

**SCHOOL DISTRICT  
OF THE  
BOROUGH OF NORTH PLAINFIELD**

**North Plainfield Board of Education  
North Plainfield, New Jersey**

**Annual Comprehensive Financial Report  
For the Fiscal Year Ended June 30, 2024**

# **Annual Comprehensive Financial Report**

**of the**

**NORTH PLAINFIELD BOROUGH  
SCHOOL DISTRICT**

**North Plainfield, New Jersey**

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

**Prepared by**

**North Plainfield Board of Education  
Finance Department**

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INTRODUCTORY SECTION  
(UNAUDITED)

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October 22, 2024

The Honorable President and Members of  
the Board of Education,  
North Plainfield Borough School District  
County of Somerset, New Jersey

Dear Board Members:

The annual comprehensive financial report of the North Plainfield Borough School District (the "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 (the "Board"). 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 basic financial statements 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 Independent Auditors' Report, the management's discussion and analysis, the basic financial statements and notes providing an overview of the District's financial position and operating results, and supplementary schedules providing detailed budgetary information. The statistical section includes selected economic and demographic information, financial trends and the fiscal capacity of the District, 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 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards*; and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditors' reports on the internal control and compliance with applicable laws, regulations, contracts and grants along with findings and questioned costs, is included in the single audit section of this report.

Generally Accepted Accounting Principles require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). The transmittal letter is designed to be read in conjunction with the MD&A. The MD&A section provides an overview of factors that impact the District's financial position.

1) REPORTING ENTITY AND ITS SERVICES: The North Plainfield Borough School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board ("GASB") in codification section 2100. All funds of the District are included in this report. The North Plainfield Borough School District and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 12. These include regular as well as special education for classified youngsters with special needs.

## 2) ENROLLMENT:

The District completed the 2023-2024 fiscal year with an enrollment of 3,497 students, which is no change in students from the previous year's enrollment.

## 3) ECONOMIC CONDITION AND OUTLOOK:

This year saw a slight uptick in economic development. Several new business and redevelopment projects have begun or are open generating additional activity. North Plainfield Borough saw the Borough's total valuation with a slight decrease thereby leaving the tax rate slightly lower. The average house prices increased slightly for the 2023-2024 school year.

## 4) MAJOR INITIATIVES:

The district maintains a balance of initiatives which are designed to enhance the educational program, increase community involvement in the schools, preserve the facilities, and promote staff development for all employees. The strategic plan was implemented for the 2023-2026 years.

### Educational Program

During the 2023-24 school year, the Board of Education affirmed the following mission statement:

*The North Plainfield School District is committed to developing and maintaining a world class learning environment by providing a relevant, integrated, and progressive curriculum that will foster continued intellectual, physical, social, and emotional growth in all students in order to prepare them to succeed in our dynamic, diverse, and technological society while also developing in them an appreciation for the humanistic and aesthetic aspects of life.*

During the 2023-24 school year, the Board of Education reaffirmed the following vision statement:

*We strive to meet our students where they are, and grow them to be successful as people when they leave our doors.*

### Curriculum

In its continued commitment to offering quality, innovative, and comprehensive educational programs to all of its students, the district continued to expand, update, and revise all of its curriculum so that it aligns with the NJ Student Learning Standards (NJSLA). Supervisors and staff have made curriculum a living document throughout the year in order to provide a curriculum that is viable and teachable. It is updated on a regular basis.

Our district continues to work with literacy consultants to support teachers in implementing best practices balanced literacy. This year we implemented a K-2 pilot investigation for literacy and are in our second year of instructional coaching for K-4.

Our district has worked with professionals in the area of SEL to provide professional development opportunities for our staff. In addition, we continue to work closely with Rutgers University, who has provided us with an on-site social worker that supports the needs of our students.

Our district is creating enrichment and support opportunities that will allow students to expand their interests in various areas. Our district is engaged in furthering the advancement of its students along career pathways and college preparation through increased involvement in Structured Learning Experiences (SLE), as well as expanding offerings through Career and Technical Education (CTE) programs. SLE is a proven strategy for engaging students, effectively connecting them to college and careers, increasing high school graduation rates and improving labor market outcomes for high school graduates. There is a multi-year Advanced Placement (AP) strategic plan that involves middle and high school in order to continue the work of college and career preparedness.

Our district currently has a dual language program from Pre-K - 6th grade with plans of expanding into 7th grade. Our bilingual program also continues to broaden in grades 5-8. In regards to progress monitoring, we have provided ongoing professional development in understanding how to utilize data to drive instruction through the LinkIt platform and IReady.

Using data to drive curriculum is critical in making instructional decisions and the administration and staff members are actively engaging in this process. Various meetings have offered opportunities to extend our staff's understanding of IReady, where they are "unpacking standards" and determining from unit assessments the skills that students need additional support in. Data teams lead NJTSS implementation.

To coincide with the mission and vision statement, the Board of Education subsequently reaffirmed its district goals and the following action steps:



## STUDENT EXPERIENCE

1

To create an experience that allows for the full exploration of interests, life opportunities, and careers while prioritizing well-being

### OBJECTIVE 1

Increase student opportunities to be academically and socially involved



### OBJECTIVE 2

Seek community partners to expand civic/community involvement for students



### OBJECTIVE 3

Increase opportunities to elevate readiness for college and career upon graduation



### ACTION STEPS

- Research and review honors/AP criteria
- Plan and propose an updated middle and high school schedule
- Explore promoting and increasing extracurricular opportunities for students
- Create a process for "student voice" that allows them to share their experience of content and resources before curriculum rewrites

### ACTION STEPS

- Host tour/information sessions for local businesses and agencies to seek ways to support our curriculum and extracurricular activities
- Research 5-8 schools engaging in community service and high schools with a civic/community requirement for graduation
- Organize and host a community Health Fair

### ACTION STEPS

- Schedule 3 college campus tours for high school students
- Research and propose a K-12 counseling/career/college curriculum

## FACILITIES & SAFETY

2

To create innovative, safe and expanded learning environments in a fiscally prudent manner

### OBJECTIVE 1

Plan and implement a zero tax impact referendum in 2025-26



### OBJECTIVE 2

Improved safety and security protocols at all schools



### OBJECTIVE 3

Explore and apply for alternative funding sources to sustain district growth



### ACTION STEPS

- Create a timeline for the referendum
- Prioritize 2023-24 capital projects, as well as possible long-term capital projects

### ACTION STEPS

- Implement threat assessment teams in each school
- Install additional cameras, crosswalks, and strobes
- **Hire an additional Class III officer**
- Run consistent safety and security exercises at each school.

### ACTION STEPS

- Apply for applicable grant opportunities by leveraging the expertise of staff and grant writers to identify grants and to maximize the district's chances of securing external funding.
- Investigate partnerships with local businesses, nonprofits, and community organizations that could provide financial support, resources, or in-kind contributions to the district.
- Develop a communication plan to inform the district community about the progress, successes, and impact of alternative funding initiatives.



### SCHOOL CLIMATE & CULTURE

Strengthen a climate of respect and inclusion so that all have a sense of belonging

3

#### OBJECTIVE 1

Enhance district and school presence in our local and educational community

#### ACTION STEPS

- Establish, present, and implement a district communications plan
- Support our staff in conducting presentations regarding NPSD practices at state and national professional conferences

#### OBJECTIVE 2

Foster a culture of diversity and inclusion

#### ACTION STEPS

- Celebrate heritage and cultural events
  - Visuals in each school to establish NP as cultural spaces
  - Use PD days and school meeting times to provide training and resources, to teachers and students, that examine implicit and explicit bias while highlighting cultural commonalities
- Partner with community groups and local institutions that can provide opportunities for cross-cultural collaboration and join NJCEE (NJ Consortia for Excellence and Equity)
- Begin equity curriculum audit

#### OBJECTIVE 3

Implementing Restorative practices to promote an inclusive mindset

#### ACTION STEPS

- Code of Conduct review and revision of school rubrics
- Administer NJSCI School Climate Improvement Survey
- Explore foundational district wide restorative practices professional learning (foundational knowledge and Tier 1 practices)



### TEACHER RECRUITMENT & DEVELOPMENT

Improve student outcomes by strengthening our professional learning practices and staff recruitment/retainment through a data-informed mindset

4

#### OBJECTIVE 1

Hire a more diversified workforce so that students are educated by professionals with relatable life experiences

#### ACTION STEPS

- Expand high school course/club offerings to support career interest in education
- Maintain and expand partnerships with colleges and universities
- Participate in at least 7 job fairs for educators and investigate recruitment opportunities outside NJ

#### OBJECTIVE 2

Ensure all staff are supported to implement a vision for high expectations and high quality instruction

#### ACTION STEPS

- Align curriculum expectations through instructional pacing and common assessments.
- Each school implements a voluntary peer classroom visitation process via ScIP
- Use student performance data to drive instructional practices and student growth in each school/department.

#### OBJECTIVE 3

Differentiated professional learning experiences based on each staff member's individual needs

#### ACTION STEPS

- Hosting choice professional learning sessions throughout the school year
- Exploring out of district professional learning experiences that are aligned to district goals in order to turnkey to staff
- Increasing awareness and engagement in district professional learning opportunities

### **Community Involvement**

During the 2023-2024 school year, community involvement was specifically solicited and focused in various areas that require stakeholder input and participation:

- North Plainfield Public Library Board - serves to foster an active partnership dedicated to literacy and other areas, including robotics.
- Community Forum - a monthly meeting of municipal, school, service organization and clergy centered on meeting the needs of the community.
- Municipal Alliance- community stakeholders inclusive of the schools, that place and enact activities designed to prevent substance abuse.
- Fall Festival Planning Committee - more than 30 individuals from the school district, borough offices, business leaders, parents and residents representing community stakeholder groups.
- The District conducted a Strategic Planning Committee for the upcoming years. Approximately 25 community members joined the sessions to discuss the strategic planning for the District.
- Early Childhood Advisory Council (ECAC) this committee supports the work of the District's full day preschool program focusing on the preschool to third grade continuum.
- Somerset County Business Partnership- the SCBP actively participates and interacts with the area employers to support the work of the student mentorship program.
- North Plainfield Education Foundation has brought together a supportive committee for the community. The Foundation focuses on fundraising for benefits to the school, students, staff and programs.

### **Parental Involvement**

During the 2023-2024 school year, in addition to many special events, parental involvement is a key part of two critical committees.

- K-12 Bilingual Advisory Committee provides ideas and feedback to assist the district in meeting the needs of students who are designated as English Language Learners
- Dual Language Parent Advisory Committee composed of parents of students in the district's dual language immersion program providing information to support in order that parents may partner with school in this important initiative.
- PTA Presidents meet quarterly with the Superintendent and Assistant Superintendent and monthly with building principals.
- Additionally, each school has an active PTO and/or PTA. Special Education also supports an active parent advisory council (SEPAG) that provides informational programs for parents of students with individual education plans. Information Sessions were conducted virtually to increase participation, as well as Board meetings.



### Food Services Program

The District maintains an extensive district wide food service program in compliance with all state and federal regulations and requirements. The District was no longer able to offer free meals to all students but did continue the State and National School Breakfast and Lunch Programs. These programs provide both breakfast and lunch to over 80% of our students daily and are an integral part of the educational environment. With reimbursements from both Federal and State, along with paid meals, this program is self-sufficient and has in certain years generated operating income. To actively work to increase participation, the district provides additional opportunities for students not to miss out on breakfast by providing a "Breakfast After The Bell" program, to ensure all students start their day with a meal. Additionally, all our prekindergarten students receive breakfast and lunch both in the district and at our provider services locations. The District also offers the Fresh Fruit and Vegetables program at Stony Brook.

### Facilities

The District continues to ensure its commitment to a safe and secure educational environment that promotes learning, the details of which are presented in the Long-Range Facilities Plan submitted to the State for approval. We have updated the District's infrastructure such as a full district ventilation system. The District Capital Improvement plans include new Heating Ventilation and Air conditioning through State Aid and ESSER funding. Additionally, the District was approved for ROD Grants for Roofing and HVAC Improvements. The District also was approved for the East End Preschool Expansion grants and has applied for West End School as well.

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

As a recipient of federal and state awards, the District is also responsible for ensuring that an adequate internal control system is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control system is also subject to periodic evaluation by the District's management.

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

6) ACCOUNTING SYSTEM AND BUDGETARY CONTROLS: The District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board ("GASB") in codification section 2100. All funds of the District are included in this report.

The District's accounting records include an expanded minimum chart of accounts using dimensions to define area and location. Board approval for most budgetary transfers is required at the state minimum level, which is the dimension object within the program. Additional approval from the New Jersey State Department of Education is required in the case of any transfer to capital outlay from current expense except for equipment, transfers from unassigned fund balance at certain times during the year, and all transfers from line-item accounts that, on a cumulative basis, exceed 10% of the advertised appropriation as established by the New Jersey Department of Education, Office of School Finance.

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

The District's accounting records reflect generally accepted accounting principles as promulgated by the GASB. The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic Financial Statements", Note 1.

The District's budget is developed annually by the administration with input from all stakeholders in the District. Once compiled, it is presented to the District's Board of Education and the New Jersey Department of Education's Executive County Superintendent of Schools in March of each year. It is then advertised for public input and a budget hearing is scheduled. Public comment at the hearing may result in modifications. The final budget must be posted to the District's website forty-eight hours after the public hearing.

In addition to internal accounting controls, the District maintains budgetary controls. The objective of the controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by a vote of the Board of Education. Annual appropriated budgets are adopted for the general fund, special revenue fund and 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 of the report.

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

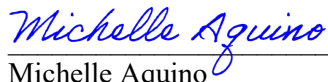
8) RISK MANAGEMENT: The Board carries various forms of insurance, including, but not limited to, general liability, excess liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. Health benefits are provided to District employees through the State Health Benefits Plan. The District's insurance coverage is detailed on Exhibit J-20, Insurance Schedule, contained in the statistical section of the ACFR.

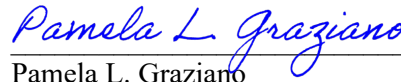
Honorable President and Members of  
the Board of Education  
North Plainfield Borough School District  
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9) OTHER INFORMATION: Independent Audit - State statutes require an annual audit by independent certified public accountants. The accounting firm of Nisivoccia LLP was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the 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's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditors' report on the basic financial statements and specific required supplementary information is included in the financial section of this report. The auditors' reports related specifically to the single audit are included in the single audit section of this report.

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

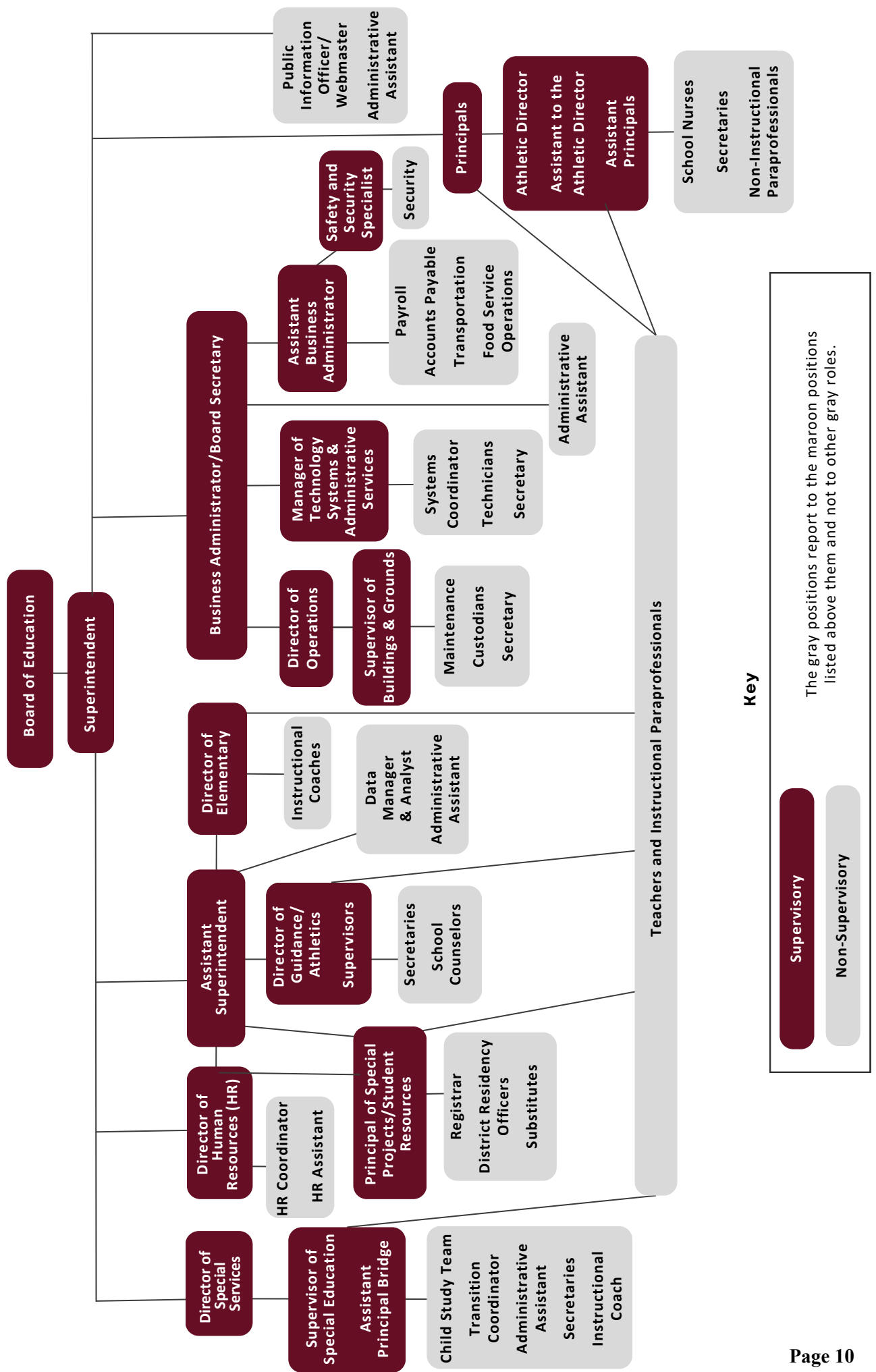
Respectfully submitted,

  
\_\_\_\_\_  
Michelle Aquino  
Superintendent

  
\_\_\_\_\_  
Pamela L. Graziano  
Business Administrator/Board Secretary



# NORTH PLAINFIELD SCHOOL DISTRICT



**NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
ROSTER OF OFFICIALS  
JUNE 30, 2024**

<u>Members of the Board of Education</u>		<u>Term Expires</u>
Mark Kruszczyński, President		2025
Amnet Ramos-Hernandez, Vice President		2026
Carlie Dougherty		2024
Isela Lopez		2024
Reginald McRae		2024
Thomas Jones Jr.		2025
Willie Vick Jr.		2026

<u>Other Officials</u>	<u>Title</u>
Michelle Aquino	Superintendent of Schools
Pamela Graziano	Board Secretary/School Business Administrator
Eileen Rogalski	Treasurer of School Monies

**NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
CONSULTANTS AND ADVISORS**

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Mount Arlington, NJ 07856

**Architect**

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Rockaway, NJ 07866

**Financial Advisors**

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**Official Depository**

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Green Brook Township, NJ 08812

FINANCIAL SECTION

## Independent Auditors' Report

The Honorable President and Members  
of the Board of Education  
North Plainfield Borough School District  
County of Somerset, New Jersey

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

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the North Plainfield Borough School District (the "District"), in the County of Somerset, as of and for the fiscal year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

#### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office") and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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 District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.



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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office 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 GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office, 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 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 the 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, which follows this report, the pension and post-retirement schedules in Exhibits L-1 through L-5 and the related notes, and the budgetary comparison information in Exhibits C-1 through C-3 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, are 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 District's basic financial statements. The accompanying supplementary information schedules and the schedules of expenditures of federal and state awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. 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 accompanying supplementary information schedules and the schedules of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

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

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

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 22, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.

Mount Arlington, New Jersey  
October 22, 2024

*Nisivoccia, LLP*  
NISIVOCCIA LLP

*Kathryn L. Mantell*  
\_\_\_\_\_  
Kathryn L. Mantell  
Licensed Public School Accountant #884  
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS

**NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

This section of the North Plainfield Borough School District's ("The District") annual financial report presents its discussion and analysis of the District's financial performance during the fiscal year ending June 30, 2024. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

**Overview of the Financial Statements**

This annual report consists of three parts: management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are *District-wide financial statements* that provide both *short-term* and *long-term* information about the District's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District's operations in *more* detail than the District-wide statements.
- The *governmental funds statements* tell how basic services such as regular and special education were financed in the short-term as well as what remains for future spending.
- *Proprietary funds* statements offer *short- and long-term* financial information about the activities the District operates like a business, such as food service.
- The *Notes to the Basic Financial Statements* provide additional information to full understanding of *District-wide* and *fund financial statements*.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the District's budget for the year. Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

**Figure A-1**

**Organization of the North Plainfield Borough School District's Financial Report**

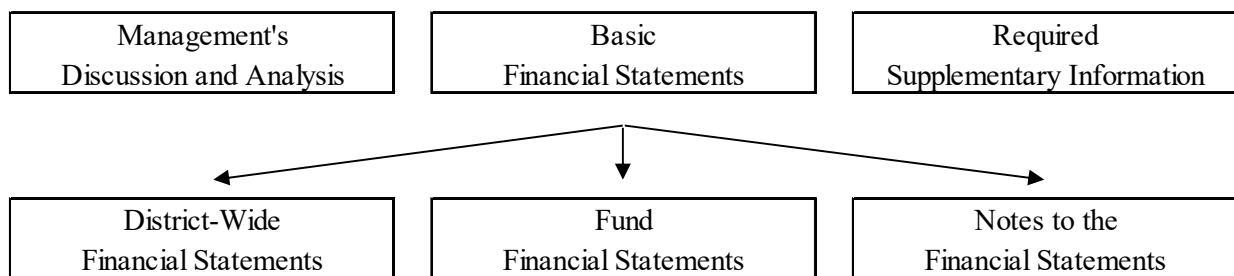


Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents of each of the statements.

**NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**Figure A-2**

**Major Features of the District-Wide and Fund Financial Statements**

	District-Wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire District	The activities of the District that are not proprietary, such as special education and building maintenance	Activities the District operates similar to private business: food services
Required Financial Statements	<ul style="list-style-type: none"> <li>• Statement of Net Position</li> <li>• Statement of Activities</li> </ul>	<ul style="list-style-type: none"> <li>• Balance sheet</li> <li>• Statement of revenue, expenditures, and changes in fund balances</li> </ul>	<ul style="list-style-type: none"> <li>• Statement of net position</li> <li>• Statement of revenue, expenses, and changes in net position</li> <li>• Statement of cash flows</li> </ul>
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of Asset/Liability Information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter: no capital assets, lease assets, liabilities are included	All assets and liabilities, both financial and capital, short-term and long-term
Type of Inflow/Outflow Information	All revenue and expenses during the year, regardless of when cash is received or paid	Revenue for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenue and expenses during the year, regardless of when cash is received or paid

**NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**District-wide Statements**

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

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

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

In the District-wide financial statements, the District's activities are divided into two categories:

- *Governmental activities:* Most of the District's basic services are included here, such as regular and special education, transportation and administration. Property taxes and state formula aid finance most of these activities.
- *Business-type activities:* The District charges fees to help it cover the costs of certain services it provides. The District's food service program is included here.

**Fund Financial Statements**

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

- Some funds are required by state law and by bond covenants.
- The District establishes other funds to control and manage money for particular purposes (such as repaying its long-term liabilities) or to show that it is properly using certain revenue (such as federal grants).

The District has two kinds of funds:

- *Governmental funds:* Most of the District's basic services are included in governmental funds, which generally focus on {1} how cash and other financial assets that can readily be converted to cash flow in and out, and {2} the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the District-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or difference) between them.

**NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

- *Proprietary funds:* Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the District-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. The District uses *internal service funds* (the other kind of proprietary fund) to report activities that provide supplies and services for its other programs and activities. The District currently does not maintain any internal service funds.

*Notes to the Basic Financial Statements:* The notes provide basic information that is essential to a full understanding of the data provided in the District-wide and Fund financial statements. Those notes to the basic financial statements can be found immediately following the Fund financial statements.

**Financial Analysis of the District as a Whole**

*Net Position.* The District's combined net position increased by \$13,869,203, or 27.05%. Net position from governmental activities increased \$13,734,546 while net position from business-type activities increased \$134,657. Net investment in capital assets increased \$5,629,896, restricted net position increased by \$7,055,727, and unrestricted net position increased \$1,183,580.

**Figure A-3  
Condensed Statement of Net Position**

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024
Current and							
Other Assets	\$ 24,235,699	\$ 15,457,773	\$ 1,474,819	\$ 1,238,792	\$ 25,710,518	\$ 16,696,565	
Capital Assets, Net	56,344,644	51,661,657	331,280	314,371	56,675,924	51,976,028	
Total Assets	80,580,343	67,119,430	1,806,099	1,553,163	82,386,442	68,672,593	19.97%
Deferred Outflows of Resources	1,413,094	1,718,793			1,413,094	1,718,793	-17.79%
Other Liabilities	3,051,245	2,372,309	140,037	21,758	3,191,282	2,394,067	
Long-Term							
Liabilities	14,429,088	14,280,241			14,429,088	14,280,241	
Total Liabilities	17,480,333	16,652,550	140,037	21,758	17,620,370	16,674,308	5.67%
Deferred Inflows of Resources	1,041,630	2,448,745			1,041,630	2,448,745	-57.46%
Net Position:							
Net Investment in							
Capital Assets	53,629,644	48,016,657	331,280	314,371	53,960,924	48,331,028	
Restricted	19,272,944	12,217,217			19,272,944	12,217,217	
Unrestricted/(Deficit)	(9,431,114)	(10,496,946)	1,334,782	1,217,034	(8,096,332)	(9,279,912)	
Total Net Position	\$ 63,471,474	\$ 49,736,928	\$ 1,666,062	\$ 1,531,405	\$ 65,137,536	\$ 51,268,333	27.05%

**NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

*Changes in Net Position.* The District's *combined* net position was \$65,137,536 on June 30, 2024, \$13,869,203 or 27.05% more than it was the year before (See Figure A-3). Net investment in capital assets increased mainly due to capital assets additions offset by annual depreciation. Restricted net position increased primarily as a result of increases in the capital reserve and maintenance reserve. Unrestricted net position increased mainly due to changes in deferred outflows and inflows related to pensions and a decrease in the net pension liability; offset by an increase in compensated absences (See Figure A-3).

**Figure A-4  
Changes in Net Position from Operating Results**

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change 2023/2024
	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024	2022/2023	
Revenue:							
Program Revenue:							
Charges for Services	\$ 393,311	\$ 272,762	\$ 444,045	\$ 485,632	\$ 837,356	\$ 758,394	
Grants and Contributions:							
Operating	23,487,011	21,963,154	2,123,020	2,201,126	25,610,031	24,164,280	
General Revenue:							
Property Taxes	33,142,094	32,555,278			33,142,094	32,555,278	
Federal and State Aid Not Restricted	53,674,022	42,164,654			53,674,022	42,164,654	
Other	1,956,161	506,958			1,956,161	506,958	
Total Revenue	112,652,599	97,462,806	2,567,065	2,686,758	115,219,664	100,149,564	15.05%
Expenses:							
Instruction	62,600,640	50,481,451			62,600,640	50,481,451	
Pupil and Instruction Services	13,751,145	12,771,191			13,751,145	12,771,191	
Administrative and Business	6,347,892	6,150,786			6,347,892	6,150,786	
Maintenance and Operations	10,322,460	7,994,708			10,322,460	7,994,708	
Transportation	3,157,832	2,982,740			3,157,832	2,982,740	
Other	2,738,084	2,456,736	2,432,408	2,228,081	5,170,492	4,684,817	
Total Expenses	98,918,053	82,837,612	2,432,408	2,228,081	101,350,461	85,065,693	19.14%
Change in Net Position	\$ 13,734,546	\$ 14,625,194	\$ 134,657	\$ 458,677	\$ 13,869,203	\$ 15,083,871	-8.05%



**NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**Governmental Activities**

The financial position of the District has increased by \$13,734,546; however, maintaining existing programs with changes in enrollment, the provision of a multitude of special programs/services for disabled pupils and increases in District health benefits costs places a great demand on the District's resources. As a result, careful management of expenses remains essential for the District to sustain its financial health.

Although state aid has increased over the past few years, the burden of funding education in the District has fallen on property taxes. Therefore, it is crucial that the District examine its expenses carefully, since any proposed increase to the school district budget will be funded entirely through property taxes.

Figure A-5 presents the cost of six major District activities: instruction, pupil and instructional services, administration and business, maintenance and operations, transportation, and other. The table also shows each activity's net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden placed on the District's taxpayers by each of these functions:

**Figure A-5  
Net Cost of Governmental Activities**

	Total Cost of Services		Net Cost of Services	
	2023/2024	2022/2023	2023/2024	2022/2023
Instruction	\$ 62,600,640	\$ 50,481,451	\$ 41,440,915	\$ 34,779,753
Pupil and Instruction Services	13,751,145	12,771,191	13,290,699	12,386,600
Administrative and Business	6,347,892	6,150,786	5,869,177	5,544,413
Maintenance and Operations	10,322,460	7,994,708	8,909,368	2,813,429
Transportation	3,157,832	2,982,740	2,789,488	2,620,765
Other	2,738,084	2,456,736	2,738,084	2,456,736
	<u>\$ 98,918,053</u>	<u>\$ 82,837,612</u>	<u>\$ 75,037,731</u>	<u>\$ 60,601,696</u>

**Business-Type Activities**

Net position from the District's business-type activities, food service, increased \$134,657 – primarily due to a decrease in expenses during the fiscal year. (Refer to Figure A-4).

**Financial Analysis of the District's Funds (GAAP Basis)**

The District's General Fund Balance was \$20,017,764 on June 30, 2024 – an increase of \$6,396,216 during the fiscal year due to increased interest earnings on its cash deposits and investments and unexpended budget appropriations.

The District's Special Revenue Fund Balance was \$329,619 on June 30, 20024 – a decrease of \$52,838 due to increased expenditures for student activities and an increase in the last two state aid payments that are not recognized on the GAAP basis.

The District's Capital Projects Fund Balance was \$1,792,136 on June 30, 2024 – an increase of \$1,792,136 due to six capital projects that were financed with SDA grants and the District's budgeted capital outlay appropriations.

**NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**General Fund Budgetary Highlights**

Over the course of the year, the District revised the annual operating budget several times. These budget amendments constitute changes made within budgetary line items were in school-based needs for programs, textbooks, and teachers' salaries, increased utilities costs and legal and other professional services.

**Capital Assets**

**Figure A-6**

**Capital Assets (Net of Depreciation)**

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024
Construction							
in Progress	\$ 1,914,511	\$ 4,699,213			\$ 1,914,511	\$ 4,699,213	
Site Improvements	255,836	211,175			255,836	211,175	
Buildings and Building							
Improvements	51,684,990	44,387,461			51,684,990	44,387,461	
Machinery and							
Equipment	2,489,307	2,363,808	\$ 331,280	\$ 314,371	2,820,587	2,678,179	
Total Capital Assets, Net of Depreciation	<u>\$ 56,344,644</u>	<u>\$ 51,661,657</u>	<u>\$ 331,280</u>	<u>\$ 314,371</u>	<u>\$ 56,675,924</u>	<u>\$ 51,976,028</u>	9.04%

The District's overall capital assets increased \$4,699,896, or 9.04%, during the fiscal year as a result of \$7,192,226 of capital asset additions, \$2,460,127 of annual depreciation, and \$32,203 of capital asset disposals (net of accumulated depreciation). (More detailed information about the District's capital assets is presented in Note 7 to the financial statements.)

**Long-term Liabilities**

The District's Long-Term Liabilities increased \$148,847, or 1.04%, – as shown in Figure A-7. (More detailed information about the District's long-term liabilities is presented in Note 9 to the financial statements.)

**Figure A-7**

**Outstanding Long-Term Liabilities**

	Total School District		Total Percentage Change
	2023/2024	2022/2023	2023/2024
Bonds Payable	\$ 2,715,000	\$ 3,645,000	
Bond Premium	306,235	408,314	
Net Pension Liability	9,455,833	9,763,665	
Compensated Absences Payable	1,952,020	463,262	
	<u>\$ 14,429,088</u>	<u>\$ 14,280,241</u>	1.04%

**NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**Long-term Liabilities**

During the fiscal year, the District:

- Paid down \$930,000 of bonds payable.
- Amortized \$102,079 of bond issuance premiums.
- Had a \$307,832 decrease in its net pension liability.
- Had a \$1,488,758 net increase in accrued compensated absences.

**Factors Bearing on the District's Future Revenue/Expense Changes**

The North Plainfield School District is currently in good and stable financial condition. The District gained \$9.6 million additional State Aid for the 2024-2025 School district budget. Economic indicators appear to be more positive as evidenced by increased business activity, low unemployment and a decrease in property reassessments. Additionally, the District has had an uptick in State Aid and it is anticipated to be maintained at this level under the current state administration. It has been stated that the goal is to fully fund the SFRA formula for all previously underfunded districts. The North Plainfield School District is committed to maintaining fiscal responsibility as well as achieving educational excellence for all students of the District.

**Contacting the District's Financial Management**

This financial report is designed to provide the District's citizens, taxpayers and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Board of Education Office, 33 Mountain Avenue, North Plainfield, New Jersey 07060.

## BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2024

	Governmental Activities	Business-type Activities	Total
<u>ASSETS</u>			
Cash and Cash Equivalents	\$ 4,396,290	\$ 1,287,297	\$ 5,683,587
Receivables from Federal Governments	1,335,339	113,707	1,449,046
Receivables from State Governments	739,786	6,175	745,961
Other Accounts Receivable		36,997	36,997
Inventory		30,643	30,643
Restricted Cash and Cash Equivalents	17,764,284		17,764,284
Capital Assets:			
Construction in Progress	1,914,511		1,914,511
Depreciable Site Improvements, Buildings and Building Improvements and Machinery and Equipment	54,430,133	331,280	54,761,413
Total Assets	<u>80,580,343</u>	<u>1,806,099</u>	<u>82,386,442</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Deferred Outflows Related to Pensions	1,413,094		1,413,094
Total Deferred Outflows of Resources	<u>1,413,094</u>		<u>1,413,094</u>
<u>LIABILITIES</u>			
Current Liabilities:			
Accounts Payable	2,389,233	123,213	2,512,446
Accrued Interest Payable	40,725		40,725
Payable to State Government	14,878		14,878
Unearned Revenue	606,409	16,824	623,233
Noncurrent Liabilities:			
Due Within One Year	1,022,078		1,022,078
Due Beyond One Year	13,407,010		13,407,010
Total Liabilities	<u>17,480,333</u>	<u>140,037</u>	<u>17,620,370</u>
<u>DEFERRED INFLOW OF RESOURCES</u>			
Deferred Inflows Related to Pensions	1,041,630		1,041,630
Total Deferred Outflows of Resources	<u>1,041,630</u>		<u>1,041,630</u>
<u>NET POSITION</u>			
Net Investment in Capital Assets	53,629,644	331,280	53,960,924
Restricted for:			
Capital Projects	15,782,132		15,782,132
Debt Service	8,660		8,660
Maintenance Reserve	975,377		975,377
Unemployment Compensation	357,461		357,461
Student Activities	222,957		222,957
Scholarships	426,357		426,357
Excess Surplus	1,500,000		1,500,000
Unrestricted/(Deficit)	(9,431,114)	1,334,782	(8,096,332)
Total Net Position	<u>\$ 63,471,474</u>	<u>\$ 1,666,062</u>	<u>\$ 65,137,536</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:						
Instruction:						
Regular	\$ 44,886,926	\$ 7,718	\$ 14,893,193	\$ (29,986,015)		\$ (29,986,015)
Special Education	11,370,034		5,159,127	(6,210,907)		(6,210,907)
Other Special Instruction	4,125,182		747,230	(3,377,952)		(3,377,952)
Other Instruction	2,218,498		352,457	(1,866,041)		(1,866,041)
Support Services:						
Tuition	3,268,102		13,810	(3,254,292)		(3,254,292)
Student & Instruction Related Services	10,483,043	385,593	61,043	(10,036,407)		(10,036,407)
General Administrative Services	1,574,044		7,485	(1,566,559)		(1,566,559)
School Administrative Services	4,039,374		466,504	(3,572,870)		(3,572,870)
Central Services	717,713		4,726	(712,987)		(712,987)
Administration Information Technology	16,761			(16,761)		(16,761)
Plant Operations and Maintenance	10,322,460		1,413,092	(8,909,368)		(8,909,368)
Pupil Transportation	3,157,832		368,344	(2,789,488)		(2,789,488)
Transfer to Charter Schools	2,530,277			(2,530,277)		(2,530,277)
Interest on Long-Term Liabilities	11,171			(11,171)		(11,171)
Capital Outlay	196,636			(196,636)		(196,636)
Total Governmental Activities	98,918,053	393,311	23,487,011	(75,037,731)		(75,037,731)

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Business-Type Activities:						
Food Service	\$ 2,432,408	\$ 444,045	\$ 2,123,020		\$ 134,657	\$ 134,657
Total Business-Type Activities	2,432,408	444,045	2,123,020		134,657	134,657
Total Primary Government	<u>\$ 101,350,461</u>	<u>\$ 837,356</u>	<u>\$ 25,610,031</u>	<u>\$ (75,037,731)</u>	<u>134,657</u>	<u>(74,903,074)</u>
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				32,084,894		32,084,894
Taxes Levied for Debt Service				1,057,200		1,057,200
Federal and State Aid not Restricted				53,674,022		53,674,022
Interest and Unrestricted Miscellaneous Revenue				1,896,030		1,896,030
Restricted Miscellaneous Revenue				60,131		60,131
Total General Revenues				<u>88,772,277</u>		<u>88,772,277</u>
Change in Net Position				13,734,546	134,657	13,869,203
Net Position - Beginning				49,736,928	1,531,405	51,268,333
Net Position - Ending				<u>\$ 63,471,474</u>	<u>\$ 1,666,062</u>	<u>\$ 65,137,536</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT



FUND FINANCIAL STATEMENTS

## NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT

BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2024

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 2,595,494		\$ 1,792,136	\$ 8,660	\$ 4,396,290
Interfund Receivable	533,979				533,979
Receivables from State Government	739,786				739,786
Receivables from Federal Government		\$ 1,335,339			1,335,339
Receivables from Other Governments					
Other Accounts Receivable					
Restricted Cash and Cash Equivalents	17,114,970	649,314			17,764,284
<b>Total Assets</b>	<u>\$ 20,984,229</u>	<u>\$ 1,984,653</u>	<u>\$ 1,792,136</u>	<u>\$ 8,660</u>	<u>\$ 24,769,678</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts Payable	\$ 966,465	\$ 499,768			\$ 1,466,233
Interfund Payable		533,979			533,979
Payable to State Government		14,878			14,878
Unearned Revenue		606,409			606,409
<b>Total Liabilities</b>	<u>966,465</u>	<u>1,655,034</u>			<u>2,621,499</u>
<b>Fund Balances:</b>					
<b>Restricted:</b>					
Capital Reserve Account	15,782,132				15,782,132
Maintenance Reserve Account	975,377				975,377
Unemployment Compensation	357,461				357,461
Excess Surplus - 2025-2026	750,000				750,000
Excess Surplus - 2024-2025	750,000				750,000
Debt Service				\$ 8,660	8,660
Student Activities		222,957			222,957
Scholarships		426,357			426,357
<b>Committed:</b>					
Capital Projects Fund			\$ 1,792,136		1,792,136
<b>Assigned:</b>					
Year End Encumbrances	1,402,794				1,402,794
Unassigned/(Deficit)		(319,695)			(319,695)
<b>Total Fund Balances</b>	<u>20,017,764</u>	<u>329,619</u>	<u>1,792,136</u>	<u>8,660</u>	<u>22,148,179</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 20,984,229</u>	<u>\$ 1,984,653</u>	<u>\$ 1,792,136</u>	<u>\$ 8,660</u>	

Amounts Reported for *Governmental Activities* in the Statement of Net Position (A-1) is Different Because:

Capital Assets used in governmental activities are not financial resources and therefore are not reported in the Funds.	56,344,644
Interest on Long-Term Liability is not accrued in the governmental funds, but rather is recognized as an expenditure when due.	(40,725)
Bond issuance Premiums are reported as revenue in the governmental funds in the year the bonds are sold.	(306,235)
Certain amounts related to the Net Pension Liability and Deferred Inflows and Outflows are Amortized in the Statement of Activities and not reported in the Governmental Funds:	
Deferred Outflows	490,094
Deferred Inflows	(1,041,630)
Long-Term Liabilities, including bonds payable and the Net Pension Liability, are not due and payable in the current period and therefore are not reported as liabilities in the Funds.	(14,122,853)
<b>Net Position of Governmental Activities</b>	<u>\$ 63,471,474</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>REVENUES</b>					
Local Sources:					
Local Tax Levy	\$ 32,084,894			\$ 1,057,200	\$ 33,142,094
Tuition	7,718				7,718
Rents and Royalties	50,229				50,229
Interest Earned on Maintenance Reserve Funds	3,630				3,630
Interest Earned on Capital Reserve Funds	361,967				361,967
Restricted Miscellaneous	60,131	\$ 385,593			445,724
Unrestricted Miscellaneous	1,480,204	2,818			1,483,022
Total - Local Sources	34,048,773	388,411		1,057,200	35,494,384
State Sources	74,994,643	3,061,156			78,055,799
Federal Sources	110,358	6,556,639			6,666,997
Total Revenues	109,153,774	10,006,206		1,057,200	120,217,180
<b>EXPENDITURES</b>					
Current:					
Regular Instruction	21,926,113	8,875,067			30,801,180
Special Education Instruction	6,539,872	1,081,376			7,621,248
Other Special Instruction	2,538,605				2,538,605
Other Instruction	1,540,433				1,540,433
Support Services and Undistributed Costs:					
Tuition	3,268,102				3,268,102
Student & Instruction Related Services	7,529,346	372,835			7,902,181
General Administrative Services	1,197,499				1,197,499
School Administrative Services	2,680,617				2,680,617
Central Services	533,911				533,911
Plant Operations and Maintenance	6,811,353				6,811,353
Pupil Transportation	3,019,607				3,019,607
Allocated and Unallocated Benefits	31,147,717				31,147,717
Debt Service:					
Principal				930,000	930,000
Interest and Other Charges				127,200	127,200
Capital Outlay	7,472,904	44,321	\$ 1,914,511		9,431,736
Transfer of Funds to Charter Schools	2,530,277				2,530,277
Total Expenditures	98,736,356	10,373,599	1,914,511	1,057,200	112,081,666
Excess/(Deficit) of Revenues Over/(Under) Expenditures	10,417,418	(367,393)	(1,914,511)	- 0 -	8,135,514
<b>OTHER FINANCING SOURCES/(USES):</b>					
Transfers	(4,021,202)	314,555	3,706,647		
Total Other Financing Sources/(Uses)	(4,021,202)	314,555	3,706,647	- 0 -	- 0 -
Net Change in Fund Balances	6,396,216	(52,838)	1,792,136		8,135,514
Fund Balance—July 1	13,621,548	382,457		8,660	14,012,665
Fund Balance—June 30	\$ 20,017,764	\$ 329,619	\$ 1,792,136	\$ 8,660	\$ 22,148,179

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Total Net Change in Fund Balances - Governmental Funds (from B-2)	\$ 8,135,514
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Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:

Capital outlays related to capital assets are reported in Governmental Funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation and disposals differ from capital outlays in the period.

Capital Asset Additions	\$	7,132,974	
Disposals		(32,203)	
Depreciation		<u>(2,417,784)</u>	
			4,682,987

Repayment of debt service 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.	930,000
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The Governmental Funds report the effect of bond premiums when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.	102,079
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In the Statement of Activities, interest on long-term liabilities in the Statement of Activities is accrued, regardless of when due. In the Governmental Funds, interest is reported when due. When the accrued interest exceeds the interest paid, the difference is a reduction in the reconciliation (-); when the interest paid exceeds the accrued interest, the difference is an addition to the reconciliation (+).	13,950
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The net pension liability reported in the Statement of Activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:

Change in Net Pension Liability	307,832
Change in Deferred Outflows	(356,173)
Change in Deferred Inflows	1,407,115

In the Statement of Activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the Governmental Funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).	<u>(1,488,758)</u>
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Change in Net Position of Governmental Activities (A-2)	<u>\$ 13,734,546</u>
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THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2024

	Business-type Activities - Enterprise Funds <u>Food Service</u>
<u>ASSETS:</u>	
Current Assets:	
Cash and Cash Equivalents	\$ 1,287,297
Intergovernmental Accounts Receivable:	
State	6,175
Federal	113,707
Other Accounts Receivable	36,997
Inventories	<u>30,643</u>
Total Current Assets	<u>1,474,819</u>
Non-Current Assets:	
Capital Assets	649,388
Less: Accumulated Depreciation	<u>(318,108)</u>
Total Non-Current Assets	<u>331,280</u>
Total Assets	<u>1,806,099</u>
<u>LIABILITIES:</u>	
Current Liabilities:	
Accounts Payable	123,213
Unearned Revenue:	
Prepaid Meals	10,072
Donated Commodities	<u>6,752</u>
Total Liabilities	<u>140,037</u>
<u>NET POSITION:</u>	
Investment in Capital Assets	331,280
Unrestricted	<u>1,334,782</u>
Total Net Position	<u><u>\$ 1,666,062</u></u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Business-type Activities - Enterprise Funds <u>Food Service</u>
Operating Revenue:	
Local Sources:	
Daily Sales:	
Reimbursable Programs	\$ 259,084
Non-Reimbursable Programs	184,961
Total Operating Revenue	<u>444,045</u>
Operating Expenses:	
Cost of Sales:	
Reimbursable Programs	1,087,258
Non-Reimbursable Programs	107,662
Salaries	748,174
Benefits and Payroll Taxes	241,129
Supplies, Insurance & Other Costs	165,242
Management Fee	40,600
Depreciation Expense	<u>42,343</u>
Total Operating Expenses	<u>2,432,408</u>
Operating Loss	(1,988,363)
Non-Operating Revenue:	
State Sources:	
State School Lunch Program	72,655
State School Breakfast Program	8,745
State - After the Bell	11,853
State - Summer Food Service Program - Supplement	598
Federal Sources:	
National School Lunch Program	1,402,652
School Breakfast Program	267,313
Summer Food Service Program	24,820
Local Food For Schools Cooperative Program	6,096
Child Care Food	77,285
Cash in Lieu of Commodities	4,511
Fresh Fruit and Vegetable Program	12,457
COVID 19 - Pandemic Electronic Benefit Transfer (P-EBT)	3,256
Supply Chain Assistance (SCA) Funding	84,064
Food Distribution Program	<u>146,715</u>
Total Non-Operating Revenue	<u>2,123,020</u>
Change in Net Position	134,657
Net Position - Beginning of Year	<u>1,531,405</u>
Net Position - End of Year	<u><u>\$ 1,666,062</u></u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS  
 ARE AN INTEGRAL PART OF THIS STATEMENT

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Business-type Activities - Enterprise Funds Food Service</u>
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 439,111
Payments to Food Service Contractor	(1,999,652)
Payments to Suppliers	(141,799)
Net Cash (Used for) Operating Activities	(1,702,340)
Cash Flows from Capital and Related Financing Activities:	
Purchase of Capital Assets	(59,252)
Net Cash (Used for) Capital and Related Financing Activities	(59,252)
Cash Flows from Noncapital Financing Activities:	
State Sources	101,483
Federal Sources	2,093,511
Net Cash Provided by Noncapital Financing Activities	2,194,994
Net Increase in Cash and Cash Equivalents	433,402
Cash and Cash Equivalents, July 1	853,895
Cash and Cash Equivalents, June 30	\$ 1,287,297
Reconciliation of Operating Loss to Net Cash Used for Operating Activities:	
Operating Loss	\$ (1,988,363)
Adjustment to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Depreciation	42,343
Food Distribution Program	146,715
Changes in Assets and Liabilities:	
(Decrease) in Unearned Revenue - Prepaid Meals	(359)
(Decrease) in Unearned Revenue - Donated Commodities	(4,575)
Increase in Accounts Payable	123,213
(Increase) in Accounts Receivable	(16,767)
(Increase) in Inventory	(4,547)
Net Cash Used for Operating Activities	\$ (1,702,340)

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$142,140 and utilized U.S.D.A. Commodities valued at \$146,715.

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education (the "Board") of North Plainfield Borough School District (the "District") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Board's accounting policies are described below.

A. Reporting Entity:

The Board is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

Governmental Accounting Standards Board ("GASB") Codification Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A legally separate, tax-exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents. (2) The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization. (3). The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation:

District-Wide Financial Statements:

The statement of net position and the statement of activities present financial information about the District's governmental and business-type activities. These statements include the financial activities of the overall District in its entirety. Eliminations have been made to minimize the double counting of internal transactions. These statements distinguish between the governmental and business-type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenue and other nonexchange transactions. Business-type activities are financed in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function.



NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements. Program revenue includes (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. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the District.

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. Separate statements for each fund category – *governmental and proprietary* - 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 models.

The District reports the following governmental funds:

General Fund: The General Fund is the general operating fund of the District and is used to account for and report all expendable financial resources not accounted for and reported in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the capital outlay subfund.

As required by NJDOE, the District includes budgeted capital outlay in this fund. GAAP, as it pertains to governmental entities, states 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 revenue. 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 fixed 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 expenses by board resolution.

Special Revenue Fund: The Special Revenue Fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Thus the Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Governments (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted or committed to expenditures for specified purposes.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Presentation: (Cont'd)

Capital Projects Fund: The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets or lease assets or subscription assets (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, funds appropriated from the General Fund, and from aid provided by the state to offset the cost of approved capital projects.

Debt Service Fund: The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for principal and interest.

The District reports the following proprietary fund:

Enterprise (Food Service) Fund: This Enterprise Fund accounts for all revenue and expenses pertaining to the District's cafeteria operations. The fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e., expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

C. Measurement Focus and Basis of Accounting

The District-wide financial statements and the proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenue is recognized when measurable and available. The District considers all revenue reported in the governmental funds to be available if the revenue is collected within sixty days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. Capital asset, lease asset or subscription asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under financed purchases are reported as other financing sources.

It is the District's policy, that when an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, to apply restricted resources first followed by unrestricted resources. Similarly, within unrestricted fund balance, it is the District's policy to apply committed resources first followed by assigned resources and then unassigned resources when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus and Basis of Accounting (Cont'd)

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants and general revenue. Therefore, when program expenses are incurred, both restricted and unrestricted net position may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenue.

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the General, Special Revenue and Debt Service Funds. The budget for the fiscal year ended June 30, 2024 was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line-item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2 (m) 1. All budget amendments/transfers must be made by School Board resolution. All budgeting amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budget during the 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 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 except for student activities and scholarships. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

The General Fund and Special Revenue Fund budgetary revenue differs from GAAP revenue due to a difference in recognition of the last two state aid payments for the current year. Since the State is recording the last two state aid payments in the subsequent fiscal year, the District cannot recognize these payments on the GAAP financial statements.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

D. Budgets/Budgetary Control: (Cont'd)

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
from the Budgetary Comparison Schedule	\$ 110,367,376	\$ 8,042,189
Difference - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the		
Budgetary Basis recognizes Encumbrances as Revenue and		
Expenditures, while the GAAP Basis does not:		
Current Year Encumbrances		(91,497)
Prior Year Encumbrances		2,435,665
Prior Year State Aid Payments Recognized for GAAP Statements, not		
Recognized for Budgetary Purposes	4,613,486	254,099
Current Year State Aid Payments Recognized for Budgetary Purposes,		
not Recognized for GAAP Statements	<u>(5,827,088)</u>	<u>(319,695)</u>
Total Revenues as Reported on the Statement of Revenues,		
Expenditures and Changes in Fund Balances - Governmental Funds.	<u>\$ 109,153,774</u>	<u>\$ 10,320,761</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the		
Budgetary Comparison Schedule	\$ 98,736,356	\$ 8,029,431
Differences - Budget to GAAP:		
Encumbrances for Supplies and Equipment Ordered but		
Not Received are Reported in the Year the Order is Placed for		
Budgetary Purposes, but in the Year the Supplies are Received		
for Financial Reporting Purposes.		<u>2,344,168</u>
Total Expenditures as Reported on the Statement of Revenues,		
Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 98,736,356</u>	<u>\$ 10,373,599</u>

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

D. Budgets/Budgetary Control: (Cont'd)

The Capital Projects Fund budgetary fund balance and revenue differs from GAAP revenue due to a difference in the recognition of SDA ROD grants. These grants are recognized on the budgetary basis in full when they are awarded by recognized on a GAAP basis only to the extent of expenditures which have been submitted for reimbursement.

	<u>Capital Projects Fund</u>	
	<u>Revenue</u>	<u>Fund Balance</u>
Revenue and Other Financing Sources and Fund Balance per Summary Schedule of Revenue, Expenditures and Changes in Fund Balance (Budgetary Basis)	\$ 7,999,319	\$ 6,084,808
Reconciliation to Governmental Funds Statement (GAAP):		
SDA Grant Receivable/Revenue not Recognized on GAAP Basis	<u>(4,292,672)</u>	<u>(4,292,672)</u>
Revenue and Other Financing Sources and Fund Balance per Governmental Funds (GAAP)	<u>\$ 3,706,647</u>	<u>\$ 1,792,136</u>

E. Cash and Cash Equivalents and Investments:

Cash and cash equivalents include petty cash and cash in banks. Certificates of deposit with maturities of one year or less when purchased are stated at cost.

The District generally records investments at fair value and records the unrealized gains and losses as part of investment income. Fair value is the price that would be received to sell an investment in an orderly transaction between market participants at the measurement date. The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

New Jersey school districts are limited as to type of investments and types of financial institutions they may invest in. New Jersey Statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

E. Cash and Cash Equivalents and Investments: (Cont'd)

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

F. Interfund Transactions:

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

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

G. Allowance for Uncollectible Accounts:

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

H. Encumbrances:

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

Open encumbrances in the Special Revenue Fund for which the District has received advances are reflected in the balance sheet as unearned revenue at fiscal year-end.

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

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

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. Inventories and Prepaid Expenses:

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

Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2024.

K. Capital Assets:

During the year ended June 30, 1994, the District established a formal system of accounting for its capital assets. Capital assets acquired or constructed subsequent to June 30, 1994, are recorded at historical cost, including ancillary charges necessary to place the asset into service. Capital assets acquired or constructed prior to the establishment of the formal system are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Land has been recorded at estimated historical cost. Donated capital assets are valued at acquisition value. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. Capital assets have been reviewed for impairment.

The capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is \$2,000. The depreciation method is straight-line. The estimated useful lives of capital assets reported in the district-wide statements and proprietary funds are as follows:

	<u>Estimated Useful Life</u>
Buildings	40 years
Site Improvements	20 years
Building Improvements	20 years
Machinery and Equipment	10 to 15 years

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

L. Lease Assets

Intangible right-to-use lease assets are assets which the District leases for a term of more than one year. The value of leases are determined by the net present value of the leases at the District's incremental borrowing rate at the time of the lease agreement, amortized over the term of the agreement.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

M. Subscription Assets

Intangible right-to-use subscription assets are subscription-based information technology arrangements (SBITAs) with subscription terms of more than one year. The value of subscription assets is determined by the sum of the subscription liability and payments made to the SBITA vendor, including capitalizable initial implementation costs, before the commencement date of the subscription term.

N. Long Term Liabilities:

In the District-wide and enterprise fund statements of net position, long-term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or enterprise funds. Bond premium and discounts, are reported as deferred charges and amortized over the term of the related debt using the straight-line method of amortization. In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

O. Accrued Salaries and Wages:

The District does allow employees who provide services over the ten-month academic year the option to have their salaries evenly distributed during the entire twelve-month year. Accrued salaries and wages totaled \$925,036 as of June 30, 2024.

P. Compensated Absences:

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by GASB. A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits.

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

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.

Q. Lease Payable

In the district-wide financial statements, leases payable are reported as liabilities in the Statement of Net Position. In the governmental fund financial statements, the present value of lease payments is reported as other financing sources.

R. Subscriptions Payable

In the district-wide financial statements, subscriptions payable are reported as liabilities in the Statement of Net Position. In the governmental Fund financial statements, the present value of subscription payments at the District's incremental borrowing rate over the subscription term is reported as other financing sources.



NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

S. Unearned Revenue:

Unearned revenue in the special revenue fund represents cash which has been received but not yet earned. See Note 1(D) regarding the special revenue fund.

T. Fund Balance Appropriated:

General Fund: Of the \$20,017,764 General Fund fund balance at June 30, 2024, \$15,782,132 is restricted in the capital reserve account; \$975,377 is restricted in the maintenance reserve account; \$357,461 is restricted for unemployment compensation; \$750,000 is restricted as current year excess surplus and will be appropriated and included as anticipated revenue for the fiscal year ended June 30, 2026; \$750,000 is restricted as prior year excess surplus and has been appropriated and included as anticipated revenue for the fiscal year ended June 30, 2025; \$1,402,794 is assigned for encumbrances which is \$3,269,157 less than the amount assigned on a Budgetary Basis, due to the final two state aid payments, which are not recognized until the fiscal year ended June 30, 2025; \$-0- is assigned for designated for subsequent year's expenditures which is \$220,247 less than the amount assigned on a Budgetary Basis, due to the final two state aid payments, which are not recognized until the fiscal year ended June 30, 2025; and \$-0- is the unassigned fund balance which is \$2,337,684 less than the calculated maximum unassigned fund balance, on a Budgetary Basis, due to the final two state aid payments, which are not recognized until the fiscal year ended June 30, 2025.

Special Revenue Fund: Of the \$329,619 of fund balance in the Special Revenue Fund fund balance at June 30, 2024 of \$222,957 is restricted for student activities, \$426,357 is restricted for scholarships, and (\$319,695) is a deficit in unassigned fund balance due to the final two state aid payments not being recognized on a GAAP basis.

Capital Projects Fund: The \$1,792,136 fund balance in the Capital Projects Fund at June 30, 2024 is committed.

Debt Service Fund: The Debt Service Fund fund balance at June 30, 2024 of \$8,660 is restricted.

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, C.73 (S1701), the designation for Restricted Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school Districts are required to restrict General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The District had excess surplus as noted above.

P.L. 2003, C.97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last state aid payment as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the last two state aid payments in the subsequent fiscal year, the school district cannot recognize the last two state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the final two state aid payments and not the fund balance reported on the fund statement which excludes the last two state aid payments.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

U. Deficit Net Position/Fund Balance:

The District has a deficit in unrestricted net position of \$9,431,114 in governmental activities, which is primarily due to compensated absences payable, net pension liability, and deferred outflows and inflows of resources related to pensions. The District also has a deficit in unassigned Special Revenue Fund fund balance of \$319,695 due to the last two state aid payments not being recognized on a GAAP basis as detailed in Note 1T. These deficits do not indicate that the District is in financial difficulties and is a permitted practice under generally accepted accounting principles.

V. Net Position:

Net position is the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources.

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District had deferred outflows and inflows of resources related to pensions at June 30, 2024.

The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, lease assets, net of accumulated amortization, and subscription assets, net of accumulated amortization reduced by the outstanding balances of borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also would be included in this component of net position.

The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

The unrestricted component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

W. Fund Balance Restrictions, Commitments and Assignments:

The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by the constitution, external resource providers, or through enabling legislation. The committed fund balance classification includes amounts that can be used only for the specific purposes determined for a formal action of the District's highest level of decision-making authority. Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Unassigned fund balance is the residual classification for the District's General Fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classifications should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts has been restricted, committed or assigned.

Fund balance restrictions have been established for Excess Surplus, Capital Reserve, Maintenance Reserve, Unemployment Compensation, Student Activities, Scholarships, and for Debt Service Fund.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

W. Fund Balance Restrictions, Commitments and Assignments: (Cont'd)

The District Board of Education has the responsibility to formally commit resources for specific purposes through a motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body. The Board of Education must also utilize a formal motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body in order to remove or change the commitment of resources. The District had committed resources at June 30, 2024 in the Capital Projects Fund.

The assignment of resources is generally made by the District Board of Education through a motion or a resolution passed by a majority of the Members of the Board of Education. These resources are intended to be used for a specific purpose. The process is not as restrictive as the commitment of resources and the Board of Education may allow an official of the District to assign resources through policies adopted by the Board of Education. The District has assigned resources for encumbrances in the General Fund on the GAAP basis at June 30, 2024.

X. Operating Revenue and Expenses:

Operating revenue are those revenues that are generated directly from the primary activity of the Enterprise Fund. For the School District, these revenues are sales for the food service program. Operating expenses are necessary costs incurred to provide the services that are the primary activities of the Enterprise Fund.

Y. Revenue - Exchange and Nonexchange Transactions:

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

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes, interest and tuition.

Z. Management Estimates:

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

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

AA. Pensions

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

NOTE 2. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND DISTRICT-WIDE STATEMENTS

Due to the differences in the measurement focus and basis of accounting used on the government fund statements and district-wide statements, certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items.

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and cash equivalents include petty cash, change funds, amounts in deposits, money market accounts, and short-term investments with original maturities of three months or less.

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.

GASB requires disclosure of the level of custodial credit risk assumed by the Board in its cash, cash equivalents and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk – In accordance with its cash management plan, the Board ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk – The Board limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed in the investments section of this note.

Custodial Credit Risk – The District's policy with respect to custodial credit risk requires that the District ensures that District funds are only deposited in financial institutions in which NJ school districts are permitted to invest their funds.

Deposits:

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey, which are insured by the Federal Deposit Insurance Corporation (FDIC) or by any other agencies of the United States that insure deposits or the State of New Jersey Cash Management Fund.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

Deposits: (Cont'd)

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

The market value of the collateral must equal 5% of the average daily balance of public funds on deposit, and

In addition to the above collateral requirement, if 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, the Federal Home Loan Bank Board or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

Investments:

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

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located.
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983, c.313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by local units;
- (6) Local government investment pools;
- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

Investments: (Cont'd)

- (8) Agreements for the repurchase of fully collateralized securities if:
  - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.);
  - (b) the custody of collateral is transferred to a third party;
  - (c) the maturity of the agreement is not more than 30 days;
  - (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
  - (e) a master repurchase agreement providing for the custody and security of collateral is executed; or
- (9) Deposit of funds in accordance with the following conditions:
  - (a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;
  - (b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;
  - (c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;
  - (d) The designated public depository acts as custodian for the school district with respect to these deposits; and
  - (e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

As of June 30, 2024, cash and cash equivalents of the District consisted of the following:

	Cash and Cash Equivalents	Restricted Cash and Cash Equivalents					Total
		Capital Reserve	Maintenance Reserve	Unemployment Compensation	Student Activities	Scholarships	
Checking	\$ 5,683,587	\$ 15,782,132	\$ 975,377	\$ 357,461	\$ 222,957	\$ 426,357	\$ 23,447,871
	<u>\$ 5,683,587</u>	<u>\$ 15,782,132</u>	<u>\$ 975,377</u>	<u>\$ 357,461</u>	<u>\$ 222,957</u>	<u>\$ 426,357</u>	<u>\$ 23,447,871</u>

During the period ended June 30, 2024, the District did not hold any investments. The carrying amount of the Board's cash and cash equivalents at June 30, 2024 was \$23,447,871 and the bank balance was \$28,184,478.

NOTE 4. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by Board resolution for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long-Range Facilities Plan (LRFP). Upon submission of the LRFP to the State Department of Education, 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) 7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning Balance, July 1, 2023	\$ 9,420,165
Interest Earnings	361,967
Budgeted Deposit	1,000,000
Deposit by Board Resolution - June 2024	<u>5,000,000</u>
Ending Balance, June 30, 2024	<u>\$ 15,782,132</u>

The balance in the capital reserve account did not exceed the balance of local support costs of uncompleted capital projects in the District's LRFP.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
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NOTE 5. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account was established in the amount of \$102,186 by Board resolution in June of 2022. The funds for the establishment of this reserve were withdrawn from unassigned general fund balance.

These funds are restricted to be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building.

Pursuant to N.J.A.C. 6A:26A-4.2 funds may be deposited into the maintenance reserve account at any time by board resolution to meet the required maintenance of the district by transferring unassigned general fund balance or by transferring excess unassigned general fund balance that is anticipated to be deposited during the current year in the advertised recapitulation of balances of the subsequent year's budget that is certified for taxes.

Funds may be withdrawn from the maintenance reserve account and appropriated into the required maintenance account lines at budget time or any time during the year by board resolution for use on required maintenance activities by school facility as reported in the comprehensive maintenance plan. Funds withdrawn from the maintenance reserve account are restricted to required maintenance appropriations and may not be transferred to any other line-item account. In any year that maintenance reserve account funds are withdrawn, unexpended required maintenance appropriations, up to the amount of maintenance reserve account funds withdrawn, shall be restored to the maintenance reserve account at year-end. At no time, shall the maintenance reserve account have a balance that exceeds four percent of the replacement cost of the current year of the district's school facilities.

If the account exceeds this maximum amount at June 30, the excess shall be restricted and designated in the subsequent year's budget. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Beginning Balance, July 1, 2023	\$ 104,506
Interest Earnings	3,630
Deposit by Board Resolution - June 2024	<u>867,241</u>
Ending Balance, June 30, 2024	<u><u>\$ 975,377</u></u>

NOTE 6. TRANSFERS TO CAPITAL OUTLAY

During the year ended June 30, 2024, the District transferred \$663,003 to the capital outlay accounts for equipment which did not require County Superintendent approval.



NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(Continued)

NOTE 7. CAPITAL ASSETS

Capital asset balances and activity for the year ended June 30, 2024 were as follows:

	Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Governmental Activities:				
Capital Assets not Being Depreciated:				
Contruction in Progress	\$ 4,699,213	\$ 1,914,511	\$ (4,699,213)	\$ 1,914,511
Total Capital Assets Not Being Depreciated	<u>4,699,213</u>	<u>1,914,511</u>	<u>(4,699,213)</u>	<u>1,914,511</u>
Capital Assets Being Depreciated:				
Site Improvements	348,575	102,770	(42,891)	408,454
Buildings and Building Improvements	75,422,735	4,594,628	4,742,104	84,759,467
Machinery and Equipment	<u>3,819,525</u>	<u>521,065</u>	<u>(100,994)</u>	<u>4,239,596</u>
Total Capital Assets Being Depreciated	<u>79,590,835</u>	<u>5,218,463</u>	<u>4,598,219</u>	<u>89,407,517</u>
Governmental Activities Capital Assets	<u>84,290,048</u>	<u>7,132,974</u>	<u>(100,994)</u>	<u>91,322,028</u>
Less Accumulated Depreciation for:				
Site Improvements	(137,400)	(15,218)		(152,618)
Buildings and Building Improvements	(31,035,274)	(2,039,203)		(33,074,477)
Machinery and Equipment	<u>(1,455,717)</u>	<u>(363,363)</u>	<u>68,791</u>	<u>(1,750,289)</u>
	<u>(32,628,391)</u>	<u>(2,417,784)</u>	<u>68,791</u>	<u>(34,977,384)</u>
Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 51,661,657</u>	<u>\$ 4,715,190</u>	<u>\$ (32,203)</u>	<u>\$ 56,344,644</u>
Business-Type Activities:				
Capital Assets Being Depreciated:				
Machinery and Equipment	\$ 602,160	\$ 59,252	\$ (12,024)	\$ 649,388
Less Accumulated Depreciation	<u>(287,789)</u>	<u>(42,343)</u>	<u>12,024</u>	<u>(318,108)</u>
Business-Type Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 314,371</u>	<u>\$ 16,909</u>	<u>\$ - 0 -</u>	<u>\$ 331,280</u>

The District spent \$1,914,511 towards construction projects in progress during the year.

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 2,036,833
Special Education Instruction	16,761
Student and Instructional Support Services	129,945
General Administrative	47,964
School Administrative	11,573
Plant Operations and Maintenance	150,136
Pupil Transportation	<u>24,572</u>
	<u>\$ 2,417,784</u>

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 8. LEASE ASSETS

The District had no lease asset balances as of June 30, 2024.

NOTE 9. LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2024, the following changes occurred in liabilities reported in the district-wide financial statements:

	Balance 6/30/2023	Accrued	Retired	Balance 6/30/2024	Due within One Year
Serial Bonds Payable	\$ 3,645,000		\$ 930,000	\$ 2,715,000	\$ 920,000
Compensated Absences Payable	463,262	\$ 1,488,758		1,952,020	
Net Pension Liability	9,763,665		307,832	9,455,833	
Unamortized Bond Issuance Premium	408,314		102,079	306,235	102,078
	<u>\$ 14,280,241</u>	<u>\$ 1,488,758</u>	<u>\$ 1,339,911</u>	<u>\$ 14,429,088</u>	<u>\$ 1,022,078</u>

A. Bonds Premiums:

The unamortized bond issuance premium of the governmental fund types is recorded in the long-term liabilities. The current portion of the unamortized bond issuance premium balance is \$102,078 and is separated from the long-term portion of \$204,157.

B. Bonds Payable:

Bonds are authorized in accordance with State law by the voters of the municipality through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds. The Debt Service Fund will be used to liquidate the bonds.

The District had serial bonds outstanding as of June 30, 2024 as follows:

Purpose	Final Maturity	Interest Rate	Amount
2016 School Refunding Bonds	8/15/2026	4.00%	<u>\$ 2,715,000</u>

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

Fiscal Year Ending June 30,	Principal	Interest	Total
2025	\$ 920,000	\$ 90,200	\$ 1,010,200
2026	905,000	53,700	958,700
2027	890,000	17,800	907,800
	<u>\$ 2,715,000</u>	<u>\$ 161,700</u>	<u>\$ 2,876,700</u>

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 9. LONG-TERM LIABILITIES (Cont'd)

C. Bonds Authorized But Not Issued:

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

D. Compensated Absences:

The liability for compensated absences of the governmental fund types is recorded in the long-term liabilities. There is no current portion, and the long-term portion of the liability for compensated absences is \$1,952,020. The General Fund will be used to liquidate compensated absences payable.

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, no liability existed for compensated absences in the Food Service Fund.

E. Financed Purchases Payable:

As of June 30, 2024, the District had no financed purchases payable.

F. Leases Payable:

As of June 30, 2024, the District had no leases payable.

G. Subscriptions Payable:

As of June 30, 2024, the District had no subscriptions payable.

H. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in the long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2024 is \$-0- and the long-term portion is \$9,455,833. See Note 10 for further information on the PERS.

NOTE 10. PENSION PLANS

Substantially all of the Board's employees participate in one of the two contributory, defined benefit public employee retirement systems: the Teachers' Pension and Annuity Fund (TPAF), the Public Employee's Retirement System (PERS) of New Jersey, or the Defined Contribution Retirement Program (DCRP) – a tax-qualified defined contribution money purchase pension plan under the Internal Revenue Code (IRC) 401(a).

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(Continued)

NOTE 10. PENSION PLANS

A. Public Employees' Retirement System (PERS)

Plan Description

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

Benefits Provided

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

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

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

Contributions

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

The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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(Continued)

NOTE 10. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Contributions (Cont'd)

The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years, beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets.

District contributions to PERS amounted to \$872,526 for the current fiscal year. During the Fiscal year ended June 30, 2024, the State of New Jersey Contributed \$29,489 to the PERS for normal pension benefits on behalf of the District.

The employee contribution rate was 7.50% effective July 1, 2018.

Special Funding Situation

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

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

At June 30, 2024, the District's liability was \$9,455,833 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022 which was rolled forward to June 30, 2023. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2023, the District's proportion was 0.0653%, which was an increase of 0.0006% from its proportion measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the District recognized an actual pension benefit in the amount of \$486,250 related to the District's proportionate share of the net pension liability. Additionally, for the fiscal year ended June 30, 2023, the State recognized pension expense on behalf of the District in the amount of \$29,489 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2024 financial statements.

There was no state proportionate share of net pension liability attributable to the District as of June 30, 2024.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(Continued)

NOTE 10. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows and Inflows of Resources Related to Pensions (Cont'd)

At June 30, 2024, the District reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2019	5.21		\$ 51,364
	2020	5.16		467,361
	2021	5.13	\$ 20,773	
	2022	5.04		54,339
			<u>20,773</u>	<u>573,064</u>
Changes in Proportion	2019	5.21		14,748
	2020	5.16		147,106
	2021	5.13		268,060
	2022	5.04	256,924	
	2023	5.08	78,442	
			<u>335,366</u>	<u>429,914</u>
Net Difference Between Projected and Actual	2020	5.00	146,435	
Investment Earnings on Pension Plan Investments	2021	5.00	(1,217,831)	
	2022	5.00	1,448,924	
	2023	5.00	(333,983)	
			<u>43,545</u>	
Difference Between Expected and Actual	2019	5.21	3,927	
Experience	2020	5.16	26,038	
	2021	5.13		16,519
	2022	5.04		22,133
	2023	5.08	60,445	
			<u>90,410</u>	<u>38,652</u>
District Contribution Subsequent to the				
Measurement Date	2023	1.00	923,000	
			<u>\$ 1,413,094</u>	<u>\$ 1,041,630</u>

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows and Inflows of Resources Related to Pensions (Cont'd)

Amounts reported as deferred outflows and inflows of resources (excluding employer specific amounts including changes in proportion and the District contribution subsequent to the measurement date) related to pensions will be recognized in the pension benefit as follows:

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Total</u>
2024	\$ (499,232)
2025	(278,652)
2026	389,398
2027	(69,687)
2028	1,185
	<u>\$ (456,988)</u>

Actuarial Assumptions

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

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases	2.75 – 6.55% based on years of service
Investment Rate of Return	7.00%

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee Mortality Table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and a 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 were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Long Term Expected Rate of Return

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

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



NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

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

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the collective net pension liability as of June 30, 2023 calculated using the discount rate as disclosed below, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2023		
	1%	Current	1%
	Decrease	Discount Rate	Increase
	(6.00%)	(7.00%)	(8.00%)
District's proportionate share of the Net Pension Liability	\$ 12,309,483	\$ 9,455,833	\$ 7,027,000

Pension Plan Fiduciary Net Position

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

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF) is a cost-sharing multiple-employer defined benefit pension plan with a special funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Plan Description (Cont'd)

The TPAF is administered by the State of New Jersey Division of Pensions and Benefits (the Division). For additional information about the TPAF, please refer to the Division's annual financial statements which can be found at [www.nj.gov/treasury/pensions/annual-reports.shtml](http://www.nj.gov/treasury/pensions/annual-reports.shtml).

Benefits Provided

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:

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

Service retirement benefits of 1/55<sup>th</sup> of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60<sup>th</sup> of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 with 25 or more years of service credit before age 62 and Tier 5 before age 65 with 30 or more years of service credit. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the retirement age for his/her respective tier. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Contributions

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

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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(Continued)

NOTE 10. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

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. During the fiscal year ended 2024, the State of New Jersey contributed \$11,262,331 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required contribution of \$3,289,273.

The employee contribution rate was 7.50% effective July 1, 2018.

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

At June 30, 2024, the State's proportionate share of the net pension liability associated with the District was \$133,889,383. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022 which was rolled forward to June 30, 2023. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2023, the District's proportion was 0.2624%, which was an increase of 0.0141% from its proportion measured as of June 30, 2022.

District's Proportionate Share of the Net Pension Liability	\$ - 0 -
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>133,889,383</u>
Total	<u>\$ 133,889,383</u>

For the fiscal year ended June 30, 2023, the State recognized pension expense on behalf of the District in the amount of \$3,289,273 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2024 financial statements.

The State reported collective deferred outflows and inflows of resources (excluding employer specific amounts) related to pensions from the sources on the following page.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows and Inflows of Resources Related to Pensions (Cont'd)

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2016	8.30	\$ 391,340,712	
	2017	8.30		\$ 2,080,865,206
	2018	8.29		1,883,063,885
	2019	8.04		1,514,535,609
	2020	7.99	805,517,879	
	2021	7.93		9,179,534,541
	2022	7.83	82,066,487	
			<u>1,278,925,078</u>	<u>14,657,999,241</u>
Difference Between Expected and Actual Experience	2016	8.30		4,866,656
	2017	8.30	37,022,988	
	2018	8.29	330,339,649	
	2019	8.04		58,842,090
	2020	7.99		4,293,040
	2021	7.93	121,815,868	
	2022	7.83		15,372,285
	2023	7.93	169,161,907	
			<u>658,340,412</u>	<u>83,374,071</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2020	5.00	241,395,539	
	2021	5.00	(1,777,316,905)	
	2022	5.00	2,489,500,994	
	2023	6.00	(477,296,442)	
			<u>476,283,186</u>	
			<u>\$ 2,413,548,676</u>	<u>\$ 14,741,373,312</u>

Amounts reported by the State as collective deferred outflows and inflows of resources related to pensions will be recognized in pension expense excluding that attributable to employer-paid members contributions is on the following page.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows and Inflows of Resources Related to Pensions (Cont'd)

<u>Fiscal Year Ending June 30,</u>	<u>Total</u>
2024	\$ (3,918,676,894)
2025	(3,446,016,070)
2026	(1,604,289,401)
2027	(1,742,641,843)
2028	(1,672,806,952)
Thereafter	56,606,524
	<u>\$ (12,327,824,636)</u>

Actuarial Assumptions

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

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

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

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

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(Continued)

NOTE 10. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Long Term Expected Rate of Return

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

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

Discount Rate – TPAF

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

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the State's proportionate share of the net pension liability associated with the District as of June 30, 2023 calculated using the discount rate as disclosed above, as well as what the State's 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:

	June 30, 2023		
	At 1%	At Current	At 1%
	Decrease	Discount Rate	Increase
	(6.00%)	(7.00%)	(8.00%)
State's Proportionate Share of the Net Pension Liability Associated with the District	\$ 157,879,879	\$ 133,889,383	\$ 113,683,684

Pension Plan Fiduciary Net Position

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

C. Defined Contribution Retirement Program (DCRP)

Prudential Financial jointly administers the DCRP investments with the NJ Division of Pensions and Benefits. If an employee is ineligible to enroll in the PERS or TPAF, the employee may be eligible to enroll in the DCRP. DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting is immediate upon enrollment for members of the DCRP.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of the DCRP. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625-0295.

Employers are required to contribute at an actuarially determined rate. Employee contributions are based on percentages of 5.50% for DCRP of employees' annual compensation, as defined. The DCRP was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 and expanded under the provisions of Chapter 89, P.L. 2008. Employee contributions for DCRP are matched by a 3% employer contribution.

For DCRP, the District recognized pension expense of \$72,207 for the fiscal year ended June 30, 2024. Employee contributions to DCRP amounted to \$97,919 for the fiscal year ended June 30, 2024.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 11. POST-RETIREMENT BENEFITS

State Health Benefit Program Fund – Local Education Retired Employees Plan

General Information about the OPEB Plan

Plan Description and Benefits Provided

The District is in a “special funding situation”, as described in GASB Codification Section P50, in that OPEB contributions and expenses are legally required to be made by and are the sole responsibility of the State of New Jersey, not the District.

The State of New Jersey reports a liability as a result of its statutory requirements to pay other post-employment (health) benefits for the 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 Benefits Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

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 years or more of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree’s annual retirement benefit and level of coverage.

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

For additional information about the State Health Benefit Local Education Retired Education Plan, please refer to the Division’s annual financial statements which can be found at <https://www.state.nj.us/treasury/pensions/gasb-notice-oheb.shtml>.

Employees Covered by Benefit Terms

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

Retirees, Plan Members, and Spouses of Retirees Currently Receiving Benefit Payments	152,383
Active Plan Members	<u>217,212</u>
Total	<u><u>369,595</u></u>



NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 11. POST-RETIREMENT BENEFITS (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (Cont'd)

Total Non-employer OPEB Liability

The total non-employer 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.

Actuarial Assumptions and Other Inputs

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.

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

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

100% of active employees are considered to participate in the Plan upon retirement.

Mortality Rates

Pre-retirement 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. Post-retirement 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 were 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.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(Continued)

NOTE 11. POST-RETIREMENT BENEFITS (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (Cont'd)

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 9.50% and decreases to a 4.50% long term 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 rate as chosen by the State of New Jersey Division of Pensions and Benefits. The source is the Bond Buyer Go 20-Bond Municipal bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Changes in the State's Proportionate Share of the Total OPEB Liability Associated with the District

	<u>Total OPEB Liability</u>
Balance at June 30, 2022	\$ 113,164,397
Changes for Year:	
Service Cost	4,989,722
Interest on the Total OPEB Liability	4,129,524
Changes of Assumptions	236,335
Differences between Expected and Actual Experience	(2,153,291)
Gross Benefit Payments by the State	(3,219,031)
Contributions from Members	<u>105,825</u>
Net Changes	<u>4,089,084</u>
Balance at June 30, 2023	<u><u>\$ 117,253,481</u></u>

Sensitivity of the Total Non-employer OPEB Liability Attributable to the District to Changes in the Discount Rate

The following presents the total non-employer OPEB Liability attributable to the District as of June 30, 2023 calculated using the discount rate as disclosed in this note, as well as what the total non-employer OPEB liability attributable to the District 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:

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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(Continued)

NOTE 11. POST-RETIREMENT BENEFITS (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (Cont'd)

Sensitivity of the Total Non-employer OPEB Liability Attributable to the District to Changes in the Discount (Cont'd)

	June 30, 2023		
	At 1% Decrease (2.65%)	At Discount Rate (3.65%)	At 1% Increase (4.65%)
Total OPEB Liability Attributable to the District	\$ 137,459,577	\$ 117,253,481	\$ 101,030,332

Sensitivity of the Total Non-employer OPEB Liability Attributable to the District to Changes in the Healthcare Trend Rate

The following presents the total non-employer OPEB Liability attributable to the District as of June 30, 2023, calculated using the healthcare trend rate as disclosed in this note, as well as what the total non-employer OPEB liability attributable to the District would be if it were calculated using a healthcare trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2023		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability Attributable to the District	\$ 97,338,466	\$ 117,253,481	\$ 143,312,329

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

For the fiscal year ended June 30, 2024 the District recognized OPEB expense of \$3,508,628 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

In accordance with GASB Codification Section P50, as the District's proportionate share of the OPEB liability is \$-0-, there is no recognition of the allocation of the proportionate share of the deferred inflows and outflows of resources.

At June 30, 2023 the State had deferred outflows of resources and deferred inflows of resources related to OPEB associated with the District from the following sources:

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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(Continued)

NOTE 11. POST-RETIREMENT BENEFITS (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (Cont'd)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Cont'd)

	Year of Deferral	Original Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		\$ 4,225,086
	2018	9.51		4,373,343
	2019	9.29	\$ 643,388	
	2020	9.24	15,729,755	
	2021	9.24	89,529	
	2022	9.13		23,759,340
	2023	9.30	210,921	
			<u>16,673,593</u>	<u>32,357,769</u>
Differences Between Expected and Actual Experience	2018	9.51		4,134,169
	2019	9.29		7,572,708
	2020	9.24	14,660,748	
	2021	9.24		17,217,126
	2022	9.13	2,446,871	
	2023	9.30		1,959,395
			<u>17,107,619</u>	<u>30,883,398</u>
Changes in Proportion	N/A	N/A	<u>2,487,606</u>	<u>515,919</u>
			<u>\$ 36,268,818</u>	<u>\$ 63,757,086</u>

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

<u>Fiscal Year Ending June 30,</u>	<u>Total</u>
2024	\$ (5,847,317)
2025	(5,847,317)
2026	(5,082,144)
2027	(2,996,239)
2028	(613,294)
Thereafter	<u>(9,073,644)</u>
	<u>\$ (29,459,955)</u>

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 12. RISK MANAGEMENT

The District maintains commercial insurance coverage for property, liability, student accident and surety bonds through the Diploma Joint Insurance Fund. 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. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report. Health and dental benefits are provided to District employees through the State Health Benefits Plan.

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 Compensation 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 below table is a summary of District contributions, interest earned, employee contributions, reimbursements to the State for benefits paid and the ending balance of the District’s Unemployment Compensation Restricted Fund Balance in the General Fund for the current and previous two years.

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Interest Earned</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2023-2024	\$ - 0 -	\$ - 0 -	\$ 147,713	\$ 87,582	\$ 357,461
2022-2023	- 0 -	- 0 -	144,793	79,464	297,330
2021-2022	- 0 -	- 0 -	176,024	123,033	232,001

Property and Liability

A complete schedule of insurance coverage can be found in the statistical section of this Annual Comprehensive Financial Report.

The District is a member of the Diploma Joint Insurance Fund (the “Fund”). This public entity risk management pool provided workers’ compensation and employer’s liability for its members. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report.

The Fund is a risk-sharing public entity risk pool that is both an insured and self-administered group of school districts established for the purpose of providing low-cost insurance coverage for their members in order to keep local property taxes at a minimum. Each member appoints an official to represent their respective district for the purpose of creating a governing body from which officers for the Fund are elected.

As a member of the Fund, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of the Fund were to be exhausted, members would become responsible for their respective shares of the Fund’s liabilities. The Fund can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided amongst the members in the same ratio as their individual assessment relates to the total assessment of the membership body.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 12. RISK MANAGEMENT (Cont'd)

The June 30, 2024 audit report for the Fund is not available as of the date of this report. Selected, summarized financial information for the Group as of June 30, 2023 is as follows:

Total Assets	\$ 24,319,417
Net Position	\$ 12,869,982
Total Revenue	\$ 12,093,340
Total Expenses	\$ 11,644,354
Change in Net Position	\$ 448,986
Members Dividends	- 0 -

Financial statements for the Fund are available at the Fund's Executive Director's Office:

Risk and Loss Managers, Inc.  
51 Everett Drive, Suite B-40  
West Windsor, NJ 08550  
Phone: (609) 275-1140  
Fax: (609) 275-9662

NOTE 13. ECONOMIC DEPENDENCY

The Board of Education receives a substantial amount of its support from federal and state governments. A significant reduction in the level of support, if this were to occur, may have an effect on the Board of Education's programs and activities.

NOTE 14. INTERFUND BALANCES AND TRANSFERS

The following interfund balances existed at June 30, 2024:

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 533,979	
Special Revenue Fund		\$ 533,979
	<u>\$ 533,979</u>	<u>\$ 533,979</u>

The interfund between General Fund and Special Revenue Fund is due to the cash deficit in the Special Revenue Fund due to the timing of reimbursements for grants.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 15. DEFERRED COMPENSATION

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

Metropolitan Life Insurance Company  
Lincoln Investment Planning, Inc.  
AXA Equitable  
AIG Retirement Services  
The Vanguard Group

NOTE 16. TAX CALENDAR

Property taxes are levied as of January 1 on property values assessed as of the previous calendar year. The tax levy is divided into two billings. The first billing is an estimate of the current year's levy based on the prior year's taxes. The second billing reflects adjustments to the current year's actual levy. The final tax bill is usually mailed on or before June 14th, along with the first half estimated tax bills for the subsequent year. The first half estimated taxes are divided into two due dates, February 1 and May 1. The final tax bills are also divided into two due dates, August 1 and November 1. A ten- day grace period is usually granted before the taxes are considered delinquent and there is an imposition of interest charges. A penalty may be assessed for any unpaid taxes in excess of \$10,000 at December 31 of the current year. Unpaid taxes of the current and prior year may be placed in lien at a tax sale held after December 10. Taxes are collected by the constituent municipality and are remitted to the School District on a predetermined, agreed-upon schedule.

NOTE 17. COMMITMENTS AND CONTINGENCIES

Litigation:

The Board is periodically involved in claims or lawsuits arising in the normal course of business. The Board does not believe that the ultimate outcome of these cases would have a material adverse effect on the District's financial position.

Grant Programs:

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

Encumbrances:

The following encumbrance balances existed as of June 30, 2024:

	Governmental Funds		
	General Fund	Special Revenue Fund	Capital Projects Fund
			Total Governmental Funds
Encumbrances	<u>\$ 4,671,951</u>	<u>\$ 91,497</u>	<u>\$ 1,334,789</u>
			<u>\$ 6,098,237</u>

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 17. COMMITMENTS AND CONTINGENCIES (Cont'd)

Encumbrances (Cont'd)

On the District's Governmental Funds Balance Sheet as of June 30, 2024, \$1,402,794 is assigned for year-end encumbrances in the General Fund which is \$3,269,157 less than the amount assigned on a budgetary basis due to the final state aid payments not being recognized on the GAAP basis. Also, \$-0- is assigned for year-end encumbrances in the Special Revenue Fund, which is \$91,497 less than the actual year-end encumbrances on a budgetary basis. On the GAAP basis, encumbrances are not recognized until paid and this non-recognition of encumbrances on a GAAP basis is also reflected as either a reduction in grants receivable or an increase in unearned revenue in the Special Revenue Fund. On the District's Governmental Funds Balance Sheet as of June 30, 2024, \$-0- is assigned for year-end encumbrances in the Capital Projects Fund. The \$1,334,789 of year-end encumbrances in the Capital Projects Fund are included in the \$1,792,136 Committed Fund Balance.

NOTE 18. ACCOUNTS PAYABLE

The following accounts payable balances existed as of June 30, 2024:

	<u>Governmental Funds</u>			<u>District Contribution Subsequent to Measurement Date</u>		<u>Proprietary Fund Food Service Fund</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total Governmental Funds</u>		<u>Total Governmental Activities</u>	
Vendors		\$ 499,768	\$ 499,768		\$ 499,768	\$ 123,213
Payroll Deductions and Withholdings	\$ 41,429		41,429		41,429	
Accrued Salaries and Wages	925,036		925,036		925,036	
State of New Jersey				\$ 923,000	923,000	
	<u>\$ 966,465</u>	<u>\$ 499,768</u>	<u>\$ 1,466,233</u>	<u>\$ 923,000</u>	<u>\$ 2,389,233</u>	<u>\$ 123,213</u>



SCHEDULES OF REQUIRED  
SUPPLEMENTARY INFORMATION

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
District's Proportion of the Net Pension Liability	0.0747439083%	0.0755492581%	0.0747307154%	0.0767462465%	0.0699392925%	0.0683242815%	0.0654178240%	0.0624575925%	0.0646969811%	0.0652829932%
District's Proportionate Share of the Net Pension Liability	\$ 13,994,104	\$ 16,959,295	\$ 22,133,094	\$ 17,865,299	\$ 13,770,698	\$ 12,310,999	\$ 10,667,936	\$ 7,399,038	\$ 9,763,665	\$ 9,455,833
District's Covered Employee Payroll	\$ 4,913,957	\$ 4,982,516	\$ 4,594,367	\$ 4,925,229	\$ 4,635,501	\$ 4,648,896	\$ 4,533,659	\$ 4,613,197	\$ 4,657,980	\$ 5,000,005
District's Proportionate Share of the Net Pension Liability as a % of its Covered Employee Payroll	284.78%	340.38%	481.74%	362.73%	297.07%	264.82%	235.31%	160.39%	209.61%	189.12%
Plan Fiduciary Net Position as a % of the Total Pension Liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	62.91%	65.23%

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF DISTRICT CONTRIBUTIONS  
PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 649,521	\$ 663,897	\$ 710,972	\$ 695,670	\$ 664,597	\$ 715,638	\$ 889,078	\$ 787,274	\$ 815,860	\$ 872,526
Contributions in relation to the Contractually Required Contribution	(649,521)	(663,897)	(710,972)	(695,670)	(664,597)	(715,638)	(889,078)	(787,274)	(815,860)	(872,526)
Contribution Deficiency/(Excess)	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ - 0 -
District's Covered Employee Payroll	\$ 4,982,516	\$ 4,594,367	\$ 4,925,229	\$ 4,635,501	\$ 4,648,896	\$ 4,533,659	\$ 4,613,197	\$ 4,657,980	\$ 5,000,005	\$ 5,162,692
Contributions as a Percentage of Covered Employee Payroll	13.04%	14.45%	14.44%	15.01%	14.30%	15.78%	19.27%	16.90%	16.32%	16.90%

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
 REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
 SCHEDULE OF STATE'S PROPORTIONATE SHARE OF THE  
 NET PENSION LIABILITY ASSOCIATED WITH THE DISTRICT  
 TEACHERS' PENSION AND ANNUITY FUND  
 LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
State's Proportion of the Net Pension Liability attributable to the District	0.2334801033%	0.2401798172%	0.2429585269%	0.2425116272%	0.2533963510%	0.2517123469%	0.2410688983%	0.2340534323%	0.2482307935%	0.2623601395%
State's Proportionate Share of the Net Pension Liability attributable to the District	\$ 124,787,516	\$ 151,803,901	\$ 191,126,647	\$ 163,510,084	\$ 161,205,115	\$ 154,478,237	\$ 158,740,951	\$ 112,521,629	\$ 128,073,228	\$ 133,889,383
District's Covered Employee Payroll	\$ 24,460,445	\$ 24,410,360	\$ 25,747,187	\$ 26,454,098	\$ 26,202,326	\$ 25,695,344	\$ 26,344,194	\$ 29,530,239	\$ 30,304,927	\$ 30,377,339
State's Proportionate Share of the Net Pension Liability as a % of the District's Covered Employee Payroll	510.16%	621.88%	742.32%	618.09%	615.23%	601.19%	602.57%	381.04%	422.62%	440.75%
Plan Fiduciary Net Position as a % of the Total Pension Liability	28.71%	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%	35.25%	32.29%	34.68%

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF STATE CONTRIBUTIONS  
TEACHERS' PENSION AND ANNUITY FUND  
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 6,714,740	\$ 9,268,995	\$ 14,360,508	\$ 11,327,151	\$ 9,397,694	\$ 9,111,539	\$ 9,871,188	\$ 2,647,683	\$ 3,446,808	\$ 3,289,273
Contributions in relation to the Contractually Required Contribution	(1,211,349)	(1,852,920)	(2,632,400)	(3,731,630)	(4,950,573)	(5,287,563)	(6,803,650)	(10,218,809)	(10,725,441)	(11,262,331)
Contribution Deficiency/(Excess)	\$ 5,503,391	\$ 7,416,075	\$ 11,728,108	\$ 7,595,521	\$ 4,447,121	\$ 3,823,976	\$ 3,067,538	\$ (7,571,126)	\$ (7,278,633)	\$ (7,973,058)
District's Covered Employee Payroll	24,410,360	\$ 25,747,187	\$ 26,454,098	\$ 26,202,326	\$ 25,695,344	\$ 26,344,194	\$ 29,530,239	\$ 30,304,927	\$ 30,377,339	\$ 33,465,992
Contributions as a Percentage of Covered Employee Payroll	27.51%	7.20%	9.95%	14.24%	19.27%	20.07%	23.04%	33.72%	35.31%	33.65%

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF CHANGES IN THE STATE'S PROPORTIONATE SHARE OF THE TOTAL OPEB LIABILITY  
ASSOCIATED WITH THE DISTRICT AND RELATED RATIOS  
LAST SEVEN FISCAL YEARS

	Fiscal Year Ending June 30,						
	2017	2018	2019	2020	2021	2022	2023
Total OPEB Liability							
Service Cost	\$ 5,474,264	\$ 4,530,304	\$ 3,900,767	\$ 4,115,055	\$ 7,371,261	\$ 6,274,840	\$ 4,989,722
Interest Cost	3,756,381	4,358,394	4,007,626	3,309,076	3,427,525	2,998,981	4,129,524
Change in Benefit Terms					(140,634)		
Changes in Assumptions	(15,723,187)	(11,591,159)	1,366,881	27,175,772	130,354	(30,357,365)	236,335
Differences between Expected and Actual Experience		(12,186,967)	(15,877,485)	25,009,988	(24,822,073)	4,995,784	(2,153,291)
Member Contributions	101071	93,348	83,419	78,503	87,625	95,298	105,825
Gross Benefit Payments	(2,744,824)	(2,700,915)	(2,814,147)	(2,590,021)	(2,699,930)	(2,970,580)	(3,219,031)
Net Change in Total OPEB Liability	(9,136,295)	(17,496,995)	(9,332,939)	57,098,373	(16,645,872)	(18,963,042)	4,089,084
Total OPEB Liability - Beginning	127,641,167	118,504,872	101,007,877	91,674,938	148,773,311	132,127,439	113,164,397
Total OPEB Liability - Ending	<u>\$ 118,504,872</u>	<u>\$ 101,007,877</u>	<u>\$ 91,674,938</u>	<u>\$ 148,773,311</u>	<u>\$ 132,127,439</u>	<u>\$ 113,164,397</u>	<u>\$ 117,253,481</u>
District's Covered Employee Payroll *	\$ 30,341,554	\$ 31,379,327	\$ 30,330,845	\$ 30,993,090	\$ 34,063,898	\$ 34,918,124	\$ 35,035,319
Total OPEB Liability as a Percentage of Covered Employee Payroll	391%	322%	302%	480%	388%	324%	335%

\* - Covered payroll for the fiscal years ending June 30, 2017 - 2023 are based on the payroll on the June 30, 2016 - 2022 census

Note: This schedule does not contain ten years of information as GASB No. 75 was implemented during the fiscal year ended June 30, 2018.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

There were none.

B. TEACHERS' PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

In the July 1, 2022 actuarial valuation the salary increases were 2.75 – 4.25% based on years of service while in the July 1, 2021 actuarial valuation the salary increases were 2.75% – 5.65% based on years of service.

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate for June 30, 2023 was 3.65%. The discount rate for June 30, 2022 was 3.54%, a change of .11%.

The health care trend rates in the valuation as of June 30, 2023 were based on the following:

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

The health care trend rates in the valuation as of June 30, 2022 were based on the following:

For pre-Medicare medical benefits, the trend rate is initially 6.25% and decreases to a 4.50% long term trend rate after eight years. For post-65 medical benefits PPO, the trend is initially -1.99% in fiscal year 2023, increasing to 13.44% in fiscal year 2026 and decreases to 4.5% in fiscal year 2033. For HMO the trend is initially -3.54% in fiscal year 2023, increasing to 15.19% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 8.00% and decreases to a 4.50% long term rate after eight years.

BUDGETARY COMPARISON SCHEDULES



NORTH PLAINFIELD 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
Revenues from Local Sources:					
Local Tax Levy	\$ 32,084,894		\$ 32,084,894	\$ 32,084,894	
Tuition From Other LEAs Within the State	20,000		20,000	7,718	\$ (12,282)
Rents and Royalties				50,229	50,229
Unrestricted Miscellaneous Revenues	100,000		100,000	1,480,204	1,380,204
Interest Earned on Maintenance Reserve				3,630	3,630
Interest Earned on Capital Reserve Funds	1,000		1,000	361,967	360,967
Other Restricted Miscellaneous Revenues				60,131	60,131
Total Revenues from Local Sources	32,205,894		32,205,894	34,048,773	1,842,879
Revenues from State Sources:					
Categorical Transportation Aid	314,548		314,548	314,548	
Extraordinary Aid				570,060	570,060
Categorical Special Education Aid	2,219,988		2,219,988	2,219,988	
Equalization Aid	54,777,271		54,777,271	54,777,271	
Categorical Security Aid	1,337,265		1,337,265	1,337,265	
Non-Public Tuition Reimbursement				50,960	50,960
Homeless Tuition Reimbursement				13,810	13,810
TPAF Post Retirement Contributions (Non-Budgeted)				3,100,151	3,100,151
TPAF Pension Contributions (Non-Budgeted)				11,262,331	11,262,331
TPAF Non-Contributory Insurance (Non-Budgeted)				128,441	128,441
TPAF Long-Term Disability Insurance (Non-Budgeted)				6,002	6,002
Reimbursed TPAF Social Security Contributions				2,427,418	2,427,418
Total Revenues from State Sources	58,649,072		58,649,072	76,208,245	17,559,173
Revenues from Federal Sources:					
Medicaid Reimbursement	111,715		111,715	110,358	(1,357)
Total Revenues from Federal Sources	111,715		111,715	110,358	(1,357)
TOTAL REVENUE	90,966,681		90,966,681	110,367,376	19,400,695

NORTH PLAINFIELD 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
GENERAL CURRENT EXPENSE					
Regular Programs - Instruction:					
Kindergarten - Salaries of Teachers	\$ 766,220	\$ 190,780	\$ 957,000	\$ 957,000	
Grades 1-5 - Salaries of Teachers	6,139,229	(24,339)	6,114,890	6,112,421	\$ 2,469
Grades 6-8 - Salaries of Teachers	5,301,275	91,070	5,392,345	5,374,004	18,341
Grades 9-12 - Salaries of Teachers	6,835,595	(126,206)	6,709,389	6,707,369	2,020
Regular Programs - Home Instruction:					
Salaries of Teachers	36,000	21,506	57,506	57,309	197
Purchased Professional-Educational Services	46,000	(39,165)	6,835	3,360	3,475
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	357,176	9,021	366,197	329,445	36,752
Purchased Professional-Educational Services	294,100	597,498	891,598	859,922	31,676
Purchased Technical Services	360,196	(107,410)	252,786	233,630	19,156
Other Purchased Services (400-500 series)	359,122	(294,310)	64,812	48,723	16,089
General Supplies	1,456,144	(237,880)	1,218,264	1,145,233	73,031
Textbooks	77,015	(19,291)	57,724	55,143	2,581
Other Objects	39,680	8,954	48,634	42,554	6,080
Total Regular Programs - Instruction	22,067,752	70,228	22,137,980	21,926,113	211,867
Special Education - Instruction:					
Multiple Disabilities:					
Salaries of Teachers	434,090	(37,866)	396,224	396,223	1
Total Multiple Disabilities	434,090	(37,866)	396,224	396,223	1

NORTH PLAINFIELD 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
Resource Room/Resource Center:					
Salaries of Teachers	\$ 4,967,533	\$ (625,969)	\$ 4,341,564	\$ 4,325,880	\$ 15,684
Other Salaries for Instruction	1,511,527	(62,555)	1,448,972	1,412,239	36,733
Purchased Professional-Educational Services		174,721	174,721	147,782	26,939
Other Purchased Services (400-500 series)	2,156	19,781	21,937	6,937	15,000
General Supplies	32,800	9,182	41,982	30,149	11,833
Total Resource Room/Resource Center	6,514,016	(484,840)	6,029,176	5,922,987	106,189
Preschool Disabilities - Full-Time:					
Salaries of Teachers	151,425	(57,605)	93,820	93,305	515
Other Salaries for Instruction		129,063	129,063	127,357	1,706
General Supplies	2,500	(2,500)			
Total Preschool Disabilities - Full-Time	153,925	68,958	222,883	220,662	2,221
TOTAL SPECIAL EDUCATION - INSTRUCTION	7,102,031	(453,748)	6,648,283	6,539,872	108,411
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	1,288,957	(99,952)	1,189,005	1,183,460	5,545
Total Basic Skills/Remedial - Instruction	1,288,957	(99,952)	1,189,005	1,183,460	5,545
Bilingual Education - Instruction:					
Salaries of Teachers	2,097,105	(771,038)	1,326,067	1,321,430	4,637
General Supplies	38,777		38,777	33,715	5,062
Total Bilingual Education - Instruction	2,135,882	(771,038)	1,364,844	1,355,145	9,699
School-Spon. Cocurricular & Extracurricular Actvts. - Inst.:					
Salaries	233,525	96,282	329,807	329,807	
Purchased Services (300-500 series)	33,200	(1,725)	31,475	28,519	2,956
Supplies and Materials	103,543	(8,702)	94,841	64,736	30,105
Other Objects		2,075	2,075	2,075	
Total School-Spon. Cocurricular & Extracurricular Actvts. - Inst.	370,268	87,930	458,198	425,137	33,061

NORTH PLAINFIELD 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
School-Sponsored Athletics - Instruction:					
Salaries	\$ 793,015	\$ 6,613	\$ 799,628	\$ 711,153	\$ 88,475
Purchased Services (300-500 series)	198,420	(19,000)	179,420	124,989	54,431
Supplies and Materials	98,185	11,800	109,985	104,710	5,275
Other Objects	26,000	7,700	33,700	33,346	354
Total School-Sponsored Athletics - Instruction	1,115,620	7,113	1,122,733	974,198	148,535
Summer School - Instruction:					
Salaries of Teachers	130,000	(96,635)	33,365		33,365
General Supplies		500	500	475	25
Total Summer School - Instruction	130,000	(96,135)	33,865	475	33,390
Instructional/Alternative Education Program - Instruction:					
Salaries of Teachers	125,000	15,560	140,560	140,560	
General Supplies	5,000	(4,937)	63	63	
Total Instructional Alternative Education Program - Instruction	130,000	10,623	140,623	140,623	
TOTAL INSTRUCTION	34,340,510	(1,244,979)	33,095,531	32,545,023	550,508
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Regular	32,500	2,205	34,705	34,705	
Tuition to Other LEAs Within the State-Special	2,272,533	(246,690)	2,025,843	1,692,183	333,660
Tuition to County Voc. School Dist.-Regular	35,040		35,040	33,653	1,387
Tuition to Priv. Sch. for the Handicap. W/I State	2,139,747	(587,325)	1,552,422	1,331,508	220,914
Tuition - State Facilities	123,225		123,225	123,225	
Tuition - Other		52,828	52,828	52,828	
Total Undistributed Expenditures - Instruction	4,603,045	(778,982)	3,824,063	3,268,102	555,961

NORTH PLAINFIELD 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
Undistributed Expend. - Attend. & Social Work:					
Salaries	\$ 146,755	\$ (22,223)	\$ 124,532	\$ 124,531	\$ 1
Purchased Professional and Technical Services	7,500	(4,171)	3,329	2,504	825
Total Undist. Expend. - Attendance and Social Work	154,255	(26,394)	127,861	127,035	826
Undistributed Expenditures - Health Services:					
Salaries	581,522	(33,638)	547,884	547,807	77
Purchased Professional and Technical Services	238,500	45,648	284,148	272,780	11,368
Other Purchased Services (400-500 series)	20,000	518	20,518	20,518	
Supplies and Materials	27,554	(5,375)	22,179	11,876	10,303
Other Objects	6,000	248	6,248		6,248
Total Undist. Expenditures - Health Services	873,576	7,401	880,977	852,981	27,996
Undist. Expend. - Speech, OT, PT, Related Svcs:					
Salaries	687,709	(14,322)	673,387	669,217	4,170
Purchased Professional - Educational Services	65,000	(28,436)	36,564	20,260	16,304
Supplies and Materials	5,025		5,025	718	4,307
Total Undist. Expend. - Speech, OT, PT, Related Svcs	757,734	(42,758)	714,976	690,195	24,781
Undist. Expend. - Other Supp. Serv. Students - Extra. Serv.:					
Salaries	9,000	(9,000)			
Purchased Professional - Educational Services	140,000	(16,313)	123,687	68,202	55,485
Total Undist. Expend. - Other Supp. Svcs. Students - Extra. Serv.	149,000	(25,313)	123,687	68,202	55,485

NORTH PLAINFIELD 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
Undist. Expend. - Guidance:					
Salaries of Other Professional Staff	\$ 1,210,535	\$ (10,665)	\$ 1,199,870	\$ 1,198,820	\$ 1,050
Salaries of Secretarial and Clerical Assistants	120,970	1,580	122,550	122,550	
Other Purchased Services (400-500 series)	19,290	(1,443)	17,847	14,380	3,467
Supplies and Materials	9,000	(579)	8,421	8,006	415
Other Objects	2,405		2,405	490	1,915
Total Undist Expend. - Guidance	1,362,200	(11,107)	1,351,093	1,344,246	6,847
Undist. Expend. - Child Study Team:					
Salaries of Other Professional Staff	1,581,998	46,746	1,628,744	1,627,049	1,695
Salaries of Secretarial and Clerical Assistants	178,880	6,140	185,020	185,020	
Purchased Professional - Educational Services	150,309	257,283	407,592	347,491	60,101
Other Purchased Prof. and Tech. Services	20,000		20,000	4,051	15,949
Other Purchased Services (400-500 series)	21,800		21,800	550	21,250
Supplies and Materials	61,770	(4,561)	57,209	42,881	14,328
Other Objects	2,000		2,000	200	1,800
Total Undist Expend. - Child Study Team	2,016,757	305,608	2,322,365	2,207,242	115,123
Undist. Expend. - Improv. of Inst. Serv.:					
Salaries of Supervisors of Instruction	806,317	27,853	834,170	833,566	604
Salaries of Other Professional Staff	84,800	(45,061)	39,739	39,739	
Salaries of Secretarial and Clerical Assistants	178,125	3,610	181,735	181,735	
Other Salaries	71,510	(36,257)	35,253	35,253	
Other Purchased Prof. and Tech. Services	25,000		25,000	25,000	
Supplies and Materials	5,000	(3,000)	2,000	2,000	
Other Objects	3,000	(2,000)	1,000	1,000	
Total Undist. Expend. - Improv. of Inst. Serv.	1,173,752	(54,855)	1,118,897	1,118,293	604

NORTH PLAINFIELD 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
Undist. Expend.-Edu. Media Serv./Sch. Library:					
Salaries	\$ 981,794	\$ (5,366)	\$ 976,428	\$ 971,959	\$ 4,469
Other Purchased Services (400-500 series)	84,550	(53,788)	30,762	4,987	25,775
Supplies and Materials	36,950	(6,821)	30,129	23,584	6,545
Total Undist Expend-Edu. Media Serv./Sch. Library	1,103,294	(65,975)	1,037,319	1,000,530	36,789
Undist.Expend.-Instructional Staff Training Services:					
Salaries of Secretarial and Clerical Assistants	1,000		1,000	885	115
Purchased Professional - Educational Service	87,900	(50,000)	37,900	33,113	4,787
Other Purchased Services (400-500 series)	63,929		63,929	46,718	17,211
Supplies and Materials	38,666	1,335	40,001	18,312	21,689
Other Objects	19,694	2,000	21,694	21,594	100
Total Undist.Expend.-Instructional Staff Training Services	211,189	(46,665)	164,524	120,622	43,902
Undist. Expend.-Support Serv.-Gen. Admin.:					
Salaries	789,967	9,140	799,107	797,391	1,716
Legal Services	150,000	(17,893)	132,107	105,823	26,284
Audit Fees	55,000	12,504	67,504	67,500	4
Expenditure & Internal Control Audit Fees (alloc)	4	(4)			
Other Purchased Professional Services	30,837	(3,290)	27,547	19,659	7,888
Communications / Telephone	76,310	65,653	141,963	88,722	53,241
BOE Other Purchased Services	5,000	1,220	6,220	5,769	451
Other Purch. Serv. (400-500 series other than 530 & 585)	38,345	(6,526)	31,819	27,482	4,337
General Supplies	23,902	(683)	23,219	23,104	115
BOE In-house training/ Meeting Supplies	2,000	202	2,202	2,202	
Miscellaneous Expenditures	15,500	14,412	29,912	29,899	13
BOE Membership Dues and Fees	28,000	4,098	32,098	29,948	2,150
Total Undist. Expend.-Support Serv.-Gen. Admin.	1,214,865	78,833	1,293,698	1,197,499	96,199

NORTH PLAINFIELD 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
Undist. Expend.-Support Serv.-School Admin.:					
Salaries of Principals/Assistant Principals/Prog Director	\$ 1,620,917	\$ (68,786)	\$ 1,552,131	\$ 1,530,116	\$ 22,015
Salaries of Other Professional Staff	378,613	72,670	451,283	387,034	64,249
Salaries of Secretarial and Clerical Assistants	533,627	173,420	707,047	684,305	22,742
Purchased Professional and Technical Services	9,700	(2,200)	7,500	7,500	7,500
Supplies and Materials	61,250	16,758	78,008	74,660	3,348
Other Objects	13,664		13,664	4,502	9,162
Total Undist. Expend.-Support Serv.-School Adm.	2,617,771	191,862	2,809,633	2,680,617	129,016
Undist. Expend. - Central Services:					
Salaries	501,814	1,663	503,477	503,477	
Purchased Professional Services	5,000	6,484	11,484	7,404	4,080
Miscellaneous Purchased Services (400-500 series other than 594)	6,340	6,800	13,140	8,341	4,799
Supplies and Materials	11,000	(2,788)	8,212	6,912	1,300
Other Objects	10,000	(2,223)	7,777	7,777	
Total Undist. Expend. - Central Services	534,154	9,936	544,090	533,911	10,179
Undist. Expend.-Required Maintenance for School Facilities:					
Salaries	457,465	(28,822)	428,643	428,642	1
Cleaning, Repair, and Maintenance Services	497,914	(74,973)	422,941	407,355	15,586
Lead Testing of Drinking Water	15,000	5,000	20,000	18,440	1,560
General Supplies	164,517	(2,003)	162,514	155,897	6,617
Total Undist. Expend.- Required Maint. for School Facilities	1,134,896	(100,798)	1,034,098	1,010,334	23,764



NORTH PLAINFIELD 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
Undist. Expend.-Custodial Services:					
Salaries	\$ 2,157,845	\$ (41,923)	\$ 2,115,922	\$ 2,112,231	\$ 3,691
Salaries of Non-Instructional Aides	544,863	(53,965)	490,898	490,898	
Purchased Professional and Technical Services	15,250	17,280	32,530	29,054	3,476
Cleaning, Repair, and Maintenance Services	567,970	(50,255)	517,715	487,223	30,492
Other Purchased Property Services	71,097	78,488	149,585	149,585	
Insurance	926,000	53,777	979,777	979,777	
General Supplies	78,543	36,861	115,404	115,008	396
Energy (Natural Gas)	405,000	(116,000)	289,000	288,582	418
Energy (Electricity)	312,000	202,062	514,062	453,098	60,964
Other Objects	5,000	(2,700)	2,300	2,115	185
Total Undist. Expend.-Custodial Services	5,083,568	123,625	5,207,193	5,107,571	99,622
Care and Upkeep of Grounds:					
Salaries	60,015	1,200	61,215	61,194	21
Cleaning, Repair, and Maintenance Services	38,507	98,127	136,634	133,827	2,807
General Supplies	25,000	(9,516)	15,484	15,484	
Total Care And Upkeep Of Grounds	123,522	89,811	213,333	210,505	2,828
Security:					
Salaries	261,354	1,825	263,179	263,179	
Purchased Professional and Technical Services	185,100	9,549	194,649	185,888	8,761
General Supplies	28,600	5,304	33,904	33,876	28
Other Objects	1,000	(1,000)			
Total Security	476,054	15,678	491,732	482,943	8,789
Total Undist. Expend.-oper. And Maint. Of Plant Serv.	6,818,040	128,316	6,946,356	6,811,353	135,003

NORTH PLAINFIELD 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
Undist. Expend.-Student Transportation Serv.:					
Sal. for Pupil Trans. (Bet. Home and Sch.)-Spl. Ed.	\$ 216,260	\$ 85,871	\$ 302,131	\$ 302,129	\$ 2
Cleaning, Repair, and Maint. Services	40,000	(33,852)	6,148	6,148	
Contract Serv.(Bet. Home & Sch.)-Vendors	250,000	33,990	283,990	272,726	11,264
Contract Serv.(Oth. than Bet. Home & Sch.)-Vend.	299,200	(26,361)	272,839	224,277	48,562
Contract Serv.(Spl. Ed. Students)-ESCs & CTSA's	2,033,567	495,657	2,529,224	2,131,027	398,197
Transportation Supplies	60,452	27,700	88,152	83,300	4,852
Total Undist. Expend.-Student Trans. Serv.	2,899,479	583,005	3,482,484	3,019,607	462,877
UNALLOCATED BENEFITS					
Group Insurance	575,000	(45,954)	529,046	491,123	37,923
Social Security Contributions	675,000	257,838	932,838	932,838	
Other Retirement Contributions - PERS	816,203	56,323	872,526	872,526	
Other Retirement Contributions - Regular		72,207	72,207	72,207	
Unemployment Compensation	252,282	(42,840)	209,442	184,854	24,588
Workers Compensation	430,000	(16,877)	413,123	413,123	
Health Benefits	10,210,169	854,201	11,064,370	10,824,843	239,527
Tuition Reimbursement	125,000	(16,524)	108,476	108,426	50
Other Employee Benefits	200,000	124,085	324,085	323,434	651
TOTAL UNALLOCATED BENEFITS	13,283,654	1,242,459	14,526,113	14,223,374	302,739
ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)					
TPAF Post Retirement Contributions (Non-Budgeted)				3,100,151	(3,100,151)
TPAF Pension Contributions (Non-Budgeted)				11,262,331	(11,262,331)
TPAF Non-Contributory Insurance (Non-Budgeted)				128,441	(128,441)
TPAF Long-Term Disability Insurance (Non-Budgeted)				6,002	(6,002)
Reimbursed TPAF Social Security Contributions				2,427,418	(2,427,418)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)				16,924,343	(16,924,343)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	13,283,654	1,242,459	14,526,113	31,147,717	(16,621,604)

NORTH PLAINFIELD 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
TOTAL UNDISTRIBUTED EXPENDITURES	\$ 39,772,765	\$ 1,495,371	\$ 41,268,136	\$ 56,188,152	\$ (14,920,016)
TOTAL GENERAL CURRENT EXPENSE	74,113,275	250,392	74,363,667	88,733,175	(14,369,508)
CAPITAL OUTLAY					
Equipment					
Grades 1-5	32,120	44,698	76,818	7,470	69,348
Grades 6-8		16,358	16,358	16,358	
Grades 9-12	183,100	3,796	186,896	186,896	
School-Sponsored and Other Instructional Programs	94,240	(94,240)			
Undistributed:					
Undistributed Expenditures - Instruction		92,973	92,973	79,451	13,522
Undistributed Expenditures - Admin. Info. Tech.	381,394		381,394	379,655	1,739
Undist. Expend. - Required Maint for School Fac.	343,200	70,745	413,945	280,686	133,259
Undist. Expend. - Care and Upkeep of Grounds	50,264	531,673	581,937	405,269	176,668
Undist. Expend. - Security	87,000	(3,000)	84,000	79,514	4,486
Total Equipment	1,171,318	663,003	1,834,321	1,435,299	399,022
Facilities Acquisition and Construction Serv.:					
Architectural/Engineering Services	1,187,963	373,606	1,561,569	1,124,349	437,220
Construction Services	15,816,362	(7,651,799)	8,164,563	4,716,620	3,447,943
Assessment for Debt Service on SDA Funding	196,636		196,636	196,636	
Total Facilities Acquisition and Const. Serv.	17,200,961	(7,278,193)	9,922,768	6,037,605	3,885,163
TOTAL CAPITAL OUTLAY	18,372,279	(6,615,190)	11,757,089	7,472,904	4,284,185
Transfer of Funds to Charter Schools	2,804,888	(274,611)	2,530,277	2,530,277	
TOTAL EXPENDITURES	95,290,442	(6,639,409)	88,651,033	98,736,356	(10,085,323)

NORTH PLAINFIELD 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
Excess/(Deficit) of Revenues Over/(Under) Expenditures	\$ (4,323,761)	\$ 6,639,409	\$ 2,315,648	\$ 11,631,020	\$ 9,315,372
Other Financing Sources/(Uses):					
Transfer to Special Revenue Fund - Pre-K Inclusion	(314,555)		(314,555)	(314,555)	
Capital Outlay - Transfer to Capital Projects Fund		(6,639,409)	(6,639,409)	(3,706,647)	2,932,762
Total Other Financing Sources/(Uses)	(314,555)	(6,639,409)	(6,953,964)	(4,021,202)	2,932,762
Excess/(Deficit) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(4,638,316)		(4,638,316)	7,609,818	12,248,134
Fund Balance, July 1	18,235,034		18,235,034	18,235,034	
Fund Balance, June 30	\$ 13,596,718	\$ - 0 -	\$ 13,596,718	\$ 25,844,852	\$ 12,248,134
<u>Recapitulation:</u>					
Restricted Fund Balance:					
Excess Surplus - Restricted For 2025-2026				\$ 750,000	
Excess Surplus - Restricted For 2024-2025				750,000	
Capital Reserve				15,782,132	
Maintenance Reserve				975,377	
Unemployment Compensation				357,461	
Assigned Fund Balance:					
Year End Encumbrances				4,671,951	
Designated for Subsequent Year's Expenditures				220,247	
Unassigned Fund Balance				2,337,684	
				25,844,852	
Reconciliation to Governmental Funds Statement (GAAP):				(5,827,088)	
Last State Aid Payments not Recognized on GAAP basis					
Fund Balance per Governmental Funds (GAAP)				\$ 20,017,764	

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
SPECIAL REVENUE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources	\$ 80,707	\$ 320,462	\$ 401,169	\$ 388,411	\$ (12,758)
State Sources	3,405,285	112,355	3,517,640	3,162,814	(354,826)
Federal Sources	1,701,201	3,355,925	5,057,126	4,176,409	(880,717)
Total Revenues	5,187,193	3,788,742	8,975,935	7,727,634	(1,248,301)
Other Financing Sources:					
Transfer In - Board Contribution - General Fund	314,555		314,555	314,555	
Total Revenues and other Financing Sources	5,501,748	3,788,742	9,290,490	8,042,189	(1,248,301)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	507,072	934,615	1,441,687	1,123,732	317,955
Other Salaries for Instruction	93,180	21,411	114,591	70,298	44,293
Purchased Professional and Technical Services	6,971	42,590	49,561	40,606	8,955
Tuition	1,140,751	625,747	1,766,498	1,733,194	33,304
General Supplies	286,532	84,966	371,498	203,065	168,433
Textbooks	3,931		3,931	3,931	
Other Objects		1,500	1,500		1,500
Total Instruction	2,038,437	1,710,829	3,749,266	3,174,826	574,440
Support Services:					
Salaries of Program Directors	125,000		125,000	116,784	8,216
Salaries of Other Professional Staff	127,128	(21,428)	105,700	94,055	11,645
Salaries of Secretaries and Clerical Assistants	89,803	28	89,831	89,819	12
Salaries of Community Parent Involvement Specialists	76,776		76,776	68,470	8,306
Salaries of Master Teachers	88,612		88,612	87,390	1,222
Other Salaries	205,349	440,804	646,153	547,278	98,875
Personal Services - Employee Benefits	13,485	729,677	743,162	448,219	294,943
Purchased Professional and Technical Services	82,910	274,400	357,310	356,955	355
Purchased Educational Services - Contracted Pre-K	2,216,754		2,216,754	2,201,867	14,887
Purchased Professional and Educational Services	50,000		50,000	40,007	9,993
Other Purchased Professional Services	5,000		5,000	4,817	183
Other Purchased Services	10,065	249,091	259,156	240,335	18,821
Contractual Services - Transportation	5,000		5,000		5,000
Contractual Services - Field Trips	6,000		6,000		6,000
Travel		3,478	3,478	3,478	
Supplies and Materials	49,518	109,735	159,253	136,702	22,551
Other Objects	7,500		7,500	1,273	6,227
Student Activities	62,707	281,072	343,779	343,779	
Scholarships	18,000	11,056	29,056	29,056	
Total Support Services	3,239,607	2,077,913	5,317,520	4,810,284	507,236
Facilities Acquisition and Construction Services:					
Instructional Equipment	223,704		223,704	44,321	179,383
Total Facilities Acquisition and Construction Services	223,704		223,704	44,321	179,383
Total Expenditures	\$ 5,501,748	\$ 3,788,742	\$ 9,290,490	\$ 8,029,431	\$ 1,261,059
Excess of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ 12,758	\$ 12,758

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
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		General Fund	Special Revenue Fund
		<u>                    </u>	<u>                    </u>
Sources/Inflows of Resources:			
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule		\$ 110,367,376	\$ 8,042,189
Difference - Budget to GAAP:			
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis recognizes Encumbrances as Revenue and Expenditures, while the GAAP Basis does not:			
Current Year Encumbrances			(91,497)
Prior Year Encumbrances			2,435,665
Prior Year State Aid Payments Recognized for GAAP Statements, not Recognized for Budgetary Purposes		4,613,486	254,099
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements		<u>(5,827,088)</u>	<u>(319,695)</u>
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.		<u><u>\$ 109,153,774</u></u>	<u><u>\$ 10,320,761</u></u>
Uses/Outflows of Resources:			
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule		\$ 98,736,356	\$ 8,029,431
Differences - Budget to GAAP:			
Encumbrances for Supplies and Equipment Ordered but Not Received are Reported in the Year the Order is Placed for Budgetary Purposes, but in the Year the Supplies are Received for Financial Reporting Purposes.			<u>2,344,168</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds		<u><u>\$ 98,736,356</u></u>	<u><u>\$ 10,373,599</u></u>

Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the General, Special Revenue, and Debt Service Funds. The budget for the fiscal year ended June 30, 2024 was submitted to the County office and was approved by a vote by the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the 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 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, except for student activities and scholarships. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

The General Fund and Special Revenue Fund budgetary revenue differs from the GAAP revenue due to a difference in the recognition of the last two state aid payments for the current year. Since the State is recording the last two state aid payments in the subsequent fiscal year, the District cannot recognize these payments on the GAAP financial statements.

SCHOOL LEVEL SCHEDULES  
(NOT APPLICABLE)

SPECIAL REVENUE FUND
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NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Elementary and Secondary Education Act					I.D.E.A. Part B, Basic
	Title I	Title I - SIA	Title IIA	Title III	Title III Immigrant	Title IV
REVENUES:						
Local Sources						
State Sources						
Federal Sources						
Total Revenues	\$ 723,229	\$ 7,613	\$ 100,256	\$ 160,117	\$ 21,340	\$ 51,399
	723,229	7,613	100,256	160,117	21,340	51,399
Other Financing Sources:						
Transfer In - Board Contribution - General Fund						
Total Revenues and other Financing Sources	723,229	7,613	100,256	160,117	21,340	51,399
Total Revenues and other Financing Sources						1,081,376
EXPENDITURES:						
Instruction:						
Salaries of Teachers	245,592					900
Other Salaries for Instruction						
Purchased Professional and Technical Services	22,989					
Tuition						
General Supplies	61,146	7,613		1,000		1,670
Total Instruction	329,727	7,613		1,000		2,570
Total Instruction						1,081,376
Support Services:						
Salaries of Program Directors						
Salaries of Other Professional Staff						
Salaries of Secretaries and Clerical Assistants						
Salaries of Community Parent Involvement Specialists						
Salaries of Master Teachers						
Other Salaries	88,505		59,000	85,546		19,250
Personal Services - Employee Benefits	159,534		32,066	44,676		
Purchased Professional and Technical Services	142,144			28,895	19,900	7,935
Other Purchased Services					1,440	21,644
Travel						
Supplies and Materials	3,319		3,478			
Student Activities			5,712			
Scholarship						
Total Support Services	393,502		100,256	159,117	21,340	48,829
Total Support Services						
Facilities Acquisition and Construction Services:						
Instructional Equipment						
Total Facilities Acquisition and Construction Services						
Total Expenditures	723,229	7,613	100,256	160,117	21,340	51,399
Total Expenditures						1,081,376

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT

SPECIAL REVENUE FUND

COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	COVID-19 ACSERS	ESSER III	Education Stabilization Fund - COVID-19 A.R.P.				
			Accelerated Learning Coach/ Educator Support	Evidence Based Summer Learning and Enrichment	Evidence Based Beyond the School Day	Mental Health	Homeless Children and Youth II
REVENUES:							
Local Sources							
State Sources							
Federal Sources							
Total Revenues	\$ 865,840	\$ 874,788	\$ 192,685	\$ 28,630	\$ 5,856	\$ 31,000	\$ 9,194
	865,840	874,788	192,685	28,630	5,856	31,000	9,194
Other Financing Sources:							
Transfer In - Board Contribution - General Fund							
Total Revenues and other Financing Sources	865,840	874,788	192,685	28,630	5,856	31,000	9,194
EXPENDITURES:							
Instruction:							
Salaries of Teachers		530,958		28,567	5,165		477
Other Salaries for Instruction							
Purchased Professional and Technical Services							
Tuition	651,818		25,298		691		4,506
General Supplies			25,298		5,856		4,983
Total Instruction	651,818	530,958		28,567			
Support Services:							
Salaries of Program Directors							
Salaries of Other Professional Staff							
Salaries of Secretaries and Clerical Assistants							
Salaries of Community Parent Involvement Specialists							
Salaries of Master Teachers							
Other Salaries		96,590	167,387			31,000	
Personal Services - Employee Benefits				63			
Purchased Professional and Technical Services		144,731					
Other Purchased Services	214,022	102,509					3,229
Supplies and Materials							982
Student Activities							
Scholarship							
Total Support Services	214,022	343,830	167,387	63		31,000	4,211
Facilities Acquisition and Construction Services:							
Instructional Equipment							
Total Facilities Acquisition and Construction Services							
Total Expenditures	\$ 865,840	\$ 874,788	\$ 192,685	\$ 28,630	\$ 5,856	\$ 31,000	\$ 9,194

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NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Perkins Secondary Application	Preschool Education Aid	Local Donations	Student Activities	Scholarships	Totals
REVENUES:						
Local Sources		\$ 3,115,566	\$ 2,818	\$ 357,615	\$ 27,978	\$ 388,411
State Sources						3,162,814
Federal Sources	\$ 23,086					4,176,409
Total Revenue	23,086	3,115,566	2,818	357,615	27,978	7,727,634
Other Financing Sources:		314,555				314,555
Transfer In - Board Contribution - General Fund	23,086	3,430,121	2,818	357,615	27,978	8,042,189
Total Revenues and other Financing Sources						
EXPENDITURES:						
Instruction:						
Salaries of Teachers	17,328	294,745				1,123,732
Other Salaries for Instruction		70,298				70,298
Purchased Professional and Technical Services	700		890			40,606
Tuition						1,733,194
General Supplies	1,557	98,215	1,369			203,065
Textbooks						3,931
Total Instruction	19,585	463,258	2,259			3,174,826
Support Services:						
Salaries of Program Directors		116,784				116,784
Salaries of Other Professional Staff		94,055				94,055
Salaries of Secretaries and Clerical Assistants		89,819				89,819
Salaries of Community Parent Involvement Specialists		68,470				68,470
Salaries of Master Teachers		87,390				87,390
Other Salaries						547,278
Personal Services - Employee Benefits		211,880				448,219
Purchased Professional and Technical Services	1,230	2,201,867				356,955
Purchased Educational Services - Contracted Pre-K		40,007				2,201,867
Purchased Professional and Educational Services		4,817				40,007
Other Purchased Professional Services						4,817
Other Purchased Services						240,335
Travel						3,478
Supplies and Materials	2,271	6,180	559			136,702
Other Objects		1,273				1,273
Student Activities				343,779		343,779
Scholarship					29,056	29,056
Total Support Services	3,501	2,922,542	559	343,779	29,056	4,810,284
Facilities Acquisition and Construction Services:						
Instructional Equipment		44,321				44,321
Total Facilities Acquisition and Construction Services		44,321				44,321
Total Expenditures	\$ 23,086	\$ 3,430,121	\$ 2,818	\$ 343,779	\$ 29,056	\$ 8,029,431

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
PRESCHOOL EDUCATION AID SCHEDULE OF EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

District-Wide Total

	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
EXPENDITURES:			
Instruction:			
Salaries of Teachers	\$ 301,810	\$ 294,745	\$ 7,065
Other Salaries for Instruction	91,566	70,298	21,268
General Supplies	250,392	98,215	152,177
Total Instruction	<u>643,768</u>	<u>463,258</u>	<u>180,510</u>
Support Services:			
Salaries of Program Directors	125,000	116,784	8,216
Salaries of Other Professional Staff	127,087	94,055	33,032
Salaries of Secretaries and Clerical Assistants	89,819	89,819	
Salaries of Community Parent Involvement Specialists	76,760	68,470	8,290
Salaries of Master Teachers	88,612	87,390	1,222
Employee Benefits	211,880	211,880	
Purchased Educational Services - Contracted Pre-K	2,216,754	2,201,867	14,887
Purchased Professional Educational Services	50,000	40,007	9,993
Other Purchased Professional Services	5,000	4,817	183
Contractual Services - Transportation	5,000		5,000
Contractual Services - Field Trips	6,000		6,000
Supplies and Materials	6,660	6,180	480
Other Objects	7,500	1,273	6,227
Total Support Services	<u>3,016,072</u>	<u>2,922,542</u>	<u>93,530</u>
Equipment:			
Instructional Equipment	60,000	44,321	15,679
Total Equipment	<u>60,000</u>	<u>44,321</u>	<u>15,679</u>
Total Expenditures	<u>\$ 3,719,840</u>	<u>\$ 3,430,121</u>	<u>\$ 289,719</u>

CALCULATION OF BUDGET & CARRYOVER

Total Revised 2023-2024 Preschool Education Aid Allocation	\$ 3,217,696
Add: Actual Preschool Expansion Aid Carryover (June 30, 2023)	252,696
Add: Budgeted Transfer from General Fund	314,555
Total Preschool Education Aid Funds Available for 2023-2024 Budget	3,784,947
Less: 2023-2024 Budgeted Preschool Education Aid (Including prior year budgeted carryover)	(3,719,840)
Available & Unbudgeted Preschool Education Aid Funds as of June 30, 2024	65,107
Add: June 30, 2024 Unexpended Preschool Education Aid	289,719
Add: Cancellation of Prior Year Encumbrances	365
2023-2024 Carryover - Preschool Education Aid	\$ 355,191
Budgeted for Preschool Programs in 2024-2025	<u>\$ 252,696</u>

CAPITAL PROJECTS FUND

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF REVENUE, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Revenue and Other Financing Sources:	
State Sources - SDA Grants	\$ 4,292,672
Transfer from Capital Outlay	<u>3,706,647</u>
Total Revenue and Other Financing Sources	<u>7,999,319</u>
Expenditures:	
Construction Services	<u>1,914,511</u>
Total Expenditures	<u>1,914,511</u>
Excess of Revenue and Other Financing Sources Over Expenditures	6,084,808
Fund Balance - Beginning of Year	<u>- 0 -</u>
Fund Balance - End of Year	<u><u>\$ 6,084,808</u></u>
<u>Recapitulation:</u>	
Committed	\$ 4,750,019
Committed - Encumbrances	<u>1,334,789</u>
	6,084,808
Reconciliation to Governmental Funds Statement (GAAP):	
SDA Grants not Recognized on GAAP Basis	<u>(4,292,672)</u>
Fund Balance per Governmental Funds (GAAP)	<u><u>\$ 1,792,136</u></u>

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
NORTH PLAINFIELD HIGH SCHOOL ROOF REPAIR/REPLACEMENT  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:			
State Sources - SDA Grant	\$ 770,737	\$ 770,737	\$ 770,737
Transfer from Capital Outlay	<u>1,461,730</u>	<u>1,461,730</u>	<u>1,461,730</u>
Total Revenue and Other Financing Sources	<u>2,232,467</u>	<u>2,232,467</u>	<u>2,232,467</u>
Expenditures:			
Construction Services	<u>1,363,278</u>	<u>1,363,278</u>	<u>2,232,467</u>
Total Expenditures	<u>1,363,278</u>	<u>1,363,278</u>	<u>2,232,467</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 869,189</u>	<u>\$ 869,189</u>	<u>\$ - 0 -</u>

Additional Project Information:

Project Number	3670-050-23-R501 / 3670-050-23-G500
Grant Date	March 13, 2024
Original Authorized Cost	\$ 2,232,467
Change Orders	\$ - 0 -
Revised Authorized Cost	\$ 2,232,467
Change Order Percentage	0.00%
Percentage Completion	61.07%
Original Target Completion Date	June 30, 2025



NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
NORTH PLAINFIELD HIGH SCHOOL HVAC SYSTEM UPGRADES  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:			
State Sources - SDA Grant	\$ 1,207,254	\$ 1,207,254	\$ 1,207,254
Transfer from Capital Outlay	<u>659,961</u>	<u>659,961</u>	<u>659,961</u>
Total Revenue and Other Financing Sources	<u>1,867,215</u>	<u>1,867,215</u>	<u>1,867,215</u>
Expenditures:			
Construction Services	<u></u>	<u></u>	<u>1,867,215</u>
Total Expenditures	<u>- 0 -</u>	<u>- 0 -</u>	<u>1,867,215</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 1,867,215</u>	<u>\$1,867,215</u>	<u>\$ - 0 -</u>

Additional Project Information:

Project Number	3670-050-23-R502 / 3670-050-23-G5OP
Grant Date	March 13, 2024
Original Authorized Cost	\$ 1,867,215
Change Orders	\$ - 0 -
Revised Authorized Cost	\$ 1,867,215
Change Order Percentage	0.00%
Percentage Completion	0.00%
Original Target Completion Date	June 30, 2025

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
EAST END ELEMENTARY SCHOOL ROOF REPAIR/REPLACEMENT  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Current Year	Totals	Project Authorization
Revenue and Other Financing Sources:			
State Sources - SDA Grant	\$ 198,875	\$ 198,875	\$ 198,875
Transfer from Capital Outlay	179,508	179,508	179,508
Total Revenue and Other Financing Sources	378,383	378,383	378,383
Expenditures:			
Construction Services	184,076	184,076	378,383
Total Expenditures	184,076	184,076	378,383
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ 194,307	\$ 194,307	\$ - 0 -
Additional Project Information:			
Project Number	3670-060-23-R501 / 3670-060-23-G5OQ		
Grant Date	March 13, 2024		
Original Authorized Cost	\$ 378,383		
Change Orders	\$ - 0 -		
Revised Authorized Cost	\$ 378,383		
Change Order Percentage	0.00%		
Percentage Completion	48.65%		
Original Target Completion Date	June 30, 2025		

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
SOMERSET ELEMENTARY SCHOOL HVAC SYSTEM UPGRADES  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:			
State Sources - SDA Grant	\$ 315,647	\$ 315,647	\$ 315,647
Transfer from Capital Outlay	<u>172,553</u>	<u>172,553</u>	<u>172,553</u>
Total Revenue and Other Financing Sources	<u>488,200</u>	<u>488,200</u>	<u>488,200</u>
Expenditures:			
Construction Services	<u>                    </u>	<u>                    </u>	<u>488,200</u>
Total Expenditures	<u>- 0 -</u>	<u>- 0 -</u>	<u>488,200</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 488,200</u>	<u>\$ 488,200</u>	<u>\$ - 0 -</u>

Additional Project Information:

Project Number	3670-080-23-R501 / 3670-080-23-G5OR
Grant Date	March 13, 2024
Original Authorized Cost	\$ 488,200
Change Orders	\$ - 0 -
Revised Authorized Cost	\$ 488,200
Change Order Percentage	0.00%
Percentage Completion	0.00%
Original Target Completion Date	June 30, 2025

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
STONY BROOK ELEMENARY SCHOOL HVAC SYSTEM UPGRADES  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:			
State Sources - SDA Grant	\$ 1,548,238	\$ 1,548,238	\$ 1,548,238
Transfer from Capital Outlay	846,366	846,366	846,366
Total Revenue and Other Financing Sources	<u>2,394,604</u>	<u>2,394,604</u>	<u>2,394,604</u>
Expenditures:			
Construction Services			2,394,604
Total Expenditures	<u>- 0 -</u>	<u>- 0 -</u>	<u>2,394,604</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 2,394,604</u>	<u>\$ 2,394,604</u>	<u>\$ - 0 -</u>

Additional Project Information:

Project Number	3670-090-23-R501 / 3670-090-23-G50S
Grant Date	March 13, 2024
Original Authorized Cost	\$ 2,394,604
Change Orders	\$ - 0 -
Revised Authorized Cost	\$ 2,394,604
Change Order Percentage	0.00%
Percentage Completion	0.00%
Original Target Completion Date	June 30, 2025

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
STONY BROOK ELEMENTARY SCHOOL ROOF REPAIR/REPLACEMENT  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:			
State Sources - SDA Grant	\$ 251,921	\$ 251,921	\$ 251,921
Transfer from Capital Outlay	<u>386,529</u>	<u>386,529</u>	<u>386,529</u>
Total Revenue and Other Financing Sources	<u>638,450</u>	<u>638,450</u>	<u>638,450</u>
Expenditures:			
Construction Services	<u>367,157</u>	<u>367,157</u>	<u>638,450</u>
Total Expenditures	<u>367,157</u>	<u>367,157</u>	<u>638,450</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 271,293</u>	<u>\$ 271,293</u>	<u>\$ - 0 -</u>

Additional Project Information:

Project Number	3670-090-23-R502 / 3670-090-23-G50T
Grant Date	March 13, 2024
Original Authorized Cost	\$ 638,450
Change Orders	\$ - 0 -
Revised Authorized Cost	\$ 638,450
Change Order Percentage	0.00%
Percentage Completion	57.51%
Original Target Completion Date	June 30, 2025

PROPRIETARY FUNDS
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NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
FOOD SERVICE ENTERPRISE FUND  
STATEMENT OF NET POSITION  
JUNE 30, 2024

ASSETS:

## Current Assets:

Cash and Cash Equivalents	\$ 1,287,297
Intergovernmental Accounts Receivable:	
State	6,175
Federal	113,707
Other Accounts Receivable	36,997
Inventories	30,643
	<hr/>

Total Current Assets	<hr/> 1,474,819 <hr/>
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## Non-Current Assets:

Capital Assets	649,388
Less: Accumulated Depreciation	<hr/> (318,108) <hr/>

Total Non-Current Assets	<hr/> 331,280 <hr/>
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Total Assets	<hr/> 1,806,099 <hr/>
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LIABILITIES:

## Current Liabilities:

Accounts Payable	123,213
Unearned Revenue:	
Prepaid Meals	10,072
Donated Commodities	6,752
	<hr/>

Total Liabilities	<hr/> 140,037 <hr/>
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NET POSITION:

Investment in Capital Assets	331,280
Unrestricted	<hr/> 1,334,782 <hr/>

Total Net Position	<hr/> \$ 1,666,062 <hr/>
--------------------	--------------------------

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
FOOD SERVICE ENTERPRISE FUND  
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN FUND NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Operating Revenue:	
Local Sources:	
Daily Sales:	
Reimbursable Programs	\$ 259,084
Non-Reimbursable Programs	184,961
	<hr/>
Total Operating Revenue	444,045
	<hr/>
Operating Expenses:	
Cost of Sales:	
Reimbursable Programs	1,087,258
Non-Reimbursable Programs	107,662
Salaries	748,174
Benefits and Payroll Taxes	241,129
Supplies, Insurance and Other Costs	165,242
Management Fee	40,600
Depreciation Expense	42,343
	<hr/>
Total Operating Expenses	2,432,408
	<hr/>
Operating Loss	(1,988,363)
Non-Operating Revenue:	
State Sources:	
State School Lunch Program	72,655
State School Breakfast Program	8,745
State - After the Bell	11,853
State - Summer Food Service Program - Supplement	598
Federal Sources:	
National School Lunch Program	1,402,652
School Breakfast Program	267,313
Summer Food Service Program	24,820
Local Food For Schools Cooperative Program	6,096
Child Care Food	77,285
Cash in Lieu of Commodities	4,511
Fresh Fruit and Vegetable Program	12,457
COVID 19 - Pandemic Electronic Benefit Transfer (P-EBT)	3,256
Supply Chain Assistance (SCA) Funding	84,064
Food Distribution Program	146,715
	<hr/>
Total Non-Operating Revenue	2,123,020
	<hr/>
Change in Net Position	134,657
Net Position - Beginning of Year	1,531,405
	<hr/>
Net Position - End of Year	\$ 1,666,062
	<hr/>



NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
FOOD SERVICE ENTERPRISE FUND  
STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Cash Flows from Operating Activities:	
Receipts from Customers	\$ 439,111
Payments to Food Service Contractor	(1,999,652)
Payments to Suppliers	(141,799)
	<u>(1,702,340)</u>
Net Cash (Used for) Operating Activities	
Cash Flows from Capital and Related Financing Activities:	
Purchase of Capital Assets	(59,252)
	<u>(59,252)</u>
Net Cash (Used for) Capital and Related Financing Activities	
Cash Flows from Noncapital Financing Activities:	
State Sources	101,483
Federal Sources	2,093,511
	<u>2,194,994</u>
Net Cash Provided by Noncapital Financing Activities	
Net Increase in Cash and Cash Equivalents	433,402
Cash and Cash Equivalents, July 1	<u>853,895</u>
Cash and Cash Equivalents, June 30	<u><u>\$ 1,287,297</u></u>
Reconciliation of Operating Loss to Net Cash	
Used for Operating Activities:	
Operating Loss	\$ (1,988,363)
Adjustment to Reconcile Operating Loss to Net Cash Used	
for Operating Activities:	
Depreciation	42,343
Food Distribution Program	146,715
Changes in Assets and Liabilities:	
(Decrease) in Unearned Revenue - Prepaid Meals	(359)
(Decrease) in Unearned Revenue - Donated Commodities	(4,575)
Increase in Accounts Payable	123,213
(Increase) in Accounts Receivable	(16,767)
(Increase) in Inventory	(4,547)
	<u>(1,702,340)</u>
Net Cash Used for Operating Activities	<u><u>\$ (1,702,340)</u></u>

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$142,140 and utilized U.S.D.A. Commodities valued at \$146,715.

FIDUCIARY ACTIVITIES  
(NOT APPLICABLE)

LONG-TERM LIABILITIES
-----------------------

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
LONG-TERM LIABILITIES  
SCHEDULE OF SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds			Interest Rate	Balance July 1, 2023	Retired or Matured	Balance June 30, 2024
			Date	June 30, 2024	Amount				
School Refunding Bonds	5/5/2016	\$ 8,230,000	08/15/24	\$ 920,000		4.00%			
			08/15/25	905,000		4.00%			
			08/15/26	890,000		4.00%	\$ 3,645,000	\$ 930,000	\$ 2,715,000
							<u>\$ 3,645,000</u>	<u>\$ 930,000</u>	<u>\$ 2,715,000</u>

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
DEBT SERVICE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 1,057,200		\$ 1,057,200	\$ 1,057,200	
Total Revenues	1,057,200		1,057,200	1,057,200	
EXPENDITURES:					
Regular Debt Service:					
Interest	127,200		127,200	127,200	
Redemption of Principal	930,000		930,000	930,000	
Total Regular Debt Service	1,057,200		1,057,200	1,057,200	
Total Expenditures	1,057,200		1,057,200	1,057,200	
Fund Balance, July 1	8,660		8,660	8,660	
Fund Balance, June 30	\$ 8,660	\$ - 0 -	\$ 8,660	\$ 8,660	\$ - 0 -
Recapitulation:					
Restricted				\$ 8,660	

**STATISTICAL SECTION**  
**(UNAUDITED)**

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

**Contents**

**Exhibit**

**Financial Trends**

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

J-1 thru J-5

**Revenue Capacity**

These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property taxes.

J-6 thru J-9

**Debt Capacity**

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

J-10 thru J-13

**Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.

J-14 thru J-15

**Operating Information**

These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.

J-16 thru J-20

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

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

UNAUDITED

*(Accrual Basis of Accounting)*

	June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Governmental Activities:</b>										
Net Investment in Capital Assets	\$ 41,256,679	\$ 41,590,276	\$ 41,173,589	\$ 34,273,749	\$ 34,948,373	\$ 37,511,287	\$ 36,383,368	\$ 38,201,055	\$ 48,016,657	\$ 53,629,644
Restricted	6,580,474	4,269,564	3,673,163	4,998,040	5,728,349	5,766,470	6,756,694	8,672,828	12,217,217	19,272,944
Unrestricted/(Deficit)	(16,393,974)	(15,700,663)	(17,161,753)	(17,799,090)	(17,964,185)	(17,161,523)	(15,907,445)	(11,762,149)	(10,496,946)	(9,431,114)
Total Governmental Activities Net Position	\$ 31,443,179	\$ 30,159,177	\$ 27,684,999	\$ 21,472,699	\$ 22,712,536	\$ 26,116,235	\$ 27,232,617	\$ 35,111,734	\$ 49,736,928	\$ 63,471,474
<b>Business-Type Activities</b>										
Investment in Capital Assets	\$ 157,893	\$ 131,215	\$ 246,616	\$ 151,129	\$ 137,928	\$ 124,915	\$ 107,422	\$ 151,435	\$ 314,371	\$ 331,280
Unrestricted	364,503	594,539	537,451	594,881	485,258	448,851	621,176	921,293	1,217,034	1,334,782
Total Business-Type Activities Net Position	\$ 522,396	\$ 725,755	\$ 784,067	\$ 746,010	\$ 623,186	\$ 573,766	\$ 728,598	\$ 1,072,728	\$ 1,531,405	\$ 1,666,062
<b>District-Wide:</b>										
Net Investment in Capital Assets	\$ 41,414,572	\$ 41,721,491	\$ 41,420,205	\$ 34,424,878	\$ 35,086,301	\$ 37,636,202	\$ 36,490,790	\$ 38,352,490	\$ 48,331,028	\$ 53,960,924
Restricted	6,580,474	4,269,564	3,673,163	4,998,040	5,728,349	5,766,470	6,756,694	8,672,828	12,217,217	19,272,944
Unrestricted/(Deficit)	(16,029,471)	(15,106,123)	(16,624,302)	(17,204,208)	(17,478,927)	(16,712,671)	(15,286,269)	(10,840,856)	(9,279,912)	(8,096,332)
Total District Net Position	\$ 31,965,575	\$ 30,884,932	\$ 28,469,065	\$ 22,218,709	\$ 23,335,723	\$ 26,690,001	\$ 27,961,215	\$ 36,184,462	\$ 51,268,333	\$ 65,137,536

Source: North Plainfield Borough School District Financial Reports.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

UNAUDITED

(Accrual Basis of Accounting)

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses:										
Governmental Activities:										
Instruction:										
Regular	\$ 27,613,948	\$ 31,347,922	\$ 33,059,309	\$ 34,855,692	\$ 33,123,223	\$ 32,136,478	\$ 37,353,050	\$ 37,020,173	\$ 34,427,303	\$ 44,886,926
Special Education	10,163,362	11,107,063	11,808,236	11,384,783	12,687,573	11,661,993	8,860,359	10,253,581	10,544,101	11,370,034
Other Special Instruction							3,257,635	3,586,223	3,592,335	4,125,182
Other Instruction	4,684,044	4,661,565	5,788,444	5,169,455	5,854,669	6,660,691	1,424,877	1,496,552	1,917,712	2,218,498
Support Services:										
Tuition							3,312,836	2,899,919	3,557,567	3,268,102
Student & Instruction Related Services	10,137,285	10,421,772	12,033,381	12,644,061	13,101,431	12,138,176	8,617,888	9,329,462	9,213,624	10,483,043
General Administrative Services	1,050,043	1,032,245	1,292,101	2,315,806	1,545,787	1,193,573	1,636,873	1,437,145	1,395,425	1,574,044
School Administrative Services	3,650,036	3,890,151	4,636,011	5,017,816	4,652,368	4,019,150	4,497,828	4,015,586	4,059,593	4,039,374
Central Services	436,775	533,058	599,572	534,292	501,279	495,570	508,257	713,326	682,384	717,713
Administrative Information Technology	14,677	125,927		1,551		15,463	173,950	13,384	13,384	16,761
Plant Operations And Maintenance	6,412,474	6,597,827	7,226,031	6,521,828	6,197,338	6,774,058	7,201,631	6,799,920	7,994,708	10,322,460
Pupil Transportation							1,520,666	2,056,683	2,982,740	3,157,832
Capital Outlay							742,543	307,601	196,636	196,636
Transfer to Charter School							2,099,058	2,537,426	2,211,703	2,530,277
Student Transportation Services	1,412,051	1,723,702	1,942,646	1,868,873	2,029,998	2,074,044	112,772	84,646	48,397	11,171
Interest On Long-Term Liabilities	475,772	449,844	313,988	296,027	268,794	242,319				
Unallocated Depreciation	1,451,477	1,502,293	1,531,405	1,469,516	1,429,056	1,471,819				
Total Governmental Activities Expenses	67,501,944	73,393,368	80,231,124	82,079,699	81,391,516	78,883,333	81,320,223	82,551,627	82,837,612	98,918,053
Business-type activities:										
Food Service	1,769,203	1,587,609	1,761,349	1,969,959	2,027,901	1,432,583	787,691	2,342,893	2,228,081	2,432,408
Total Business-Type Activities Expense	1,769,203	1,587,609	1,761,349	1,969,959	2,027,901	1,432,583	787,691	2,342,893	2,228,081	2,432,408
Total District Expenses	69,271,147	74,980,978	81,992,473	84,049,658	83,419,417	80,315,916	82,107,914	84,894,520	85,065,693	101,350,461
Program Revenues:										
Governmental Activities:										
Charges For Services:										
Regular Instruction								33,470	38,406	7,718
Student and Instruction Related Services							141,335	196,846	234,356	385,593
Operating Grants and Contributions	13,096,158	16,104,635	21,241,263	24,313,650	23,172,573	17,951,148	23,520,637	22,929,197	21,963,154	23,487,011
Total Governmental Activities Program Revenues	13,096,158	16,104,635	21,241,263	24,313,650	23,172,573	17,951,148	23,661,972	23,159,513	22,235,916	23,880,322
Business-Type Activities:										
Charges For Services:										
Food Service	481,311	521,326	537,766	519,419	539,377	351,709	3,746	178,149	485,632	444,045
Operating Grants and Contributions	1,251,083	1,269,642	1,281,895	1,348,326	1,348,338	1,026,235	938,777	2,508,874	2,201,126	2,123,020
Total Business Type Activities Program Revenues	1,732,395	1,790,968	1,819,661	1,867,745	1,887,716	1,377,944	942,523	2,687,023	2,686,758	2,567,065
Total District Program Revenues	14,828,552	17,895,603	23,060,924	26,181,394	25,060,289	19,329,091	24,604,495	25,846,536	24,922,674	26,447,387



NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

UNAUDITED

(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Net (Expense)/Revenue Governmental Activities	\$ (54,405,786)	\$ (57,288,733)	\$ (58,989,861)	\$ (57,766,050)	\$ (58,218,943)	\$ (60,932,185)	\$ (57,658,251)	\$ (59,392,114)	\$ (60,601,696)	\$ (75,037,731)
Business-Type Activities	(36,809)	203,359	58,312	(102,214)	(140,185)	(54,639)	154,832	344,130	458,677	134,657
Total District-Wide Net Expense	<u>(54,442,595)</u>	<u>(57,085,375)</u>	<u>(58,931,549)</u>	<u>(57,868,264)</u>	<u>(58,359,128)</u>	<u>(60,986,825)</u>	<u>(57,503,419)</u>	<u>(59,047,984)</u>	<u>(60,143,019)</u>	<u>(74,903,074)</u>
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	28,490,467	29,060,276	29,641,483	30,534,258	30,838,998	31,455,778	31,455,778	31,455,778	31,455,778	32,084,894
Taxes Levied for Debt Service	1,289,373	1,265,643	1,245,711	1,114,029	1,031,040	1,133,547	1,133,648	1,137,300	1,099,500	1,057,200
Federal and State Aid not Restricted	24,911,346	24,860,106	25,390,777	26,041,999	27,193,215	29,789,127	27,408,153	34,386,104	42,164,654	53,674,022
Federal and State Aid Restricted	786,026	611,015	64,315	177,776						
Miscellaneous Income	199,423	207,690	173,397	294,142	395,527	1,068,455	331,131	292,049	506,958	1,956,161
Cancel Accounts Receivable	(21,731)			(275,836)						
Disposal of Capital assets (net)				(6,332,618)						
Total Governmental Activities	<u>55,654,905</u>	<u>56,004,731</u>	<u>56,515,683</u>	<u>51,553,751</u>	<u>59,458,780</u>	<u>63,446,907</u>	<u>60,328,710</u>	<u>67,271,231</u>	<u>75,226,890</u>	<u>88,772,277</u>
Business-Type Activities:										
Interest and Miscellaneous Income				194,064	17,351	5,229				
Capital Contributions/(Disposals)				(129,907)						
Total Business-Type Activities				64,157	17,351	5,229				
Total District-Wide	<u>55,654,905</u>	<u>56,004,731</u>	<u>56,515,683</u>	<u>51,617,908</u>	<u>59,476,131</u>	<u>63,452,136</u>	<u>60,328,710</u>	<u>67,271,231</u>	<u>75,226,890</u>	<u>88,772,277</u>
Change in Net Position:										
Governmental Activities	1,249,119	(1,284,003)	(2,474,178)	(6,212,299)	1,239,837	2,514,722	2,670,459	7,879,117	14,625,194	13,734,546
Business-Type Activities	(36,809)	203,359	58,312	(38,057)	(122,834)	(49,410)	154,832	344,130	458,677	134,657
Total District	<u>\$ 1,212,310</u>	<u>\$ (1,080,644)</u>	<u>\$ (2,415,866)</u>	<u>\$ (6,250,356)</u>	<u>\$ 1,117,003</u>	<u>\$ 2,465,312</u>	<u>\$ 2,825,291</u>	<u>\$ 8,223,247</u>	<u>\$ 15,083,871</u>	<u>\$ 13,869,203</u>

Source: North Plainfield Borough School District Financial Reports.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
FUND BALANCES - GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(Modified Accrual Basis of Accounting)*

	June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund:										
Restricted	\$4,115,809	\$3,067,589	\$2,482,107	\$4,819,862	\$5,728,349	\$5,086,228	\$6,046,098	\$8,051,054	\$11,572,001	\$18,614,970
Assigned	26,065	26,065	26,065	171,278			1,225,660	2,888,373	2,049,547	1,402,794
Total General Fund	<u>\$4,141,875</u>	<u>\$3,093,654</u>	<u>\$2,508,172</u>	<u>\$4,991,140</u>	<u>\$5,728,349</u>	<u>\$5,086,228</u>	<u>\$7,271,758</u>	<u>\$10,939,427</u>	<u>\$13,621,548</u>	<u>\$20,017,764</u>
All Other Governmental Funds:										
Committed	\$1,206,510	\$1,103,556	\$1,044,833							\$1,792,136
Restricted	142,354	77,871	243,055	\$116,213	\$11,552	\$693,398	\$710,596	\$621,774	\$645,216	657,974
Unassigned/(Deficit)					(235,756)	(264,027)	(275,407)	(258,904)	(254,099)	(319,695)
Total All Other Governmental Funds	<u>\$1,348,864</u>	<u>\$1,181,427</u>	<u>\$1,287,888</u>	<u>\$116,213</u>	<u>\$ (224,204)</u>	<u>\$ 429,371</u>	<u>\$ 435,189</u>	<u>\$ 362,870</u>	<u>\$ 391,117</u>	<u>\$ 2,130,415</u>
Total Governmental Funds:										
Restricted	\$4,258,163	\$3,145,460	\$2,725,162	\$4,936,075	\$5,739,901	\$5,779,626	\$6,756,694	\$8,672,828	\$12,217,217	\$19,272,944
Committed	1,206,510	1,103,556	1,044,833							1,792,136
Assigned	26,065	26,065	26,065	171,278		(264,027)	1,225,660	2,888,373	2,049,547	1,402,794
Unassigned/(Deficit)					(235,756)		(275,407)	(258,904)	(254,099)	(319,695)
Total Governmental Funds	<u>\$5,490,739</u>	<u>\$4,275,081</u>	<u>\$3,796,060</u>	<u>\$5,107,352</u>	<u>\$5,504,145</u>	<u>\$5,515,599</u>	<u>\$7,706,947</u>	<u>\$11,302,297</u>	<u>\$14,012,665</u>	<u>\$22,148,179</u>

Source: North Plainfield Borough School District Financial Reports.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

UNAUDITED

(Modified Accrual Basis of Accounting)

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Revenues:</b>										
Tax Levy	\$ 29,779,840	\$ 30,325,919	\$ 30,887,194	\$ 31,648,287	\$ 31,870,038	\$ 32,589,325	\$ 32,589,426	\$ 32,593,078	\$ 32,555,278	\$ 33,142,094
Interest Earned - Capital Reserve	356					831	305	1,006	76,341	361,967
Interest Earned - Maintenance Reserve									2,320	3,630
Tuition								33,470	38,406	7,718
Rents and Royalties	181,922	147,710	155,140	399,612	293,448	991,879	472,379	488,575	663,863	50,229
Miscellaneous	31,440,772	32,356,841	32,968,470	36,110,094	39,169,892	41,904,861	45,592,178	56,177,866	65,089,223	78,055,799
State Sources	1,929,657	1,888,742	2,088,380	1,760,291	2,110,983	1,819,693	2,314,091	3,704,426	5,320,986	6,666,997
Federal Sources	63,332,547	64,719,212	66,099,184	69,918,284	73,444,361	77,306,588	80,968,379	92,998,421	103,746,417	120,217,180
<b>Total Revenue</b>										
<b>Expenditures:</b>										
Instruction:										
Regular Instruction	17,618,390	17,710,626	17,907,402	18,347,526	18,331,013	19,626,662	22,866,572	23,808,166	22,715,516	30,801,180
Special Education Instruction	4,304,712	4,561,215	4,580,865	4,390,375	5,186,556	5,342,700	5,195,931	6,819,066	7,096,579	7,621,248
Other Special Instruction							1,773,354	2,171,231	2,286,995	2,538,605
Other Instruction	3,024,748	2,910,711	2,739,520	2,301,870	2,612,814	2,992,086	962,900	1,128,010	1,331,795	1,540,433
Support Services:										
Tuition	3,836,470	4,202,137	4,098,258	3,428,348	3,767,225	3,461,398	3,312,836	2,899,919	3,557,567	3,268,102
Student & Instruction Related Services	6,687,303	6,986,242	7,004,584	7,293,982	8,210,661	8,469,497	6,384,189	6,749,986	7,061,627	7,902,181
General Administrative Services	894,426	804,301	893,519	955,932	1,360,327	1,064,142	1,078,684	1,083,096	1,084,913	1,197,499
School Administrative Services	2,361,321	2,399,000	2,480,428	2,613,137	2,503,309	2,438,512	2,646,268	2,582,751	2,749,570	2,680,617
Central Services	340,349	346,179	388,086	400,123	418,677	433,070	381,637	505,405	518,474	533,911
Administrative Information Technology	19,013			1,551		15,463	22,500			
Plant Operations And Maintenance	5,556,055	5,455,865	5,296,974	5,160,496	5,461,555	6,210,125	5,447,800	5,510,083	6,577,213	6,811,353
Pupil Transportation							1,784,842	2,295,479	2,858,321	3,019,607
Student Transportation Services	1,309,636	1,567,110	1,725,011	1,756,730	1,953,711	2,012,258				
Unallocated Benefits	13,606,085	15,760,609	16,875,697	17,843,287	19,211,430	19,642,302	22,627,075	27,202,529	28,659,189	31,147,717
Debt Service:										
Principal	800,000	815,000	870,000	805,000	865,000	885,000	920,000	940,000	935,000	930,000
Interest And Other Charges	489,731	450,655	270,377	309,612	278,525	252,275	225,200	197,300	164,500	127,200
Capital Outlay	3,114,978	1,647,010	754,249	1,885,804	1,774,488	3,656,162	1,048,185	2,972,624	11,227,087	9,431,736
Transfer to Charter Schools	244,844	318,211	693,235	837,385	1,112,278	1,682,457	2,099,058	2,537,426	2,211,703	2,530,277
Refunding Bond Costs		235,784								
<b>Total Expenditures</b>										
	64,208,061	66,170,654	66,578,205	68,331,156	73,047,568	78,184,110	78,777,031	89,403,071	101,036,049	112,081,666

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

UNAUDITED

(Modified Accrual Basis of Accounting)

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Excess/(Deficiency) Of Revenues Over/(Under) Expenditures	\$ (875,513)	\$ (1,451,442)	\$ (479,021)	\$ 1,587,129	\$ 396,792	\$ (877,522)	\$ 2,191,348	\$ 3,595,350	\$ 2,710,368	\$ 8,135,514
Other Financing Sources/(Uses):										
Refunding Bond Proceeds		8,230,000								
Bonds Refunded		(9,015,000)								
Transfers In										
Transfers Out		1,020,784								
Original Issue Premium	(21,731)									
Accounts Receivable Canceled	(21,731)	235,784		(275,836)			97,377	183,898	225,180	4,021,202
Total Other Financing Sources/(Uses)				(275,836)			(97,377)	(183,898)	(225,180)	(4,021,202)
Net Change In Fund Balances	\$ (897,244)	\$ (1,215,658)	\$ (479,021)	\$ 1,311,292	\$ 396,792	\$ (877,522)	\$ 2,191,348	\$ 3,595,350	\$ 2,710,368	\$ 8,135,514
Debt Service As A Percentage Of Noncapital Expenditures	2.11%	1.96%	1.73%	1.68%	1.60%	1.53%	1.47%	1.32%	1.22%	1.03%

Source: North Plainfield Borough School District Financial Reports.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE  
LAST TEN FISCAL YEARS  
UNAUDITED

<u>Fiscal Year Ended June 30,</u>	<u>Interest on Investments</u>	<u>Tuition/ Transportation</u>	<u>Rentals- Use of Facilities</u>	<u>Prior Year Refunds</u>	<u>Other</u>	<u>Total</u>
2015	\$ 9,040	\$ 89,343	\$ 1,030		\$ 75,592	\$ 175,005
2016	7,502	87,353	3,028		42,831	140,715
2017	4,662	44,277	4,938		92,854	146,731
2018	15,439	61,080	890	\$ 196,309	118,017	391,735
2019	48,736	34,537	1,870	26,028	174,267	285,438
2020	69,141	117,470		90,826	682,777	960,213
2021	7,361			264,027	52,687	324,075
2022	6,118	33,470	59,666		226,265	325,519
2023	261,298	38,406	70,600		175,060	545,364
2024	745,964	7,718	50,229	1,000,000 *	159,968	1,963,879

\* The District received a \$1,000,000 Insurance Settlement.

Source: North Plainfield Borough School District records.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN YEARS  
UNAUDITED

Year Ended December 31,	Vacant Land	Residential	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities <sup>a</sup>	Net Valuation Taxable	Total Direct School Tax Rate <sup>b</sup>	Estimated Actual (County Equalized Value)
2014	\$ 9,111,700	\$ 1,208,703,900	\$ 238,015,050	\$ 4,088,200	\$ 139,466,800	\$ 1,599,385,650	\$ 1,465,085	\$ 1,600,850,735	\$ 1.85	\$ 1,525,892,589
2015	9,025,800	1,170,988,400	244,737,950	3,372,200	133,095,800	1,561,220,150	1,509,198	1,562,729,348	1.92	1,497,196,545
2016	9,536,600	1,136,956,500	239,733,650	3,372,200	132,558,200	1,522,157,150	1,523,482	1,523,680,632	2.01	1,530,468,311
2017	8,871,400	1,110,342,200	236,755,950	2,420,000	131,265,600	1,489,655,150	1,502,574	1,491,157,724	2.10	1,545,136,858
2018	8,940,400	1,103,754,700	237,146,350	1,120,000	212,032,900	1,562,994,350	1,426,277	1,564,420,627	2.03	1,585,062,848
2019	8,230,800	1,106,584,400	237,945,000	1,120,000	207,326,900	1,561,207,100	1,519,083	1,562,726,183	2.06	1,650,676,409
2020	7,648,200	1,109,502,900	232,276,800	1,120,000	203,776,700	1,554,324,600	1,310,719	1,555,635,319	2.17	1,815,776,148
2021	7,813,200	1,111,917,400	231,599,400	1,120,000	180,737,608	1,533,187,608	1,253,203	1,534,440,811	2.20	1,889,487,077
2022	7,493,200	1,115,310,200	228,346,650	1,120,000	166,447,608	1,518,717,658	1,164,727	1,519,882,385	2.21	2,014,933,427
2023	7,517,300	1,118,620,900	225,559,250	1,120,000	158,029,208	1,510,846,658	1,060,100	1,511,906,758	2.26	2,218,731,862

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

Reassessment occurs when ordered by the County Board of Taxation

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

<sup>b</sup> Tax rates are per \$100 of assessed valuation.

Source: North Plainfield Borough Tax Assessor.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN YEARS  
UNAUDITED  
*(rate per \$100 of assessed value)*

Year Ended December 31,	North Plainfield Borough School District					
	Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	General Obligation		Total Direct	Borough of North Plainfield	Somerset County	
	Basic Rate <sup>a</sup>	Debt Service <sup>b</sup>				
2014	\$ 1.77	\$ 0.08	\$ 1.85	\$ 1.07	\$ 0.36	\$ 3.28
2015	1.84	0.08	1.92	1.15	0.37	3.44
2016	1.92	0.08	2.01	1.20	0.38	3.59
2017	2.01	0.09	2.10	1.28	0.40	3.78
2018	1.96	0.07	2.03	1.28	0.42	3.73
2019	2.00	0.07	2.06	1.33	0.42	3.81
2020	2.10	0.07	2.17	1.36	0.45	3.99
2021	2.12	0.07	2.20	1.42	0.48	4.10
2022	2.14	0.07	2.21	1.43	0.50	4.15
2023	2.19	0.07	2.26	1.52	0.54	4.32

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

a The District's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net Valuation Taxable.

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

Source: North Plainfield Borough Tax Collector and School Business Administrator.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

2023		2014	
Taxpayer	Taxable Assessed Value	Taxpayer	Taxable Assessed Value
SDK Greenbrook Gardens, LLC	\$ 48,000,000	Vornado, Inc.	\$ 39,900,000
North Plainfield UE, LLC 203.01/1.01	20,600,000	SDK Greenbrook Gardens	30,000,000
North Plainfield UE, LLC 203.01/1.02	18,000,000	Cypress Gardens Apts Inc.	14,911,500
H&W Gardens Associates	15,820,272	H & W Gardens	13,590,900
Northwood TIC Owner, LLC	15,750,000	Home Properties	11,700,000
Cypress Garden Apartments Inc.	15,673,788	Global Motors	10,850,000
Global Motors Corporation	10,850,000	Avalon II New Jersey Value	9,499,400
Crystal Ridge Owner 1, LLC	9,750,000	Greenwood Garden Apartments	5,939,200
VIP Properties	9,698,000	Levin Properties	5,767,500
West End Gardens	6,298,812	West End Garden Apartments	5,762,000
Total	\$ 170,440,872	Total	\$ 147,920,500
			9.24%

Source: North Plainfield Borough Tax Assessor.



NORTH PLAINFIELD BOROUGH 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 <sup>a</sup>		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	\$ 29,779,840	\$ 29,779,840	100.00%	\$ - 0 -
2016	30,325,918	30,325,918	100.00%	- 0 -
2017	30,887,194	30,887,194	100.00%	- 0 -
2018	31,648,287	31,648,287	100.00%	- 0 -
2019	31,870,038	31,870,038	100.00%	- 0 -
2020	32,589,325	32,589,325	100.00%	- 0 -
2021	32,600,978	29,885,193	91.67%	2,715,785
2022	32,593,078	32,593,078	100.00%	- 0 -
2023	32,555,278	32,555,278	100.00%	- 0 -
2024	33,142,094	33,142,094	100.00%	- 0 -

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

Source: North Plainfield Borough School District records including the Certificate & Report of School Taxes.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities		Total District	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	General Obligation Bonds				
2015	\$ 11,425,000	\$ 11,425,000		0.63%	\$ 525
2016	9,825,000	9,825,000		0.51%	454
2017	8,995,000	8,995,000		0.45%	416
2018	8,190,000	8,190,000		0.38%	380
2019	7,325,000	7,325,000		0.33%	341
2020	6,440,000	6,440,000		0.27%	302
2021	5,520,000	5,520,000		0.22%	245
2022	4,580,000	4,580,000		0.18%	202
2023	3,645,000	3,645,000		0.15%	162
2024	2,715,000	2,715,000		0.11%	120

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

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

Source: North Plainfield Borough School District Financial Reports

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value <sup>a</sup> of Property	Per Capita <sup>b</sup>
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2015	\$ 11,425,000	\$ - 0 -	\$ 11,425,000	0.71%	\$ 525
2016	9,825,000	- 0 -	9,825,000	0.63%	454
2017	8,995,000	- 0 -	8,995,000	0.59%	416
2018	8,190,000	- 0 -	8,190,000	0.55%	380
2019	7,325,000	- 0 -	7,325,000	0.47%	341
2020	6,440,000	- 0 -	6,440,000	0.41%	302
2021	5,520,000	- 0 -	5,520,000	0.35%	245
2022	4,580,000	- 0 -	4,580,000	0.30%	202
2023	3,645,000	- 0 -	3,645,000	0.24%	162
2024	2,715,000	- 0 -	2,715,000	0.18%	120

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

- a See Exhibit J-6 for property tax data. This ratio is calculated using valuation data for the prior calendar year.
- b See Exhibit J-14 for population data. This ratio is calculated using population for the prior calendar year.

Source: North Plainfield Borough School District Financial Reports

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2023  
UNAUDITED

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable <sup>a</sup></u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid With Property Taxes			
North Plainfield Borough	\$ 25,628,105	100.00%	\$ 25,628,105
Somerset County - General Obligation Debt	276,384,694	2.96%	<u>8,180,987</u>
Subtotal, Overlapping Debt			<u>33,809,092</u>
North Plainfield Borough School District Direct Debt			<u>2,715,000</u>
Total Direct And Overlapping Debt			<u>\$ 36,524,092</u>

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 that is borne by the residents and businesses of Borough of North Plainfield. This process recognizes that, when considering the District's ability to issue and repay long-term, 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 unit.

<sup>a</sup> For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable equalized property values. Applicable percentages were estimated by determining the portion of North Plainfield Borough's equalized property value that is within the Somerset County's boundaries and dividing it by Somerset County's total equalized property value.

Sources: Assessed value data used to estimate applicable percentages provided by the Somerset County Board of Taxation; debt outstanding data provided by each governmental unit.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS  
UNAUDITED

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt Limit	\$ 61,519,166	\$ 60,654,534	\$ 60,910,719	\$ 62,101,804	\$ 63,685,650	\$ 67,351,191	\$ 71,703,174	\$ 76,760,673	\$ 82,174,627	\$ 88,218,944
Total Net Debt Applicable to Limit	11,425,000	9,825,000	8,995,000	8,190,000	7,325,000	6,440,000	5,520,000	4,580,000	3,645,000	2,715,000
Legal Debt Margin	\$ 50,094,166	\$ 50,829,534	\$ 51,915,719	\$ 53,911,804	\$ 56,360,650	\$ 60,911,191	\$ 66,183,174	\$ 72,180,673	\$ 78,529,627	\$ 85,503,944
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	18.57%	16.20%	14.77%	13.19%	11.50%	9.56%	7.70%	5.97%	4.44%	3.08%

Legal Debt Margin Calculation for Fiscal Year 2024

Equalized Valuation Basis	North Plainfield
2023	Borough
2022	\$ 2,363,282,744
2021	2,224,575,447
	2,028,562,593
	<u>\$ 6,616,420,784</u>
Average Equalized Valuation of Taxable Property	\$ 2,205,473,595
Debt Limit (4% of average equalization value)	\$ 88,218,944
Net Bonded School Debt as of June 30, 2024	2,715,000
Legal Debt Margin	<u>\$ 85,503,944</u>

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

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

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
UNAUDITED

Year	Population <sup>a</sup>	Somerset County Per Capita Personal Income <sup>c</sup>	Personal Income <sup>b</sup>	Unemployment Rate <sup>d</sup>
2015	21,654	\$ 88,399	\$ 1,914,191,946	5.30%
2016	21,608	92,352	1,995,542,016	4.60%
2017	21,536	99,210	2,136,586,560	4.40%
2018	21,488	104,620	2,248,074,560	3.90%
2019	21,349	110,466	2,358,338,634	3.60%
2020	21,246	112,825	2,397,079,950	9.60%
2021	22,497	113,975	2,564,095,575	6.00%
2022	22,637	110,753	2,507,115,661	3.60%
2023	22,566	110,753 *	2,499,252,198 ***	4.40%
2024	22,566 **	110,753 *	2,499,252,198 ***	N/A

\* - Latest Somerset County per capita personal income available (2022) was used for calculation purposes.

\*\* - Latest population data available (2023) was used for calculation purposes.

\*\*\* - Latest available population data (2023) and latest available Somerset County per capita personal income (2022) was used for calculation purposes.

N/A - Information Unavailable

Sources:

- a Population information provided by the NJ Dept of Labor and Workforce Development
- b Personal income has been estimated based upon the municipal population and per capita personal income presented
- c Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.
- d Unemployment data provided by the NJ Dept of Labor and Workforce Development

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS - COUNTY OF SOMERSET  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

2023			2014		
Employer	Employees	Percentage of Total Employment	Employer	Employees	Percentage of Total Employment
AT&T	4,100	N/A	AT&T	3,000	N/A
Janssen Pharmaceuticals, Inc.	1,800	N/A	Verizon Wireless	930	N/A
The Chubb Corporation	1,800	N/A	Dendrite	700	N/A
Johnson and Johnson Pharmaceuticals	1,700	N/A	Fiddler's Elbow Country Club	210	N/A
Bloomberg	1,380	N/A	Trump National	400	N/A
Ethicon, Inc.	1,100	N/A	Falrion Technologies	200	N/A
E-Z Go	1,050	N/A	Hamilton Farms	175	N/A
Personal Products Company (J&J)	1,000	N/A	Kings	120	N/A
Ortho Clinical Diagnostics	1,000	N/A	Bedminster Township Board of Education	100	N/A
Hooper Homes Inc.	900	N/A	Loral Skynet	80	N/A
Total	15,830			5,915	

N/A - Total amount of Employment is not available in order to do the percentage calculation

Source: Somerset County Treasurer's Office.

NORTH PLAINFIELD BOROUGH 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	258.0	240.0	236.0	239.0	242.0	245.0	247.0	247.0	332.0	325.5
Special Education	59.0	76.0	76.0	76.0	78.0	80.0	67.0	67.0	61.0	71.6
Support Services:										
Student & Instruction Related Services	48.0	39.0	41.0	42.0	42.0	42.0	42.0	42.0	42.0	42.0
General Administrative Services	5.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	7.0
School Administrative Services	24.0	24.0	22.0	22.0	22.0	22.0	22.0	22.0	22.0	23.0
Business Administrative Services	4.0	4.0	3.0	3.0	3.0	4.0	4.0	5.0	5.0	5.0
Plant Operations and Maintenance	39.0	38.0	37.0	37.0	37.0	37.0	37.0	38.0	38.0	38.0
Pupil Transportation	6.0	6.0	6.0	4.0	4.0	4.0	4.0	4.0	4.0	5.0
Total	<u>443.0</u>	<u>433.0</u>	<u>427.0</u>	<u>429.0</u>	<u>434.0</u>	<u>440.0</u>	<u>429.0</u>	<u>431.0</u>	<u>510.0</u>	<u>517.1</u>

Source: North Plainfield Borough School District Personnel records.



NORTH PLAINFIELD BOROUGH SCHOOL DISTRICTOPERATING STATISTICSLAST TEN FISCAL YEARSUNAUDITED

Fiscal Year	Enrollment	Operating Expenditures <sup>a</sup>	Cost Per Pupil	Percentage Change	Teaching Staff <sup>b</sup>	Teaching Staff		Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary School	Middle/ High School				
2015	3,332	\$ 59,803,351	\$ 17,948	5.21%	317	146	171	3,287	3,141	0.98%	95.56%
2016	3,383	63,022,205	18,629	3.79%	316	146	170	3,292	3,141	0.15%	95.41%
2017	3,325	64,683,579	19,454	4.43%	314	152	162	3,181	3,036	-3.37%	95.44%
2018	3,371	65,354,691	19,387	-0.34%	315	153	162	3,221	3,076	1.26%	95.50%
2019	3,398	70,129,555	20,638	6.45%	320	154	166	3,244	3,092	0.71%	95.31%
2020	3,379	73,390,673	21,720	5.24%	315	155	160	3,315	3,208	2.19%	96.77%
2021	3,310	76,583,646	23,137	6.53%	320	176	149	3,310	3,054	-0.15%	92.27%
2022	3,323	85,293,147	25,668	10.94%	349	198	151	3,323	3,155	0.39%	94.94%
2023	3,497	88,709,462	25,367	-1.17%	371	194	177	3,412	3,232	2.68%	94.72%
2024	3,497	101,592,730	29,051	14.52%	398	166	232	3,444	3,298	0.94%	95.76%

Note: Enrollment based on annual October district count.

a Operating expenditures equal total expenditures less debt service and capital outlay.

b Teaching staff includes only full-time equivalents of certificated staff.

c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

d The cost per pupil calculated above is the sum of operating enrollment divided by enrollment. This cost per pupil may be different from other cost per pupil calculations.

Source: North Plainfield Borough School District records.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS  
UNAUDITED

District Building	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
High School										
Square Feet	230,788	230,788	230,788	230,788	230,788	230,788	230,788	230,788	230,788	231,308
Capacity (students)	2,184	2,184	2,184	2,184	2,184	2,184	2,184	2,184	2,184	2,184
Enrollment	1,438	1,472	1,484	1,484	1,648	1,657	1,617	1,705	1,691	1,691
East End Elementary										
Square Feet	54,900	54,900	54,900	54,900	54,900	54,900	54,900	54,900	54,900	54,900
Capacity (students)	616	616	616	616	616	616	616	616	616	616
Enrollment	454	454	456	516	423	426	454	422	476	476
Stony Brook Elementary										
Square Feet	29,300	29,300	29,300	29,300	29,300	29,300	29,300	29,300	29,300	29,300
Capacity (students)	392	392	392	392	392	392	465	465	465	465
Enrollment	252	243	246	306	272	254	247	229	277	277
West End Elementary										
Square Feet	60,020	60,020	60,020	60,020	60,020	60,020	60,020	60,020	60,020	61,721
Capacity (students)	728	728	728	728	728	728	728	728	728	728
Enrollment	554	531	533	533	525	500	496	482	536	536
Harrison School										
Square Feet	11,600	11,600	11,600	11,600	11,600	11,600	11,600	11,600	11,600	11,600
Capacity (students)	84	84	84	84	84	84	84	84	84	84
Enrollment	18	27	13	13	34	13	30	30	18	18
Somerset School										
Square Feet	87,589	87,589	87,589	87,589	87,589	87,589	87,589	87,589	87,589	87,589
Capacity (students)	672	672	672	672	672	672	672	672	672	672
Enrollment	515	517	519	519	496	505	448	437	499	499
Watchung School										
Square Feet	4,700	4,700	4,700	4,700	4,700	4,700	4,700	4,700	4,700	4,700
Capacity (students)	18	18	18	18	18	18	18	18	18	18
Enrollment	18	18	18	18	18	18	18	18	18	18
Number of Schools at June 30, 2024:										
Elementary/Middle/High School = 7										

Source: North Plainfield Borough School District Facilities Office.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
SCHEDULE OF REQUIRED MAINTENANCE  
LAST TEN FISCAL YEARS  
UNAUDITED

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<u>School Facilities*</u>										
High School	\$ 281,453	\$ 405,129	\$ 321,210	\$ 331,321	\$ 454,787	\$ 617,853	\$ 322,496	\$ 303,905	\$ 371,137	\$ 384,155
East End Elementary	134,708	110,515	141,300	127,800	172,090	238,382	124,426	117,254	143,194	126,263
Stony Brook Elementary	115,752	61,171	106,000	106,800	136,890	134,932	70,429	66,369	81,052	110,185
West End Elementary	141,023	160,458	151,300	132,000	176,500	183,359	95,706	90,189	110,141	114,990
Harrison School	63,801	38,244	90,000	104,250	134,212	143,720	75,016	70,692	86,331	101,140
Somerset School		147,086	140,193	134,500	165,975	172,532	90,055	84,864	103,638	118,574
Watchung School	23,739	6,725	24,000	29,730	36,424	59,430	31,020	29,232	35,699	55,027
Total School Facilities	\$ 760,476	\$ 929,328	\$ 974,003	\$ 966,401	\$ 1,276,878	\$ 1,550,208	\$ 809,148	\$ 762,505	\$ 931,192	\$ 1,010,334

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

Source: North Plainfield Borough School District records.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
INSURANCE SCHEDULE  
JUNE 30, 2024  
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy - Diploma Joint Insurance Fund		
Property - Blanket Building & Contents - Fund Limit	\$ 500,000,000	\$ 5,000
Comprehensive General Liability (Aggregate)	5,000,000	
Comprehensive Automobile Liability	5,000,000	1,000
Comprehensive Crime Coverage - Loss Inside/Outside	50,000	1,000
Comprehensive Crime Coverage - Employee Theft	500,000 per loss	1,000
 Boiler and Machinery - Property Damage	 100,000,000	
 School Leader Professional Liability	 5,000,000	 15,000
 Umbrella Liability - Diploma Joint Insurance Fund - Excess	 5,000,000	
Allied World (Unshared Limit)	10,000,000	
Hudson (Unshared Limit)	10,000,000	
Evanston (Unshared Limit)	10,000,000	
Excess Umbrella Liability - Fireman's Fund (Shared Limit)	25,000,000	
 Workers Compensation Policy - Diploma Joint Insurance Fund:		
Employers Liability	5,000,000	
 Position Bond - Selective Insurance Company		
Business Administrator/Board Secretary	400,000	
Treasurer of School Monies	400,000	
 Flood Insurance - Selective Insurance Company	 500,000	 5,000
 Student Accident Insurance - Life Insurance Company - North America	 350,000	 2,500

Source: North Plainfield Borough School District records.

SINGLE AUDIT SECTION

Report on Internal Control Over Financial Reporting and  
on Compliance and Other Matters Based on an Audit of Financial Statements  
Performed in Accordance with *Government Auditing Standards*

Independent Auditors' Report

The Honorable President and Members  
of the Board of Education  
North Plainfield Borough School District  
County of Somerset, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the North Plainfield Borough School District (the "District"), in the County of Somerset, as of and for the fiscal year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated October 22, 2024.

**Report on Internal Control Over Financial Reporting**

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

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

Our consideration of the 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 or significant deficiencies may exist that were not identified.

The Honorable President and Members  
of the Board of Education  
North Plainfield Borough School District  
Page 2

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District'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*.

### **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 District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Mount Arlington, New Jersey  
October 22, 2024

*Nisivoccia, LLP*  
NISIVOCCIA LLP

*Kathryn L. Mantell*  
\_\_\_\_\_  
Kathryn L. Mantell  
Licensed Public School Accountant #884  
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Report on Compliance For Each Major Federal and State Program;  
Report on Internal Control Over Compliance Required by the Uniform Guidance and NJOMB 15-08

Independent Auditors' Report

The Honorable President and Members  
of the Board of Education  
North Plainfield Borough School District  
County of Somerset, New Jersey

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

***Qualified and Unmodified Opinions***

We have audited the Board of Education of the North Plainfield Borough School District's (the "District's") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/ Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the fiscal year ended June 30, 2024. The District's major federal and state programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs.

***Qualified Opinion on Additional or Compensatory Special Education and Related Services (ACSERS) Major Federal Program***

In our opinion, except for the noncompliance described in the Basis for Qualified and Unmodified Opinions section of our report, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the *Additional or Compensatory Special Education and Related Services (ACSERS) Major Federal Program* for the fiscal year ended June 30, 2024.

***Unmodified Opinion on Each of the Other Major Federal Programs***

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its other major federal and state programs identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs for the fiscal year ended June 30, 2024.

***Basis for Qualified and Unmodified Opinions***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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 New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Our responsibilities under those standards, the Uniform Guidance and New Jersey's OMB Circular 15-08 are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.



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

*Matter Giving Rise to Qualified Opinion on the Additional or Compensatory Special Education and Related Services (ACSERS) Major Federal Program*

As described in the accompanying Schedule of Findings and Questioned Costs, the District did not comply with requirements regarding Assistance Listing No. 21.027, *Additional or Compensatory Special Education and Related Services (ACSERS)*, as detailed in Finding 2024-001 for Activities Allowed or Unallowed and Allowable Costs/Cost Principles.

Compliance with such requirements is necessary, in our opinion, for the District to comply with the requirements applicable to that program.

*Government Auditing Standards* requires the auditor to perform limited procedures on the District's response to the noncompliance finding identified in our compliance audit described in the accompanying Schedule of Findings and Questioned Costs. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

***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 District's federal and state programs.

***Auditors' 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 District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey's OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal and state program as a whole.

The Honorable President and Members  
of the Board of Education  
North Plainfield Borough School District  
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In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey's OMB Circular 15-08, we

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

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

#### **Report on Internal Control Over Compliance**

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

*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 or state program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as Finding 2024-001 to be a significant deficiency.

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.

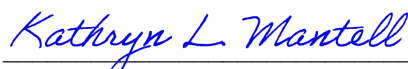
*Government Auditing Standards* requires the auditor to perform limited procedures on the District's response to the internal control over compliance finding identified in our compliance audit described in the accompanying Schedule of Findings and Questioned Costs. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The Honorable President and Members  
of the Board of Education  
North Plainfield Borough School District  
Page 4

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 or New Jersey's OMB Circular 15-08. Accordingly, this report is not suitable for any other purpose.

Mount Arlington, New Jersey  
October 22, 2024

NISIVOCCIA LLP



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Kathryn L. Mantell  
Licensed Public School Accountant #884  
Certified Public Accountant

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass Through Grantor/ Program Title/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period		Program or Award Amount	Balance at June 30, 2023		Cash Received	Budgetary Expenditures	Prior Year Encumbrance Cancelled	Prior Year Receivable Cancelled	Balance at June 30, 2024	
			From	To		Budgetary (Accounts Receivable)	Revenue					Budgetary (Accounts Receivable)	Revenue
U.S. Department of Agriculture - Passed-through State Department of Education: Child Nutrition Cluster:													
Food Distribution Program	10.555	N/A	7/1/23	6/30/24	\$ 142,140		\$ 142,140	\$ (135,388)				\$ 6,752	
Food Distribution Program	10.555	N/A	7/1/22	6/30/23	246,218	\$ 11,327		(11,327)					
Summer Food Service Program for Children	10.559	N/A	7/1/23	6/30/24	24,820		24,820	(24,820)					
National School Lunch Program	10.555	N/A	7/1/23	6/30/24	1,402,652		1,310,698	(1,402,652)			\$ (91,954)		
National School Lunch Program	10.555	N/A	7/1/22	6/30/23	1,357,638	\$ (266,010)		266,010					
School Breakfast Program	10.553	N/A	7/1/23	6/30/24	267,313		247,511	(267,313)			(19,802)		
School Breakfast Program	10.553	N/A	7/1/22	6/30/23	280,850	(58,754)		58,754			(1,951)		
Fresh Fruit and Vegetables Program	10.582	N/A	7/1/23	6/30/24	12,457		10,506	(12,457)					
COVID 19 - Supply Chain Assistance	10.555	N/A	7/1/23	6/30/24	84,064	(324,764)	11,327	2,144,503	(1,938,021)			(113,707)	6,752
Total Child Nutrition Cluster													
COVID 19 - Pandemic Electronic Benefit Transfer	10.649	N/A	7/1/23	6/30/24	3,256		3,256	(3,256)					
Child Care Food	10.588	N/A	7/1/23	6/30/24	77,285		77,285	(77,285)					
Cash in Lieu of Commodities	10.588	N/A	7/1/23	6/30/24	4,511		4,511	(4,511)					
Local Food for Schools Cooperative Program	10.185	N/A	7/1/23	6/30/24	6,096		6,096	(6,096)					
Total U.S. Department of Agriculture/Enterprise Fund						(324,764)	11,327	2,235,651	(2,029,169)			(113,707)	6,752
U.S. Department of Health and Human Services - Passed-through State Department of Human Services: General Fund:													
Medicaid Cluster:													
Medical Assistance Program (SEMI)	93.778	N/A	7/1/23	6/30/24	110,358		110,358	(110,358)					
Total U.S. Department of Health and Human Services/ Medicaid Cluster													
U.S. Department of Treasury - Passed-through State Department of Education: Special Revenue Fund:													
COVID 19 - Additional or Compensatory Special Education and Related Services (ACSERS)	21.027	N/A	7/1/23	6/30/24	792,588		396,295	(792,588)				(396,293)	
	21.027	N/A	7/1/22	6/30/23	146,504		73,252	(73,252)					
Total U.S. Department of Treasury								469,547	(865,840)			(396,293)	
U.S. Department of Education - Passed-through State Department of Education: Education Stabilization Fund:													
COVID-19 - CRRSA - ESSER II	84.425D	S425D210027	3/13/20	9/30/23	2,184,556	(1,590,553)	1,590,553					(285,363)	
COVID-19 - ARP - ESSER III	84.425U	S425U210027	3/13/20	9/30/24	4,909,648	(2,906,098)	3,465,241	(874,788)	\$ 30,282				
COVID-19 - ARP - Accelerated Learning Coach and Educator Support	84.425U	S425U210027	3/13/20	9/30/24	375,711	(30,542)	196,192	(192,685)				(27,035)	
COVID-19 - ARP - Evidence Based Summer Learning and Enrichment	84.425U	S425U210027	3/13/20	9/30/24	40,000	(2,656)	12,188	(28,630)				(19,098)	
COVID-19 - ARP - Evidence Based Comprehensive Beyond the School Day	84.425U	S425U210027	3/13/20	9/30/24	40,000	(771)	4,785	(5,856)	73			(1,769)	
COVID-19 - ARP - NJTSS Mental Health Support Staffing	84.425U	N/A	3/13/20	9/30/24	45,000		28,346	(31,000)				(2,654)	
COVID-19 - ARP - Homeless Children and Youth II	84.425W	S425W210027	3/13/20	9/30/24	18,870	(3,000)	10,735	(9,194)				(1,459)	
Education Stabilization Fund Total						(4,533,620)	5,308,040	(1,142,153)	30,355			(337,378)	

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass Through Grantor/ Program Title/Cluster Title	Federal CFDA Number	Grant or State Project Number	Grant Period		Program or Award Amount	Balance at June 30, 2023		Cash Received	Budgetary Expenditures	Prior Year Encumbrance Cancelled	Prior Year Receivable Cancelled	Balance at June 30, 2024		Amount Provided to Subrecipients
			From	To		Budgetary (Accounts Receivable)	Budgetary Unearned Revenue					Budgetary (Accounts Receivable)	Unearned Revenue	
Special Education Cluster:														
I.D.E.A. Part B, Basic Regular	84.027	IDEA-3670-24	7/1/23	9/30/24	\$ 1,083,013			\$ 796,288	\$ (1,048,305)			\$ (252,017)		
I.D.E.A. Part B, Basic Regular	84.027	IDEA-3670-23	7/1/22	9/30/23	961,027	\$ (168,078)		201,149	(33,071)					
COVID-19 - ARP - IDEA Part B, Basic Regular	84.027X	IDEA-3670-22	3/13/20	9/30/22	186,193	(6,818)		6,818						
COVID-19 - ARP - IDEA Part B, Preschool	84.173X	IDEA-3670-22	3/13/20	9/30/22	15,792	(23)		23						
Special Education Cluster Total						(174,919)		1,004,278	(1,081,376)			(252,017)		
U.S. Department of Education - Passed-through State Department of Education: Special Revenue Fund:														
Elementary and Secondary Education Act:														
Title I														
Title I	84.010A	ESEA-3670-24	7/1/23	9/30/24	834,710			432,167	(681,877)			(249,710)		
	84.010A	ESEA-3670-23	7/1/22	9/30/23	690,034	(240,258)		281,163	(41,352)	\$ 447				
Total Title I						(240,258)		713,330	(723,229)	447		(249,710)		
Title I - SIA Part A														
Title I - SIA Part A	84.010A	ESEA-3670-24	7/1/23	9/30/24	7,841	(5,301)		5,301	(7,613)			(7,613)		
Total Title I - SIA Part A	84.010A	ESEA-3670-23	7/1/22	9/30/23	33,400	(5,301)		5,301	(7,613)	447		(7,613)		
Title IIA														
Title IIA	84.367A	ESEA-3670-24	7/1/23	9/30/24	121,075	(56,324)		81,533	(100,256)			(18,723)		
Title II	84.367A	ESEA-3670-23	7/1/22	9/30/23	114,853	(56,324)		55,205	(100,256)	134	\$ 985	(18,723)		
Total Title II						(56,324)		136,738	(100,256)	134	985	(18,723)		
Title III														
Title III	84.365A	ESEA-3670-24	7/1/23	9/30/24	183,699	(62,346)		107,067	(155,341)			(48,274)		
Title III	84.365A	ESEA-3670-23	7/1/22	9/30/23	185,469	(62,346)		67,013	(4,776)	109		(48,274)		
Total Title III						(62,346)		174,080	(160,117)			(48,274)		
Title III Immigrant														
Total Title III - Immigrant								6,650	(21,340)			(14,690)		
Title IV	84.424A	ESEA-3670-24	7/1/23	9/30/24	62,934			21,417	(51,399)			(29,982)		
Title IV	84.424A	ESEA-3670-23	7/1/22	9/30/23	61,045	(26,369)		23,314	(51,399)	75	2,980	(29,982)		
Total Title IV						(26,369)		44,731	(51,399)	75	2,980	(29,982)		
Elementary and Secondary Education Act Total						(390,598)		1,080,830	(1,063,954)	1,103	3,965	(368,992)		
Vocational Education:														
Perkins Secondary	84.048A	PERK367024	7/1/23	6/30/24	30,435			13,650	(23,086)			(9,436)		
Perkins Secondary	84.048A	PERK367023	7/1/22	6/30/23	28,028	(12,370)		12,370						
Vocational Education Total						(12,370)		26,020	(23,086)			(9,436)		
Total U.S. Department of Education						(5,111,507)		7,419,168	(3,310,569)	31,458	3,965	(967,823)		
Total Special Revenue Fund						(5,111,507)		7,888,715	(4,176,409)	31,458	3,965	(1,364,116)		
TOTAL FEDERAL AWARDS						\$ (5,436,271)	\$ 11,327	\$ 10,234,724	\$ (6,315,936)	\$ 31,458	\$ 3,965	\$ (1,477,823)	\$ 6,752	\$ -0-

N/A - Not Available/Applicable.

SEE ACCOMPANYING NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

State Grantor/Program Title	Grant or State Project Number	Grant Period		Program or Award Amount	Balance at July 1, 2023			Balance at June 30, 2024			MEMO					
		From	To		Budgetary (Accounts Receivable)	Unearned Revenue	Due to Grantor	Cash Received	Budgetary Expenditures	Prior Year Encumbrance Canceled	Repayment of Prior Years' Balances	GAAP (Accounts Receivable)	Unearned Revenue	Due to Grantor	Budgetary (Accounts Receivable)	Cumulative Total Expenditures
State Department of Education:																
General Fund:																
Equalization Aid	24-495-034-5120-078	7/1/23	6/30/24	\$ 54,777,271				\$ 49,334,866	\$(54,777,271)					\$ (5,442,405)	\$ 54,777,271	
Special Education Categorical Aid	24-495-034-5120-089	7/1/23	6/30/24	2,219,988				1,999,421	(2,219,988)					(220,567)	2,219,988	
Categorical Security Aid	24-495-034-5120-084	7/1/23	6/30/24	1,337,265				1,204,401	(1,337,265)					(132,864)	1,337,265	
Categorical Transportation Aid	24-495-034-5120-014	7/1/23	6/30/24	314,548				283,296	(314,548)					(31,252)	314,548	
Extraordinary Special Education Costs Aid	24-495-034-5120-044	7/1/23	6/30/24	570,060					(570,060)				\$ (570,060)	(570,060)	570,060	
Non-Public Transportation Aid	24-495-034-5120-014	7/1/23	6/30/24	50,960					(50,960)				(50,960)	(50,960)	50,960	
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	7/1/23	6/30/24	2,427,418				2,308,652	(2,427,418)				(118,766)	(118,766)	2,427,418	
Equalization Aid	23-495-034-5120-078	7/1/22	6/30/23	42,561,812			\$(4,228,798)	4,228,798							42,561,812	
Special Education Categorical Aid	23-495-034-5120-089	7/1/22	6/30/23	2,219,988			(220,570)	220,570							2,219,988	
Categorical Security Aid	23-495-034-5120-084	7/1/22	6/30/23	1,337,265			(132,866)	132,866							1,337,265	
Categorical Transportation Aid	23-495-034-5120-014	7/1/22	6/30/23	314,548			(31,252)	31,252							314,548	
Extraordinary Special Education Costs Aid	23-495-034-5120-044	7/1/22	6/30/23	502,057			(502,057)	502,057							502,057	
Non-Public Transportation Aid	23-495-034-5120-014	7/1/22	6/30/23	40,248			(40,248)	40,248							40,248	
Reimbursed TPAF Social Security Contributions	23-495-034-5094-003	7/1/22	6/30/23	2,227,916			(109,842)	109,842							2,227,916	
Homeless Tuition Reimbursement	23-495-034-5120-005	7/1/22	6/30/23	13,810				13,810	(13,810)						13,810	
On-Behalf TPAF Post Retirement Contributions	24-495-034-5094-001	7/1/23	6/30/24	3,100,151				3,100,151	(3,100,151)						3,100,151	
On-Behalf TPAF Pension Contributions	24-495-034-5094-002	7/1/23	6/30/24	11,262,331				11,262,331	(11,262,331)						11,262,331	
On-Behalf TPAF Non-Contributory Insurance	24-495-034-5094-004	7/1/23	6/30/24	128,441				128,441	(128,441)						128,441	
On-Behalf TPAF Long-Term Disability Insurance	24-495-034-5094-004	7/1/23	6/30/24	6,002				6,002	(6,002)						6,002	
Total General Fund State Aid					(5,265,633)			74,907,004	(76,208,245)			(739,786)		(6,566,874)	125,412,079	
Special Revenue Fund:																
NJ Nonpublic Aid:																
Textbook Aid (Chapter 194)	24-100-034-5120-064	7/1/23	6/30/24	3,931				3,931	(3,931)						3,931	
Textbook Aid (Chapter 194)	23-100-034-5120-064	7/1/22	6/30/23	7,128						\$ 5,272			\$ 5,272		1,856	
Nursing Services (Chapter 226)	24-100-034-5120-070	7/1/23	6/30/24	12,120				12,120	(12,120)						12,120	
Nursing Services (Chapter 226)	23-100-034-5120-070	7/1/22	6/30/23	12,096						1,968	\$ (28)		1,968		10,100	
Technology Initiative	24-100-034-5120-373	7/1/23	6/30/24	2,009				2,009	(2,009)						2,009	
Technology Initiative	23-100-034-5120-373	7/1/22	6/30/23	3,234						12	(27)		12		3,195	
Security Aid	24-495-034-5120-509	7/1/23	6/30/24	15,170				15,170	(15,170)						15,170	
Security Aid	23-495-034-5120-509	7/1/22	6/30/23	15,785						3,080			3,080		12,705	
Auxiliary Services (Chapter 192):																
Compensatory Education	24-100-034-5120-067	7/1/23	6/30/24	1,798				1,798	(1,798)						1,798	
Compensatory Education	23-100-034-5120-067	7/1/22	6/30/23	1,977						1,151			1,151		826	
English as a Second Language	23-100-034-5120-067	7/1/22	6/30/23	1,002						1,002			1,002			
Handicapped Services (Chapter 193):																
Supplementary Instruction	24-100-034-5120-066	7/1/23	6/30/24	3,139				3,139	(3,139)						3,139	
Examination and Classification	24-100-034-5120-066	7/1/23	6/30/24	8,151				8,151	(8,151)						8,151	
Examination and Classification	23-100-034-5120-066	7/1/22	6/30/23	6,065						533	(380)		533		5,152	
Corrective Speech	24-100-034-5120-066	7/1/23	6/30/24	930				930	(930)						930	
Corrective Speech	23-100-034-5120-066	7/1/22	6/30/23	2,697						1,860	(837)			1,860		
Preschool Education Aid	24-495-034-5062-086	7/1/23	6/30/24	3,217,696				2,898,001	(3,115,566)				\$ 102,130	(319,695)	3,115,566	
Preschool Education Aid	23-495-034-5062-086	7/1/22	6/30/24	2,557,440				254,099		365			365		2,557,075	
Preschool Education Aid	22-495-034-5062-086	7/1/21	6/30/24	2,588,990									252,696		2,336,294	
Climate Change Awareness Grant	23-100-034-5063-359	7/1/22	6/30/23	6,660			(3,889)	3,817		72					3,817	
School Development Authority -																
Emergent and Capital Maintenance Needs	N/A	7/1/22	6/30/24	163,704									163,704			
Total Special Revenue Fund					(257,988)	416,400	1,272	3,203,165	(3,162,814)	15,315	(1,272)		518,895	14,878	(319,695)	8,093,834

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

State Grantor/Program Title	Grant or State Project Number	Grant Period		Program or Award Amount	Balance at July 1, 2023			Balance at June 30, 2024			MEMO											
		From	To		Budgetary (Accounts Receivable)	Unearned Revenue	Due to Grantor	GAAP (Accounts Receivable)	Unearned Revenue	Due to Grantor	Budgetary (Accounts Receivable)	Cumulative Total Expenditures										
Enterprise Fund:																						
COVID-19 Summer Food Service																						
Program - State Supplement	23-495-010-3350-004	7/1/22	6/30/23	\$ 598			\$ 598	\$ (598)				\$	598									
State School Lunch Program	24-495-010-3350-001	7/1/23	6/30/24	72,655			67,990	(72,655)			\$ (4,665)	\$	72,655									
State School Lunch Program	23-495-010-3350-001	7/1/22	6/30/23	50,212	\$ (9,916)		9,916						50,212									
State School Breakfast Program	24-495-010-3350-001	7/1/23	6/30/24	8,745			8,090	(8,745)			(655)		8,745									
State School Breakfast Program	23-495-010-3350-002	7/1/22	6/30/23	5,967	(1,332)		1,332						5,967									
State Breakfast after the Bell	24-495-010-3350-001	7/1/23	6/30/24	11,853			10,998	(11,853)			(855)		11,853									
State Breakfast after the Bell	23-495-010-3350-005	7/1/22	6/30/23	12,404	(2,559)		2,559						12,404									
Total Enterprise fund					(13,807)		101,483	(93,851)			(6,175)		204,558									
Total State Awards Subject to Single Audit Determination					\$ (5,537,428)	\$ 416,400	\$ 1,272	\$ 78,211,652	\$ (79,464,910)	\$ 15,315	\$ (1,272)	\$ (745,961)	\$ 518,895	\$ 14,878	\$ (6,892,744)	\$ 133,710,471						
Less: State Awards Not Subject to Single Audit Major Program Determination																						
On-Behalf TPAF Pension System Contributions:																						
On-Behalf TPAF Post Retirement Contributions	24-495-034-5094-001	7/1/23	6/30/24	\$ (3,100,151)				\$ 3,100,151														
On-Behalf TPAF Pension Contributions	24-495-034-5094-002	7/1/23	6/30/24	(11,262,331)				11,262,331														
On-Behalf TPAF Non-Contributory Insurance	24-495-034-5094-004	7/1/23	6/30/24	(128,441)				128,441														
On-Behalf TPAF Long-Term Disability Insurance	24-495-034-5094-004	7/1/23	6/30/24	(6,002)				6,002														
Subtotal - On-Behalf TPAF Pension System Contributions								14,496,925														
Total State Awards Subject to Single Audit Major Program Determination																	\$ (64,967,985)					

SEE ACCOMPANYING NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 1. BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards includes the federal and state grant activity of the Board of Education, North Plainfield Borough School District under programs of the federal and state governments for the fiscal year ended June 30, 2024. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the District, they are not intended to and do not present the financial position, changes in net position or cash flows of the District.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the accompanying schedules of expenditures of federal and state awards are reported on the budgetary basis of accounting with the exception of programs recorded in the Food Service Fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements. Therefore, some amounts presented in these schedules may differ from amounts presented in, or used in the preparation of, the basic financial statements. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through identifying numbers are presented where available.

NOTE 3. INDIRECT COST RATE

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

NOTE 4. 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 except for the revenue recognition of the last two state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes those payments are not recognized until the subsequent budget year due to the state deferral and recording of the last 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 recognizes the related revenue, whereas the GAAP basis does not. The Special Revenue Fund also does not recognize the June state aid payments in the current year on a GAAP basis. The Capital Projects Fund is presented in the accompanying schedules on the budgetary basis which recognizes SDA grant revenue in the year of award, but is not recognized on the GAAP basis until expended and submitted for reimbursement for the NJ SDA grants.



NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (Cont'd)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$1,213,602) for the General Fund, and \$2,278,572 for the Special Revenue Fund. See Note 1D 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 revenue are reported on the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal Sources</u>	<u>State Sources</u>	<u>Total</u>
General Fund	\$ 110,358	\$ 74,994,643	\$ 75,105,001
Special Revenue Fund	6,556,639	3,061,156	9,617,795
Proprietary Fund	<u>2,029,169</u>	<u>93,851</u>	<u>2,123,020</u>
Total Financial Assistance	<u>\$ 8,696,166</u>	<u>\$ 78,149,650</u>	<u>\$ 86,845,816</u>

NOTE 5. 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 6. OTHER

Revenue and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. TPAF Social Security contributions represent the amount reimbursed by the State for the employers' share of social security contributions for TPAF members for the fiscal year ended June 30, 2024.

NOTE 7. NJ SCHOOL DEVELOPMENT AUTHORITY (SDA) GRANTS

The District has been awarded six grants in the amount of \$4,292,672 in the Capital Projects Fund from the New Jersey School Development Authority (NJSDA) under the Educational Facilities Construction and Financing Act. In the Capital Projects Fund, the District realizes the full amount of the grant revenue on a budgetary basis in the year awarded and realizes the grant revenue on a GAAP basis as it is expended and submitted for reimbursement. Expenditures, if any, reported under NJSDA on the Schedule of Expenditures of State Awards represent reimbursement requests submitted to the NJSDA. As of June 30, 2024, the District expended a portion of the grants which had not yet been submitted for reimbursement or recognized as revenue or expenditures on a GAAP basis.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

## Section I - Summary of Auditors' Results

### Financial Statements

Type of auditors' report issued on whether the financial statements audited were prepared in accordance with GAAP.

Unmodified

Internal control over financial reporting:

1.) Material weakness identified?	_____	Yes	_____ X _____	No
2.) Significant deficiencies identified?	_____	Yes	_____ X _____	None reported
Noncompliance material to basic financial statements noted?	_____	Yes	_____ X _____	No

### Federal Awards

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

COVID -19 Additional or  
Compensatory Special Education  
and Related Services (ACSERS)  
Other major federal programs

Qualified  
Unmodified

Internal control over major programs:

1.) Material weakness identified?	_____	Yes	_____ X _____	No
2.) Significant deficiencies identified?	_____ X _____	Yes	_____	None reported
Noncompliance material to basic financial statements noted?	_____	Yes	_____ X _____	No
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?				
	_____ X _____	Yes	_____	No

Identification of major programs:

Program Name or Cluster	Assistance Listing No.	Grant Period		Award Amount	Budgetary Expenditures
		Start	End		
Special Education Cluster:					
I.D.E.A. Part B, Basic Regular	84.027	7/1/23	9/30/24	\$ 1,083,013	\$ 1,048,305
I.D.E.A. Part B, Basic Regular	84.027	7/1/22	9/30/23	961,027	33,071
Child Nutrition Cluster:					
Food Distribution Program	10.555	7/1/23	6/30/24	142,140	135,388
Food Distribution Program	10.555	7/1/22	6/30/23	246,218	11,327
Summer Food Service Program for Children	10.559	7/1/23	6/30/24	24,820	24,820
National School Lunch Program	10.555	7/1/23	6/30/24	1,402,652	1,402,652
School Breakfast Program	10.553	7/1/23	6/30/24	267,313	267,313
Fresh Fruit and Vegetables Program	10.582	7/1/23	6/30/24	12,457	12,457
COVID 19 - Supply Chain Assistance	10.555	7/1/23	6/30/24	84,064	84,064
Additional or Compensatory Special					
Education and Related Services	21.027	7/1/23	6/30/24	792,588	792,588
(ACSERS)	21.027	7/1/22	6/30/23	146,504	73,252

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

**Federal Awards (Cont'd)**

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

Auditee qualified as low-risk auditee? \_\_\_\_\_ Yes X No

**State Awards**

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

Internal control over major programs:

1.) Material weakness identified? \_\_\_\_\_ Yes X No

2.) Significant deficiencies identified? \_\_\_\_\_ Yes X None reported

Noncompliance material to basic financial statements noted? \_\_\_\_\_ Yes X No

Any audit findings disclosed that are required to be reported in accordance with New Jersey's OMB Circular 15-08? \_\_\_\_\_ Yes X No

Identification of major programs:

Program Name or Cluster	State Grant No.	Grant Period		Award Amount	Budgetary Expenditures
		Start	End		
State Aid Public:					
Equalization Aid	24-495-034-5120-078	7/1/23	6/30/24	\$ 54,777,271	\$ 54,777,271
Special Education Categorical Aid	24-495-034-5120-089	7/1/23	6/30/24	2,219,988	2,219,988
Security Aid	24-495-034-5120-084	7/1/23	6/30/24	1,337,265	1,337,265

Dollar threshold used to distinguish between Type A and B programs \$ 1,949,040

Auditee qualified as low-risk auditee? \_\_\_\_\_ Yes X No

Findings and Questioned Costs for Federal Awards:

Finding 2024-001: Additional or Compensatory Special Education and Related Services (ACSERS) -  
Activities Allowed or Unallowed and Allowable Costs/Cost Principles

Program Title	Assistance Listing #	Award Amount	Grant Period		Budgetary Expenditures	Questioned Costs
			Start	End		
Additional or Compensatory Special Education and Related Services (ACSERS)	21.027	\$ 146,504	7/1/22	6/30/23	\$ 73,252	\$ 65,386

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

Findings and Questioned Costs for Federal Awards: (Cont'd)

Finding 2024-001: Additional or Compensatory Special Education and Related Services (ACSERS) -  
Activities Allowed or Unallowed and Allowable Costs/Cost Principles (Cont'd)

Criteria:

Under P.L. 2021 Chapter 109, boards of education are required to offer up to one year of additional or compensatory special education and related services, including transition services, to students with disabilities if a determination is made by the student's Individualized Education Program (IEP) team and the student's parent that the student requires such additional or compensatory special education and related services. As P.L.2021, c.109 went into effect in June 2021, this law impacts students with disabilities who exceed, or will exceed the current age of eligibility for special education and related services (21 years old) in the 2021-2022, 2022-2023 and 2023-2024 school years.

Condition and Context:

The New Jersey Department of Education issued a grant monitoring report on the Fiscal Years 2023 and 2024 ACSERS grants on September 17, 2024. That report detailed that per review of the supporting documentation provided (contracts, invoices, POs, etc.), it was determined that the District utilized a portion of its FY23 ASCERS funding to pay for substitute services for the special education classrooms of all its schools from April-June 2023. Although the substitute services were for the benefit of all special education students in the affected classrooms, the ACSERS award should be used for the benefit of individual students and his/her related services. Given that the substitute services were not tied directly to specific students eligible to receive continued education under the ACSERS program, these costs were deemed unallowable and the portion allocated to pay for substitute services was deemed a finding and questioned cost in the amount of \$65,386 by the NJ Department of Education.

Effect:

Unallowable costs were charged to the FY23 ACSERS grant.

Cause:

The District did not closely review allowable purposes under the grant requirements and other provisions prior to submitting costs for reimbursement.

Recommendation:

It is recommended that the District put into place a review process that validates that all expenditures to be submitted for reimbursement conform to any limitations, exclusions or rules set forth in the grant to ensure that costs submitted for reimbursement are allowable.

Management's Response:

The District approved a Corrective Action Plan on October 2, 2024 which is as follows - The District will ensure that Additional or Compensatory Special Education or Related Services (ACSERS) funds are not used to fund Substitute Services due to the teacher shortage.

NORTH PLAINFIELD BOROUGH SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Status of Prior Year Findings:

The District had no prior year audit findings.