 898,820 | 1,037,949 | 987,417 | 1,131,553 | 947,180 |
| General Administrative Services | 146,857 | 140,973 | 142,119 | 146,261 | 153,379 | 181,070 | 172,818 | 190,026 | 194,330 | 217,660 |
| School Administrative Services | 155,858 | 156,973 | 142,908 | 126,100 | 129,390 | 105,699 | 140,852 | 138,055 | 152,803 | 132,847 |
| Central Services | 202,171 | 207,006 | 186,596 | 212,031 | 184,234 | 265,835 | 237,770 | 244,603 | 257,027 | 267,260 |
| Plant Operations and Maintenance | 554,147 | 548,664 | 541,727 | 587,222 | 800,506 | 673,151 | 1,010,979 | 739,855 | 1,259,097 | 1,140,082 |
| Security | | | | | | | | | | |
| Pupil Transportation | 456,013 | 416,901 | 439,029 | 543,262 | 533,971 | 412,167 | 287,843 | 449,899 | 401,572 | 604,150 |
| Employee Benefits | 2,136,720 | 2,532,714 | 3,140,096 | 3,726,333 | 2,873,195 | 2,387,941 | 3,151,675 | 2,300,116 | 1,985,418 | 2,103,025 |
| Interest on Long-Term Debt | 45,138 | 38,913 | 33,013 | 27,020 | 20,831 | 14,747 | 11,756 | 2,887 | (1,594) | |
| Unallocated Depreciation and Amortization | 191,948 | 179,431 | 175,970 | 171,130 | 140,185 | 115,210 | 119,353 | 141,034 | 160,933 | 166,471 |
| Total Governmental Activities Expenses | 9,000,657 | 9,568,977 | 10,160,652 | 10,686,506 | 10,217,382 | 9,629,376 | 10,913,079 | 10,519,035 | 11,030,932 | 11,570,455 |
| Business-Type Activities | | | | | | | | | | |
| Food Service | 176,967 | 180,138 | 186,955 | 208,238 | 212,412 | 208,046 | 232,296 | 290,946 | 291,078 | 287,211 |
| Total Business-Type Activities Expense | 176,967 | 180,138 | 186,955 | 208,238 | 212,412 | 208,046 | 232,296 | 290,946 | 291,078 | 287,211 |
| Total District Expenses | \$ 9,177,624 | 9,749,115 | 10,347,607 | 10,894,744 | 10,429,794 | 9,837,422 | 11,145,375 | 10,809,981 | 11,322,010 | 11,857,666 |
| Program Revenues | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Operating Grants and Contributions | \$ 1,428,407 | 1,959,433 | 2,519,663 | 2,057,165 | 1,938,502 | 1,978,228 | 2,235,992 | 2,904,819 | 3,040,560 | 2,908,173 |
| Total Governmental Activities Program Revenue | 1,428,407 | 1,959,433 | 2,519,663 | 2,057,165 | 1,938,502 | 1,978,228 | 2,235,992 | 2,904,819 | 3,040,560 | 2,908,173 |
| Business-Type Activities | | | | | | | | | | |
| Charges for Services | | | | | | | | | | |
| Food Service | 49,401 | 46,367 | 51,215 | 58,879 | 70,992 | 51,414 | 5,959 | 27,241 | 82,596 | 98,670 |
| Operating Grants and Contributions | 109,338 | 111,050 | 122,178 | 115,852 | 111,552 | 107,902 | 198,968 | 343,248 | 169,813 | 151,316 |
| Total Business-Type Activities Program Revenues | 158,739 | 157,417 | 173,393 | 174,731 | 182,544 | 159,316 | 204,927 | 370,489 | 252,409 | 249,986 |
| Total District Program Revenues | \$ 1,587,146 | 2,116,850 | 2,693,056 | 2,231,896 | 2,121,046 | 2,137,544 | 2,440,919 | 3,275,308 | 3,292,969 | 3,158,159 |
| Net (Expense)/Revenue | | | | | | | | | | |
| Governmental Activities | \$ (7,572,250) | (7,609,540) | (7,640,989) | (8,629,341) | (8,278,880) | (7,651,148) | (8,677,087) | (7,614,216) | (7,990,372) | (8,662,282) |
| Business-Type Activities | (18,228) | (22,721) | (13,562) | (33,507) | (29,868) | (48,730) | (27,369) | 79,543 | (38,669) | (37,225) |
| Total District-Wide Net Expense | \$ (7,590,478) | (7,632,261) | (7,654,551) | (8,662,848) | (8,308,748) | (7,699,878) | (8,704,456) | (7,534,673) | (8,029,041) | (8,699,507) |
| General Revenues and Other Changes in Net Position | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Property Taxes Levied for General Purposes, net \$ | 2,702,847 | 2,715,879 | 2,794,884 | 2,855,065 | 2,953,190 | 3,012,254 | 3,085,302 | 3,147,008 | 3,209,948 | 3,297,557 |
| Taxes Levied for Debt Service | 96,640 | 98,461 | 92,818 | 92,407 | 89,232 | 83,493 | 80,425 | 74,790 | | |
| Unrestricted Grants and Contributions | 4,788,495 | 4,785,834 | 4,743,462 | 5,696,837 | 5,334,290 | 4,866,443 | 5,890,773 | 5,099,158 | 4,606,201 | 4,878,817 |
| Transportation Charges | 64,201 | 55,122 | 26,189 | 35,440 | 87,591 | 13,391 | 12,416 | 19,221 | 20,070 | 50,129 |
| Investment Earnings | 48 | 184 | 419 | 1,002 | 1,964 | 1,789 | 49 | 166 | 10,596 | 18,951 |
| Miscellaneous Income | 12,627 | 4,063 | 6,278 | 10,519 | 13,872 | 13,408 | 67,862 | 60,530 | 158,106 | 66,486 |
| Right-to-Use Lease Adjustment | | | | | | | | (87) | | |
| Transfers | | | | (2,994) | (29,999) | (48,629) | (25,000) | (25,000) | (12,000) | (141,833) |
| Total Governmental Activities | 7,664,858 | 7,659,543 | 7,664,050 | 8,688,276 | 8,450,140 | 7,942,149 | 9,111,827 | 8,375,786 | 7,992,921 | 8,170,107 |
| Business-Type Activities | | | | | | | | | | |
| Fixed Asset Adjustment | | | | | (2,265) | | | | | (2,669) |
| Transfer | | | | | 25,000 | 48,629 | 25,000 | | 12,000 | 48,000 |
| Total Business-Type Activities | | | | | 22,735 | 48,629 | 25,000 | | 12,000 | 45,331 |
| Total District-Wide | \$ 7,664,858 | 7,659,543 | 7,664,050 | 8,688,276 | 8,472,875 | 7,990,778 | 9,136,827 | 8,375,786 | 7,991,899 | 8,215,438 |
| Change in Net Position | | | | | | | | | | |
| Governmental Activities | \$ 92,608 | 50,003 | 23,061 | 58,935 | 171,260 | 291,001 | 434,740 | 761,570 | 2,549 | (492,175) |
| Business-Type Activities | (18,228) | (22,721) | (13,562) | (33,507) | (7,133) | (101) | (2,369) | 79,543 | (26,669) | 8,106 |
| Total District-Wide | \$ 74,380 | 27,282 | 9,499 | 25,428 | 164,127 | 290,900 | 432,371 | 841,113 | (24,120) | (484,069) |

Source: ACFR Schedule A-2

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(UNAUDITED)

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|------------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| General Fund | | | | | | | | | | |
| Restricted: | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Excess Surplus | | | | | 10,765 | | | | | |
| Capital Reserve | | | | | | | 53,453 | | | |
| Maintenance Reserve | 311,042 | 237,000 | 300,217 | 127,892 | 355,292 | 219,860 | 355,292 | 355,292 | 355,292 | |
| Emergency Reserve | 250,000 | 250,000 | 250,000 | 200,000 | 200,000 | 173,260 | 200,000 | 50,000 | 97,427 | |
| Unemployment Compensation | | | | | | | 249,718 | 256,523 | 259,965 | 254,051 |
| Tuition Reserve | 225,960 | 148,411 | 168,535 | 150,000 | 213,858 | 200,000 | 270,000 | 107,601 | 153,784 | 97,957 |
| Assigned: | | | | | | | | | | |
| Excess Surplus | | | | | | 10,765 | | | | |
| Encumbrances | 223,760 | 150,969 | 124,974 | 262,640 | 112,399 | 317,151 | 249,745 | 630,728 | 595,481 | 268,143 |
| Capital Reserve | 90,000 | 90,000 | 90,000 | 90,000 | 90,000 | 90,000 | 90,000 | 143,453 | 143,453 | 143,453 |
| Emergency Reserve | | | | 50,000 | | 50,000 | 50,000 | 150,000 | 50,000 | 97,427 |
| Tuition Reserve | 245,000 | 225,962 | 148,411 | 168,535 | 150,000 | 213,858 | 200,000 | 270,000 | 107,601 | 153,784 |
| Subsequent Year's Expenditures | 73,248 | 196,971 | 250,000 | 250,000 | 250,000 | 279,608 | 275,667 | 324,617 | 319,494 | 418,927 |
| Unassigned (Deficit) | (259,039) | (209,284) | (212,228) | (208,176) | (189,049) | (186,726) | (134,007) | (147,472) | (53,114) | (237,646) |
| Total General Fund | \$ 1,159,971 | \$ 1,090,029 | \$ 1,119,909 | \$ 1,090,891 | \$ 1,193,265 | \$ 1,367,776 | \$ 1,859,868 | \$ 2,140,742 | \$ 2,029,383 | \$ 1,196,096 |
| All Other Governmental Funds | | | | | | | | | | |
| Restricted, Reported in: | | | | | | | | | | |
| Special Revenue Fund | | | | | | | 39,701 | 36,203 | 43,939 | 49,202 |
| Assigned, Reported in: | | | | | | | | | | |
| Debt Service Fund | | | | | | | 1 | 1 | | |
| Unassigned, Reported in: | | | | | | | | | | |
| Debt Service Fund | | | | | | | | | | |
| Special Revenue Fund (Deficit) | (7,628) | (24,791) | (25,744) | (23,838) | (47,009) | (54,128) | (72,977) | (62,491) | (79,608) | (81,461) |
| Total All Other Governmental Funds | \$ (7,628) | \$ (24,791) | \$ (25,744) | \$ (23,838) | \$ (47,009) | \$ (54,128) | \$ (33,275) | \$ (26,287) | \$ (35,669) | \$ (32,259) |

Source: ACFR Schedule B-1

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(UNAUDITED)

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---|-------------------|--------------------|------------------|--------------------|------------------|-------------------|-------------------|-------------------|---------------------|---------------------|
| Revenues | | | | | | | | | | |
| Tax Levy | \$ 2,799,487 | 2,814,340 | \$ 2,887,702 | \$ 2,947,472 | \$ 3,042,422 | \$ 3,095,747 | \$ 3,165,727 | \$ 3,221,798 | \$ 3,209,948 | \$ 3,297,557 |
| Transportation Charges | 64,201 | 55,122 | 26,189 | 35,440 | 87,591 | 13,391 | 12,416 | 19,221 | 20,070 | 50,129 |
| Interest Earnings | 48 | 184 | 419 | 1,002 | 1,964 | 1,789 | 49 | 166 | 10,596 | 18,951 |
| Miscellaneous | 12,627 | 4,063 | 6,278 | 10,519 | 13,872 | 13,408 | 67,862 | 60,530 | 158,106 | 66,486 |
| State Sources | 5,395,505 | 5,680,274 | 5,793,093 | 5,858,312 | 6,252,355 | 6,362,008 | 6,782,914 | 7,130,115 | 7,419,371 | 8,234,711 |
| Federal Sources | 285,653 | 305,299 | 284,852 | 287,603 | 279,938 | 275,566 | 412,539 | 1,001,790 | 850,705 | 461,528 |
| Total Revenues | 8,557,521 | 8,859,282 | 8,998,533 | 9,140,348 | 9,678,142 | 9,761,909 | 10,441,507 | 11,433,620 | 11,668,796 | 12,129,362 |
| Expenditures | | | | | | | | | | |
| Instruction | | | | | | | | | | |
| Regular Instruction | 1,741,956 | 1,740,939 | 1,767,539 | 1,830,530 | 1,935,245 | 1,909,344 | 2,121,340 | 2,535,732 | 2,449,396 | 2,389,451 |
| Special Education Instruction | 413,385 | 440,607 | 435,171 | 433,965 | 347,638 | 354,117 | 447,508 | 381,968 | 456,284 | 474,406 |
| Other Special Instruction | 45,833 | 53,111 | 62,064 | 63,667 | 99,023 | 92,560 | 25,018 | 18,112 | 53,142 | 107,071 |
| Support Services | | | | | | | | | | |
| Tuition | 2,311,928 | 2,460,471 | 2,388,242 | 2,092,085 | 2,138,581 | 2,218,715 | 2,148,218 | 2,389,331 | 2,530,971 | 3,020,852 |
| Student and Instruction Related Servi | 598,703 | 652,274 | 706,178 | 726,900 | 861,204 | 898,820 | 1,037,949 | 987,417 | 1,131,553 | 947,180 |
| General Administrative Services | 146,857 | 140,969 | 142,119 | 146,261 | 153,379 | 181,070 | 172,818 | 190,026 | 194,330 | 217,660 |
| School Administrative Services | 155,858 | 156,973 | 142,908 | 126,100 | 129,390 | 105,699 | 140,852 | 138,055 | 152,803 | 132,847 |
| Central Services | 202,171 | 207,006 | 186,596 | 212,031 | 184,234 | 265,835 | 237,770 | 244,603 | 257,027 | 267,260 |
| Plant Operations and Maintenance | 554,147 | 643,848 | 541,727 | 587,222 | 800,506 | 673,151 | 1,010,979 | 760,995 | 1,259,097 | 1,141,675 |
| Pupil Transportation | 456,013 | 416,901 | 439,029 | 543,262 | 533,971 | 412,167 | 287,843 | 449,899 | 401,572 | 604,150 |
| Employee Benefits | 1,596,513 | 1,732,546 | 1,839,500 | 2,101,865 | 2,174,725 | 2,198,971 | 2,341,543 | 2,679,337 | 2,799,240 | 3,128,335 |
| Capital Outlay | | 83,831 | 112,620 | 95,465 | 37,118 | 72,702 | 45,198 | 224,508 | 92,121 | 386,519 |
| Debt Service | | | | | | | | | | |
| Principal | 140,000 | 150,000 | 145,000 | 150,000 | 150,000 | 145,000 | 145,000 | 140,000 | | |
| Interest and Other Charges | 48,363 | 41,913 | 35,913 | 30,113 | 23,925 | 17,738 | 11,756 | 5,775 | | |
| Total Expenditures | 8,411,727 | 8,921,389 | 8,944,606 | 9,139,466 | 9,568,939 | 9,545,889 | 10,173,792 | 11,145,758 | 11,777,536 | 12,817,406 |
| Excess (Deficiency) of Revenues | | | | | | | | | | |
| Over (Under) Expenditures | 145,794 | (62,107) | 53,927 | 882 | 109,203 | 216,020 | 267,715 | 287,862 | (108,740) | (688,044) |
| Other Financing Sources (Uses) | | | | | | | | | | |
| Transfers | (25,000) | (25,000) | (25,000) | (27,994) | (29,999) | (48,629) | (25,000) | | (12,000) | (141,833) |
| Total Other Financing Sources (Uses) | (25,000) | (25,000) | (25,000) | (27,994) | (29,999) | (48,629) | (25,000) | | (12,000) | (141,833) |
| Net Change in Fund Balances | \$ 120,794 | \$ (87,107) | \$ 28,927 | \$ (27,112) | \$ 79,204 | \$ 167,391 | \$ 242,715 | \$ 287,862 | \$ (120,740) | \$ (829,877) |
| Debt Service as a Percentage of | | | | | | | | | | |
| Noncapital Expenditures | 2.2% | 2.2% | 2.0% | 2.0% | 2.0% | 1.7% | 1.5% | 1.3% | 0.0% | 0.0% |

Source: ACFR Schedule B-2

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(UNAUDITED)

| Fiscal Year Ended June 30, | Interest on Investments | Tuition Revenue | Transportation Fees | Cumberland Recycling | Maurice River Twp. Cleaning | Refund of Prior Year Expenditures | Rent | Misc. | Total |
|---|------------------------------------|----------------------------|--------------------------------|---------------------------------|--|--|-------------|--------------|--------------|
| 2024 | \$ 18,951 | \$ | \$ 50,129 | \$ | \$ | \$ | \$ | \$ 17,306 | \$ 86,386 |
| 2023 | 10,596 | | 20,070 | | | | | 115,659 | 146,325 |
| 2022 | 166 | 6,528 | 19,221 | 10,206 | | | | 8,305 | 44,426 |
| 2021 | 49 | 6,873 | 12,416 | 500 | | | | 20,096 | 39,934 |
| 2020 | 1,789 | 1,001 | 13,391 | - | | | | 12,407 | 28,588 |
| 2019 | 1,964 | 1,570 | 87,591 | 229 | | | | 12,073 | 103,427 |
| 2018 | 1,002 | | 35,440 | 116 | | 1,626 | | 8,777 | 46,961 |
| 2017 | 419 | | 26,189 | 157 | | | | 6,121 | 32,886 |
| 2016 | 184 | | 55,122 | | | | | 4,063 | 59,369 |
| 2015 | 48 | | 64,201 | 1,316 | 992 | | 901 | 9,418 | 76,876 |

Source: District Records

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
 (UNAUDITED)

| Fiscal Year Ended June 30, | Vacant Land | Residential | Farm Reg. | Qfarm | Commercial | Industrial | Apartment | Total Assessed Value | Public Utilities " | Net Valuation Taxable | Total Direct School Tax Rate | Estimated Actual (County Equalized Value) |
|----------------------------------|----------------|----------------|--------------|--------------|---------------|---------------|------------|----------------------------|-----------------------|--------------------------|------------------------------------|---|
| 2024 | \$ 11,461,100 | \$ 234,471,800 | \$ 6,052,300 | \$ 2,061,500 | \$ 20,172,900 | \$ 16,680,500 | \$ 619,700 | \$ 291,519,800 | \$ 577,178 | \$ 292,096,978 | \$ 1.159 | \$ 323,870,875 |
| 2023 | 11,512,200 | 234,466,800 | 6,310,500 | 2,011,800 | 19,849,900 | 16,680,500 | 619,700 | 291,451,400 | 587,981 | 292,039,381 | 1.130 | 323,870,875 |
| 2022 | 11,813,700 | 234,618,100 | 5,748,500 | 2,150,900 | 19,859,900 | 16,680,500 | 619,700 | 291,491,300 | 626,380 | 292,117,680 | 1.099 | 301,069,582 |
| 2021 | 11,684,700 | 233,032,900 | 6,193,300 | 2,138,200 | 20,328,400 | 16,680,500 | 619,700 | 290,677,700 | 629,612 | 291,307,312 | 1.106 | 272,144,649 |
| 2020 | 11,700,900 | 234,878,700 | 6,522,600 | 2,154,300 | 20,175,200 | 17,897,500 | 619,700 | 293,948,900 | 629,612 | 294,534,595 | 1.056 | 276,701,852 |
| 2019 | 11,680,000 | 235,779,000 | 6,486,000 | 2,143,500 | 18,283,300 | 17,814,400 | 619,700 | 292,805,900 | 585,695 | 293,391,595 | 1.056 | 276,701,852 |
| 2018 | 11,677,700 | 236,918,100 | 7,176,600 | 2,159,800 | 18,355,900 | 17,814,400 | 619,700 | 294,722,200 | 585,695 | 295,307,895 | 1.031 | 273,905,390 |
| 2017 | 11,953,400 | 239,849,400 | 7,077,800 | 2,155,900 | 18,791,800 | 17,814,400 | 619,700 | 298,262,400 | 583,316 | 298,845,716 | 0.987 | 293,594,251 |
| 2016 | 11,904,700 | 240,696,600 | 6,705,300 | 2,116,200 | 18,868,000 | 18,020,900 | 619,700 | 298,931,400 | 585,309 | 299,516,709 | 0.965 | 293,413,704 |
| 2015 | 11,855,200 | 241,441,700 | 7,125,600 | 2,235,700 | 18,918,800 | 18,270,900 | 619,700 | 300,467,600 | 604,947 | 301,072,547 | 0.935 | 304,144,405 |

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

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

b Tax rates are per \$100

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES

LAST TEN FISCAL YEARS

(Rate Per \$100 of Assessed Value)

(UNAUDITED)

| Maurice River Township Board of Education | | | | Overlapping Rates | | |
|--|----------------------------|---|-----------------|------------------------------|----------------------|----------|
| Year Ended June 30, | Basic Rate ^a | General Obligation Debt Service ^b | Total Direct | Maurice River Township | Cumberland County | Total |
| 2024 | \$ 1.159 | \$ 0.000 | \$ 1.159 | \$ 0.501 | \$ 1.028 | \$ 2.688 |
| 2023 | 1.099 | 0.031 | 1.130 | 0.444 | 1.160 | 2.734 |
| 2022 | 1.099 | 0.000 | 1.099 | 0.443 | 1.206 | 2.748 |
| 2021 | 1.075 | 0.031 | 1.106 | 0.442 | 1.147 | 2.695 |
| 2020 | 1.026 | 0.030 | 1.075 | 0.442 | 1.183 | 2.700 |
| 2019 | 1.025 | 0.031 | 1.056 | 0.442 | 1.140 | 2.638 |
| 2018 | 0.999 | 0.032 | 1.031 | 0.446 | 1.099 | 2.576 |
| 2017 | 0.956 | 0.031 | 0.987 | 0.435 | 1.148 | 2.570 |
| 2016 | 0.932 | 0.033 | 0.965 | 0.433 | 1.106 | 2.504 |
| 2015 | 0.903 | 0.032 | 0.935 | 0.427 | 1.126 | 2.488 |

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 pre-budget 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.

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)

| Taxpayer | 2024 | | 2016 | |
|---|------------------------------|--|------------------------------|--|
| | Taxable Assessed Value | % of Total District Net Assessed Value | Taxable Assessed Value | % of Total District Net Assessed Value |
| Whibco Inc. | \$ 7,635,300 | 2.61% | \$ 7,717,800 | 2.58% |
| US Silica Company | 5,078,800 | 1.74% | 5,078,800 | 1.70% |
| Wawa, Inc. | 2,950,000 | 1.01% | 2,950,000 | 0.98% |
| Mays Landing Sand & Gravel Co., Inc. | 2,742,200 | 0.94% | 2,742,200 | 0.92% |
| RMVM, LLC | 2,145,000 | 0.73% | | |
| Briardale Farms, LLC | 1,740,700 | 0.60% | | |
| Nicole-Kirstie LLC | 1,534,600 | 0.53% | 1,128,100 | 0.38% |
| Atlantic Masonry Supply Inc. | 1,206,500 | 0.41% | 1,206,500 | 0.40% |
| Kozani LLC | 956,800 | 0.33% | 956,800 | 0.32% |
| Ocean Food and Fuels, LLC | 908,300 | 0.31% | | |
| Imbesi Family Limited Partnership Agreement | | | 1,740,700 | 0.58% |
| Dom Zanghi & Sons Inc. | | | 1,217,000 | 0.41% |
| Taxpayer #1 | | | 1,206,400 | 0.40% |
| Total | \$ 26,898,200 | 9.21% | \$ 25,944,300 | 8.66% |

Source: District ACFR & Municipal Tax Assessor

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)

| Fiscal Year Ended June 30, | Taxes Levied for the Fiscal Year | | Collected Within the Fiscal Year of the Levy | | Collections in Subsequent Years |
|----------------------------------|--|-----------|---|-----------|---------------------------------------|
| | | | Amount | % of Levy | |
| 2024 | \$ | 3,297,557 | \$ 3,297,557 | 100.00% | |
| 2023 | | 3,209,948 | 3,209,948 | 100.00% | |
| 2022 | | 3,147,008 | 3,147,008 | 100.00% | |
| 2021 | | 3,085,302 | 3,085,302 | 100.00% | |
| 2020 | | 3,012,254 | 3,012,254 | 100.00% | |
| 2019 | | 2,953,190 | 2,953,190 | 100.00% | |
| 2018 | | 2,855,065 | 2,855,065 | 100.00% | |
| 2017 | | 2,942,771 | 2,942,771 | 100.00% | |
| 2016 | | 2,947,472 | 2,947,472 | 100.00% | |
| 2015 | | 2,812,519 | 2,812,519 | 100.00% | |

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

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

| Fiscal Year Ended June 30, | Governmental Activities | | | Business-Type Activities | | Percentage of | |
|----------------------------------|---|-------------------|--------------------------------------|-----------------------------|-------------------|---------------------------------|-------------------------|
| | General Obligation Bonds ^b | Capital Leases | Bond Anticipation Notes (BANs) | Capital Leases | Total District | Personal Income ^a | Per Capita ^a |
| 2024 | \$ | \$ | \$ | \$ | \$ | \$ | * |
| 2023 | | | | | | | |
| 2022 | | | | | | | |
| 2021 | 140,000 | | | | 140,000 | 0.06% | 25 |
| 2020 | 285,000 | | | | 285,000 | 0.12% | 47 |
| 2019 | 430,000 | | | | 430,000 | 0.18% | 72 |
| 2018 | 580,000 | | | | 580,000 | 0.24% | 92 |
| 2017 | 730,000 | | | | 730,000 | 0.29% | 113 |
| 2016 | 875,000 | | | | 875,000 | 0.35% | 131 |
| 2015 | 1,025,000 | | | | 1,025,000 | 0.39% | 142 |

The final debt principal payment was made during the current fiscal year.

* Estimate

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 income and population for the prior calendar year.

b Includes Early Retirement Incentive Plan (ERIP) refunding

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(UNAUDITED)

| Fiscal Year Ended June 30, | General Bonded Debt Outstanding | | | Percentage of Actual Taxable Value ^a of Property | Per Capita ^b |
|----------------------------------|---------------------------------|------------|---|--|----------------------------|
| | General Obligation Bonds | Deductions | Net General Bonded Debt Outstanding | | |
| 2024 | \$ | \$ | \$ | \$ | * |
| 2023 | | | | | |
| 2022 | | | | | |
| 2021 | 140,000 | | 140,000 | 0.05% | 25 |
| 2020 | 285,000 | | 285,000 | 0.10% | 48 |
| 2019 | 430,000 | | 430,000 | 0.16% | 71 |
| 2018 | 580,000 | | 580,000 | 0.21% | 96 |
| 2017 | 730,000 | | 730,000 | 0.25% | 116 |
| 2016 | 875,000 | | 875,000 | 0.30% | 131 |
| 2015 | 1,025,000 | | 1,025,000 | 0.34% | 142 |

* Estimate

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.

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2024
(UNAUDITED)

| <u>Governmental Unit</u> | <u>Debt Outstanding</u> | <u>Estimated Percentage Applicable ^a</u> | <u>Estimated Share of Overlapping Debt</u> |
|---|-----------------------------|---|--|
| Debt Repaid with Property Taxes | | | |
| Township of Maurice River | \$ 200,000 | 100% | \$ 200,000 |
| Other Debt | | | |
| County of Cumberland - Township Share | \$ 89,196,482 | 2.9% | 2,548,132 |
| Subtotal, Overlapping Debt | | | 2,748,132 |
| Maurice River Township School District Direct Debt | | | |
| Total Direct and Overlapping Debt | | | <u>\$ 2,748,132</u> |

Source Maurice River Township Finance Officer and Cumberland County Finance Office

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 Maurice River. 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.

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)

Legal Debt Margin Calculation for Fiscal Year 2024

| | | |
|---|---------------------------|----------------|
| | Equalized Valuation Basis | |
| | 2023 | \$ 329,584,304 |
| | 2022 | 323,915,213 |
| | 2021 | 297,551,131 |
| | [A] | \$ 951,050,648 |
| Average Equalized Valuation of Taxable Property | [A/3] | \$ 317,016,883 |
| Debt Limit (3% of Average Equalization Value) | [B] | 9,510,506 a |
| Net Bonded School Debt | [C] | |
| Legal Debt Margin | [B-C] | \$ 9,510,506 |

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Debt Limit | \$ 9,324,282 | \$ 9,062,095 | \$ 8,917,840 | \$ 8,657,935 | \$ 8,499,611 | \$ 8,334,864 | \$ 8,314,981 | \$ 8,505,365 | \$ 8,966,736 | \$ 9,510,506 |
| Total Net Debt Applicable to Limit | 1,025,000 | 875,000 | 730,000 | 580,000 | 430,000 | 285,000 | 140,000 | | | |
| Legal Debt Margin | \$ 8,299,282 | \$ 8,187,095 | \$ 8,187,840 | \$ 8,077,935 | \$ 8,069,611 | \$ 8,049,864 | \$ 8,174,981 | \$ 8,505,365 | \$ 8,966,736 | \$ 9,510,506 |
| Total Net Debt Applicable to the Limit as a Percentage of Debt Limit | 10.99% | 9.66% | 8.19% | 6.70% | 5.06% | 3.42% | 1.68% | 0.00% | 0.00% | 0.00% |

Source: Abstract of Ratables and District Records

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

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

| Year | | Population ^a | Personal Income (thousands of dollars) ^b | Per Capita Personal Income ^c | Unemployment Rate ^d |
|------|----|-------------------------|--|---|-----------------------------------|
| 2024 | ** | 4,694 | \$ 215,273,062 | \$ 45,860 | 8.6% |
| 2023 | | 4,839 | 224,172,719 | 46,323 | 7.9% |
| 2022 | | 4,989 | 233,440,299 | 46,791 | 7.2% |
| 2021 | | 5,745 | 273,226,455 | 47,559 | 10.2% |
| 2020 | | 5,588 | 254,242,824 | 45,498 | 12.8% |
| 2019 | | 5,934 | 245,234,418 | 41,327 | 6.8% |
| 2018 | | 6,011 | 237,121,928 | 39,448 | 7.9% |
| 2017 | | 6,294 | 241,393,782 | 38,353 | 7.6% |
| 2016 | | 6,683 | 247,939,300 | 37,100 | 8.9% |
| 2015 | | 7,217 | 262,135,874 | 36,322 | 10.4% |

** Estimate

Source:

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

^b Personal income

^c Per Capita

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

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)

| Employer | 2024 | | 2015 | |
|---|-------------------|---|------------------|---|
| | *Employees | Percentage of Total Employment | Employees | Percentage of Total Employment |
| Inspira Health Network | 3,874 | 5.37% | 2,911 | 4.16% |
| F & S Produce/Pipcp Transportation | 1,201 | 1.67% | 684 | 0.98% |
| Wal-Mart | 791 | 1.10% | 916 | 1.31% |
| Wawa | 777 | 1.08% | 605 | 0.86% |
| Durand Glass Manufacturing Co./ARC Interi | 580 | 0.80% | 1,000 | 1.43% |
| ShopRite | 751 | 1.04% | | |
| Sheppard Bus Service | 575 | 0.80% | 650 | 0.93% |
| Elwyn New Jersey | 236 | 0.33% | 458 | 0.65% |
| AJM Packaging | 481 | 0.67% | 229 | 0.33% |
| Northeast Precasg | 436 | 0.60% | | |
| Ardagh Group | 366 | 0.51% | | |
| Seabrook Brothers & Sons, Inc | 271 | 0.38% | 571 | 0.82% |
| Ardagh Group | 363 | 0.50% | 363 | 0.52% |
| Complete Care | 305 | 0.42% | 345 | 0.49% |
| South State, Inc | 345 | 0.48% | 298 | 0.43% |
| Corning Glass | 245 | 0.34% | 200 | 0.29% |
| Nipro PharmaPackaging Americas Corp | 274 | 0.38% | 277 | 0.40% |
| Gerresheimer Glass | 174 | 0.24% | 300 | 0.43% |
| | 12,045 | 16.70% | 9,807 | 14.02% |

Source:

This information is for the County of Cumberland.

MAURICE RIVER TOWNSHIP 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 | 26.0 | 27 | 26 | 26.0 | 26.0 | 26.0 | 27.0 | 31.0 | 31.0 | 29.0 |
| Special Education | 7.0 | 6 | 5 | 5.0 | 5.0 | 7.0 | 8.0 | 7.0 | 6.0 | 4.0 |
| Other Special Education | | | | | | | | | | |
| Vocational | | | | | | | | | | |
| Other Instruction | 8.5 | 8.5 | 11.5 | 12.0 | 12.5 | 9.5 | 9.0 | 9.0 | 10.0 | 10.5 |
| Support Services: | | | | | | | | | | |
| Tuition | | | | | | | | | | |
| Student & Instruction Related Services | 5.2 | 5.7 | 6.1 | 6.1 | 6.1 | 6.2 | 6.2 | 5.9 | 7.0 | 7.0 |
| General Administrative Services | 1.4 | 1.1 | 1.1 | 1.1 | 1.08 | 1.07 | 1.07 | 1.07 | 1.08 | 1.20 |
| School Administrative Services | 0.8 | 1.8 | 1.5 | 1.7 | 1.72 | 1.73 | 1.73 | 1.73 | 1.73 | 1.85 |
| Business Administrative Services | 3.80 | 3.3 | 2.8 | 2.8 | 3.8 | 4.0 | 4.0 | 4.3 | 4.3 | 4.3 |
| Plant Operations and Maintenance | 5.1 | 4.6 | 4.6 | 5.0 | 5.0 | 4.0 | 5.0 | 5.0 | 5.0 | 5.0 |
| Pupil Transportation | 5.5 | 5 | 5 | 5.5 | 5.0 | 4.5 | 4.5 | 4.5 | 5.0 | 6.0 |
| Food Service | 2.4 | 2.4 | 2.9 | 3.0 | 3.5 | 3.5 | 3.0 | 4.0 | 4.0 | 4.0 |
| Total | <u>65.70</u> | <u>65.40</u> | <u>66.50</u> | <u>68.20</u> | <u>69.70</u> | <u>67.50</u> | <u>69.50</u> | <u>73.50</u> | <u>75.11</u> | <u>72.85</u> |

Source: District Personnel Records

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

| Fiscal Year | Enrollment | Operating Expenditures ^a | Cost Per Pupil | Percentage Change | Teaching Staff ^b | Pupil/Teacher Ratio Elementary | Average Daily Enrollment (ADE) ^c | Average Daily Attendance (ADA) ^c | % Change in Average Daily Enrollment | Student Attendance Percentage |
|-------------|------------|-------------------------------------|----------------|-------------------|-----------------------------|--------------------------------|---|---|--------------------------------------|-------------------------------|
| 2024 | 375 | \$ 12,430,887 | \$ 16,579 | -0.64% | 37.0 | 17 : 1 | 387.30 | 356.12 | -0.89% | 91.9% |
| 2023 | 390 | 11,685,415 | 16,686 | 17.71% | 41.0 | 15 : 1 | 390.78 | 345.50 | -2.31% | 88.4% |
| 2022 | 395 | 10,999,983 | 14,176 | -44.38% | 38.0 | 16 : 1 | 400.00 | 358.08 | -6.22% | 89.5% |
| 2021 | 393 | 10,017,036 | 25,489 | 14.09% | 35.0 | 16 : 1 | 401.59 | 375.02 | -3.03% | 93.4% |
| 2020 | 420 | 9,383,151 | 22,341 | -2.98% | 33.0 | 19 : 1 | 426.52 | 405.95 | 2.99% | 95.2% |
| 2019 | 408 | 9,395,014 | 23,027 | 2.29% | 33.0 | 19 : 1 | 414.14 | 387.33 | 1.28% | 93.5% |
| 2018 | 398 | 8,959,353 | 22,511 | 6.60% | 33.0 | 19 : 1 | 408.90 | 383.38 | -4.31% | 93.8% |
| 2017 | 415 | 8,763,693 | 21,117 | 1.12% | 33.0 | 20 : 1 | 427.30 | 398.10 | 4.37% | 93.2% |
| 2016 | 418 | 8,729,476 | 20,884 | 7.68% | 33.0 | 20 : 1 | 409.40 | 385.50 | -4.35% | 94.2% |
| 2015 | 424 | 8,223,364 | 19,395 | -5.82% | 33.0 | 20 : 1 | 428.00 | 397.00 | 1.18% | 92.8% |
| 2013 | 433 | 8,410,035 | 19,423 | -2.08% | 31.5 | 22 : 1 | 436.20 | 393.20 | 10.88% | 90.1% |

Sources: District records

Note: Enrollment based on annual October district count.

a Operating expenditures equal total expenditures less debt service and capital outlay; Schedule B-2

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).

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)

| | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u> | <u>2024</u> |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| <u>District Building</u> | | | | | | | | | | |
| <u>Elementary</u> | | | | | | | | | | |
| Maurice River Township Elementary | | | | | | | | | | |
| Square Feet | 62,114 | 62,114 | 62,114 | 62,114 | 62,114 | 62,114 | 62,114 | 62,114 | 62,114 | 62,114 |
| Capacity (students) | 688 | 688 | 688 | 688 | 688 | 688 | 688 | 688 | 688 | 688 |
| Enrollment | 424 | 418 | 415 | 398 | 398 | 420 | 393 | 395 | 390 | 375 |
| <u>Other</u> | | | | | | | | | | |
| Administration Building/Maintenance Building | | | | | | | | | | |
| Square Feet | 2,304 | 2,304 | 2,304 | 2,304 | 2,304 | 2,304 | 2,304 | 2,304 | 2,304 | 2,304 |
| Number of Schools at June 30, 2023 | | | | | | | | | | |
| Elementary = 1 | | | | | | | | | | |
| Other = 1 | | | | | | | | | | |

Source: District records, ASSA

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

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF REQUIRED MAINTENANCE EXPENDITURES BY SCHOOL FACILITIES
LAST TEN FISCAL YEARS
(UNAUDITED)

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

| <u>School Facilities</u> | <u>Gross Square Footage</u> | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|---|-------------------------------------|-------------------|-------------------|-------------------|------------------|-------------------|------------------|------------------|------------------|-------------------|------------------|
| Maurice River Township Elementary School | 62,114 | \$ 438,503 | \$ 117,382 | \$ 354,455 | \$ 96,299 | \$ 227,707 | \$ 24,879 | \$ 24,879 | \$ 37,135 | \$ 105,091 | \$ 29,656 |
| Total School Facilities | | 438,503 | 117,382 | 354,455 | 96,299 | 227,707 | 24,879 | 24,879 | 37,135 | 105,091 | 29,656 |
| Other Facilities | 2,304 | | | | | | | | | | |
| Grand Total | | <u>\$ 438,503</u> | <u>\$ 117,382</u> | <u>\$ 354,455</u> | <u>\$ 96,299</u> | <u>\$ 227,707</u> | <u>\$ 24,879</u> | <u>\$ 24,879</u> | <u>\$ 37,135</u> | <u>\$ 105,091</u> | <u>\$ 29,656</u> |

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2023
(UNAUDITED)

New Jersey School Boards Association Insurance Group

| | <u>Coverage</u> | <u>Deductible</u> |
|---|-----------------|--|
| Commercial Policy | | |
| Property - Blanket Building and Contents | \$ 16,610,547 | \$ 1,000 |
| Including Electronic Data Processing | | |
| Comprehensive General Liability | 6,000,000 | 1,000 |
| Boiler and Machinery | 10,000,000 | 25,000 |
| Comprehensive Automobile Liability | 6,000,000 | 1,000 |
| Comprehensive Crime Theft Coverage | 100,000 | 1,000/500 |
| Board of Education Legal Liability | 6,000,000 | 5,000 |
| Pollution Legal Liability - per event | 1,000,000 | 50,000 |
| Commercial Inland Marine | 250,000 | 1,000 |
| Hiscox Insurance Company, Inc | | |
| Cyber Liability Coverage | 1,000,000 | |
| Workers Compensation: | | |
| Each Accident | 3,000,000 | |
| Disease each employee | 3,000,000 | |
| Disease aggregate | 3,000,000 | |
| Federal Insurance Company | | |
| Workers Compensation Supplemental | 2,500 | Temp Total Disability Weekly Benefit Amount |
| Berkley Insurance Company | | |
| Compulsory Student Accident Coverage | 1,000,000 | |
| US Fire Insurance Company | | |
| Catastrophic Student Accident Coverage | 5,000,000 | 25,000 |
| Selective Insurance Company of America | | |
| Treasurer's Bond | 180,000 | |
| The Ohio Casualty Insurance Company | | |
| Business Administrator's Bond | 10,000 | |

Source: District Records

SINGLE AUDIT SECTION

NIGHTLINGER, COLAVITA & VOLPA

A Professional Association

Certified Public Accountants

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

The Honorable President and
Members of the Board of Education
Maurice River Township School District
County of Cumberland, New Jersey 08348

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, and each major fund of the Board of Education of the Maurice River Township School District, in the County of Cumberland, 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 Board of Education of the Maurice River Township School District's basic financial statements, and have issued our report thereon dated December 5, 2024.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Respectfully submitted,

NIGHTLINGER, COLAVITA & VOLPA, PA

A handwritten signature in black ink, appearing to read 'Raymond Colavita', is written over the printed name.

Raymond Colavita, CPA
Licensed Public School Accountant
No. 915
December 5, 2024

NIGHTLINGER, COLAVITA & VOLPA

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Certified Public Accountants

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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

The Honorable President and
Members of the Board of Education
Maurice River Township School District
County of Cumberland, New Jersey 08348

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited The Board of Education of the Maurice River Township School District, in the County of Cumberland, State of New Jersey's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement and the New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of The Board of Education of the Maurice River Township School District, in the County of Cumberland, State of New Jersey's major federal and state programs for the year ended June 30, 2024. The Board of Education of the Maurice River Township School District, in the County of Cumberland, State of New Jersey's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, The Board of Education of the Maurice River Township School District, in the County of Cumberland, State of New Jersey 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 as prescribed by the Office of School Finance, *Department of Education, State of New Jersey*, and New Jersey OMB 15-08. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to The Board of Education of the Maurice River Township School District, in the County of Cumberland, State of New Jersey's federal and state programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on The Board of Education of the Maurice River Township School District, in the County of Cumberland, State of New Jersey'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*, Uniform Guidance and New Jersey OMB 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about The Board of Education of the Maurice River Township School District, in the County of Cumberland, State of New Jersey's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, Uniform Guidance and New Jersey OMB 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 The Board of Education of the Maurice River Township School District, in the County of Cumberland, State of New Jersey's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of The Board of Education of the Maurice River Township School District, in the County of Cumberland, State of New Jersey'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 15-08, but not for the purpose of expressing an opinion on the effectiveness of The Board of Education of the Maurice River Township School District, in the County of Cumberland, State of New Jersey's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal or state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a 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 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 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.

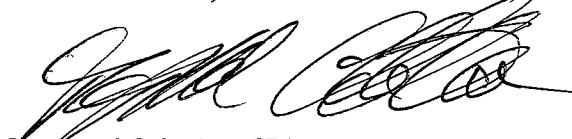
Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant 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 15-08. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,

NIGHTLINGER, COLAVITA & VOLPA, PA

A handwritten signature in black ink, appearing to read 'Raymond Colavita', is written over a horizontal line.

Raymond Colavita, CPA
Licensed Public School Accountant
No. 915
December 5, 2024

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SCHEDULE A)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| Federal Grantor/Pass-Through Grantor Program Title | Federal CFDA Number | Federal FAIN Number | Grant or State Project Number | Program or Award Amount | Grant Period From | Grant Period To | Balance at June 30, 2021: | | | Budgetary Expenditures | | Total | | Adjust- ment | Balance at June 30, 2024 | | |
|---|---------------------------|---------------------------|-------------------------------------|----------------------------------|----------------------|--------------------|---------------------------|---------------------|------------------|---------------------------|-------------------------------------|----------------------------------|--------------------------|-----------------|--------------------------|-------------------|--|
| | | | | | | | (Accounts Receivable) | Deferred Revenue | Cash Received | Pass Through Funds | Budgetary Expenditures Direct | Budgetary Expenditures (A) | (Accounts Receivable) | | Unearned Revenue | Due to Grantor | |
| | | | | | | | | | | | | | | | | | |
| U.S. Department of Agriculture | | | | | | | | | | | | | | | | | |
| Passed-through State Department of Agriculture: | | | | | | | | | | | | | | | | | |
| Enterprise Fund: | | | | | | | | | | | | | | | | | |
| Non-Cash Assistance: | | | | | | | | | | | | | | | | | |
| Food Distribution Program | 10.565 | 231NJ304N1099 | N/A | \$17,147 | 7/1/22 | 6/30/23 | | \$ 1,351 | | \$ (1,351) | | \$ (1,351) | | | | | |
| Food Distribution Program | 10.565 | 241NJ304N1099 | N/A | 17,392 | 7/1/23 | 6/30/24 | | | \$ 17,392 | (15,907) | | (15,907) | | | | \$ 1,485 | |
| Child Nutrition Cluster: | | | | | | | | | | | | | | | | | |
| Cash Assistance: | | | | | | | | | | | | | | | | | |
| School Breakfast Program | 10.553 | 231NJ304N1099 | N/A | 28,748 | 7/1/22 | 6/30/23 | \$ (5,491) | | 5,491 | | | | | | | | |
| School Breakfast Program | 10.553 | 241NJ304N1099 | N/A | 28,241 | 7/1/23 | 6/30/24 | | | 26,372 | (28,241) | | (28,241) | | | | \$ (1,869) | |
| National School Lunch Program | 10.555 | 231NJ304N1099 | N/A | 93,049 | 7/1/22 | 6/30/23 | (16,380) | | 16,380 | | | | | | | | |
| National School Lunch Program | 10.555 | 241NJ304N1099 | N/A | 87,705 | 7/1/23 | 6/30/24 | | | 81,315 | (87,705) | | (87,705) | | | | (6,390) | |
| Summer-EBT Administrative Cost | 10.646 | 202424N180341 | N/A | 322 | 7/1/23 | 6/30/24 | | | | (322) | | (322) | | | | (322) | |
| P-EBT Administrative Cost Reimb. | 10.649 | 2022225900941 | N/A | 653 | 7/1/22 | 6/30/23 | (653) | | 653 | | | | | | | | |
| Supply Chain Assistance Funding 4 | 10.555 | 231NJ344N8903 | N/A | 13,847 | 10/1/22 | 9/30/24 | | | 13,847 | (13,847) | | (13,847) | | | | | |
| Total U.S. Department of Agriculture | | | | | | | (22,524) | 1,351 | 161,450 | (147,373) | | (147,373) | | | (8,581) | 1,485 | |
| U.S. Department of Education | | | | | | | | | | | | | | | | | |
| Passed-through State Department of Education: | | | | | | | | | | | | | | | | | |
| Special Revenue Fund: | | | | | | | | | | | | | | | | | |
| E.S.E.A.: | | | | | | | | | | | | | | | | | |
| Title I, Part A | 84.010A | S010A220030 | ESEA - 3050-23 | 141,211 | 7/1/23 | 9/30/24 | | | 141,211 | (141,211) | | (141,211) | | | | | |
| Title II Part A | 84.367A | S367A220029 | ESEA - 3050-23 | 18,194 | 7/1/23 | 9/30/24 | | | 18,194 | (18,194) | | (18,194) | | | | | |
| Title IV, Part A | 84.424A | S424A240031 | ESEA - 3050-23 | 10,000 | 7/1/23 | 9/30/24 | | | 10,000 | (10,000) | | (10,000) | | | | | |
| IDEA Cluster: | | | | | | | | | | | | | | | | | |
| I.D.E.A. Part B, Basic Regular | 84.027A | H027A230100 | IDEA - 3050-23 | 123,061 | 7/1/22 | 9/30/23 | (90,447) | | 90,447 | | | | | | | | |
| I.D.E.A. Part B, Basic Regular | 84.027A | H027A240100 | IDEA - 3050-24 | 130,608 | 7/1/23 | 9/30/24 | | | 130,608 | (130,608) | | (130,608) | | | | | |
| I.D.E.A. Part B, Pre-School | 84.173 | H173A230114 | IDEAPS - 3050-23 | 3,961 | 7/1/22 | 9/30/23 | (2,912) | | 2,912 | | | | | | | | |
| I.D.E.A. Part B, Pre-School | 84.173 | H173A240114 | IDEAPS - 3050-24 | 3,962 | 7/1/23 | 9/30/24 | | | 3,962 | (3,962) | | (3,962) | | | | | |
| Education Stabilization Fund: | | | | | | | | | | | | | | | | | |
| CRRSA: | | | | | | | | | | | | | | | | | |
| ESSER II | 84.425D | S425D230027 | CRRSA-3050-23 | 347,597 | 3/13/20 | 9/30/23 | | | 4,981 | (4,981) | | (4,981) | | | | | |
| Mental Health | 84.425D | S425D230027 | CRRSA-3050-23 | 45,000 | 3/13/20 | 9/30/23 | | 731 | | | | | (731) | | | - | |
| ARP: | | | | | | | | | | | | | | | | | |
| ESSER III | 84.425U | S425U240027 | ARP-3050-24 | 781,202 | 3/13/20 | 9/30/24 | (3,923) | | 76,369 | (72,446) | | (72,446) | | | | | |
| Learning Instruction | 84.425U | S425U240027 | ARP-3050-24 | 50,000 | 3/13/20 | 9/30/24 | (16,000) | | 8,961 | (961) | | (961) | 8,000 | | | | |
| Summer Learning | 84.425U | S425U240027 | ARP-3050-24 | 40,000 | 3/13/20 | 9/30/24 | | | 2,239 | (2,239) | | (2,239) | | | | | |
| Beyond the School Day | 84.425U | S425U240027 | ARP-3050-24 | 40,000 | 3/13/20 | 9/30/24 | (19,298) | | 29,357 | (10,059) | | (10,059) | | | | | |
| NJTSS Mental Health Support | 84.425U | S425U240027 | ARP-3050-24 | 45,000 | 3/13/20 | 9/30/24 | (4,104) | | 5,009 | (905) | | (905) | | | | | |
| Small Rural Achievement Program | 84.358A | S358A194321 | REAP - 3050-21 | 32,679 | 7/1/22 | 9/30/23 | | | 37,337 | (37,337) | | (37,337) | | | | | |
| High Impact Tutoring Competitive | 84.425V | N/A | E2400289 | 38,000 | 10/11/23 | 8/31/24 | | | 9,086 | (10,024) | | (10,024) | | | (938) | | |
| Total U.S. Department of Education | | | | | | | (136,684) | 731 | 570,673 | (442,927) | | (442,927) | 7,269 | (938) | | | |
| Total Federal Financial Awards | | | | | | | \$ (159,208) | \$ 2,082 | \$ 732,123 | \$ (590,300) | | \$ (590,300) | \$ 7,269 | \$ (9,519) | \$ 1,485 | | |

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE (SCHEDULE B)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

| State Grantor/Program Title | Grant or State Project Number | Program or Award Amount | Grant Period | | Balance at June 30, 2023 | | | | | Balance at June 30, 2024 | | | MEMO | | | |
|--|-------------------------------|-------------------------|--------------|---------|--------------------------|------------------|----------------|-------------|---------------|--------------------------|-----------------------|------------------|----------------|----------------------|-------------------------------|--|
| | | | From | To | (Accounts Receivable) | Unearned Revenue | Due to Grantor | Carry Over | Cash Received | Budgetary Expenditures | (Accounts Receivable) | Unearned Revenue | Due to Grantor | Budgetary Receivable | Cumulative Total Expenditures | |
| State Department of Education | | | | | | | | | | | | | | | | |
| General Fund: | | | | | | | | | | | | | | | | |
| Equalization Aid | 23-495-034-5120-078 | \$ 3,849,474 | 7/1/22 | 6/30/23 | \$ (355,079) | | | | \$ 355,079 | | | | | | | |
| Equalization Aid | 24-495-034-5120-078 | 4,538,428 | 7/1/23 | 6/30/24 | | | | | 4,142,295 | \$ (4,538,428) | \$ (396,133) | | * | \$ (396,133) | \$ (4,538,428) | |
| Security Aid | 23-495-034-5120-084 | 123,438 | 7/1/22 | 6/30/23 | (11,386) | | | | 11,386 | | | | | | | |
| Security Aid | 24-495-034-5120-084 | 123,438 | 7/1/23 | 6/30/24 | | | | | 110,736 | (123,438) | (12,702) | | * | (12,702) | (123,438) | |
| Special Education Categorical Aid | 23-495-034-5120-089 | 332,611 | 7/1/22 | 6/30/23 | (30,680) | | | | 30,680 | | | | | | | |
| Special Education Categorical Aid | 24-495-034-5120-089 | 332,611 | 7/1/23 | 6/30/24 | | | | | 298,383 | (332,611) | (34,228) | | * | (34,228) | (332,611) | |
| Transportation Aid | 23-495-034-5120-014 | 345,391 | 7/1/22 | 6/30/23 | (31,859) | | | | 31,859 | | | | | | | |
| Transportation Aid | 24-495-034-5120-014 | 345,391 | 7/1/23 | 6/30/24 | | | | | 309,848 | (345,391) | (35,543) | | * | (35,543) | (345,391) | |
| School Choice | 23-495-034-5120-068 | 466,578 | 7/1/22 | 6/30/23 | (43,037) | | | | 43,037 | | | | | | | |
| School Choice | 24-495-034-5120-068 | 471,807 | 7/1/23 | 6/30/24 | | | | | 423,793 | (471,807) | (48,014) | | * | (48,014) | (471,807) | |
| Extraordinary Aid | 23-495-034-5120-044 | 48,551 | 7/1/22 | 6/30/23 | (48,551) | | | | 48,551 | | | | | | | |
| Extraordinary Aid | 24-495-034-5120-044 | 71,735 | 7/1/23 | 6/30/24 | | | | | | (71,735) | (71,735) | | * | | (71,735) | |
| Maintenance of Equity Aid | 23-495-034-5120-128 | 116,632 | 7/1/22 | 6/30/23 | (116,632) | | | | 116,632 | | | | | | | |
| Non-Public Transportation Aid | 23-495-034-5120-014 | 3,744 | 7/1/22 | 6/30/23 | (3,744) | | | | 3,744 | | | | | | | |
| Non-Public Transportation Aid | 24-495-034-5120-014 | 5,005 | 7/1/23 | 6/30/24 | | | | | | (5,005) | (5,005) | | * | | (5,005) | |
| Reimbursed TPAF SS Contribution | 23-495-034-5094-003 | 227,141 | 7/1/22 | 6/30/23 | (21,230) | | | | 21,230 | | | | | | | |
| Reimbursed TPAF SS Contribution | 24-495-034-5094-003 | 222,139 | 7/1/23 | 6/30/24 | | | | | 200,481 | (222,139) | (21,658) | | * | | (222,139) | |
| On-Behalf TPAF Pension Contribution | 24-495-034-5094-002 | 1,016,666 | 7/1/23 | 6/30/24 | | | | | 1,016,666 | (1,016,666) | | | * | | (1,016,666) | |
| On-Behalf TPAF Post Retirement Medical | 24-495-034-5094-001 | 276,699 | 7/1/23 | 6/30/24 | | | | | 276,699 | (276,699) | | | * | | (276,699) | |
| On-Behalf TPAF LTDI (Non-budgeted) | 24-495-034-5094-004 | 500 | 7/1/23 | 6/30/24 | | | | | 500 | (500) | | | * | | (500) | |
| Total General Fund | | | | | (662,198) | | | | 7,441,599 | (7,404,419) | (625,018) | | | (526,620) | (7,404,419) | |
| Special Revenue Fund: | | | | | | | | | | | | | | | | |
| Preschool Education Aid | 23-495-034-5120-086 | 796,080 | 7/1/22 | 6/30/23 | (79,608) | \$ 10,184 | | \$ (10,184) | 79,608 | | | | | | | |
| Preschool Education Aid | 24-495-034-5120-086 | 842,700 | 7/1/23 | 6/30/24 | | | | 10,184 | 761,239 | (842,700) | (81,461) | \$ 10,184 | * | (81,461) | (842,700) | |
| Total Special Revenue Fund | | | | | (79,608) | 10,184 | | | 840,847 | (842,700) | (81,461) | 10,184 | | (81,461) | (842,700) | |
| Debt Service Fund: | | | | | | | | | | | | | | | | |
| Debt Service Aid Type II | 24-495-034-5120-017 | | 7/1/23 | 6/30/24 | | | | | | | | | * | | | |
| Total Debt Service Fund | | | | | | | | | | | | | | | | |
| State Department of Agriculture | | | | | | | | | | | | | | | | |
| Enterprise Fund: | | | | | | | | | | | | | | | | |
| State School Breakfast Program | 23-100-010-3350-023 | 571 | 7/1/22 | 6/30/23 | (105) | | | | 105 | | | | | | | |
| State School Breakfast Program | 24-100-010-3350-024 | 372 | 7/1/23 | 6/30/24 | | | | | 346 | (372) | (26) | | * | | (372) | |
| State School Lunch Program | 23-100-010-3350-023 | 3,485 | 7/1/22 | 6/30/23 | (623) | | | | 623 | | | | | | | |
| State School Lunch Program | 24-100-010-3350-023 | 3,250 | 7/1/23 | 6/30/24 | | | | | 2,998 | (3,250) | (252) | | * | | (3,250) | |
| Summer-EBT Administrative Cost | N/A | 321 | 7/1/23 | 6/30/24 | | | | | | (321) | (321) | | * | | (321) | |
| Total Enterprise Fund | | | | | (728) | | | | 4,072 | (3,943) | (599) | | | | (3,943) | |
| Total State Financial Assistance | | | | | (\$742,534) | \$10,184 | | | \$8,286,518 | (\$8,251,062) | (\$707,078) | \$10,184 | | (\$608,081) | (\$8,251,062) | |
| Less: On-Behalf TPAF Pension System Contributions | | | | | | | | | | | | | | | | |
| On-Behalf TPAF Pension Contribution | 24-495-034-5094-002 | 1,016,666 | 7/1/23 | 6/30/24 | | | | | \$ 1,016,666 | \$ (1,016,666) | | | | | | |
| On-Behalf TPAF Post Retirement Medical | 24-495-034-5094-001 | 276,699 | 7/1/23 | 6/30/24 | | | | | 276,699 | (276,699) | | | | | | |
| On-Behalf TPAF LTDI (Non-budgeted) | 24-495-034-5094-004 | 500 | 7/1/23 | 6/30/24 | | | | | 500 | (500) | | | | | | |
| Total State Financial Assistance - Major Program Determination | | | | | | | | | \$ 6,992,653 | \$ (6,957,197) | | | | | | |

See accompanying notes to schedules of financial assistance

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS
AND FINANCIAL ASSISTANCE
JUNE 30, 2024

NOTE 1: GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Board of Education, Township of Maurice River School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedules of expenditures of federal awards and state financial assistance.

NOTE 2: BASIS OF ACCOUNTING

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 2 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of 2 CFR 200- *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey OMB 15-08. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10-percent de minimis indirect cost rate allowed under Uniform Guidance.

NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the 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:22-44.2.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$54,579) for the general fund and \$60,912 for the special revenue fund. See Note 2 [the Notes to Required Supplementary Information] for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented on the following page:

TOWNSHIP OF MAURICE RIVER SCHOOL DISTRICT
NOTES FOR SCHEDULES OF AWARDS
AND FINANCIAL ASSISTANCE
JUNE 30, 2024
(Continued)

NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONT'D)

| | <u>Federal</u> | <u>State</u> | <u>Total</u> |
|-------------------------------------|-------------------|---------------------|---------------------|
| General Fund | \$ | \$ 7,349,840 | \$ 7,349,840 |
| Special Revenue Fund | 461,528 | 884,871 | 1,346,399 |
| Food Service Fund | <u>147,373</u> | <u>3,943</u> | <u>151,316</u> |
| Total Awards & Financial Assistance | \$ <u>608,901</u> | \$ <u>8,238,654</u> | \$ <u>8,847,555</u> |

NOTE 4: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5: FEDERAL AND STATE LOANS OUTSTANDING

The Township of Maurice River School District had no loan balances outstanding at June 30, 2024.

NOTE 6: OTHER

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

NOTE 7: SCHOOL-WIDE PROGRAM FUNDS

As the District's Federal Programs are on a targeted student group basis, there are no schoolwide programs in the District.

NOTE 8: ADJUSTMENTS

There were two adjustments totaling \$7,269 on the Schedule of Expenditures of Federal Awards, K-3. There were no adjustments required to be shown in the "Adjustments" column on Schedule B.

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

1) Material weakness (es) identified? _____ yes X no
2) Significant deficiencies identified? _____ yes X none
reported

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

Federal Awards N/A

Internal control over major programs:

1) Material weakness (es) identified? _____ yes _____ no
2) Significant deficiencies identified? _____ yes _____ reported

Type of auditor's report issued on compliance for
major programs: N/A

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

Identification of major programs:

| CFDA Number(s) | FAIN Number(s) | Name of Federal Program or Cluster |
|----------------|----------------|---------------------------------------|
| N/A | | |

Dollar threshold used to distinguish between type A and type B programs: N/A

Auditee qualified as low-risk auditee? _____ yes _____ no

| GMIS Number(s) | Name of State Program |
|---------------------|-----------------------------------|
| 24-495-034-5120-078 | Equalization Aid |
| 24-495-034-5120-089 | Special Education Categorical Aid |
| 24-495-034-5120-084 | Security Aid |
| 24-495-034-5120-068 | School Choice Aid |
| 24-495-034-5120-014 | Transportation Aid |

**MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(continued)**

Section II - Financial Statement Findings

This section identifies the significant deficiencies, material weakness, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements, and abuse related to the financial statements for which Government Auditing Standards requires reporting and with audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey that requires reporting in the Uniform Guidance, New Jersey OMB Treasury Circular 15-08 audit.

Finding: N/A

Criteria or specific requirement:

Condition:

Context:

Effect:

Cause:

Recommendation:

Views of responsible officials and planned corrective actions:

MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(continued)

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

This section identifies audit findings required to be reported by 2 CFR 200 section .516 of the *Uniform Administrative Requirements, Cost principles, and Audit Requirements for Federal Awards* and NJOMB Circular Letter 15-08, as applicable.

FEDERAL AWARDS

Finding: None

Information on the federal program:

Criteria or specific requirement:

Condition:

Questioned Costs:

Context:

Effect:

Cause:

Recommendation:

Views of responsible officials and planned corrective actions:

STATE AWARDS

Finding: None

Information on the state program:

Criteria or specific requirement:

Condition:

Questioned Costs:

Context:

Effect:

Cause:

Recommendation:

Management's response:

**MAURICE RIVER TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

This section identifies the status of prior - year findings related to the basic financial statements and Federal and State awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, US OMB *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* section .511(a) (b) and New Jersey OMB's Treasury Circular 15-08, as applicable.

STATUS OF PRIOR - YEAR FINDINGS

None