

**OGDENSBURG BOROUGH
SCHOOL DISTRICT**

**Ogdensburg Borough Board of Education
Ogdensburg, New Jersey**

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

Annual Comprehensive Financial Report

of the

OGDENSBURG BOROUGH SCHOOL DISTRICT

Ogdensburg, New Jersey

For the Fiscal Year Ended June 30, 2024

Prepared by

**Ogdensburg Borough Board of Education
Finance Department**

OGDENSBURG BOROUGH SCHOOL DISTRICT
TABLE OF CONTENTS
FISCAL YEAR ENDED JUNE 30, 2024

INTRODUCTORY SECTION (Unaudited)

Letter of Transmittal	1
Organizational Chart.....	5
Roster of Officials	6
Consultants and Advisors	7

FINANCIAL SECTION

Independent Auditors' Report	9
Required Supplementary Information	12
Management's Discussion and Analysis.....	13
Basic Financial Statements (Sections A. and B.).....	20
A. District-Wide Financial Statements	21
A-1 Statement of Net Position.....	22
A-2 Statement of Activities	23
B. Fund Financial Statements	25
B-1 Balance Sheet – Governmental Funds.....	26
B-2 Statement of Revenue, Expenditures and Changes in Fund Balances – Governmental Funds	27
B-3 Reconciliation of the Statement of Revenue, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	28
B-4 Statement of Net Position – Proprietary Funds	29
B-5 Statement of Revenue, Expenses and Changes in Fund Net Position – Proprietary Funds.....	30
B-6 Statement of Cash Flows – Proprietary Funds	31

Notes to the Basic Financial Statements.....

Required Supplementary Schedules	75
L. Schedules Related to Accounting and Reporting for Pensions and Postemployment Benefits Other than Pensions.....	76
L-1 Schedule of District's Proportionate Share of the Net Pension Liability- Public Employees Retirement System	76
L-2 Schedule of District Contributions – Public Employees Retirement System.....	77
L-3 Schedule of State's Proportionate Share of the Net Pension Liability Associated with the District – Teachers' Pension and Annuity Fund.....	78
L-4 Schedule of State Contributions – Teachers' Pension and Annuity Fund.....	79
L-5 Schedule of Changes in the State's Proportionate Share of the Total OPEB Liability Associated with the District and Related Ratios	80
Notes to Required Supplementary Information	81

OGDENSBURG BOROUGH SCHOOL DISTRICT
TABLE OF CONTENTS
FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

FINANCIAL SECTION (Cont'd)

Required Supplementary Schedules (Cont'd)

C. Budgetary Comparison Schedules	82
C-1 Budgetary Comparison Schedule – General Fund	83
C-2 Budgetary Comparison Schedule – Special Revenue Fund	95
C-3 Budgetary Comparison Schedule – Note to RSI	96

Other Supplementary Schedules (D.-I.)

D. School Level Schedules (Not Applicable)	
E. Special Revenue Fund.....	98
E-1 Combining Schedule of Revenue and Expenditures Special Revenue Fund	99
E-2 Preschool Education Aid Schedule of Expenditures – Budgetary Basis.....	101
F. Capital Projects Fund (Not Applicable)	
G. Proprietary Funds.....	102
Food Service Enterprise Fund:	
G-1 Statement of Net Position.....	103
G-2 Statement of Revenue, Expenses and Changes in Fund Net Position	104
G-3 Statement of Cash Flows.....	105
H. Fiduciary Activities (Not Applicable)	
I. Long-Term Liabilities (Not Applicable)	
J. STATISTICAL SECTION (Unaudited)	106
J-1 Net Position by Component	107
J-2 Changes in Net Position	108
J-3 Fund Balances - Governmental Funds	111
J-4 Changes in Fund Balances - Governmental Funds.....	112
J-5 General Fund Other Local Revenue by Source	114
J-6 Assessed Value and Actual Value of Taxable Property	115
J-7 Direct and Overlapping Property Tax Rates	116
J-8 Principal Property Taxpayers, Current Year and Nine Years Ago.....	117
J-9 Property Tax Levies and Collections	118
J-10 Ratios of Outstanding Debt by Type	119
J-11 Ratios of Net General Bonded Debt Outstanding	120
J-12 Ratios of Overlapping Governmental Activities Debt	121
J-13 Legal Debt Margin Information	122
J-14 Demographic and Economic Statistics	123
J-15 Principal Employers – County of Sussex, Current Year and Nine Years Ago.....	124
J-16 Full-time Equivalent District Employees by Function/Program	125
J-17 Operating Statistics.....	126
J-18 School Building Information.....	127
J-19 Schedule of Allowable Maintenance.....	128
J-20 Insurance Schedule.....	129

OGDENSBURG BOROUGH SCHOOL DISTRICT
TABLE OF CONTENTS
FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

K.	SINGLE AUDIT SECTION	130
K-1	Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	131
K-2	Independent Auditors' Report on Compliance for Each Major State Program; Report on Internal Control over Compliance Required by NJOMB 15-08	133
K-3	Schedule of Expenditures of Federal Awards	136
K-4	Schedule of Expenditures of State Awards	137
K-5	Notes to Schedules of Expenditures of Federal and State Awards.....	139
K-6	Schedule of Findings and Questioned Costs	141
K-7	Summary Schedule of Prior Audit Findings	143

INTRODUCTORY SECTION
(UNAUDITED)

OGDENSBURG BOROUGH BOARD OF EDUCATION

100 Main Street
Ogdensburg NJ 07439

obboe.org

David Astor
Superintendent/Principal
(973) 827-7126 voice

Richard Rennie
Business Administrator/Board Secretary
(973) 827-2643 fax

November 1, 2024

The Honorable President and
Members of the Board of Education
of the Ogdensburg Borough School District
County of Sussex
Ogdensburg, New Jersey 07439

Dear Honorable President and Board Members:

The Annual Comprehensive Financial Report of the Ogdensburg 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 Ogdensburg Borough School District (the “District”). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the basic financial statements and results of operations 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, 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* (“Uniform Guidance”) 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, are included in the single audit section of this report.

1. **REPORTING ENTITY AND ITS SERVICES:** Ogdensburg Borough School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) Codification Section 2100. All funds of the District are included in this report. The Ogdensburg Borough Board of Education and its school constitute the District's reporting entity.

The District continues to provide a full range of educational services appropriate to grade levels Preschool through Grade 8. These include regular, as well as, special education for special needs students and an extended school year.

The District completed the 2023/2024 school year with an average daily enrollment of 278 students. Our enrollment for September 2024 was higher and the incoming kindergarten enrollment was 32 students.

The District continued to upgrade technology by purchasing more Chromebooks and teacher laptops for the school. Each student in grades 3rd-8th has a Chromebook and the District has two carts of Chromebooks that the younger grades can sign out and/or use while in the media center.

2. ECONOMIC CONDITONS AND OUTLOOK: The Ogdensburg Elementary School is located in the Borough of Ogdensburg, New Jersey, on the Wallkill River in Sussex County, 53.4 miles from New York City. Land area covers 2.28 miles at an elevation of 693 feet. The community is named after Robert Ogden, a distiller and mine owner. The zinc mine closed in 1986, which curtailed the Borough's economic potential.

The programs and services afforded to the Ogdensburg community are implemented based on community need and input. The school is supported by an approximately \$5.8 million budget and provides educational programs for children attending preschool through eighth grade. High school age children attend Wallkill Valley Regional High School in nearby Hamburg, New Jersey.

The District also provides an extensive, supportive special services program. On average, the District supports approximately 51 students with special education needs. A multiple disabled program was developed to help students remain in district. The District currently does not have any students placed out of district with 2 students attending the local Charter School.

The District now has more than 23% of its population participating in the free or reduced lunch program. The District receives financial support from the State and Federal funded program. The students receive a free or reduced price for their meals.

Breakfast and lunch are available to the full student body. As a result of the District having over 20% of its students receiving free or reduced meals, a concerted effort will be made to increase participation in the school breakfast and lunch menus in the fall.

In the past the voters of the Borough of Ogdensburg have supported the school budget. The District has stayed under the 2% budget growth cap so voter approval of the budget is no longer required. However, there are many examples of the community supporting the School District. The relationship between the Borough and School is held in high regard and beneficial to both. Attendance by school families and community members at all events remains strong. The School has a standing room only audience when performing at holiday events, plays or concerts.

Every opportunity the Borough and school has to share resources or services such as snow removal, garbage/recycling services, playground maintenance, grounds equipment, etc. they do so. The Ogdensburg Police Department participated in the design and implementation of the District's emergency response system. Ties between the municipality and the school are strong.

3. MAJOR INITIATIVES: Student achievement is the driving force behind all educational decision-making. We believe our commitment to value-added instructional and technology-infused support is the prerequisite to evolutionary improvements.

All classrooms have projectors and laptops; as well as smart boards, and document readers. The school has upgraded its wireless capability to accommodate the need for virtual instruction within the school. The District has upgraded the Univents, and windows in the district.

Students needing assistance to perform at grade level are supported with on-line programs to guide them through lessons giving immediate feedback and assistance. The programs also provide the teachers with student performance evaluations to plan subsequent interactions. The online programs not only support the teacher's lesson plan, but continue to allow the students to reinforce the newly acquired knowledge with additional interactive activities in a fun, but stimulating way. The district invested funds in a new ELA program, Wonders, which is based upon 2024 State requirements and is expected to align closer with state assessments.

4. 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 also is 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 major federal and state award programs, as well as to determine that the District has complied with applicable laws, regulations, contracts and grants.

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

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either cancelled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as fund balance restrictions, commitments and/or assignments at June 30, 2024.

6. ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic Financial Statements", Note 1.

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").

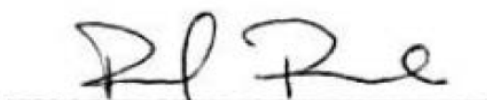
GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

8. RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to general liability, excess liability, auto liability and comprehensive/collision, hazard and theft insurance on property and contents, workers' compensation, and fidelity bonds. The District is a member of the School Alliance Insurance Fund ("SAIF"). The SAIF is a risk-sharing public entity risk management pool that is both an insured and self-administered group of school districts established for the purpose of providing low-cost insurance coverage to its members. A schedule of insurance coverage is found on Exhibit J-20.
9. OTHER INFORMATION: **Independent Audit** - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia LLP, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of 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*. 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 and *Government Auditing Standards* are included in the single audit section of this report.
10. ACKNOWLEDGEMENTS: We would like to express our appreciation to the members of the Board for their concern in providing fiscal accountability to the citizens and taxpayers of the District and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,

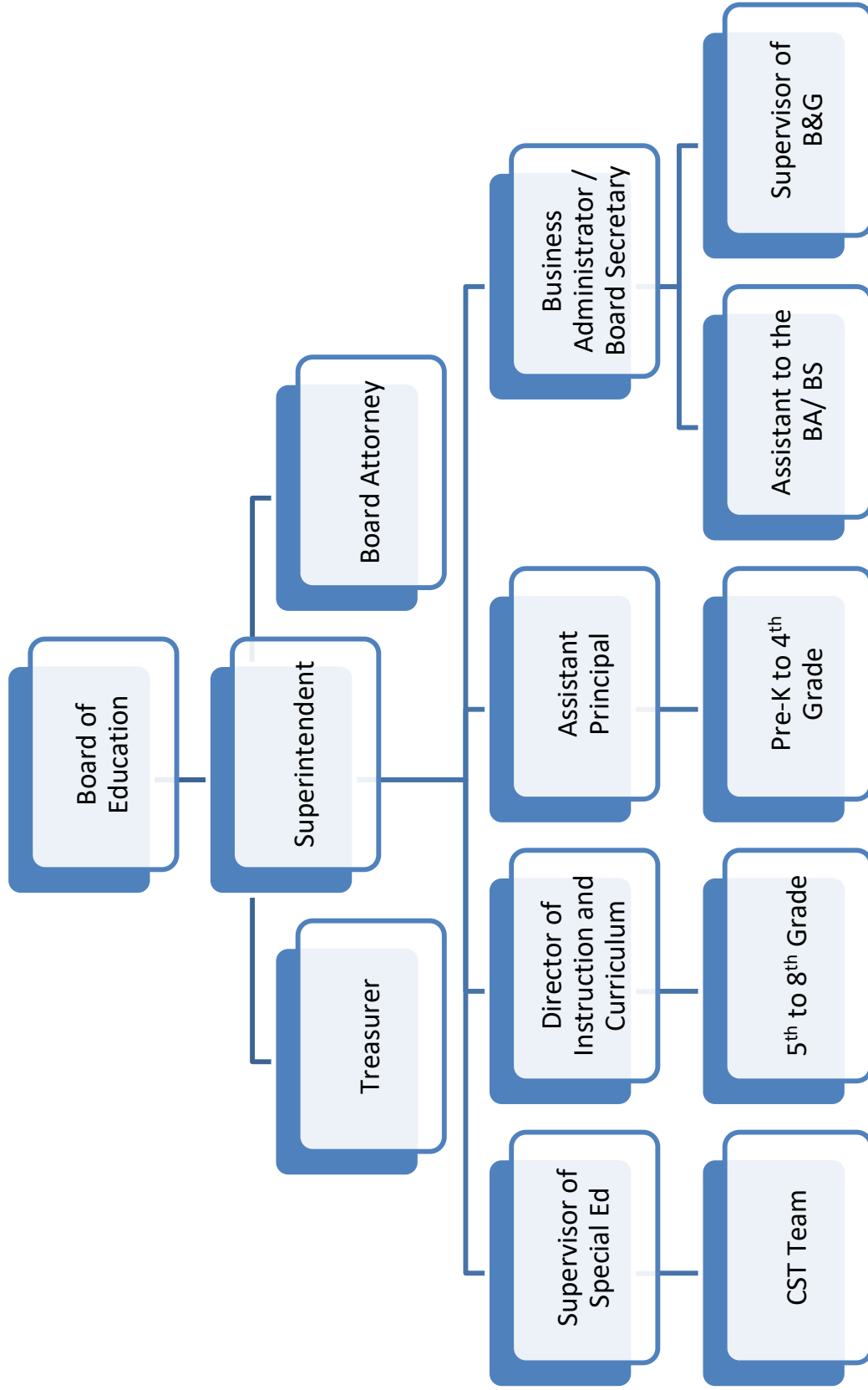


David Astor
Superintendent /Principal



Richard Rennie
Business Administrator/Board Secretary

Ogdensburg Board of Education Organization Chart 2023 / 2024 School Year



OGDENSBURG BOROUGH BOARD OF EDUCATION
ROSTER OF OFFICIALS
JUNE 30, 2024

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Brendan Donegan, President	2024
Dan Mortensen, Vice President	2025
Lazaro Menendez	2025
Heather Schinn	2025
Alyssa Allen	2024
Casey Kondik	2024
Christopher Gorsky	2024

Other Officials

David Astor, Superintendent/Principal

Richard Rennie, School Business Administrator/Board Secretary

Linda DiLorenzo, Treasurer of School Monies

Skye Patete, Assistant Principal

Leanne Paolazzi, Supervisor of Special Education

OGDENSBURG BOROUGH SCHOOL DISTRICT

Consultants and Advisors
Fiscal Year Ended June 30, 2024

Audit Firm

Nisivoccia LLP
Mount Arlington Corporate Center
200 Valley Road Suite 300
Mount Arlington, New Jersey 07856
And
Lawrence Business Park
11 Lawrence Road
Newton, New Jersey 07860
And
1140 Route 22 East, Suite 203
Bridgewater, New Jersey 08807

Attorney

Matthew Giacobbe
Cleary, Giacobbe, Alfieri, Jacobs
169 Ramapo Valley Rd.
Oakland, New Jersey 07436

Official Depositories

Lakeland Bank
Rt. 23 & 517
Franklin, New Jersey 07416

First Hope Bank
201 Route 94
Columbia, New Jersey 07832

FINANCIAL SECTION

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Ogdensburg Borough School District
County of Sussex, 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 and each major fund of the Ogdensburg Borough School District (the "District"), in the County of Sussex, 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 and each major fund, 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 November 1, 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.

November 1, 2024
Mount Arlington, New Jersey

Nisivoccia LLP
NISIVOCCIA LLP

Heidi A. Wohlleb
Heidi A. Wohlleb
Licensed Public School Accountant #2140
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR FISCAL YEAR ENDED JUNE 30, 2024

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

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 services.
- *Notes to Basic Financial Statements*: Provide additional information essential to a full understanding of the 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 Ogdensburg Borough School District's Financial Report

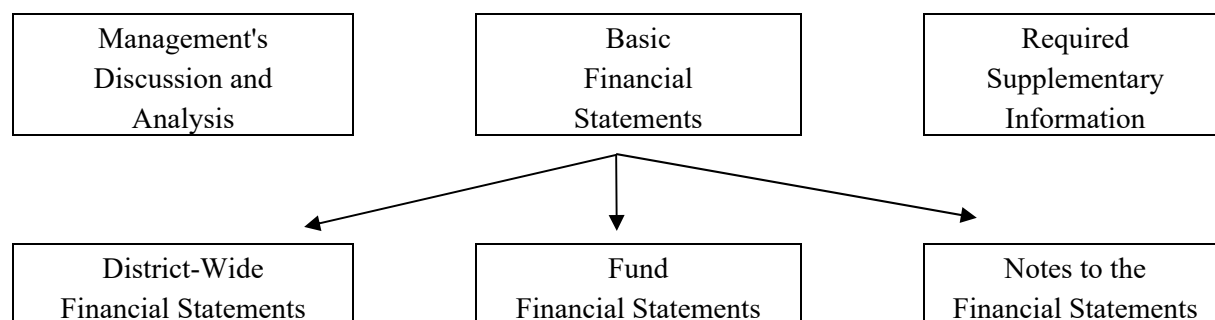


Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents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

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 businesses - food services
Required Financial Statements	<ul style="list-style-type: none"> • Statement of Net Position • Statement of Activities 	<ul style="list-style-type: none"> • Balance Sheet • Statement of Revenue, Expenditures, and Changes in Fund Balances 	<ul style="list-style-type: none"> • Statement of Net Position • Statement of Revenue, Expenses, and Changes in Fund Net Position • Statement of Cash Flows
Accounting basis and measurement focus	Accrual Accounting and Economic Resources focus	Modified Accrual Accounting and Current Financial 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, subscription assets or long-term liabilities 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 liabilities are due and payable	All Revenue and Expenses during the year, regardless of when cash is received or paid

District-wide Statements

The District-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District's assets, deferred 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 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.
- *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.

Financial Analysis of the District as a Whole

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

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

Net Position. The District's combined net position decreased by \$34,450. Net position from governmental activities decreased by \$59,258 and net position from business activities increased by \$24,808. Net investment in capital assets increased by \$66,614, restricted net position increased by \$66,276, and unrestricted net position decreased by \$167,340.

The following tables present financial position and operating information for June 30, 2024 and the fiscal year then ended as compared with the prior fiscal year.

Table 1
Condensed Statement of Net Position

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2024	2023	2024	2023	2024	2023	2023/2024
Current and Other Assets	\$ 1,622,852	\$ 1,880,398	\$ 85,652	\$ 81,388	\$ 1,708,504	\$ 1,961,786	
Capital Assets, Net	1,176,360	1,122,580	18,497	5,663	1,194,857	1,128,243	
Total Assets	2,799,212	3,002,978	104,149	87,051	2,903,361	3,090,029	-6.04%
Deferred Outflows of Resources	131,757	225,356			131,757	225,356	-41.53%
Other Liabilities	195,009	299,109	17,654	25,364	212,663	324,473	
Long-term Liabilities	910,629	1,001,448			910,629	1,001,448	
Total Liabilities	1,105,638	1,300,557	17,654	25,364	1,123,292	1,325,921	-15.28%
Deferred Inflows of Resources	170,237	213,425			170,237	213,425	-20.24%
Net Position:							
Net Investment in Capital							
Assets	1,176,360	1,122,580	18,497	5,663	1,194,857	1,128,243	
Restricted	1,479,967	1,413,691			1,479,967	1,413,691	
Unrestricted/(Deficit)	(1,001,233)	(821,919)	67,998	56,024	(933,235)	(765,895)	
Total Net Position	\$ 1,655,094	\$ 1,714,352	\$ 86,495	\$ 61,687	\$ 1,741,589	\$ 1,776,039	-1.94%

Changes in Net Position. The District's combined net position is \$1,741,589 on June 30, 2024, or \$34,450 less than it was the year before. The increase in net investment in capital assets is due primarily to current year capital assets additions offset by depreciation expense. The increase in restricted net position is due to an increase in excess surplus offset by a decrease in the maintenance reserve. The decrease in unrestricted net position is due primarily to surplus utilized to support the current year General Fund budget not offset by the unexpended General Fund budget appropriations. (See Table 1).

Table 2

Changes in Net Position from Operating Results

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2024	2023	2024	2023	2024	2023	2023/2024
Revenue:							
Program Revenue:							
Charges for Services	\$ 37,614	\$ 36,915	\$ 64,826	\$ 58,491	\$ 102,440	\$ 95,406	
Operating Grants and Contributions	2,031,897	2,000,304	76,049	55,646	2,107,946	2,055,950	
General Revenue:							
Property Taxes	2,694,808	2,641,969			2,694,808	2,641,969	
Unrestricted Federal and State Aid	1,721,650	1,666,340			1,721,650	1,666,340	
Other	43,644	3,381	887	62	44,531	3,443	
Total Revenue	<u>6,529,613</u>	<u>6,348,909</u>	<u>141,762</u>	<u>114,199</u>	<u>6,671,375</u>	<u>6,463,108</u>	3.22%
Expenses:							
Instruction	4,600,455	4,278,189			4,600,455	4,278,189	
Pupil and Instruction Services	752,592	683,953			752,592	683,953	
Administrative and Business	487,306	435,299			487,306	435,299	
Maintenance and Operations	606,398	680,974			606,398	680,974	
Transportation	70,256	55,762			70,256	55,762	
Capital Outlay	6,657	28,301			6,657	28,301	
Other	65,207	25,584	116,954	113,019	182,161	138,603	
Total Expenses	<u>6,588,871</u>	<u>6,188,062</u>	<u>116,954</u>	<u>113,019</u>	<u>6,705,825</u>	<u>6,301,081</u>	6.42%
Increase/(Decrease) in Net Position	<u>\$ (59,258)</u>	<u>\$ 160,847</u>	<u>\$ 24,808</u>	<u>\$ 1,180</u>	<u>\$ (34,450)</u>	<u>\$ 162,027</u>	-121.26%

Governmental Activities

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

Table 3**Net Cost of Governmental Activities**

	Total Cost of Services		Net Cost of Services	
	2024	2023	2024	2023
Instruction	\$ 4,600,455	\$ 4,278,189	\$ 2,656,312	\$ 2,393,461
Pupil & Instruction Services	752,592	683,953	689,857	622,090
Administrative and Business	487,306	435,299	444,067	363,787
Maintenance & Operations	606,398	680,974	606,398	680,630
Transportation	70,256	55,762	50,862	36,990
Capital Outlay	6,657	28,301	6,657	28,301
Other	65,207	25,584	65,207	25,584
Total	<u>\$ 6,588,871</u>	<u>\$ 6,188,062</u>	<u>\$ 4,519,360</u>	<u>\$ 4,150,843</u>

Business-Type Activities

Net position from the District's business-type activities increased by \$24,808. (Refer to Table 2). The increase in net position was due to an increase in daily sales as well as federal and state subsidy reimbursements.

Financial Analysis of the District's Funds

The District's financial position declined due to the use of fund balance to support the budget as well as budgeted withdrawals from the capital and maintenance reserves offset by unexpended budget appropriations. To maintain a stable financial position, the District must continue to practice sound fiscal management.

General Fund Budgeting Highlights

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

Over the course of the year, the District revised the annual operating budget when the educational needs of the District required it. Approved budgets are a snapshot in time and include estimates and projections that are available during the planning and submission stages. As more specificity becomes available, the projections and estimates are replaced with sound data and the budget is revised accordingly.

Capital Assets

At the end of the fiscal year 2024, the School District had \$1,194,856 invested in sites, buildings and building improvements and machinery and equipment. Table 4 shows fiscal year 2024 balances compared to 2023.

Table 4**Capital Assets (net of depreciation)**

	Governmental Activities		Business-Type Activities		Total School District		Percentage
	2024	2023	2024	2023	2024	2023	Change
Sites and Site Improvements	\$ 24,278	\$ 26,680			\$ 24,278	\$ 26,680	
Buildings & Building Improvements	1,126,905	1,031,689			1,126,905	1,031,689	
Machinery and Equipment	25,177	64,211	\$ 18,497	\$ 5,663	43,674	69,874	
Total	<u>\$ 1,176,360</u>	<u>\$ 1,122,580</u>	<u>\$ 18,497</u>	<u>\$ 5,663</u>	<u>\$ 1,194,857</u>	<u>\$ 1,128,243</u>	<u>5.90%</u>

Overall, capital assets increased by \$66,613 from fiscal year 2023 to fiscal year 2024. The net increase in capital assets is due to \$170,453 of capital additions offset by \$103,839 of depreciation expense.

Long – Term Liabilities

At June 30, 2024, the School District had \$910,629 of long-term liabilities. Of this amount, \$196,937 is for compensated absences and \$713,692 is for the net pension liability.

Table 5
Long-Term Liabilities

	Total School District		Percentage
	2024	2023	Change 2023/2024
Net Pension Liability	\$ 713,692	\$ 828,247	
Compensated Absences Payable	196,937	173,201	
Total	<u>\$ 910,629</u>	<u>\$ 1,001,448</u>	<u>-9.07%</u>

Factors Bearing on the District's Future

The Regionalization Feasibility study will produce data that might have a significant impact on the current district's future. The possibility of regionalization or the ability to develop Shared Services, potentially has a major impact on the District's finances.

Fortunately for the District, the District remains very attractive to parents as well as other school districts looking for an established special needs program. We are a State recognized Future Ready School (the only one in Sussex County) and are one of only six schools in the State to have a middle school Future Business Leaders of America Chapter (FBLA). The hope is that we continue to fill all of our Choice seats. If we can not, that would be less funds coming into the district.

The District has seen a growth in its student population. This growth is a great problem to have but does raise concerns about class sizes, addition of staff, having to purchase more class material and technology and all other factors which accompanies a sudden population growth.

As we understand the economic factors affecting the Borough, the District is willing to work with the Borough Council and local business to ascertain ways to attract homebuyers. The District will continue to see improved revenues by an increased total population within the Borough.

Contacting the School District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional information, contact the Board of Education Office, 100 Main Street, Ogdensburg, NJ 07439.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

OGDENSBURG BOROUGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2024

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 631,451	\$ 15,513	\$ 646,964
Receivables, Net:			
Receivables from State Government	17,273	127	17,400
Receivables from Federal Government	61,116	1,867	62,983
Internal Balances	(64,506)	64,506	
Inventories		3,639	3,639
Restricted Assets:			
Cash and Cash Equivalents	977,518		977,518
Capital Assets, Net:			
Sites (Land)	9,865		9,865
Depreciable Site Improvements, Buildings and Building Improvements and Machinery and Equipment	1,166,495	18,497	1,184,992
Total Assets	2,799,212	104,149	2,903,361
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflows Related to Pensions	56,757		56,757
District Contribution Subsequent to the Measurement Date - Pensions	75,000		75,000
Total Deferred Outflows of Resources	131,757		131,757
LIABILITIES			
Accounts Payable	180,024	4,965	184,989
Unearned Revenue	14,985	12,689	27,674
Noncurrent Liabilities:			
Due Beyond One Year	910,629		910,629
Total Liabilities	1,105,638	17,654	1,123,292
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows Related to Pensions	170,237		170,237
Total Deferred Inflows of Resources	170,237		170,237
NET POSITION			
Net Investment in Capital Assets	1,176,360	18,497	1,194,857
Restricted for:			
Capital Projects	552,441		552,441
Maintenance	240,055		240,055
Excess Surplus	502,949		502,949
Unemployment Compensation	88,500		88,500
Scholarships	61,009		61,009
Student Activities	35,013		35,013
Unrestricted/(Deficit)	(1,001,233)	67,998	(933,235)
Total Net Position	\$ 1,655,094	\$ 86,495	\$ 1,741,589

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

Functions/Programs	Expenses	Program Revenue			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
Instruction:							
Regular	\$ 3,236,513		\$ 1,393,003		\$ (1,843,510)		\$ (1,843,510)
Special Education	1,036,180		493,811		(542,369)		(542,369)
Other Special Instruction	179,313		33,116		(146,197)		(146,197)
School-Sponsored/Other Instruction	148,449		24,213		(124,236)		(124,236)
Support Services:							
Tuition	14,628				(14,628)		(14,628)
Student & Instruction Related Services	737,964	\$ 37,614	25,121		(675,229)		(675,229)
General Administrative Services	158,463		43,239		(115,224)		(115,224)
School Administrative Services	187,023				(187,023)		(187,023)
Central Services	138,320				(138,320)		(138,320)
Administrative Information Technology	3,500				(3,500)		(3,500)
Plant Operations and Maintenance	606,398				(606,398)		(606,398)
Pupil Transportation	70,256		19,394		(50,862)		(50,862)
Capital Outlay	6,657				(6,657)		(6,657)
Transfer to Charter School	65,207				(65,207)		(65,207)
Total Governmental Activities	6,588,871	37,614	2,031,897		(4,519,360)		(4,519,360)
Business-Type Activities:							
Food Service	116,954	64,826	76,049			\$ 23,921	23,921
Total Business-Type Activities	116,954	64,826	76,049			23,921	23,921
Total Primary Government	\$ 6,705,825	\$ 102,440	\$ 2,107,946	\$ -0-	(4,519,360)	23,921	(4,495,439)

OGDENSBURG BOROUGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

	Net (Expense) Revenue and Changes in Net Position		
	Governmental Activities	Business-type Activities	Total
General Revenue:			
Taxes:			
Property Taxes, Levied for General Purposes, Net	\$ 2,694,808		\$ 2,694,808
Federal and State Aid not Restricted	1,721,650		1,721,650
Interest Income	24,952	\$ 887	25,839
Miscellaneous Income	18,692		18,692
Total General Revenue	<u>4,460,102</u>	<u>887</u>	<u>4,460,989</u>
Change in Net Position	(59,258)	24,808	(34,450)
Net Position - Beginning	<u>1,714,352</u>	<u>61,687</u>	<u>1,776,039</u>
Net Position - Ending	<u>\$ 1,655,094</u>	<u>\$ 86,495</u>	<u>\$ 1,741,589</u>

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

FUND FINANCIAL STATEMENTS

OGDENSBURG BOROUGH SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

	General Fund	Special Revenue Fund	Total Governmental Funds
ASSETS:			
Cash and Cash Equivalents	\$ 631,451		\$ 631,451
Interfund Receivable:			
Special Revenue Fund	127,537		127,537
Intergovernmental Receivable			
State	11,848		11,848
Federal		66,541	66,541
Restricted Assets:			
Cash and Cash Equivalents	880,996	96,522	977,518
Total Assets	<u>\$ 1,651,832</u>	<u>\$ 163,063</u>	<u>\$ 1,814,895</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Accounts Payable	\$ 105,024		\$ 105,024
Interfund Payable:			
General Fund		\$ 127,537	127,537
Food Service Fund	64,506		64,506
Unearned Revenue		14,985	14,985
Total Liabilities	<u>169,530</u>	<u>142,522</u>	<u>312,052</u>
Fund Balances:			
Restricted:			
Capital Reserve	552,441		552,441
Maintenance Reserve	240,055		240,055
Excess Surplus - 2025-2026	322,383		322,383
Excess Surplus - 2024-2025	180,566		180,566
Unemployment Compensation	88,500		88,500
Scholarships		61,009	61,009
Student Activities		35,013	35,013
Assigned:			
Encumbrances	42,047		42,047
Designated for Subsequent Year's Expenditures	1,356		1,356
Unassigned/(Deficit)	54,954	(75,481)	(20,527)
Total Fund Balances	<u>1,482,302</u>	<u>20,541</u>	<u>1,502,843</u>
Total Liabilities and Fund Balances	<u>\$ 1,651,832</u>	<u>\$ 163,063</u>	
Amounts Reported for Governmental Activities in the Statement of Net Position (A-1) are Different Because			
Capital Assets used in governmental activities are not financial resources and therefore are not reported in the Funds.			1,176,360
The Net Pension Liability for PERS is not Due and Payable in the Current Period and is not Reported in the Governmental Funds.			(713,692)
Certain Amounts Related to the Net Pension Liability are Deferred and Amortized in the Statement of Activities and are not Reported in the Governmental Funds			
Deferred Outflows			56,757
Deferred Inflows			(170,237)
Long-Term Liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds			(196,937)
Net Position of Governmental Activities			<u>\$ 1,655,094</u>

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

OGDENSBURG 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	Total Governmental Funds
REVENUE:			
Local Sources:			
Local Tax Levy	\$ 2,694,808		\$ 2,694,808
Interest Earned on Capital Reserve Funds	14,457		14,457
Interest Earned on Maintenance Reserve Funds	8,270		8,270
Restricted Miscellaneous Revenue	2,225	\$ 39,173	41,398
Unrestricted Miscellaneous Revenue	18,692		18,692
Total - Local Sources	2,738,452	39,173	2,777,625
State Sources	3,262,850	790,151	4,053,001
Federal Sources		373,232	373,232
Total Revenue	6,001,302	1,202,556	7,203,858
EXPENDITURES:			
Current:			
Regular Instruction	1,277,453	1,161,575	2,439,028
Special Education Instruction	599,497	92,474	691,971
Other Special Instruction	113,742		113,742
School Sponsored/Other Instruction	100,505		100,505
Support Services and Undistributed Costs:			
Tuition	14,628		14,628
Student & Instruction Related Services	570,664	36,091	606,755
General Administration	164,624		164,624
School Administration	105,977		105,977
Central Services	114,578		114,578
Administration Information Technology	3,500		3,500
Plant Operations and Maintenance	536,503		536,503
Pupil Transportation	62,627		62,627
Unallocated Benefits	2,165,962		2,165,962
Capital Outlay	162,552		162,552
Transfer of Funds to Charter Schools	65,207		65,207
Total Expenditures	6,058,019	1,290,140	7,348,159
Excess/(Deficit) of Revenue Over/(Under) Expenditures	(56,717)	(87,584)	(144,301)
Other Financing Sources/(Uses):			
Transfer to Special Revenue Fund - Preschool Education Grant	(72,755)	72,755	
Total Other Financing Sources/(Uses)	(72,755)	72,755	
Excess/(Deficit) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(129,472)	(14,829)	(144,301)
Fund Balance—July 1	1,611,774	35,370	1,647,144
Fund Balance—June 30	\$ 1,482,302	\$ 20,541	\$ 1,502,843

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

OGDENSBURG BOROUGH SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUE, 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) \$ (144,301)

Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:

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

This is the amount by which depreciation differs from capital outlays in the period.

Depreciation expense	\$	(102,115)
Capital outlays		155,895
		53,780

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 (+)

(23,736)

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		114,555
Change in Deferred Outflows		(102,744)
Change in Deferred Inflows		43,188

Change in Net Position - Governmental Activities (from A-2)

\$ (59,258)

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

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

	Business-type Activities - Enterprise <u>Food Service</u>
ASSETS:	
Current Assets:	
Cash and Cash Equivalents	\$ 15,513
Intergovernmental Accounts Receivable:	
State	127
Federal	1,867
Interfund Receivable - General Fund	64,506
Inventories	<u>3,639</u>
Total Current Assets	<u>85,652</u>
Non-Current Assets:	
Capital Assets	77,827
Less: Accumulated Depreciation	<u>(59,330)</u>
Total Non-Current Assets	<u>18,497</u>
Total Assets	<u>104,149</u>
LIABILITIES:	
Current Liabilities:	
Accounts Payable	4,965
Unearned Revenue - Prepaid Sales	1,775
Unearned Revenue - Donated Commodities	1,498
Unearned Revenue - Supply Chain Assistance	<u>9,416</u>
Total Current Liabilities	<u>17,654</u>
NET POSITION:	
Investment in Capital Assets	18,497
Unrestricted	<u>67,998</u>
Total Net Position	<u><u>\$ 86,495</u></u>

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

OGDENSBURG 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	\$ 44,935
Daily Sales - Non-Reimbursable Programs	19,891
Total Operating Revenue	<u>64,826</u>
Operating Expenses:	
Cost of Sales - Reimbursable Programs	34,309
Cost of Sales - Nonreimbursable Programs	15,187
Salaries	32,474
Payroll Taxes	4,879
Supplies, Insurance & Other Costs	19,767
Management Fee	8,614
Depreciation Expense	1,724
Total Operating Expenses	<u>116,954</u>
Operating Loss	<u>(52,128)</u>
Non-Operating Income:	
Local Sources:	
Interest Income	887
State Sources:	
State School Lunch Program	2,796
State School Breakfast Program	16
Federal Sources:	
Pandemic Electronic Benefit Transfer Program	653
Supply Chain Assistance Funding	19,173
National School Lunch Program	39,278
School Breakfast Program	604
Food Distribution Program	13,024
Local Food for Schools Cooperative Program	505
Total Non-Operating Income	<u>76,936</u>
Change in Net Position	24,808
Net Position - Beginning of Year	<u>61,687</u>
Net Position - End of Year	<u>\$ 86,495</u>

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

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

	Business-type Activities - Enterprise Food Service
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 64,968
Payments to Food Service Contractor	(101,680)
Net Cash Used for Operating Activities	(36,712)
Cash Flows from Investing Activities:	
Local Sources:	
Interest Income	887
Net Cash Provided by Investing Activities	887
Cash Flows from Capital and Related Financing Activities:	
Acquisition of Capital Assets	(14,558)
Net Cash Used for Capital and Related Financing Activities	(14,558)
Cash Flows from Noncapital Financing Activities:	
State Sources - Received in Food Service Fund	621
Federal Sources Received in Food Service Fund	9,052
Net Cash Provided by Noncapital Financing Activities	9,673
Net Decrease in Cash and Cash Equivalents	(40,710)
Cash and Cash Equivalents, July 1	56,223
Cash and Cash Equivalents, June 30	\$ 15,513
Reconciliation of Operating Loss to Net Cash Used for Operating Activities:	
Operating Loss	\$ (52,128)
Adjustment to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Depreciation	1,724
Food Distribution Program	13,024
Changes in Assets and Liabilities:	
(Increase)/Decrease in Inventories	508
Increase/(Decrease) in Unearned Revenue - Prepaid Sales	142
Increase/(Decrease) in Unearned Revenue - Donated Commodities	(962)
Increase/(Decrease) in Accounts Payable	980
Net Cash Used for Operating Activities	\$ (36,712)

Noncash Investing and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$12,062 and utilized U.S.D.A. Commodities valued at \$13,024.

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

OGDENSBURG 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 the Ogdensburg 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.

OGDENSBURG 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.

OGDENSBURG 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, 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: The Enterprise Fund accounts for all revenue and expenses pertaining to the Board's cafeteria operations. The food service 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. Non-exchange 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.

OGDENSBURG 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)

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 the 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.

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.

OGDENSBURG 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 accounting records of the special revenue fund are maintained on the grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related 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.

Explanation of Differences between Budgetary Inflows and Outflows and
GAAP Revenues and Expenditures:

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 6,015,527	\$ 971,171
Differences - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, Whereas the GAAP Basis does not:		
Current Year Encumbrances		(5,202)
Prior Year Encumbrances		254,498
Prior Year State Aid Payments Recognized for GAAP Statements	183,551	57,570
Current Year State Aid Payment Recognized for Budgetary Purposes, not Recognized for GAAP Statements	<u>(197,776)</u>	<u>(75,481)</u>
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	<u><u>\$ 6,001,302</u></u>	<u><u>\$ 1,202,556</u></u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 6,058,019	\$ 1,040,844
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:		
Current Year Encumbrances		(5,202)
Prior Year Encumbrances		<u>254,498</u>
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	<u><u>\$ 6,058,019</u></u>	<u><u>\$ 1,290,140</u></u>

OGDENSBURG 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:

Cash and cash equivalents include petty cash, change funds, amount in deposits, and short-term investments with maturities of one year or less.

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.

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 Government 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.

OGDENSBURG 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)

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.

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.

OGDENSBURG 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)

K. Capital Assets: (Cont'd)

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 and Building Improvements	50 Years
Site Improvements	20 Years
Machinery and Equipment	10 to 15 Years
Computer and Related Technology	5 Years
Vehicles	8 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.

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 governmental 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 allows employees who provide services to the District over the ten-month academic year the option to have their salaries evenly disbursed during the entire twelve month year. As of June 30, 2024, the amount earned by these employees but not disbursed was \$94,380.

OGDENSBURG 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)

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.

It is the District's policy to permit employees to accumulate earned but unused vacation and sick leave benefits. A long-term liability of accumulated vacation and sick leave has been recorded in the governmental activities in the district-wide statements, representing the District's commitment to fund such costs from future operations. A liability is reported in the governmental funds only to the amount due and payable within sixty days of year end as a result of employee resignations and retirements.

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. Subscription Payable

In the district-wide financial statements, subscription payables 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.

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 \$1,482,302 General Fund fund balance at June 30, 2024, \$552,441 is restricted in the capital reserve account; \$240,055 is restricted in the maintenance reserve account; \$180,566 is prior fiscal year excess surplus and is included as anticipated revenue for the fiscal year ending June 30, 2025; \$322,383 is current year excess surplus and will be anticipated and included as anticipated revenue for the fiscal year ending June 30, 2026; \$88,500 is restricted for unemployment compensation; \$42,047 is assigned for encumbrances; \$1,356 is assigned for subsequent year's expenditures and \$54,954 is unassigned which is \$197,776 less on the GAAP basis than the calculated maximum unassigned fund balance (budgetary basis) due to the June state aid payments which are not recognized until the fiscal year ended June 30, 2025.

OGDENSBURG 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)

T. Fund Balance Appropriated: (Cont'd)

Special Revenue Fund: Of the \$20,541 Special Revenue Fund fund balance at June 30, 2024, \$61,009 is restricted for scholarships; \$35,013 is restricted for student activities; and there is a deficit in unassigned fund balance of \$75,481 at June 30, 2024 in the Special Revenue Fund on a GAAP basis due to the June state aid payments that are not recognized until the fiscal year ending June 30, 2025.

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 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 has excess surplus as noted on the prior page.

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 related 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.

U. 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. The District had deferred outflows of resources at June 30, 2024 related to pensions.

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 inflows of resources related to pensions at June 30, 2024.

Net position is displayed in three components - net investment in capital assets; restricted and unrestricted.

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.

OGDENSBURG 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. Net Position: (Cont'd)

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.

V. Deficit Fund Balance/Net Position:

The District has a deficit in unassigned fund balance in the Special Revenue Fund of \$75,481 as of June 30, 2024 due to the June state aid payments that were not recognized on the GAAP basis as explained in Note 1T on the previous page. The District's governmental activities has a \$1,001,233 deficit in unrestricted net position, primarily due to the accrual of compensated absences payable, deferred inflows of resources related to pensions and net pension liability, offset by deferred outflows of resources related to pensions and Governmental Funds unassigned and assigned fund balances. These deficits do not indicate that the District is having financial difficulties and are a permitted practice under generally accepted accounting principles.

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 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 in the General Fund for a capital reserve, a maintenance reserve, excess surplus and unemployment compensation. Fund balance restrictions have been established in the Special Revenue Fund for scholarships and student activities.

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 has no committed resources at June 30, 2024.

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 at June 30, 2024 in the General Fund for encumbrances and for amounts designated for the subsequent year's budget.

OGDENSBURG 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)

X. 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.

Y. 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 food service. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the Enterprise Fund.

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.

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.

OGDENSBURG 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

Cash and cash equivalents include petty cash, change funds, amounts in deposits, 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 District 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 District's deposits may not be returned.

Interest Rate Risk - In accordance with its cash management plan, the District 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 District limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed in the section of this note on investments.

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 New Jersey school districts are permitted to invest their funds.

Deposits:

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

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

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

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

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

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;

OGDENSBURG 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):

- (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
- (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;

OGDENSBURG 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):

- (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.

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

Cash and Cash Equivalents						
Restricted					Unrestricted	Total
Capital Reserve	Maintenance Reserve	Unemployment Compensation	Scholarships	Student Activities		
Checking Accounts	\$552,441	\$ 240,055	\$ 88,500	\$ 61,009	\$35,513	\$ 646,964
	<u>\$552,441</u>	<u>\$ 240,055</u>	<u>\$ 88,500</u>	<u>\$ 61,009</u>	<u>\$35,513</u>	<u>\$ 1,624,482</u>

During the period ended June 30, 2024, the District did not hold any investments. The carrying amount of the District's cash and cash equivalents at June 30, 2024, was \$1,624,482 and the bank balance was \$1,642,678.

NOTE 4. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Ogdensburg Borough School District 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.

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

NOTE 4. CAPITAL RESERVE ACCOUNT (Cont'd)

Pursuant to N.J.A.C. 6:23A-5.1(d)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:

Balance at June 30, 2023	\$ 562,524
Deposits:	
Interest Earnings	14,457
June 2024 Board Resolution	165,000
Transfer from Capital Outlay - Unexpended Project Funds	<u>160,460</u>
	902,441
Decreased by:	
Budgeted Withdrawal	<u>350,000</u>
Balance at June 30, 2024	<u><u>\$ 552,441</u></u>

The balance in the capital reserve at June 30, 2024 did not exceed the balance of local support costs of uncompleted capital projects in the District's approved Long Range Facilities Plan. The withdrawal from the capital reserve was for use in DOE approved facilities projects consistent with the District's LRFP.

NOTE 5. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account in the amount of \$50,000 was established by Board resolution on June 6, 2017. These funds may 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 fiscal year in the advertised recapitulation of balances of the subsequent fiscal 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 fiscal 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 fiscal 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 fiscal

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

NOTE 5. MAINTENANCE RESERVE ACCOUNT (Cont'd)

year-end. At no time, shall the maintenance reserve account have a balance that exceeds four percent of the replacement cost of the current fiscal 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 fiscal year's budget. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

Balance at June 30, 2023	\$ 321,785
Deposits:	
Interest Earnings	8,270
June 2024 Board Resolution	<u>10,000</u>
	340,055
Decreased by:	
Budgeted Withdrawal	<u>100,000</u>
Balance at June 30, 2024	<u><u>\$ 240,055</u></u>

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

NOTE 6. CAPITAL ASSETS

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

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets not being Depreciated:				
Sites (Land)	\$ 9,865			\$ 9,865
Total Capital Assets not Being Depreciated	9,865			9,865
Capital Assets Being Depreciated:				
Site Improvements	140,751			140,751
Buildings and Building Improvements	2,945,411	\$ 155,895		3,101,306
Machinery and Equipment	520,260		\$ (27,479)	492,781
Total Capital Assets Being Depreciated	3,606,422	155,895	(27,479)	3,734,838
Governmental Activities Capital Assets	3,616,287	155,895	(27,479)	3,744,703
Less Accumulated Depreciation for:				
Site Improvements	(123,936)	(2,402)		(126,338)
Buildings and Building Improvements	(1,913,722)	(60,679)		(1,974,401)
Machinery and Equipment	(456,049)	(39,034)	27,479	(467,604)
Total Accumulated Depreciation	(2,493,707)	(102,115)	27,479	(2,568,343)
Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 1,122,580</u>	<u>\$ 53,780</u>	<u>\$ -0-</u>	<u>\$ 1,176,360</u>
Business Type Activities:				
Capital Assets Being Depreciated:				
Machinery and Equipment	\$ 63,269	\$ 14,558		\$ 77,827
Less Accumulated Depreciation	(57,606)	(1,724)		(59,330)
Business Type Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 5,663</u>	<u>\$ 12,834</u>	<u>\$ -0-</u>	<u>\$ 18,497</u>
GRAND TOTAL	<u>\$ 1,128,243</u>	<u>\$ 66,614</u>	<u>\$ -0-</u>	<u>\$ 1,194,857</u>

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

NOTE 6. CAPITAL ASSETS (Cont'd)

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 80,305
Student and Instruction Related Services	1,055
Operations and Maintenance of Plant	18,405
Central Services	2,350
	<hr/>
	\$ 102,115
	<hr/>

NOTE 7. TRANSFERS TO CAPITAL OUTLAY

During the fiscal year ended June 30, 2024, there were not any transfers to the capital outlay account.

NOTE 8. LONG TERM LIABILITIES

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

	<u>Balance</u> <u>6/30/2023</u>	<u>Accrued</u>	<u>Retired</u>	<u>Balance</u> <u>6/30/2024</u>
Compensated Absences Payable	\$ 173,201	\$ 23,736		\$ 196,937
Net Pension Liability	828,247		\$ 114,555	713,692
	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 1,001,448	\$ 23,736	\$ 114,555	\$ 910,629
	<hr/>	<hr/>	<hr/>	<hr/>

A. Bonds Payable:

The District had no bonds outstanding as of June 30, 2024.

B. Bonds Authorized But Not Issued:

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

C. Financed Purchases Payable:

The District had no financed purchases payable as of June 30, 2024.

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

NOTE 8. LONG TERM LIABILITIES (Cont'd)

D. Compensated Absences Payable:

The liability for compensated absences of the governmental fund types is recorded in current and long-term portions. There is no current portion of the compensated absences liability at June 30, 2024. Thus, the entire balance of compensated absences of \$196,937 is a long-term portion.

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.

The General Fund will be used to liquidate the Compensated Absences Payable.

E. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in the current and 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 \$713,692. See Note 9 for further information on the PERS.

NOTE 9. 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) or 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 Internal Revenue Code (IRC) 401(a).

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.

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:

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

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

NOTE 9. PENSION PLANS (Cont'd)

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

Benefits Provided (Cont'd)

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. 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 \$65,855 for current fiscal year. During the fiscal year ended June 30, 2023, the State of New Jersey contributed \$2,226 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.

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

NOTE 9. PENSION PLANS (Cont'd)

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

Special Funding Situation (Cont'd)

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 Resource Related to Pensions

At June 30, 2024, the District reported a liability of \$713,692 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 0.00493%, which was a decrease of 0.00056% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the District recognized an actual pension expense of \$10,857. Additionally, for the fiscal year ended June 30, 2023, the State recognized pension expense on behalf of the District in the amount of \$2,226 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, 2023.

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

NOTE 9. PENSION PLANS (Cont'd)

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

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

At June 30, 2024, the District reported deferred outflows of resources and deferred 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		\$ 3,877
	2020	5.16		35,275
	2021	5.13	\$ 1,568	
	2022	5.04		4,101
			<u>1,568</u>	<u>43,253</u>
Changes in Proportion:	2019	5.21	10,922	
	2020	5.16	15,687	
	2021	5.13		48,989
	2022	5.04	18,469	
	2023	5.08		75,078
			<u>45,078</u>	<u>124,067</u>
Difference Between Expected and Actual Experience:	2019	5.21	297	
	2020	5.16	1,965	
	2021	5.13		1,246
	2022	5.04		1,671
	2023	5.08	4,562	
			<u>6,824</u>	<u>2,917</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments:	2020	5.00	11,053	
	2021	5.00	(91,917)	
	2022	5.00	109,359	
	2023	5.00	(25,208)	
			<u>3,287</u>	
District Contribution Subsequent to the Measurement Date	2023	1.00	<u>75,000</u>	
			<u>\$ 131,757</u>	<u>\$ 170,237</u>

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

NOTE 9. PENSION PLANS (Cont'd)

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

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

Amounts reported as deferred outflows of resources and deferred 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:

Fiscal Year Ending June 30,	Total
2024	\$ (37,680)
2025	(21,031)
2026	29,390
2027	(5,260)
2028	90
	<u>\$ (34,491)</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 – 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.

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

NOTE 9. PENSION PLANS (Cont'd)

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

Actuarial Assumptions (Cont'd)

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

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on 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 PERS' 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 Assets	8.00%	8.58%
Real Estate	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%

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

NOTE 9. 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% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the Net Pension Liability	\$ 927,539	\$ 713,692	\$ 529,495

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. 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.state.nj.us/treasury/pensions/annual-reports.shtml.

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

NOTE 9. PENSION PLANS (Cont'd)

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

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 1/55th 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 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.

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

NOTE 9. 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, such as the District. 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 \$858,941 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required contribution of \$242,708.

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred 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 \$9,879,388. 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 0.01935%, which was a decrease of 0.00003% 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>9,879,388</u>
Total	<u>\$ 9,879,388</u>

For the fiscal year ended June 30, 2023, the State recognized pension expense on behalf of the District in the amount of \$242,708 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2024 financial statements.

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

NOTE 9. PENSION PLANS (Cont'd)

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

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

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

	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		4,866,656.00
	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>

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

NOTE 9. PENSION PLANS (Cont'd)

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

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

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

<u>Fiscal Year</u> <u>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.

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

NOTE 9. 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%

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

NOTE 9. PENSION PLANS (Cont'd)

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

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.

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% Decrease (6.00%)	Current Discount Rate (7.00%)	At 1% Increase (8.00%)
State's Proportionate Share of the Net Pension Liability Associated with the District	\$ 11,649,591	\$ 9,879,388	\$ 8,388,456

Pension Plan Fiduciary Net Position - TPAF

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.

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

NOTE 9. PENSION PLANS (Cont'd)

C. Defined Contribution Retirement Program (DCRP) (Cont'd)

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 \$13,209 for the fiscal year ended June 30, 2024. Employee contributions to DCRP amounted to \$24,211 for the fiscal year ended June 30, 2024.

NOTE 10. DEFERRED COMPENSATION

The District 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:

AXA Equivest	Equitable
Valic	MetLife

Equitable Life Assurance and MetLife are the plan administrators for the District's Internal Revenue Code 457 plans.

NOTE 11. RISK MANAGEMENT

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

Property, Liability and Health Benefits

The District is a member of the School Alliance Insurance Fund ("SAIF"). The SAIF provides its members with Workers' Compensation, Comprehensive General Liability and Automobile Liability, Property, Boiler and Machinery, and School Board Legal Liability Insurance. A complete schedule of insurance coverage can be found in the statistical section of this Annual Comprehensive Financial Report.

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

NOTE 11. RISK MANAGEMENT (Cont'd)

Property, Liability and Health Benefits (Cont'd)

The SAIF is a risk-sharing fund that is 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 SAIF are elected.

As a member of the SAIF, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of the SAIF were to be exhausted, members would become responsible for their respective shares of the SAIF's liabilities.

The SAIF 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. In accordance with the Governmental Accounting Standards Board, these distributions are used to reduce the amount recorded for membership expense in the year in which the distribution was declared.

Selected summarized financial information for the SAIF as of June 30, 2024 is as follows:

	<u>School Alliance</u> <u>Insurance Fund</u>
Total Assets	\$ 581,207,787
Net Position	\$ 19,408,763
Total Revenue	\$ 60,984,350
Total Expenses	\$ 61,472,363
Change in Net Position	\$ (488,013)
Members Dividends	\$ -0-

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

Public Entity Group Administrative Services
51 Everett Drive
Suite B-40
West Windsor, NJ 08550

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

NOTE 11. RISK MANAGEMENT (Cont'd)

Property, Liability and Health Benefits (Cont'd)

The Board is a member of the Schools Health Insurance Fund ("HIF"). The HIF provides its members with Health Benefit coverage. The HIF is a risk-sharing 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 HIF are elected.

As a member of HIF, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of HIF were to be exhausted, members would become responsible for their respective shares of the HIF's liabilities.

HIF 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. In accordance with the Governmental Accounting Standards Board, these distributions are used to reduce the amount recorded for membership expense in the year in which the distribution was declared.

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

	<u>Schools Health Insurance Fund</u>
Total Assets	\$ 193,919,700
Net Position	\$ 122,648,426
Total Revenue	\$ 479,446,780
Total Expenses	\$ 465,267,220
Change in Net Position	\$ 3,461,395
Members Dividends	\$ 10,718,165

Financial Statements for HIF are available at PERMA's Executive Director's Office:

PERMA Risk Management Services
9 Campus Drive
Suite 216
Parsippany, NJ 07054

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

NOTE 11. RISK MANAGEMENT (Cont'd)

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 Unemployment Compensation Restricted Fund Balance for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State.

The following is a summary of the District's contributions, employee contributions, interest earnings, reimbursements to the State for benefits paid and the ending balance of the District's Unemployment Compensation Restricted Fund Balance for the current and previous two years:

<u>Fiscal Year</u>	<u>Employee Contributions</u>	<u>Interest Earned</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2023-2024	\$ 7,481	\$ 2,225	\$ 6,093	\$ 88,500
2022-2023	6,728	124	5,837	84,887
2021-2022	7,179	118	616	83,872

NOTE 12. 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 13. INTERFUND RECEIVABLES AND PAYABLES

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 127,537	\$ 64,506
Special Revenue Fund		127,537
Food Service Fund	64,506	
	<u>\$ 192,043</u>	<u>\$ 192,043</u>

The interfund payable in the General Fund is comprised of Federal and State Lunch Program subsidy reimbursements not remitted to the Food Service Fund. The interfund receivable in the General Fund due from the Special Revenue Fund is due to a timing difference between the request and receipt of federal grant reimbursements.

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

NOTE 14. 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, September 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 local school district on a predetermined, agreed-upon schedule.

NOTE 15. CONTINGENT LIABILITIES

Grant Programs

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

Litigation

The District is periodically involved in various lawsuits. The District estimates that the potential claims against it resulting from any such litigation and not covered by insurance would not materially affect the financial position of the District.

Encumbrances

At June 30, 2024, there were encumbrances as detailed below in the governmental funds.

General Fund	Special Revenue Fund	Total Governmental Funds
<u>\$ 42,047</u>	<u>\$ 5,202</u>	<u>\$ 47,249</u>

On the District's Governmental Funds Balance Sheet as of June 30, 2024, \$-0- is assigned for year-end encumbrances in the Special Revenue Fund, which is \$5,202 less than the actual year-end encumbrances on a budgetary basis. Encumbrances are not recognized on a GAAP basis and are reflected as either a reduction in grants receivable or an increase in unearned revenue in the Special Revenue Fund.

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

NOTE 16. ACCOUNTS PAYABLE

Payables, as of June 30, 2024, were as follows:

	Governmental Funds	District Contribution Subsequent to Measurement Date	Total Governmental Activities	Business-Type Activities Proprietary Funds
Vendors	\$ 10,394		\$ 10,394	\$ 4,965
Payroll Deductions and Withholdings	250		250	
Accrued Salaries and Wages	94,380		94,380	
Due to:				
State of New Jersey		\$ 75,000	75,000	
	<u>\$ 105,024</u>	<u>\$ 75,000</u>	<u>\$ 180,024</u>	<u>\$ 4,965</u>

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

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.

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

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

Plan Description and Benefits Provided (Cont'd)

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 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-notices-opeb.shtml>.

Employees Covered by Benefit Terms

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

Retiree 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>

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2023 was determined by an actuarial valuation as of June 30, 2022, which was rolled forward to June 30, 2023.

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.

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

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

Actuarial Assumptions and Other Inputs (Cont'd)

	<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.

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.

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

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

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	\$ 10,929,520
Changes for Year:	
Service Cost	389,630
Interest	399,869
Changes of Assumptions	22,885
Differences between Expected and Actual Experience	(86,596)
Gross Benefit Payments by the State	(311,704)
Contributions from Members	<u>10,247</u>
Net Changes	<u>424,331</u>
Balance at June 30, 2023	<u>\$ 11,353,851</u>

Sensitivity of the Total Nonemployer OPEB Liability Attributable to the District to Changes in the Discount Rate

The following presents the total nonemployer 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 nonemployer 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:

	<u>June 30, 2023</u>		
	<u>At 1% Decrease (2.65%)</u>	<u>At Discount Rate (3.65%)</u>	<u>At 1% Increase (4.65%)</u>
Total OPEB Liability Attributable to the District	\$ 13,310,441	\$ 11,353,851	\$ 9,782,936

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

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

Sensitivity of the Total Nonemployer OPEB Liability Attributable to the District to Changes in the Healthcare Trend Rate

The following presents the total nonemployer 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 nonemployer 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%	Healthcare	1%
	Decrease	Cost Trend Rate	Increase
Total OPEB Liability Attributable to the District	\$ 9,425,447	\$ 11,353,851	\$ 13,877,173

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 \$178,426 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:

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

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (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)

	Deferral Year	Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		\$ 409,122
	2018	9.51		423,478
	2019	9.29	\$ 62,300	
	2020	9.24	1,523,138	
	2021	9.24	8,669	
	2022	9.13		2,300,657
	2023	9.30	20,425	
			<u>1,614,532</u>	<u>3,133,257</u>
Differences Between Expected and Actual Experience	2018	9.51		400,318
	2019	9.29		733,278
	2020	9.24	1,419,625	
	2021	9.24		1,667,163
	2022	9.13	236,934	
	2023	9.30		189,732
			<u>1,656,559</u>	<u>2,990,491</u>
Changes in Proportion	N/A	N/A	198,908	369,294
			<u>\$ 3,469,999</u>	<u>\$ 6,493,042</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:

Fiscal Year Ending June 30,	Total
2024	\$ (566,205)
2025	(566,205)
2026	(492,112)
2027	(290,131)
2028	(59,386)
Thereafter	<u>(878,618)</u>
	<u>\$ (2,852,657)</u>

SCHEDULES OF REQUIRED
SUPPLEMENTARY INFORMATION

OGDENSBURG 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	0.0060888984%	0.0062295008%	0.0064774792%	0.0048436236%	0.0043621199%	0.0055582089%	0.0058681864%	0.0053272278%	0.0054882129%	0.0049273219%
District's proportionate share of the net pension liability	\$ 1,140,008	\$ 1,398,398	\$ 1,918,444	\$ 1,127,518	\$ 858,880	\$ 1,001,505	\$ 956,948	\$ 631,090	\$ 828,247	\$ 713,692
District's covered employee payroll	\$ 428,776	\$ 445,580	\$ 341,823	\$ 306,331	\$ 387,772	\$ 378,572	\$ 381,168	\$ 402,446	\$ 391,632	\$ 386,202
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	265.87%	313.84%	561.24%	368.07%	221.49%	264.55%	251.06%	156.81%	211.49%	184.80%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	46.41%	65.23%

OGDENSBURG 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	\$ 50,196	\$ 53,557	\$ 57,545	\$ 45,200	\$ 43,490	\$ 54,261	\$ 64,195	\$ 62,388	\$ 69,209	\$ 65,855
Contributions in relation to the contractually required contribution	(50,196)	(53,557)	(57,545)	(45,200)	(43,490)	(54,261)	(64,195)	(62,388)	(69,209)	(65,855)
Contribution deficiency/(excess)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
District's covered employee payroll	\$ 445,580	\$ 341,823	\$ 306,331	\$ 387,772	\$ 378,572	\$ 381,168	\$ 402,446	\$ 391,632	\$ 386,202	\$ 404,222
Contributions as a percentage of covered employee payroll	11.27%	15.67%	18.79%	11.66%	11.49%	14.24%	15.95%	15.93%	17.92%	16.29%

OGDENSBURG BOROUGH SCHOOL DISTRICT
 REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
 SCHEDULE OF STATE'S PROPORTIONATE SHARE OF THE
 NET PENSION LIABILITY ATTRIBUTABLE TO 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	0.0204468736%	0.0202466869%	0.0218972437%	0.0201438309%	0.0179663055%	0.0214023553%	0.0189370572%	0.0199509619%	0.019386871%	0.0193589473%
State's proportionate share of the net pension liability attributable to the District	\$ 10,928,188	\$ 12,796,771	\$ 17,225,766	\$ 13,581,697	\$ 11,429,778	\$ 13,134,827	\$ 12,469,824	\$ 9,591,463	\$ 10,002,543	\$ 9,879,388
District's covered employee payroll	\$ 2,179,535	\$ 2,061,316	\$ 1,918,969	\$ 2,159,938	\$ 2,060,932	\$ 2,140,025	\$ 2,171,068	\$ 2,194,032	\$ 2,285,194	\$ 2,390,896
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	501.40%	620.81%	897.66%	628.80%	554.59%	613.77%	574.36%	437.16%	437.71%	413.21%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%	35.52%	32.29%	34.68%

OGDENSBURG BOROUGH BOARD OF EDUCATION
 REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
 SCHEDULE OF STATE CONTRIBUTIONS
 TEACHERS' PENSION AND ANNUITY FUND
 LAST TEN FISCAL YEARS

	Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually required contribution	\$ 588,039	\$ 781,358	\$ 1,294,277	\$ 940,871	\$ 666,316	\$ 774,727	\$ 775,427	\$ 225,691	\$ 269,196	\$ 242,708
Contributions in relation to the contractually required contribution	(109,461)	(175,318)	(218,656)	(264,580)	(429,744)	(415,362)	(579,951)	(798,091)	(791,405)	(858,941)
Contribution deficiency/(excess)	\$ 478,578	\$ 606,040	\$ 1,075,621	\$ 676,291	\$ 236,572	\$ 359,365	\$ 195,476	\$ (572,400)	\$ (522,209)	\$ (616,233)
District's covered employee payroll	\$ 2,061,316	\$ 1,918,969	\$ 2,159,938	\$ 2,060,932	\$ 2,140,025	\$ 2,171,068	\$ 2,194,032	\$ 2,285,194	\$ 2,390,896	\$ 2,589,852
Contributions as a percentage of covered employee payroll	5.31%	9.14%	10.12%	12.84%	20.08%	19.13%	26.43%	34.92%	33.10%	33.17%

OGDENSBURG 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
Service Cost	\$ 421,685	\$ 351,615	\$ 322,073	\$ 329,717	\$ 633,594	\$ 520,077	\$ 389,630
Interest	377,414	435,689	401,403	325,340	333,528	289,644	399,869
Change of Benefits Terms					(13,685)		
Changes in Assumptions	(1,537,031)	(1,168,688)	135,537	2,719,739	(2,743,953)	472,302	22,885
Differences between Expected and Actual Experience		(1,120,282)	(1,682,132)	2,675,416	12,685	(2,931,942)	(86,596)
Member Contributions	10,191	9,412	8,272	7,857	8,527	9,204	10,247
Gross Benefit Payments	(276,759)	(272,322)	(279,045)	(259,208)	(262,726)	(286,901)	(311,704)
Net Change in Total OPEB Liability	(1,004,500)	(1,764,576)	(1,093,892)	5,798,861	(2,032,030)	(1,927,616)	424,331
Total OPEB Liability - Beginning	12,953,273	11,948,773	10,184,197	9,090,305	14,889,166	12,857,136	10,929,520
Total OPEB Liability - Ending	\$ 11,948,773	\$ 10,184,197	\$ 9,090,305	\$ 14,889,166	\$ 12,857,136	\$ 10,929,520	\$ 11,353,851
District's Covered Employee Payroll *	\$ 2,403,139	\$ 2,466,269	\$ 2,448,704	\$ 2,518,597	\$ 2,552,236	\$ 2,596,478	\$ 2,676,826
Total OPEB Liability as a Percentage of Covered Employee Payroll	497%	413%	371%	591%	504%	421%	424%

* - Covered payroll for the fiscal years ending June 30, 2017, 2018, 2019, 2020, 2021, 2022, and 2023 are based on the payroll on the June 30, 2016, 2017, 2018, 2019, 2020, 2021, and 2022 census data.

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

OGDENSBURG 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

OGDENSBURG BOROUGH 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	\$ 2,694,808		\$ 2,694,808	\$ 2,694,808	\$ 13,692
Unrestricted Miscellaneous Revenues	5,000		5,000	18,692	8,145
Interest Earned on Maintenance Reserve	125		125	8,270	14,082
Interest Earned on Capital Reserve Funds	375		375	14,457	2,225
Other Restricted Miscellaneous Revenues				2,225	38,144
Total Revenues from Local Sources	2,700,308		2,700,308	2,738,452	
Revenues from State Sources:					
School Choice Aid	370,148		370,148	370,148	
Categorical Transportation Aid	17,372		17,372	17,372	
Categorical Special Education Aid	236,702		236,702	236,702	
Equalization Aid	1,331,104		1,331,104	1,331,104	
Categorical Security Aid	27,247		27,247	27,247	
Other State Aids				2,730	2,730
TPAF Post Retirement Contributions (Non-Budgeted)				236,438	236,438
TPAF Pension Contributions (Non-Budgeted)				858,941	858,941
TPAF Non-Contributory Insurance (Non-Budgeted)				9,796	9,796
TPAF Long-Term Disability Insurance (Non-Budgeted)				371	371
Reimbursed TPAF Social Security Contributions				186,226	186,226
Total Revenues from State Sources	1,982,573		1,982,573	3,277,075	1,294,502
TOTAL REVENUE	4,682,881		4,682,881	6,015,527	1,332,646

OGDENSBURG BOROUGH 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	\$ 114,785	\$ 72,000	\$ 186,785	\$ 184,118	\$ 2,667
Grades 1-5 - Salaries of Teachers	718,054	(102,331)	615,723	609,400	6,323
Grades 6-8 - Salaries of Teachers	512,476	(82,205)	430,271	425,227	5,044
Regular Programs - Home Instruction:					
Salaries of Teachers		50	50	50	
Regular Programs - Undistributed Instruction:					
General Supplies	83,666	(13,197)	70,469	58,279	12,190
Textbooks	20,000	(5,841)	14,159		14,159
Other Objects	1,026		1,026	379	647
Total Regular Programs - Instruction	1,450,007	(131,524)	1,318,483	1,277,453	41,030
Special Education - Instruction:					
Multiple Disabilities:					
Salaries of Teachers	81,445		81,445	81,445	
General Supplies	665		665	567	98
Total Multiple Disabilities	82,110		82,110	82,012	98
Resource Room/Resource Center:					
Salaries of Teachers	271,612	14,212	285,824	285,554	270
Other Salaries for Instruction	276,885	(21,171)	255,714	221,218	34,496
General Supplies	5,700	(1,929)	3,771	3,543	228
Total Resource Room/Resource Center	554,197	(8,888)	545,309	510,315	34,994

OGDENSBURG BOROUGH 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
Home Instruction:					
Purchased Professional-Educational Services		\$ 8,852	\$ 8,852	\$ 7,170	\$ 1,682
Total Home Instruction		8,852	8,852	7,170	1,682
 TOTAL SPECIAL EDUCATION - INSTRUCTION	\$ 636,307	(36)	636,271	599,497	36,774
 Basic Skills/Remedial - Instruction:					
Salaries of Teachers	99,596	15,756	115,352	113,245	2,107
Purchased Technical Services	3,660	(2,856)	804		804
General Supplies	1,015		1,015	497	518
Total Basic Skills/Remedial - Instruction	104,271	12,900	117,171	113,742	3,429
 School-Spon. Cocurricular & Extracurricular Actvts. - Inst.:					
Salaries	31,750	2,200	33,950	33,950	
Supplies and Materials	3,300		3,300	3,111	189
Total School-Spon. Cocurricular & Extracurricular Actvts. - Inst.	35,050	2,200	37,250	37,061	189
 School-Sponsored Athletics - Instruction:					
Salaries	28,225	(2,200)	26,025	22,742	3,283
Supplies and Materials	1,000		1,000	899	101
Other Objects	1,260		1,260	825	435
Transfers to Cover Deficit (Agency Funds)	4,500		4,500	4,500	
Total School-Sponsored Athletics - Instruction	34,985	(2,200)	32,785	28,966	3,819

OGDENSBURG BOROUGH 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
Summer School - Instruction:					
Salaries of Teachers	\$ 13,500	\$ 2,295	\$ 15,795	\$ 15,795	
Other Salaries of Instruction	9,000	1,317	10,317	10,317	
Purchased Professional & Technical Services	2,400	959	3,359		\$ 3,359
General Supplies	500	(159)	341	341	
Total Summer School - Instruction	25,400	4,412	29,812	26,453	3,359
Summer School - Support Services:					
Salaries	8,000	(8,000)			
Purchased Professional and Technical Services		8,025	8,025	8,025	
Total Summer School - Support Svcs	8,000	25	8,025	8,025	
Total Summer School	33,400	4,437	37,837	34,478	3,359
TOTAL INSTRUCTION	2,294,020	(114,223)	2,179,797	2,091,197	88,600
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Regular		15,824	15,824	14,628	1,196
Total Undistributed Expenditures - Instruction		15,824	15,824	14,628	1,196
Undistributed Expend. - Attend. & Social Work:					
Salaries of Family Support Teams	10,229	9,597	19,826	19,826	
Total Undist. Expend. - Attendance and Social Work	10,229	9,597	19,826	19,826	

OGDENSBURG BOROUGH 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 Expenditures - Health Services:					
Salaries	\$ 78,480	\$ (1,597)	\$ 76,883	\$ 72,365	\$ 4,518
Purchased Professional and Technical Services	5,450	89	5,539	5,539	
Other Purchased Services (400-500 series)	330	(89)	241		241
Supplies and Materials	3,665	(85)	3,580	1,261	2,319
Other Objects	400	37	437	437	
Total Undist. Expenditures - Health Services	88,325	(1,645)	86,680	79,602	7,078
Undist. Expend. - Speech, OT, PT, Related Svcs:					
Salaries	62,475		62,475	62,475	
Purchased Professional - Educational Services	6,068		6,068		6,068
Supplies and Materials	700	84	784	784	
Total Undist. Expend. - Speech, OT, PT, Related Svcs	69,243	84	69,327	63,259	6,068
Undist.Expend.-Other Supp.Serv.Students-Extra.Serv.:					
Salaries	32,286		32,286	3,840	28,446
Total Undist. Expend. - Other Supp. Svcs. Students - Extra. Serv.	32,286		32,286	3,840	28,446
Undist. Expend.-Child Study Team:					
Salaries of Other Professional Staff	207,856	50,847	258,703	233,201	25,502
Salaries of Secretarial and Clerical Assistants	45,501	2,000	47,501	46,501	1,000
Purchased Professional - Educational Services	3,000	1,353	4,353		4,353
Other Purchased Services (400-500 series)	500	(150)	350		350
Supplies and Materials	1,141	657	1,798	1,715	83
Other Objects	6,072	1,294	7,366	6,037	1,329
Total Undist Expend. - Child Study Team	264,070	56,001	320,071	287,454	32,617

OGDENSBURG BOROUGH 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.-Improv. of Inst. Serv.:					
Salaries of Supervisors of Instruction	\$ 17,556	\$ 21,635	\$ 39,191	\$ 21,571	\$ 17,620
Total Undist. Expend.-Improv. of Inst. Serv.	<u>17,556</u>	<u>21,635</u>	<u>39,191</u>	<u>21,571</u>	<u>17,620</u>
Undist. Expend.-Edu. Media Serv./Sch. Library:					
Salaries	7,094	2,070	9,164	9,157	7
Salaries of Technology Coordinators	18,461	2,719	21,180		21,180
Purchased Professional and Technical Services	111,688	(12,754)	98,934	78,316	20,618
Total Undist Expend-Edu. Media Serv./Sch. Library	<u>137,243</u>	<u>(7,930)</u>	<u>129,313</u>	<u>87,508</u>	<u>41,805</u>
Undist.Expend.-Instructional Staff Training Services:					
Salaries of Other Professional Staff	1,000	36	1,036	1,036	
Purchased Professional - Educational Service	299	(36)	263		263
Other Purchased Services (400-500 series)	5,233		5,233	4,715	518
Supplies and Materials	3,758		3,758	1,853	1,905
Total Undist.Expend.-Instructional Staff Training Services	<u>10,290</u>		<u>10,290</u>	<u>7,604</u>	<u>2,686</u>

OGDENSBURG BOROUGH 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.-Gen. Admin.:					
Salaries	\$ 92,829	\$ 3,000	\$ 95,829	\$ 89,801	\$ 6,028
Legal Services	10,000	(1,000)	9,000	2,345	6,655
Audit Fees	28,500	1,000	29,500	29,500	
Architectural/Engineering Services	15,000		15,000	5,221	9,779
Other Purchased Professional Services	26,700	(8,000)	18,700	11,079	7,621
Communications / Telephone	22,448		22,448	14,109	8,339
BOE Other Purchased Services	5,000	(948)	4,052	2,180	1,872
Other Purch. Serv. (400-500 series other than 530 & 585)	5,500	(1,256)	4,244	46	4,198
General Supplies	2,861	633	3,494	3,494	
BOE In-house training/ Meeting Supplies	250	(210)	40	27	13
Miscellaneous Expenditures	2,000	2,026	4,026	3,816	210
BOE Membership Dues and Fees	3,300	(245)	3,055	3,006	49
Total Undist. Expend.-Support Serv.-Gen. Admin.	214,388	(5,000)	209,388	164,624	44,764
Undist. Expend.-Support Serv.-School Admin.:					
Salaries of Principals/Assistant Principals/Prog Director	95,531	(898)	94,633	90,575	4,058
Salaries of Secretarial and Clerical Assistants	12,614	2,050	14,664	13,993	671
Supplies and Materials	2,035	(1,400)	635	582	53
Other Objects	1,500	(648)	852	827	25
Total Undist. Expend.-Support Serv.-School Adm.	111,680	(896)	110,784	105,977	4,807

OGDENSBURG BOROUGH 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. - Central Services:					
Salaries	\$ 113,587	\$ 1,733	\$ 115,320	\$ 96,928	\$ 18,392
Purchased Professional Services	14,800	(298)	14,502	14,502	
Miscellaneous Purchased Services (400-500 series other than 594)	500	381	881	881	
Supplies and Materials	2,000	(1,506)	494	494	
Other Objects	2,100	(311)	1,789	1,773	16
Total Undist. Expend. - Central Services	132,987	(1)	132,986	114,578	18,408
Undist. Expend. - Admin. Info. Technology:					
Purchased Technical Services	5,025		5,025	3,500	1,525
Total Undist. Expend. - Admin. Info. Technology	5,025		5,025	3,500	1,525
Undist. Expend.-Required Maintenance for School Facilities:					
Salaries	62,264	(25,000)	37,264	36,904	360
Cleaning, Repair, and Maintenance Services	42,791	5,940	48,731	37,847	10,884
General Supplies	14,500	3,890	18,390	17,056	1,334
Total Undist. Expend.- Required Maint. for School Facilities	119,555	(15,170)	104,385	91,807	12,578

OGDENSBURG BOROUGH 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	\$ 156,951	\$ 35,899	\$ 192,850	\$ 186,916	\$ 5,934
Salaries of Non-Instructional Aides	56,000	(14,529)	41,471	25,155	16,316
Purchased Professional and Technical Services	20,848	(8,378)	12,470	12,457	13
Cleaning, Repair, and Maintenance Services	12,954	1,128	14,082	14,082	
Insurance	66,600	507	67,107	67,107	
Miscellaneous Purchased Services	4,950	(1,823)	3,127	1,518	1,609
General Supplies	9,350	6,883	16,233	16,044	189
Energy (Natural Gas)	111,416	4,450	115,866	108,995	6,871
Other Objects	400	450	850	850	
Total Undist. Expend.-Custodial Services	439,469	24,587	464,056	433,124	30,932
Care and Upkeep of Grounds:					
Salaries	31,008	(128)	30,880		30,880
General Supplies	7,000	(2,430)	4,570	4,570	
Other Objects		2,400	2,400	2,400	
Total Care And Upkeep Of Grounds	38,008	(158)	37,850	6,970	30,880
Security:					
Purchased Professional and Technical Services	5,000		5,000	2,905	2,095
Cleaning, Repair, and Maintenance Services	4,000		4,000	122	3,878
General Supplies	4,000		4,000	1,575	2,425
Total Security	13,000		13,000	4,602	8,398
Total Undist. Expend.-oper. And Maint. Of Plant Serv.	610,032	9,259	619,291	536,503	82,788

OGDENSBURG BOROUGH 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. (Oth. than Bet. Home & Sch)	\$ 17,174	\$ 20,660	\$ 37,834	\$ 37,189	\$ 645
Management Fee - ESC&CTSA Transportation Program	5,000		5,000	658	4,342
Contract. Serv. - Aid in Lieu of Payments-Nonpublic Studts	7,000		7,000		7,000
Contract. Serv.(Oth. than Bet. Home & Sch.)-Vend.	20,000		20,000	11,075	8,925
Contract. Serv.(Spl. Ed. Students)-Vendors	15,500	(7,660)	7,840	4,371	3,469
Contract. Serv.(Reg. Students)-ESCs & CTSAAs	21,000		21,000	9,334	11,666
Total Undist. Expend.-Student Trans. Serv.	85,674	13,000	98,674	62,627	36,047
UNALLOCATED BENEFITS					
Social Security Contributions	100,000	1,678	101,678	91,141	10,537
Other Retirement Contributions - PERS	81,000	(1,678)	79,322	65,855	13,467
Other Retirement Contributions - Regular	25,000		25,000	13,209	11,791
Workers Compensation	80,000	(5,556)	74,444	74,444	
Health Benefits	681,944	(37,907)	644,037	604,507	39,530
Tuition Reimbursement	18,000		18,000	18,000	
Other Employee Benefits	17,235	(6,000)	11,235	7,034	4,201
TOTAL UNALLOCATED BENEFITS	1,003,179	(49,463)	953,716	874,190	79,526
ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)					
TPAF Post Retirement Contributions (Non-Budgeted)				236,438	(236,438)
TPAF Pension Contributions (Non-Budgeted)				858,941	(858,941)
TPAF Non-Contributory Insurance (Non-Budgeted)				9,796	(9,796)
TPAF Long-Term Disability Insurance (Non-Budgeted)				371	(371)
Reimbursed TPAF Social Security Contributions				186,226	(186,226)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)				1,291,772	(1,291,772)

OGDENSBURG BOROUGH 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 PERSONAL SERVICES - EMPLOYEE BENEFITS	\$ 1,003,179	\$ (49,463)	\$ 953,716	\$ 2,165,962	\$ (1,212,246)
TOTAL UNDISTRIBUTED EXPENDITURES	2,792,207	60,465	2,852,672	3,739,063	(886,391)
TOTAL GENERAL CURRENT EXPENSE	5,086,227	(53,758)	5,032,469	5,830,260	(797,791)
CAPITAL OUTLAY					
Facilities Acquisition and Construction Serv.:					
Architectural/Engineering Services	35,062		35,062		35,062
Construction Services	314,938		314,938	155,895	159,043
Assessment for Debt Service on SDA Funding	6,657		6,657	6,657	
Total Facilities Acquisition and Const. Serv.	356,657		356,657	162,552	194,105
TOTAL CAPITAL OUTLAY	356,657		356,657	162,552	194,105
Transfer of Funds to Charter Schools	26,000	39,207	65,207	65,207	
TOTAL EXPENDITURES	5,468,884	(14,551)	5,454,333	6,058,019	(603,686)
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(786,003)	14,551	(771,452)	(42,492)	728,960

OGDENSBURG BOROUGH 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
Other Financing Sources/(Uses):					
Transfer Out - Local Contribution to Preschool Education Aid	\$ (58,204)	\$ (14,551)	\$ (72,755)	\$ (72,755)	
Total Other Financing Sources/(Uses)	<u>(58,204)</u>	<u>(14,551)</u>	<u>(72,755)</u>	<u>(72,755)</u>	
Excess/(Deficit) of Revenues and Other Financing Sources					
Over/(Under) Expenditures and Other Financing Uses	(844,207)		(844,207)	(115,247)	\$ 728,960
Fund Balance, July 1	<u>1,795,325</u>		<u>1,795,325</u>	<u>1,795,325</u>	
Fund Balance, June 30	<u>\$ 951,118</u>	<u>\$ -0-</u>	<u>\$ 951,118</u>	<u>\$ 1,680,078</u>	<u>\$ 728,960</u>
Recapitulation:					
Restricted Fund Balance:					
Excess Surplus - Restricted For 2025-2026				\$ 322,383	
Excess Surplus - Restricted For 2024-2025				180,566	
Capital Reserve				552,441	
Maintenance Reserve				240,055	
Unemployment Compensation				88,500	
Assigned Fund Balance:					
Year End Encumbrances				42,047	
Designated for Subsequent Year's Expenditures				1,356	
Unassigned Fund Balance				<u>252,730</u>	
				<u>1,680,078</u>	
Reconciliation to Governmental Funds Statement (GAAP):					
Last State Aid Payments not Recognized on GAAP basis				<u>(197,776)</u>	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 1,482,302</u>	

OGDENSBURG 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
Revenue:					
Local Sources		\$ 39,173	\$ 39,173	\$ 39,173	
Federal Sources	\$ 93,400	50,979	144,379	144,379	
State Sources	814,856	(19,509)	795,347	787,619	\$ (7,728)
Total Revenue	908,256	70,643	978,899	971,171	(7,728)
Other Financing Sources:					
Transfer In - General Fund		72,755	72,755	72,755	
Total Revenue and Other Financing Sources	908,256	143,398	1,051,654	1,043,926	(7,728)
Expenditures:					
Instruction:					
Salaries of Teachers	256,750	14,391	271,141	271,141	
Other Salaries for Instruction	137,752	537	138,289	138,289	
Purchased Professional - Educational Services	8,000	(8,000)			
Purchased Professional/Technical Services		11,700	11,700	11,700	
Tuition		23,606	23,606	23,606	
Other Purchased Services	4,000	(4,000)			
General Supplies	11,000	26,336	37,336	37,336	
Other Objects	5,000	(5,000)			
Total Instruction	422,502	59,570	482,072	482,072	
Support Services:					
Salaries of Supervisors of Instruction	35,000	11,903	46,903	46,903	
Salaries of Other Professional Staff	34,785	15,833	50,618	50,618	
Salaries of Secretarial and Clerical Assistants	20,000	667	20,667	20,667	
Other Salaries	69,000	2,981	71,981	71,981	
Salaries of Family/Parent Liaison	4,600		4,600	4,600	
Salaries of Facilitator/Coach	4,900		4,900	4,900	
Personal Services - Employee Benefits	182,000	100	182,100	182,100	
Purchased Professional and Technical Services	68,200	2,578	70,778	70,778	
Other Purchased Professional Services	4,000	6,680	10,680	10,680	
Purchased Professional - Educational Services	3,000	(3,000)			
Contracted Services - Transportation (Field Trips)	6,000	1,677	7,677	1,662	\$ 6,015
Other Purchased Services	3,300	4,777	8,077	8,077	
Travel	6,000	(6,000)			
Supplies and Materials	30,969	8,459	39,428	39,428	
Other Objects	2,000	(2,000)			
Scholarships Awarded		1,559	1,559	550	1,009
Student Activities		37,614	37,614	35,541	2,073
Total Support Services	473,754	83,828	557,582	548,485	9,097
Facilities Acquisition:					
Instructional Equipment	8,000		8,000	6,908	1,092
Noninstructional Equipment	4,000		4,000	3,379	621
Total Facilities Acquisition	12,000		12,000	10,287	1,713
Total Expenditures	908,256	143,398	1,051,654	1,040,844	10,810
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ -0-	\$ -0-	\$ -0-	\$ 3,082	\$ 3,082

OGDENSBURG 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:

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 6,015,527	\$ 971,171
Differences - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis recognizes Encumbrances as Revenue and Expenditures, whereas the GAAP Basis does not:		
Current Year Encumbrances		(5,202)
Prior Year Encumbrances		254,498
Prior Year State Aid Payments Recognized for GAAP Statements	183,551	57,570
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	<u>(197,776)</u>	<u>(75,481)</u>
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	<u>\$ 6,001,302</u>	<u>\$ 1,202,556</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 6,058,019	\$ 1,040,844
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:		
Current Year Encumbrances		(5,202)
Prior Year Encumbrances		<u>254,498</u>
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 6,058,019</u>	<u>\$ 1,290,140</u>

OGDENSBURG BOROUGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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)l. All budget amendments/transfers must be made by School Board resolution. 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 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.

SPECIAL REVENUE FUND

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

	Elementary and Secondary Education Act			IDEA Part B		Preschool Education Expansion Aid
	Title I	Title II Part A	Title IV FY23 & FY24	Basic	Preschool	
REVENUE:						
Local Sources						
Federal Sources	\$ 24,518	\$ 3,527	\$ 10,000	\$ 88,606	\$ 3,868	
State Sources						\$ 781,042
Total Revenue	24,518	3,527	10,000	88,606	3,868	781,042
Other Financing Sources:						
Transfer In - Board Contribution - General Fund						72,755
Total Revenue and Other Financing Sources	24,518	3,527	10,000	88,606	3,868	853,797
EXPENDITURES:						
Instruction:						
Salaries of Teachers						271,141
Other Salaries for Instruction						138,289
Purchased Professional/Technical Services						
Tuition				23,606		
General Supplies	23,518					11,658
Total Instruction	23,518			23,606		421,088
Support Services:						
Salaries of Supervisors of Instruction						46,903
Salaries of Other Professional Staff						50,618
Salaries of Secretarial and Clerical Assistants						20,667
Other Salaries				4,717		67,264
Salaries of Family/Parent Liaison						4,600
Salaries of Facilitator/Coach						4,900
Personal Services - Employee Benefits						182,100
Purchased Professional and Technical Services		3,527	4,600	58,783	3,868	
Other Purchased Professional Services						10,680
Contracted Services - Transportation (Field Trips)						1,662
Other Purchased Services				1,500		
Supplies and Materials	1,000		5,400			33,028
Scholarships Awarded						
Student Activities						
Total Support Services	1,000	3,527	10,000	65,000	3,868	422,422
Facilities Acquisition:						
Instructional Equipment						6,908
Noninstructional Equipment						3,379
Total Facilities Acquisition						10,287
Total Expenditures	\$ 24,518	\$ 3,527	\$ 10,000	\$ 88,606	\$ 3,868	\$ 853,797

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

	NJ High Impact Tutoring Competitive Grant	Emergent & Capital Maintenance Needs Grant	Student Activities Fund	Scholarship Fund	Totals
REVENUE:					
Local Sources			\$ 37,614	\$ 1,559	\$ 39,173
Federal Sources	\$ 13,860				144,379
State Sources		\$ 6,577			787,619
Total Revenue	13,860	6,577	37,614	1,559	971,171
Other Financing Sources:					
Transfer In - Board Contribution - General Fund					72,755
Total Revenue and Other Financing Sources	13,860	6,577	37,614	1,559	1,043,926
EXPENDITURES:					
Instruction:					
Salaries of Teachers					271,141
Other Salaries for Instruction					138,289
Purchased Professional/Technical Services	11,700				11,700
Tuition					23,606
General Supplies	2,160				37,336
Total Instruction	13,860				482,072
Support Services:					
Salaries of Supervisors of Instruction					46,903
Salaries of Other Professional Staff					50,618
Salaries of Secretarial and Clerical Assistants					20,667
Other Salaries					71,981
Salaries of Family/Parent Liaison					4,600
Salaries of Facilitator/Coach					4,900
Personal Services - Employee Benefits					182,100
Purchased Professional and Technical Services					70,778
Other Purchased Professional Services					10,680
Contracted Services - Transportation (Field Trips)					1,662
Other Purchased Services		6,577			8,077
Supplies and Materials					39,428
Scholarships Awarded				550	550
Student Activities			35,541		35,541
Total Support Services		6,577	35,541	550	548,485
Facilities Acquisition:					
Instructional Equipment					6,908
Noninstructional Equipment					3,379
Total Facilities Acquisition					10,287
Total Expenditures	\$ 13,860	\$ 6,577	\$ 35,541	\$ 550	\$ 1,040,844

OGDENSBURG BOROUGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
PRESCHOOL EDUCATION EXPANSION AID (PEEA) 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	\$ 271,141	\$ 271,141	
Other Salaries for Instruction	138,289	138,289	
General Supplies	11,658	11,658	
Total Instruction	421,088	421,088	
Support Services:			
Salaries of Supervisors of Instruction	46,903	46,903	
Salaries of Other Professional Staff	50,618	50,618	
Salaries of Secretarial and Clerical Assistants	20,667	20,667	
Other Salaries	67,264	67,264	
Salaries of Family/Parent Liaison	4,600	4,600	
Salaries of Facilitator/Coach	4,900	4,900	
Personal Services - Employee Benefits	182,100	182,100	
Other Purchased Professional Services	10,680	10,680	
Contracted Services - Transportation (Field Trips)	7,677	1,662	\$ 6,015
Supplies and Materials	33,028	33,028	
Total Support Services	428,437	422,422	6,015
Facilities Acquisition:			
Instructional Equipment	8,000	6,908	1,092
Noninstructional Equipment	4,000	3,379	621
Total Facilities Acquisition	12,000	10,287	1,713
Total Expenditures	\$ 861,525	\$ 853,797	\$ 7,728

SUMMARY OF LOCATION TOTALS

Total Revised 2023-24 Preschool Education Expansion Aid Allocation	\$ 756,652
Actual Preschool Education Expansion Aid Carryover (June 30, 2023)	34,173
Add: Budgeted Transfer from General Fund 2023-24	72,755
Add: Budgeted Tuition 2023-24	-0-
Total Preschool Education Expansion Aid Funds Available for 2023-24	863,580
Less: 2022-23 Budgeted Preschool Education Expansion Aid Funds	(861,525)
Available & Unbudgeted Preschool Education Expansion Aid Funds as of June 30, 2024	2,055
Add: June 30, 2024 Unexpended Preschool Education Expansion Aid	7,728
Less: 2023-24 Commissioner Approved Transfer to the General Fund	-0-
2023-24 Carryover - Preschool Education Expansion Aid	\$ 9,783
2023-24 Carryover - Preschool Education Expansion Aid	
Budgeted for Preschool Programs in 2024-25	\$ -0-

PROPRIETARY FUNDS

OGDENSBURG BOROUGH SCHOOL DISTRICT
FOOD SERVICE ENTERPRISE FUND
STATEMENT OF NET POSITION
JUNE 30, 2024

ASSETS:

Current Assets:

Cash and Cash Equivalents	\$ 15,513
Intergovernmental Accounts Receivable:	
State	127
Federal	1,867
Interfund Receivable - General Fund	64,506
Inventories	3,639
	<hr/>

Total Current Assets	85,652
	<hr/>

Non-Current Assets:

Capital Assets	77,827
Less: Accumulated Depreciation	(59,330)
	<hr/>

Total Non-Current Assets	18,497
	<hr/>

Total Assets	104,149
	<hr/>

LIABILITIES:

Current Liabilities:

Accounts Payable	4,965
Unearned Revenue - Prepaid Sales	1,775
Unearned Revenue - Donated Commodities	1,498
Unearned Revenue - Supply Chain Assistance	9,416
	<hr/>

Total Current Liabilities	17,654
	<hr/>

NET POSITION:

Investment in Capital Assets	18,497
Unrestricted	67,998
	<hr/>

Total Net Position	\$ 86,495
	<hr/> <hr/>

OGDENSBURG 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	\$ 44,935
Daily Sales - Non-Reimbursable Programs	19,891
	<hr/>

Total Operating Revenue

64,826

Operating Expenses:

Cost of Sales - Reimbursable Programs	34,309
Cost of Sales - Nonreimbursable Programs	15,187
Salaries	32,474
Payroll Taxes	4,879
Supplies, Insurance & Other Costs	19,767
Management Fee	8,614
Depreciation Expense	1,724
	<hr/>

Total Operating Expenses

116,954

Operating Loss

(52,128)

Non-Operating Income:

Local Sources:

Interest Income	887
-----------------	-----

State Sources:

State School Lunch Program	2,796
State School Breakfast Program	16

Federal Sources:

Pandemic Electronic Benefit Transfer Program	653
Supply Chain Assistance Funding	19,173
National School Lunch Program	39,278
School Breakfast Program	604
Food Distribution Program	13,024
Local Food for Schools Cooperative Program	505
	<hr/>

Total Non-Operating Income

76,936

Change in Net Position

24,808

Net Position - Beginning of Year

61,687

Net Position - End of Year

\$ 86,495

OGDENSBURG 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	\$ 64,968
Payments to Food Service Contractor	(101,680)
Net Cash Used for Operating Activities	(36,712)
Cash Flows from Investing Activities:	
Local Sources:	
Interest Income	887
Net Cash Provided by Investing Activities	887
Cash Flows from Capital and Related Financing Activities:	
Acquisition of Capital Assets	(14,558)
Net Cash Used for Capital and Related Financing Activities	(14,558)
Cash Flows from Noncapital Financing Activities:	
State Sources - Received in Food Service Fund	621
Federal Sources - Received in Food Service Fund	9,052
Net Cash Provided by Noncapital Financing Activities	9,673
Net Decrease in Cash and Cash Equivalents	(40,710)
Cash and Cash Equivalents, July 1	56,223
Cash and Cash Equivalents, June 30	\$ 15,513
Reconciliation of Operating Loss to Net Cash Used for Operating Activities:	
Operating Loss	\$ (52,128)
Adjustment to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Depreciation	1,724
Food Distribution Program	13,024
Changes in Assets and Liabilities:	
(Increase)/Decrease in Inventories	508
Increase/(Decrease) in Unearned Revenue - Prepaid Sales	142
Increase/(Decrease) in Unearned Revenue - Donated Commodities	(962)
Increase/(Decrease) in Accounts Payable	980
Net Cash Used for Operating Activities	\$ (36,712)

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$12,062 and utilized U.S.D.A. Commodities valued at \$13,024.

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.

OGDENSBURG 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
Governmental Activities										
Net Investment in Capital Assets	\$ 1,135,494	\$ 1,025,999	\$ 1,007,786	\$ 970,803	\$ 908,992	\$ 904,983	\$ 910,593	\$ 903,759	\$ 1,122,580	\$ 1,176,360
Restricted	91,723	228,105	312,972	440,554	555,457	1,130,453	1,549,604	1,755,650	1,413,691	1,479,967
Unrestricted/(Deficit)	(1,168,908)	(1,208,875)	(1,345,278)	(1,387,707)	(1,342,031)	(1,257,502)	(1,226,386)	(1,105,904)	(821,919)	(1,001,233)
Total Governmental Activities Net Position/(Deficit)	\$ 58,309	\$ 45,229	\$ (24,520)	\$ 23,650	\$ 122,418	\$ 777,934	\$ 1,233,811	\$ 1,553,505	\$ 1,714,352	\$ 1,655,094
Business-Type Activities										
Investment in Capital Assets	\$ 8,545	\$ 7,226	\$ 14,120	\$ 12,215	\$ 9,556	\$ 9,782	\$ 8,029	\$ 6,276	\$ 5,663	\$ 18,497
Unrestricted	26,380	22,692	23,280	27,642	21,664	12,448	21,642	54,231	56,024	67,998
Total Business-Type Activities Net Position	\$ 34,925	\$ 29,918	\$ 37,400	\$ 39,857	\$ 31,220	\$ 22,230	\$ 29,671	\$ 60,507	\$ 61,687	\$ 86,495
District-Wide										
Net Investment in Capital Assets	\$ 1,144,039	\$ 1,033,225	\$ 1,021,906	\$ 983,018	\$ 918,548	\$ 914,765	\$ 918,622	\$ 910,035	\$ 1,128,243	\$ 1,194,857
Restricted	91,723	228,105	312,972	440,554	555,457	1,130,453	1,549,604	1,755,650	1,413,691	1,479,967
Unrestricted/(Deficit)	(1,142,528)	(1,186,183)	(1,321,998)	(1,360,065)	(1,320,367)	(1,245,054)	(1,204,744)	(1,051,673)	(765,895)	(933,235)
Total District Net Position	\$ 93,234	\$ 75,147	\$ 12,880	\$ 63,507	\$ 153,638	\$ 800,164	\$ 1,263,482	\$ 1,614,012	\$ 1,776,039	\$ 1,741,589

OGDENSBURG BOROUGH SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
UNAUDITED
(accrual basis of accounting)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses:										
Governmental activities:										
Instruction:										
Regular	\$ 2,387,210	\$ 2,668,436	\$ 2,790,583	\$ 2,367,068	\$ 2,509,295	\$ 2,681,101	\$ 2,671,786	\$ 2,748,944	\$ 3,131,424	\$ 3,236,513
Special Education	975,883	974,239	1,164,523	1,073,133	990,785	1,055,532	1,016,422	1,002,856	914,883	1,036,180
Other Special Instruction	94,533	113,336	111,815	128,566	110,984	113,475	113,127	143,088	154,921	179,313
School Sponsored/Other Instruction	124,506	131,475	142,810	135,477	146,272	146,930	69,568	133,453	76,961	148,449
Support Services:										
Tuition	33,933	9,852	11,181	46,811	32,843	34,066	45,947	37,865		14,628
Student & Instruction Related Services	702,673	670,280	943,919	803,275	827,000	770,966	781,998	779,474	683,953	737,964
General Administrative Services	244,488	232,904	261,194	241,583	194,161	192,982	191,830	177,832	149,267	158,463
School Administrative Services	215,527	143,936	188,097	162,143	172,037	182,475	165,750	190,048	181,261	187,023
Central Services	202,096	228,637	196,502	178,068	143,433	104,441	107,844	100,165	100,830	138,320
Administrative Information Technology	24,592	9,744	7,172	2,609	2,680	3,120	2,990	4,033	3,941	3,500
Plant Operations And Maintenance	511,123	596,764	584,078	606,214	628,784	520,755	566,970	549,042	680,974	606,398
Pupil Transportation	56,221	72,720	96,937	166,646	171,235	115,634	45,162	126,364	55,762	70,256
Capital Outlay	13,857				30,605	6,657	6,657	6,657	28,301	6,657
Charter Schools	51,878	64,125	46,285	130,820	153,578	98,519	26,679	36,801	25,584	65,207
Interest On Long-Term Debt	3,608	1,795	72							
Total Governmental Activities Expenses	5,642,128	5,918,243	6,545,168	6,042,413	6,113,692	6,026,653	5,812,730	6,036,622	6,188,062	6,588,871
Business-type activities:										
Food Service	93,369	92,606	92,297	84,810	107,256	80,039	66,606	115,379	113,019	116,954
Total Business-Type Activities Expense	93,369	92,606	92,297	84,810	107,256	80,039	66,606	115,379	113,019	116,954
Total District Expenses	\$ 5,735,497	\$ 6,010,849	\$ 6,637,465	\$ 6,127,223	\$ 6,220,948	\$ 6,106,692	\$ 5,879,336	\$ 6,152,001	\$ 6,301,081	\$ 6,705,825

OGDENSBURG BOROUGH SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
UNAUDITED
(accrual basis of accounting)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Program Revenues:										
Governmental Activities:										
Charges For Services:										
Student & Instruction Related Services							\$ 8,158	\$ 29,225	\$ 36,915	\$ 37,614
Operating Grants and Contributions	\$ 1,222,984	\$ 1,456,421	\$ 1,952,045	\$ 1,580,328	\$ 1,719,162	\$ 2,053,752	1,915,429	1,959,193	2,000,304	2,031,897
Capital Grants and Contributions	25,596									
Total Governmental Activities Program Revenues	1,248,580	1,456,421	1,952,045	1,580,328	1,719,162	2,053,752	1,923,587	1,988,418	2,037,219	2,069,511
Business-Type Activities:										
Charges for Services:										
Food Service	\$ 49,695	\$ 51,532	\$ 54,291	\$ 50,794	\$ 55,140	\$ 35,973	730	\$ 10,934	\$ 58,491	\$ 64,826
Operating Grants and Contributions	46,288	36,019	37,267	36,430	43,447	32,794	73,306	135,257	55,646	76,049
Capital Grants and Contributions			8,800							
Total Business Type Activities Program Revenues	95,983	87,551	100,358	87,224	98,587	68,767	74,036	146,191	114,137	140,875
Total District Program Revenues	\$ 1,344,563	\$ 1,543,972	\$ 2,052,403	\$ 1,667,552	\$ 1,817,749	\$ 2,122,519	\$ 1,997,623	\$ 2,134,609	\$ 2,151,356	\$ 2,210,386
Net (Expense)/Revenue:										
Governmental Activities	\$ (4,393,548)	\$ (4,461,822)	\$ (4,593,123)	\$ (4,462,085)	\$ (4,394,530)	\$ (3,972,901)	\$ (3,889,143)	\$ (4,048,204)	\$ (4,150,843)	\$ (4,519,360)
Business-Type Activities	2,614	(5,055)	8,061	2,414	(8,669)	(11,272)	7,430	30,812	1,118	23,921
Total District-Wide Net (Expense)/Revenue	\$ (4,390,934)	\$ (4,466,877)	\$ (4,585,062)	\$ (4,459,671)	\$ (4,403,190)	\$ (3,984,173)	\$ (3,881,713)	\$ (4,017,392)	\$ (4,149,725)	\$ (4,495,439)

OGDENSBURG BOROUGH SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
UNAUDITED
(accrual basis of accounting)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 2,289,266	\$ 2,335,051	\$ 2,358,402	\$ 2,405,570	\$ 2,453,681	\$ 2,502,754	\$ 2,552,809	\$ 2,603,865	\$ 2,641,969	\$ 2,694,808
Taxes Levied for Debt Service	68,703	25,413	19,215							
Tuition	8,910	13,520	14,205	16,334	4,160	3,320				
Unrestricted Grants and Contributions	2,111,649	2,113,898	2,124,042	2,084,612	2,033,885	1,954,882	1,788,897	1,745,201	1,666,340	1,721,650
Investment Earnings		234	979	665	604	829	1,196	1,234	1,241	24,952
Miscellaneous Income	4,354	6,863	6,531	3,074	968	1,255	2,118	17,598	2,140	18,692
Total Governmental Activities	4,482,882	4,494,979	4,523,374	4,510,255	4,493,298	4,463,040	4,345,020	4,367,898	4,311,690	4,460,102
Business-Type Activities:										
Investment Earnings	47	48	35	43	32	28	11	24	62	887
Other Item			(614)							
Total Business-Type Activities	47	48	(579)	43	32	28	11	24	62	887
Total District-Wide	\$ 4,482,929	\$ 4,495,027	\$ 4,522,795	\$ 4,510,298	\$ 4,493,330	\$ 4,463,068	\$ 4,345,031	\$ 4,367,922	\$ 4,311,752	\$ 4,460,989
Change in Net Position:										
Governmental Activities	\$ 89,334	\$ 33,157	\$ (69,749)	\$ 48,170	\$ 98,768	\$ 490,139	\$ 455,877	\$ 319,694	\$ 160,847	\$ (59,258)
Business-Type Activities	2,661	(5,007)	7,482	2,457	(8,637)	(11,244)	7,441	30,836	1,180	24,808
Total District	\$ 91,995	\$ 28,150	\$ (62,267)	\$ 50,627	\$ 90,131	\$ 478,895	\$ 463,318	\$ 350,530	\$ 162,027	\$ (34,450)

Source: School District Financial Reports

OGDENSBURG 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	\$ 72,513	\$ 228,105	\$ 312,972	\$ 440,554	\$ 555,457	\$ 1,042,790	\$ 1,463,195	\$ 1,668,371	\$ 1,320,751	\$ 1,383,945
Assigned	42,421	48,634	50,176	17,812	12,695	97,017	90,189	28,305	223,218	43,403
Unassigned	23,904	25,581	20,617	27,863	41,679	55,601	69,378	89,059	67,805	54,954
Total General Fund	<u>\$ 138,838</u>	<u>\$ 302,320</u>	<u>\$ 383,765</u>	<u>\$ 486,229</u>	<u>\$ 609,831</u>	<u>\$ 1,195,408</u>	<u>\$ 1,622,762</u>	<u>\$ 1,785,735</u>	<u>\$ 1,611,774</u>	<u>\$ 1,482,302</u>
All Other Governmental Funds:										
Restricted	\$ 19,210					\$ 87,663	\$ 86,409	\$ 87,279	\$ 92,940	\$ 96,022
Unassigned/(Deficit)					\$ (28,682)	(49,430)	(50,263)	(56,497)	(57,570)	(75,481)
Total All Other Governmental Funds/(Deficit)	<u>\$ 19,210</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ (28,682)</u>	<u>\$ 38,233</u>	<u>\$ 36,146</u>	<u>\$ 30,782</u>	<u>\$ 35,370</u>	<u>\$ 20,541</u>
Total Governmental Funds:										
Restricted	\$ 91,723	\$ 228,105	\$ 312,972	\$ 440,554	\$ 555,457	\$ 1,130,453	\$ 1,549,604	\$ 1,755,650	\$ 1,413,691	\$ 1,479,967
Assigned	42,421	48,634	50,176	17,812	12,695	97,017	90,189	28,305	223,218	43,403
Unassigned/(Deficit)	23,904	25,581	20,617	27,863	12,997	6,171	19,115	32,562	10,235	(20,527)
Total Governmental Funds	<u>\$ 158,048</u>	<u>\$ 302,320</u>	<u>\$ 383,765</u>	<u>\$ 486,229</u>	<u>\$ 581,149</u>	<u>\$ 1,233,641</u>	<u>\$ 1,658,908</u>	<u>\$ 1,816,517</u>	<u>\$ 1,647,144</u>	<u>\$ 1,502,843</u>

Source: School District Financial Reports

OGDENSBURG BOROUGH SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
UNAUDITED
(modified accrual basis of accounting)

	For the Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenue:										
Tax Levy	\$ 2,357,969	\$ 2,360,464	\$ 2,377,617	\$ 2,405,570	\$ 2,453,681	\$ 2,502,754	\$ 2,552,809	\$ 2,603,865	\$ 2,641,969	\$ 2,694,808
Tuition Charges	8,910	13,520	14,205	16,334	8,890	3,320				
Interest Earnings	204	234	314		604	829	1,057	1,116	1,117	22,727
Miscellaneous	4,150	9,936	7,196	3,739	968	1,255	10,444	46,970	42,209	60,090
State Sources	2,753,524	2,831,372	2,876,712	2,861,619	3,218,435	3,316,383	3,381,677	3,657,103	3,724,388	4,053,001
Federal Sources	128,127	129,834	123,754	127,030	123,097	124,595	185,168	166,424	457,861	373,232
Total Revenue	5,252,884	5,345,360	5,399,798	5,414,292	5,805,675	5,949,136	6,131,155	6,475,478	6,867,544	7,203,858
Expenditures:										
Instruction:										
Regular Instruction	1,385,257	1,428,721	1,370,476	1,208,494	1,470,452	1,630,322	1,680,486	1,840,553	2,375,530	2,439,028
Special Education Instruction	602,215	560,374	596,377	583,796	563,090	587,516	579,995	620,253	601,667	691,971
Other Special Instruction	54,531	63,654	56,413	65,125	58,365	59,000	60,611	82,972	96,740	113,742
School Sponsored/Other Instruction	81,521	74,238	71,128	71,647	78,965	80,437	37,883	85,187	51,484	100,505
Support Services:										
Tuition	33,933	9,852	11,181	46,811	32,843	34,066	45,947	37,865		14,628
Student & Instruction Related Services	513,145	506,175	629,979	581,628	613,938	575,532	605,540	626,558	560,833	606,755
General Administrative Services	192,578	177,241	165,021	182,258	160,318	145,951	152,786	180,542	162,472	164,624
School Administrative Services	148,474	94,225	121,258	105,030	100,244	109,723	96,630	98,154	99,636	105,977
Central Services	144,023	160,380	137,733	137,960	108,282	75,159	80,163	80,406	89,214	114,578
Administrative Information Technology	20,673	9,744	7,172	2,609	2,680	3,120	2,990	4,033	3,941	3,500
Plant Operations And Maintenance	471,107	480,763	461,648	529,559	542,417	442,888	535,802	481,033	630,484	536,503
Pupil Transportation	56,221	72,720	94,529	163,554	162,761	112,702	39,150	120,462	51,839	62,627
Unallocated Benefits	1,354,687	1,441,853	1,460,278	1,463,654	1,617,215	1,440,730	1,706,153	1,943,464	2,000,836	2,165,962
Charter Schools	51,878	64,125	46,285	130,820	153,578	98,519	26,679	36,801	25,584	65,207
Capital Outlay	107,690	72,257	48,015	38,883	69,554	66,356	55,073	79,586	286,657	162,552
Debt Service:										
Redemption of Principal	45,000	42,000	40,000							
Interest And Other Charges	4,494	2,623	860							
Total Expenditures	5,267,427	5,260,945	5,318,353	5,311,828	5,734,702	5,462,021	5,705,888	6,317,869	7,036,917	7,348,159

OGDENSBURG BOROUGH SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,

LAST TEN FISCAL YEARS

UNAUDITED

(modified accrual basis of accounting)

	For the Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Excess/(Deficit) of Revenues Under/ (Over) Expenditures	\$ (14,543)	\$ 84,415	\$ 81,445	\$ 102,464	\$ 70,973	\$ 487,115	\$ 425,267	\$ 157,609	\$ (169,373)	\$ (144,301)
Other Financing Sources/(Uses)										
Financed Purchases (non-budgeted)		59,857			23,947					
Transfers In			21,645		25,833	31,838	38,448	40,464	41,235	72,755
Transfers Out			(21,645)		(25,833)	(31,838)	(38,448)	(40,464)	(41,235)	(72,755)
Total Other Financing Sources/(Uses)		59,857			23,947					
Net Change In Fund Balances	\$ (14,543)	\$ 144,272	\$ 81,445	\$ 102,464	\$ 94,920	\$ 487,115	\$ 425,267	\$ 157,609	\$ (169,373)	\$ (144,301)
Debt Service As A Percentage Of Noncapital Expenditures	0.96%	0.86%	0.78%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Source: School District Financial Reports

OGDENSBURG BOROUGH SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
UNAUDITED
(modified accrual basis of accounting)

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Tuition</u>	<u>Miscellaneous</u>	<u>Total</u>
2015	\$ 204	\$ 8,910	\$ 2,987	\$ 12,101
2016	234	13,520	6,863	20,617
2017	979	14,205	6,531	21,715
2018	665	16,334	3,074	20,073
2019	1,418	4,160	154	5,732
2020	829	3,320	1,255	5,404
2021	1,196		2,118	3,314
2022	1,234		17,598	18,832
2023	2,730		651	3,381
2024	24,952		18,692	43,644

Source: Ogdensburg Borough School District records

OGDENSBURG BOROUGH SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
 LAST TEN YEARS
UNAUDITED

Year Ended December 31,	Vacant Land	Residential	Farm Regular	Farm Qualified	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities ^a	Net Valuation Taxable	Tax-Exempt Property	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
2014	* \$ 2,858,300	\$ 178,456,800	\$ 279,200	\$ 13,500	\$ 11,442,000	\$ 2,672,200	\$ 1,648,200	\$ 197,370,200	\$ 405,852	\$ 197,776,052	\$ 20,907,700	\$ 1.183	\$ 216,669,834
2015	2,485,200	178,218,900	279,200	13,500	11,944,200	1,912,300	1,905,900	196,759,200	451,311	197,210,511	20,907,700	1.196	195,475,339
2016	2,049,300	178,136,500	279,200	13,500	11,944,200	1,912,300	1,905,900	196,240,900	400,323	196,641,223	21,433,100	1.203	190,649,453
2017	2,049,300	178,049,000	279,200	13,500	12,022,600	1,912,300	1,905,900	196,231,800	391,667	196,623,467	21,439,500	1.218	187,038,817
2018	2,049,300	177,706,600	279,200	13,500	12,022,600	1,912,300	1,905,900	195,889,400	387,553	196,276,953	21,656,800	1.238	191,473,801
2019	1,678,100	178,038,900	279,200	14,300	12,022,600	1,912,300	1,905,900	195,851,300	359,978	196,211,278	21,656,800	1.264	198,719,119
2020	1,678,100	177,742,400	279,200	9,000	10,920,000	1,912,300	1,905,900	194,446,900		194,446,900	21,767,900	1.300	198,709,240
2021	1,678,100	177,634,900	279,200	10,000	10,705,000	1,912,300	1,905,900	194,125,400		194,125,400	21,767,900	1.342	204,015,361
2022	1,678,100	177,832,300	279,200	8,800	10,735,000	1,912,300	1,905,900	194,351,600		194,351,600	21,767,900	1.361	209,954,620
2023	1,268,900	177,908,200	279,200	9,000	10,735,000	1,912,300	1,905,900	194,018,500		194,018,500	22,177,100	1.389	241,561,459

* - Revaluation Year

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation. Reassessment occurs when ordered by the County Board of Taxation.

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

b Tax rates are per \$100 of assessed value.

Source: Municipal Tax Assessor

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

Year Ended December 31,	Ogdensburg Borough School District Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct	Walkill Valley Regional	Borough of Ogdensburg	Sussex County	
2014	* \$ 1.148	\$ 0.035	\$ 1.183	\$ 0.555	\$ 1.088	\$ 0.530	\$ 3.356
2015	1.183	0.013	1.196	0.605	1.088	0.512	3.401
2016	1.193	0.010	1.203	0.631	1.102	0.538	3.474
2017	1.218		1.218	0.671	1.103	0.544	3.536
2018	1.238		1.238	0.661	1.125	0.568	3.592
2019	1.264		1.264	0.643	1.153	0.588	3.648
2020	1.300		1.300	0.636	1.179	0.598	3.713
2021	1.342		1.342	0.585	1.222	0.615	3.764
2022	1.361		1.361	0.522	1.277	0.607	3.767
2023	1.389		1.389	0.574	1.359	0.643	3.966

* - Revaluation Year

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: Municipal Tax Collector and School Business Administrator

OGDENSBURG BOROUGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS,
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

2024			2015		
Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value	Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value
Ogdensburg Associates	\$ 1,598,500	0.82%	Jimmy Dobbins PL	\$ 2,136,200	1.08%
Grater, LLC	1,550,000	0.80%	Ogdensburg Associates	1,598,500	0.81%
Pokorny Properties, LLC	1,025,000	0.53%	Pokorny Properties, LLC	1,514,300	0.77%
Interstate Industrial Management LLC	629,700	0.32%	83 Main St. LLC	556,900	0.28%
Oorch, LLC	556,900	0.29%	Individual Taxpayer #1	528,400	0.27%
Individual Taxpayer #1	528,400	0.27%	Individual Taxpayer #2	501,400	0.25%
Individual Taxpayer #2	501,400	0.26%	Sterling Hill Mining Museum, Inc.	501,000	0.25%
Sterling Hill Mining Museum, Inc.	501,000	0.26%	Individual Taxpayer #3	456,700	0.23%
Individual Taxpayer #3	486,100	0.25%	Individual Taxpayer #4	453,700	0.23%
Individual Taxpayer #4	456,700	0.24%	United Telephone	451,311	0.23%
Total	\$ 7,833,700	4.04%	Total	\$ 8,698,411	4.40%

Notes: Individual taxpayers may be different in 2024 and 2015.

Source: Ogdensburg Borough Tax Assessor

OGDENSBURG 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 ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	\$ 2,357,969	\$ 2,357,969	100.00%	\$ - 0 -
2016	2,360,464	2,360,464	100.00%	- 0 -
2017	2,377,617	2,364,911	99.47%	12,706
2018	2,405,570	2,405,570	100.00%	- 0 -
2019	2,453,681	2,453,681	100.00%	- 0 -
2020	2,502,754	2,502,754	100.00%	- 0 -
2021	2,552,809	2,552,809	100.00%	- 0 -
2022	2,603,865	2,603,865	100.00%	- 0 -
2023	2,641,969	2,641,969	100.00%	- 0 -
2024	2,694,808	2,694,808	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: Ogdensburg Borough School District records including the Certificate and Report of School Taxes (A4F form)

OGDENSBURG 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 ^a	Per Capita ^a
	General Obligation Bonds	Bond			Business-Type Activities Leases	Anticipation Notes (BANs)				
		Loans	Leases	Notes (BANs)						
2015	\$ 82,000	\$ - 0 -	\$ 21,073	\$ - 0 -	\$ - 0 -	\$ - 0 -	\$ 103,073	0.08%	\$ 44.56	
2016	40,000	- 0 -	47,326	- 0 -	- 0 -	- 0 -	87,326	0.07%	38.22	
2017	- 0 -	- 0 -	35,902	- 0 -	- 0 -	- 0 -	35,902	0.03%	15.77	
2018	- 0 -	- 0 -	24,210	- 0 -	- 0 -	- 0 -	24,210	0.02%	10.67	
2019	- 0 -	- 0 -	31,068	- 0 -	- 0 -	- 0 -	31,068	0.03%	13.75	
2020	- 0 -	- 0 -	14,357	- 0 -	- 0 -	- 0 -	14,357	0.01%	6.40	
2021	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	0.00%	- 0 -	
2022	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	0.00%	- 0 -	
2023	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	0.00%	- 0 -	
2024	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	0.00%	- 0 -	

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.

OGDENSBURG 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 Net Valuation ^a Taxable	Per Capita ^b
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2015	\$ 82,000	-0-	\$ 82,000	0.04%	\$ 35.45
2016	40,000	-0-	40,000	0.02%	17.51
2017	- 0 -	-0-	- 0 -	0.00%	0.00
2018	- 0 -	-0-	- 0 -	0.00%	0.00
2019	- 0 -	-0-	- 0 -	0.00%	0.00
2020	- 0 -	-0-	- 0 -	0.00%	0.00
2021	- 0 -	-0-	- 0 -	0.00%	0.00
2022	- 0 -	-0-	- 0 -	0.00%	0.00
2023	- 0 -	-0-	- 0 -	0.00%	0.00
2024	- 0 -	-0-	- 0 -	0.00%	0.00

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: School District Financial Reports

OGDENSBURG 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 ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid With Property Taxes			
Wallkill Valley Regional School District	\$ 6,280,000	9.72%	\$ 610,188
Borough of Ogdensburg	1,699,341	100.00%	1,699,341
Sussex County General Obligation Debt	88,319,376	1.14%	<u>1,007,023</u>
Subtotal, Overlapping Debt			3,316,552
Ogdensburg Borough Board of Education School District Direct Debt			<u>- 0 -</u>
Total Direct And Overlapping Debt			<u><u>\$ 3,316,552</u></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 Ogdensburg. 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.

a 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 Ogdensburg Borough's equalized property value that is within the Sussex County's boundaries and dividing it by Sussex County's total equalized property value.

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

OGDENSBURG BOROUGH SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION,
LAST TEN FISCAL YEARS
UNAUDITED

Legal Debt Margin Calculation for Fiscal Year 2024

Equalized valuation basis	
2023	\$ 265,560,498
2022	240,029,147
2021	207,820,790
	<u>\$ 713,410,435</u>
Average Equalized Valuation of Taxable Property	<u>\$ 237,803,478</u>
Debt Limit (3% of average equalization value)	a \$ 7,134,104
Net Bonded School Debt	- 0 -
Legal Debt Margin	<u>\$ 7,134,104</u>

	Fiscal Year				
	2020	2021	2022	2023	2024
Debt Limit	\$ 5,709,205	\$ 5,844,038	\$ 6,085,565	\$ 6,503,355	\$ 7,134,104
Total Net Debt Applicable to Limit	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -
Legal Debt Margin	<u>\$ 5,709,205</u>	<u>\$ 5,844,038</u>	<u>\$ 6,085,565</u>	<u>\$ 6,503,355</u>	<u>\$ 7,134,104</u>
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%

	Fiscal Year				
	2015	2016	2017	2018	2019
Debt Limit	\$ 6,444,083	\$ 6,076,008	\$ 5,814,922	\$ 5,671,170	\$ 5,631,369
Total Net Debt Applicable to Limit	127,000	82,000	40,000	- 0 -	- 0 -
Legal Debt Margin	<u>\$ 6,317,083</u>	<u>\$ 5,994,008</u>	<u>\$ 5,774,922</u>	<u>\$ 5,671,170</u>	<u>\$ 5,631,369</u>
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	1.97%	1.35%	0.69%	0.00%	0.00%

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

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

<u>Year</u>	<u>Population ^a</u>	<u>Borough Personal Income ^b</u>	<u>Sussex County Per Capita Personal Income ^c</u>	<u>Unemployment Rate ^d</u>
2015	2,313	\$ 128,884,986	\$ 55,722	6.90%
2016	2,285	130,992,195	57,327	4.60%
2017	2,276	134,611,744	59,144	5.80%
2018	2,268	139,552,308	61,531	4.10%
2019	2,259	122,627,556	54,284	3.50%
2020	2,245	152,242,430	67,814	10.60%
2021	2,267	161,090,753	71,059	5.80%
2022	2,283	163,624,893	71,671	3.40%
2023	2,293	164,341,603 ***	71,671 *	4.40%
2024	2,293 **	164,341,603 ***	71,671 *	N/A

* - Latest Sussex 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 Sussex 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

OGDENSBURG BOROUGH SCHOOL DISTRICT
PRINCIPAL EMPLOYERS - COUNTY OF SUSSEX,
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

Employer	2023	
	Employees	Percentage of Total Employment
Selective Insurance Group Inc.	1,000-4,999	1.43%-7.17%
Crystal Springs Resort	1,000-4,999	0.72%-1.43%
Newton Medical Center	500-999	0.72%-1.43%
Sussex County Offices	500-999	0.36%-0.72%
Thorlabs	500-999	0.14%-0.36%
Mountain Creek Resort	500-999	0.14%-0.36%
Shop Rite	250-499	0.14%-0.36%
Sussex County Community College	250-499	0.14%-0.36%
United Methodist Community Bristol Glen	250-499	0.14%-0.36%
N/A		

Total County Employment

75,673

Employer	2014	
	Employees	Percentage of Total Employment
Newton Medical Center	1,000-4,999	1.36%-6.78%
Selective Insurance Group Inc.	1,000-4,999	1.36%-6.78%
Mountain Creek Resort	500-999	0.68%-1.35%
Thorlabs	500-999	0.68%-1.35%
Sussex County Offices	500-999	0.68%-1.35%
Ames Rubber Corp.	250-499	0.34%-0.68%
Raider Express	250-499	0.34%-0.68%
Sussex County Community College	250-499	0.34%-0.68%
Mountain Creek Waterpark	100-249	0.14%-0.34%
A&P Food Store	100-249	0.14%-0.34%

Total Employment

73,737

N/A - Not Available

Source: County of Sussex

OGDENSBURG 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	23.5	20	19	19	19	18	18	18	20	20
Special Education	6	6.5	6.6	6.6	6.6	6.6	6.6	6.6	6.6	6.6
Other Special Education	9.5	9.5	10.4	10.4	10.4	10.4	10.4	10.4	11.4	11.4
Support Services:										
Instructional Support Staff	2.2	2	2.2	2.2	2.2	2.2	2.2	2.2	3.2	3.2
School Administrative Services	4	1	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5
General and Business Administrative Services	3	2	2	2	1.7	1.7	1.7	1.7	1.7	1.7
Plant Operations and Maintenance	4	4	3.9	3.9	3.9	3.9	3.9	3.9	3.9	3.9
Total	52.2	45.0	45.6	45.6	45.3	44.3	44.3	44.3	48.3	48.3

OGDENSBURG BOROUGH SCHOOL DISTRICT
OPERATING STATISTICS,
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil ^d	Percentage Change	Pupil/Teacher		Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
					Ratio	Elementary				
2015	277.0	\$ 5,110,243	\$ 18,449	7.87%	1:8.6		273.7	258.2	-5.33%	94.32%
2016	266.0	5,144,065	19,339	4.82%	1:8.3		263.7	249.7	-3.65%	94.69%
2017	252.0	5,229,478	20,752	7.31%	1:9.0		250.7	235.9	-4.93%	94.10%
2018	233.0	5,272,945	22,631	9.05%	1:8.3		232.4	220.1	-7.29%	94.68%
2019	235.0	5,673,959	24,145	6.69%	1:8.10		235.0	221.0	1.11%	94.04%
2020	256.0	5,395,665	21,077	-12.71%	1:10.4		256.0	246.0	8.94%	96.09%
2021	254.0	5,650,815	22,247	5.55%	1:10.4		254.0	244.0	-0.78%	96.06%
2022	264.0	6,238,283	23,630	6.21%	1:11.2		262.0	245.0	3.15%	93.51%
2023	268.0	6,750,260	25,188	6.59%	1:10.0		267.5	254.9	2.10%	95.29%
2024	268.0	7,185,607	26,812	6.45%	1:10.0		278.3	268.8	4.04%	96.59%

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 the operating expenditures divided by enrollment. This Cost Per Pupil may be different from other Cost I

Source: Ogdensburg Borough School District records

OGDENSBURG BOROUGH SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<u>District Buildings</u>										
<u>Elementary</u>										
Ogdensburg Elementary School										
Square Feet (1927); Addition - 1967	60,050	60,050	60,050	60,050	60,050	60,050	60,050	60,050	60,050	60,050
Capacity (students)	347	347	347	347	347	347	347	347	347	347
Enrollment	277	266	252	233	235	256	254	254	268	268

Number of Schools at June 30, 2024

Elementary = 1

Note: Year of original construction is shown in parentheses.

Enrollment is based on the annual October district count.

Source: Ogdensburg Borough School District Facilities Office

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

Undistributed Expenditures - Required
Maintenance For School Facilities
11-000-261-xxx

Fiscal Year Ended June 30,	Ogdensburg Public School
2015	\$ 44,519
2016	41,033
2017	46,645
2018	32,408
2019	56,083
2020	19,356
2021	88,345
2022	36,545
2023	113,484
2024	91,807

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

Source: Ogdensburg Borough School District records

ODGENSBURG BOROUGH SCHOOL DISTRICT
INSURANCE SCHEDULE
AS OF JUNE 30, 2024
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy - School Alliance Insurance Fund:		
Property - Blanket Building and Contents Including		
Boiler and Building and Personal Property	\$ 500,000,000	\$ 2,500
Inland Marine - Auto Physical Damage		1,000
General Liability including Auto, Employee Benefits	10,000,000	Occurrence
Each Occurrence		
General Aggregate	100,000,000	Aggregate
Product Completed Ops		
Personal Injury		
Fire Damage	2,500,000	
Medical Expenses	10,000	
(Excluding Students Taking Part in Athletics)		
Employee Benefits Liability	5,000,000	
Automobile Coverage	10,000,000	Occurrence
Combined Single Limit		
Hired/Non Owned		
Environmental Impairment Liability	1,000,000/10,000,000	Fund Aggregate
Mold Excluded		50,000
Cyber Coverage	750,000 per occurrence/aggregate	Multiple
		Various
Crime Coverage	50,000	Inside/Outside
Blanket Dishonesty Bond	500,000	1,000
		1,000
Boiler & Machinery	100,000,000	2,500
Excess Liability (AL/GL)	5,000,000	
School Board Legal Liability (SLPL)	5,000,000	5,000
Workers' Compensation:	Statutory	
Employer's Liability	5,000,000	
Supplemental Indemnity	Statutory	
Bond for Business Administrator	160,000	Selective Insurance
Bond for Treasurer of School Monies	160,000	Selective Insurance
Student Accident	Voluntary Only	

Source: Borough of Ogdensburg School District records.

SINGLE AUDIT SECTION



Mount Arlington, NJ
Newton, NJ
Bridgewater, NJ
973.298.8500
nisivoccia.com
Independent Member
BKR International

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
Ogdensburg Borough School District
County of Sussex, 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 and each major fund of the Ogdensburg Borough School District (the "District"), in the County of Sussex 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 November 1, 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
Ogdensburg Borough School District
Page 2

Report on Compliance and Other Matters

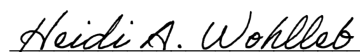
As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material 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.

November 1, 2024
Mount Arlington, New Jersey


NISIVOCCIA LLP


Heidi A. Wohlleb
Licensed Public School Accountant #2140
Certified Public Accountant



Mount Arlington, NJ
Newton, NJ
Bridgewater, NJ

973.298.8500
nisivoccia.com

Independent Member
BKR International

Report on Compliance For Each Major State Program;
Report on Internal Control Over Compliance Required by NJOMB 15-08

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Ogdensburg Borough School District
County of Sussex, New Jersey

Report on Compliance for Each Major State Program

Opinion of Each Major State Program

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

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 major state programs for the fiscal year ended June 30, 2024.

Basis for Opinion on Each Major State Program

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.

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 state program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

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

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 state program as a whole.

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

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*

The Honorable President and Members
of the Board of Education
Ogdensburg Borough School District
Page 3

internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

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

November 1, 2024
Mount Arlington, New Jersey

Nisivoccia LLP
NISIVOCCIA LLP

Heidi A. Wohlleb
Heidi A. Wohlleb
Licensed Public School Accountant #2140
Certified Public Accountant

OGDENSBURG 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	Award Amount	Balance at June 30, 2023		Cash Received	Budgetary Expenditures	Balance at June 30, 2024		Amounts Paid to Subrecipients
					Budgetary Accounts Receivable	Budgetary Unearned Revenue			Budgetary Accounts Receivable	Budgetary Unearned Revenue	
U.S. Department of Education Passed-through State Department of Education:											
Special Revenue Fund:											
Elementary and Secondary Education Act:											
Title I	84.010A	ESEA-3840-24	7/1/23-9/30/24	\$ 24,518			\$ 23,518	\$ (24,518)	\$ (1,000)		
Title II, Part A	84.367A	ESEA-3840-24	7/1/23-9/30/24	3,527				(3,527)	(3,527)		
Title IV, Part A	84.424	ESEA-3840-24	7/1/23-9/30/24	10,000				(4,840)	(4,840)		
Title IV, Part A	84.424	ESEA-3840-23	7/1/22-9/30/23	6,146				(5,160)			
Total Title IV, Part A							\$ 5,160	(10,000)	(4,840)		
Total Elementary and Secondary Education Act							5,160	(38,045)	(9,367)		
Education Stabilization Fund:											
COVID 19 - ARP ESSER III	84.425U	S425U210027	3/13/20-9/30/24	243,258	\$ (243,259)		243,258		(1)		
COVID 19 - ARP GEER - NJ High Impact Tutoring	84.425C	24-AB01-H02	10/11/23-8/31/24	25,120			8,435	(13,860)	(5,425)		
Total Education Stabilization Fund					(243,259)		251,693	(13,860)	(5,426)		
Special Education Cluster:											
I.D.E.A. Part B, Basic	84.027	IDEA-3840-24	7/1/23-9/30/24	88,606			40,726	(88,606)	(47,880)		
I.D.E.A. Part B, Preschool	84.173	IDEA-3840-24	7/1/23-9/30/24	3,868				(3,868)	(3,868)		
Total Special Education Cluster							40,726	(92,474)	(51,748)		
Total U.S. Department of Education/Special Revenue Fund					(243,259)	5,160	315,937	(144,379)	(66,541)		
U.S. Department of Agriculture:											
Food Service Fund:											
Passed-through State Department of Agriculture											
Child Nutrition Cluster:											
Food Distribution Program	10.555	N/A	7/1/22-6/30/23	10,662		2,460		(2,460)			
Food Distribution Program	10.555	N/A	7/1/23-6/30/24	12,062			12,062	(10,564)		\$ 1,498	
Total Food Distribution Program National						2,460	12,062	(13,024)		1,498	
School Lunch Program	10.555	N/A	7/1/23-6/30/24	39,278			37,465	(39,278)	(1,813)		
National School Lunch Program	10.555	N/A	7/1/22-6/30/23	34,355	(1,366)		1,366				
School Breakfast Program	10.553	N/A	7/1/23-6/30/24	604			550	(604)	(54)		
School Breakfast Program	10.553	N/A	7/1/22-6/30/23	161	(1)		1				
COVID 19 - Supply Chain Assistance Award	10.555	N/A	7/1/22-6/30/23	26,745			11,303	(19,173)		9,416	
Total Child Nutrition Cluster					(1,367)	17,286	62,747	(72,079)	(1,867)	10,914	
COVID 19 - Pandemic Electronic Benefit Transfer Program	10.649	N/A	7/1/23-6/30/24	653			653	(653)			
Local Food for Schools Cooperative Program	10.185	N/A	7/1/23-6/30/24	505			505	(505)			
Total U.S. Department of Agriculture/Food Service Fund					(1,367)	19,746	63,905	(73,237)	(1,867)	10,914	
Total Federal Awards					\$ (244,626)	\$ 24,906	\$ 379,842	\$ (217,616)	\$ (68,408)	\$ 10,914	
N/A - Not Applicable										\$ -0-	

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

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

State Grantor/Program Title	Project Number	Grant Period	Award Amount	Balance at June 30, 2023			Budgetary Expenditures	Balance at June 30, 2024		MEMO	
				Budgetary Accounts Receivable	Budgetary Unearned Revenue	Cash Received		GAAP Accounts Receivable	Budgetary Unearned Revenue	Budgetary Accounts Receivable	Cumulative Total Expenditures
New Jersey Department of Education											
General Fund:											
Special Education Categorical Aid	23-495-034-5120-089	7/1/22 - 6/30/23	\$ 162,828	\$ (16,238)		\$ 16,238					\$ 162,828
Equalization Aid	23-495-034-5120-078	7/1/22 - 6/30/23	1,300,950	(129,737)		129,737					1,300,950
Security Aid	23-495-034-5120-084	7/1/22 - 6/30/23	27,247	(2,717)		2,717					27,247
Transportation Aid	23-495-034-5120-014	7/1/22 - 6/30/23	17,372	(1,732)		1,732					17,372
School Choice Aid	23-495-034-5120-068	7/1/22 - 6/30/23	332,186	(33,127)		33,127					332,186
Additional Nonpublic Transportation Aid	23-495-034-5120-014	7/1/22 - 6/30/23	1,356	(1,356)		1,356					1,356
Reimbursed TPAF Contributions:											
Social Security Aid	23-495-034-5094-003	7/1/22 - 6/30/23	172,038	(8,194)		8,194					
Special Education Categorical Aid	24-495-034-5120-089	7/1/23 - 6/30/24	236,702			213,089	\$ (236,702)			\$ (23,613)	236,702
Equalization Aid	24-495-034-5120-078	7/1/23 - 6/30/24	1,331,104			1,198,317	(1,331,104)			(132,787)	1,331,104
Security Aid	24-495-034-5120-084	7/1/23 - 6/30/24	27,247			24,529	(27,247)			(2,718)	27,247
Transportation Aid	24-495-034-5120-014	7/1/23 - 6/30/24	17,372			15,639	(17,372)			(1,733)	17,372
School Choice Aid	24-495-034-5120-068	7/1/23 - 6/30/24	370,148			333,223	(370,148)			(36,925)	370,148
Additional Nonpublic Transportation Aid	24-495-034-5120-014	7/1/23 - 6/30/24	2,730				(2,730)	\$ (2,730)		(2,730)	2,730
On-Behalf TPAF Contributions:											
Post-Retirement Medical	24-495-034-5094-001	7/1/23 - 6/30/24	236,438			236,438	(236,438)				236,438
Pension	24-495-034-5094-002	7/1/23 - 6/30/24	858,941			858,941	(858,941)				858,941
Non-Contributory Insurance	24-495-034-5094-004	7/1/23 - 6/30/24	9,796			9,796	(9,796)				9,796
Long-Term Disability Insurance	24-495-034-5094-004	7/1/23 - 6/30/24	371			371	(371)				371
Reimbursed TPAF Contributions:											
Social Security Aid	24-495-034-5094-003	7/1/23 - 6/30/24	186,226			177,108	(186,226)	(9,118)		(9,118)	186,226
Total General Fund State Aid				(193,101)		3,260,552	(3,277,075)	(11,848)		(209,624)	5,119,014
Special Revenue Fund:											
Preschool Education Expansion Aid Grant	22-495-034-5120-086	7/1/21 - 6/30/24	566,496		\$ 34,173		(34,173)				566,496
Preschool Education Expansion Aid Grant	23-495-034-5120-086	7/1/22 - 6/30/23	577,290	(57,570)		57,570			\$ 9,783	(75,481)	577,290
Preschool Education Expansion Aid Grant	24-495-034-5120-086	7/1/23 - 6/30/24	756,652	(57,570)	34,173	681,171	(746,869)			(75,481)	746,869
Total Special Revenue Fund				(57,570)	34,173	738,741	(781,042)		9,783	(75,481)	1,890,655
New Jersey Department of Agriculture											
Enterprise Fund:											
State School Breakfast Program	N/A	7/1/23 - 6/30/24	16			15	(16)	(1)		(1)	16
State School Lunch Program	24-100-010-3350-023	7/1/23 - 6/30/24	2,796			2,670	(2,796)	(126)		(126)	2,796
State School Lunch Program	23-100-010-3350-023	7/1/22 - 6/30/23	1,961	(83)		83					1,961
Total Enterprise Fund				(83)		2,768	(2,812)	(127)		(127)	4,773

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

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2023		Cash Received	Budgetary Expenditures	Balance at June 30, 2024		MEMO	
				Budgetary Accounts Receivable	Budgetary Unearned Revenue			GAAP Accounts Receivable	Budgetary Unearned Revenue	Budgetary Accounts Receivable	Cumulative Total Expenditures
Schools Development Authority											
Special Revenue Fund:											
SDA Emergent and Capital Maintenance Needs Grant	N/A	7/1/23 - 6/30/24	\$ 6,577			\$ 6,577	\$ (6,577)				\$ 6,577
Total Schools Development Authority						6,577	(6,577)				6,577
TOTAL STATE AWARDS SUBJECT TO SINGLE AUDIT DETERMINATION				\$ (250,754)	\$ 34,173	\$ 4,008,638	\$ (4,067,506)	\$ (11,975)	\$ 9,783	\$ (285,232)	\$ 7,014,442
Less - State Awards Not Subject to Single Audit Major Program Determination:											
On-Behalf TPAF Pension System Contributions:											
Post-Retirement Medical	24-495-034-5094-001	7/1/23 - 6/30/24	236,438				236,438				
Pension	24-495-034-5094-002	7/1/23 - 6/30/24	858,941				858,941				
Non-Contributory Insurance	24-495-034-5094-004	7/1/23 - 6/30/24	9,796				9,796				
Long-Term Disability Insurance	24-495-034-5094-004	7/1/23 - 6/30/24	371				371				
Subtotal On-Behalf TPAF Pension System Contributions							1,105,546				
TOTAL STATE AWARDS SUBJECT TO SINGLE AUDIT MAJOR PROGRAM DETERMINATION							\$ (2,961,960)				

OGDENSBURG BOROUGH SCHOOL DISTRICT
NOTES TO 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 (the "Schedules") include the federal and state grant activity of the Ogdensburg 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 on the accrual basis of accounting. These bases of accounting are described in Note 1 to the District's basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts, if any, shown on the Schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3. INDIRECT COST RATE

The District has not elected 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 with the exception of 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, these payments are not recognized until the subsequent budget year due to the state deferral and recording of the last two state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. The special revenue fund also does not recognize the June state aid payments in the current year.

The net adjustment to reconcile revenue from the budgetary basis to the GAAP basis is (\$14,225) for the general fund and \$231,385 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 fund.

OGDENSBURG BOROUGH SCHOOL DISTRICT
NOTES TO 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)

Revenue from federal and state awards are reported on the Board's basic financial statements on a GAAP basis as presented below:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund		\$ 3,262,850	\$ 3,262,850
Special Revenue Fund	\$ 373,232	790,151	1,163,383
Food Service Fund	<u>73,237</u>	<u>2,812</u>	<u>76,049</u>
Total Awards	<u>\$ 446,469</u>	<u>\$ 4,055,813</u>	<u>\$ 4,502,282</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. FEDERAL AND STATE LOANS OUTSTANDING

Ogdensburg Borough School District had no loan balances at June 30, 2024.

NOTE 7. OTHER

Revenues 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.

OGDENSBURG 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

The District was not subject to the single audit provisions of the Uniform Guidance for the fiscal year ended June 30, 2024 as federal grant expenditures were less than the single audit threshold of \$750,000 identified in the Uniform Guidance.

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

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

Identification of major programs:

Program Name or Cluster	State Grant No.	Grant Period		Award	Budgetary
		Start	End	Amount	Expenditures
State Aid Public:					
Equalization Aid	24-495-034-5120-078	7/1/23	6/30/24	\$ 1,331,104	\$ 1,331,104
Special Education Categorical Aid	24-495-034-5120-089	7/1/23	6/30/24	236,702	236,702
Security Aid	24-495-034-5120-084	7/1/23	6/30/24	27,247	27,247
School Choice Aid	24-495-034-5120-068	7/1/23	6/30/24	370,148	370,148
Preschool Education Expansion Aid	24-495-034-5120-086	7/1/23	6/30/24	756,652	746,869
Preschool Education Expansion Aid	22-495-034-5120-086	7/1/21	6/30/24	566,496	34,173
Dollar threshold used to distinguish between Type A and B programs				\$ 750,000	
Auditee qualified as low-risk auditee?			Yes	X	No

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

Status of Prior Year Findings:

There were no prior year audit findings.