PARK RIDGE BOARD OF EDUCATION

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Park Ridge, New Jersey

ANNUAL COMPREHENSIVE

FINANCIAL REPORT

of the

Park Ridge Board of Education

Park Ridge, New Jersey

For The Fiscal Year Ended June 30, 2024

Prepared by

Business Office

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INTRODUCTORY SECTION

AMARA WAGNER
President

NATALIE AGOOS
Vice President

DAVID BRADLER
RACHELLE BROWNE
JOSEPH BUCCO, JR
ROBERT A. FISHER, JR
JOHN PIEROTTI, JR

PARK RIDGE BOARD OF EDUCATION
85 PASCACK ROAD
PARK RIDGE, NEW JERSEY 07656
Telephone: 201-573-6000
Fax: 201-391-6511

ROBERT M. GAMPER, Ed.D.
Superintendent of Schools

ROBERT WRIGHT
Board Secretary and
Business Administrator

January 14, 2025

The Honorable President and Members
of the Board of Education
Park Ridge School District
County of Bergen, New Jersey

Dear Board Members:

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

Governmental Accounting Standards Board (GASB) requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the "Independent Auditor's Report".

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 (MD&A) and the basic financial statements including the district-wide financial statements presented in conformity with Governmental Accounting Standards Board Statement No. 34. The basic financial statements also include individual fund financial statements, notes to the financial statements and required supplemental information (RSI). The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act and the U.S. Uniform Guidance and the State Treasury Circular OMB 15-08. Information related to this single audit, including the auditors' report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

A district "committed to educational excellence."

1. REPORTING ENTITY AND ITS SERVICES: Park Ridge School District is an independent reporting entity within the criteria adopted by the GASB. All funds of the District are included in this report. The Park Ridge Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 12. These include regular, vocational as well as special education for handicapped youngsters. The District completed the 2023-2024 fiscal year with an enrollment of 1,178 students, which is a decrease of thirty-eight (38) students from the previous year's enrollment. The following details the changes in the student enrollment of the District over the last nine years:

Fiscal Year	Student Enrollment	Percent Change
2023-24	1,178	-3.12%
2022-23	1,216	-2.01%
2021-22	1,241	1.14%
2020-21	1,227	-1.44%
2019-20	1,245	4.18%
2018-19	1,195	-.83%
2017-18	1,205	-2.04%
2016-17	1,230	.82%
2015-16	1,220	-2.10%

2. ECONOMIC CONDITION AND OUTLOOK: The Borough of Park Ridge is a residential suburb of 2.6 square miles, located approximately 25 miles from midtown Manhattan. In 2003, the Borough underwent a revaluation that increased ratables by $437,000,000. Since then, property values have remained relatively stable with the average home assessed at $475,000. The Borough of Park Ridge has balanced progress and cost with the 48th lowest effective tax rate out of the 70 towns.

The District continues to investigate opportunities for shared services and mutual savings of taxpayer monies. In the past few years, this cooperation has resulted in the obtainment of grant funds through an Interlocal Agreement that helped offset repair costs to the school's tennis courts. Additionally, the Borough continues to allow the district access to its fuel pumps which helps keep costs down. With one source of revenue so critical to us all, it behooves both governing bodies to continue meeting the demands of diminished state aid in methods that are timely and reflective of the community we both serve.

3. MAJOR INITIATIVES:

Meeting the Challenge of Change

The Park Ridge Public Schools are a testament to the fact that teamwork breeds success. In standing among our peers, the September 2018 issue of *NJ Monthly Magazine* ranked Park Ridge High School as #55 in the State. The percentage of students taking Advanced Placement exams is 43% and currently 57% of the juniors and seniors are enrolled in two or more courses.

Technology is an issue of critical importance at every grade level. The entire school district is serviced by high speed fiber cables and each school has its own wireless network. Park Ridge maintains a web site for the District with links to teacher web pages. All staff and students have e-mail addresses. Video conferencing occurs at each grade level in grades 1-6 in the form of electronic field trips. Additionally, the District has a one to one laptop initiative in place for Grades 4-12.

The 2023-24 school year resounded with triumph on every level with 1 Commended and 1 Semi-finalist with regards to National Merit Letter of Commendation recipients. Our elementary schools also saw two of its students honored for their acceptance into the NJSMA Elementary Honors Band Festival. Park Ridge continued to excel at preparing students to further their education as 88% of the students will be attending four-year or two year colleges.

The 2023-2024 school year was an outstanding year for the PRHS athletic program. Several teams and individual athletes were recognized on the league, county and state levels. There were also two students who were named Bergen Record Athlete of the Week. Highlights included League titles in Boys Soccer, Football, Volleyball, Wrestling, Girls Basketball, Competition Cheerleading, and Softball. The Girls Basketball and Competitive Cheer teams were State Champions. Our teams provide opportunities for student-athletes to learn the values of respect, sportsmanship, leadership, teamwork and fitness.

No school district can claim success without the endorsement and support of civic and parent groups. Park Ridge is fortunate to have an active network of concerned parents, community liaisons and corporate sponsors. The insights of the members of the ad hoc Board of Education, Drug Task Force, and Project/Facilities Committees shaped the District's direction in these areas. These groups continue to support, challenge and respond with the immeasurable gift of time, effort and unprecedented appreciation for the potential of our children. Commitment, quality and performance are emergent in each facet of the Park Ridge experience.

In September 2009, the district passed a $10.6 million dollar referendum. This action upgraded the existing buildings by installing new roofs and windows and upgrading the heating and control systems. It also installed solar panels which will create a clean renewable energy source that will not only save the district money on its electric bills but will be good for the environment. The work done qualified the district for a 40% reimbursement from the State on any debt borrowed providing significant tax relief for residents.

In March of 2018, the district passed a $3.6 million dollar referendum. This action will upgrade the existing steam heat system to a hot water system and allow for greater energy savings. It also installed air conditioning units in the "A-Wing" of the High School which will allow for a better teaching environment. All classrooms and spaces will receive new unit-ventilators as part of this project. The work done qualified the district for a 40% reimbursement from the State on any debt borrowed providing significant tax relief for residents.

In May of 2023, the Park Ridge Board of Education approved a $5.7 million dollar renovation to their locker room and gym facilities. This project will provide new locker rooms for both boys and girls and a new weight training facility. In addition, several other areas will be improved.

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

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

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

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

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

6. ACCOUNTING SYSTEM AND REPORTS: The district's accounting records reflect accounting principles generally accepted in the United States of America, 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".

7. FINANCIAL INFORMATION AT FISCAL YEAR END: As demonstrated by the various statements and schedules in the financial section of this report, the District continues to meet its responsibility for sound financial management.

8. DEBT ADMINISTRATION: At June 30, 2024, the District has outstanding bonded debt of $3,981,000.

9. 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". The District has adopted a cash management plan which requires it to deposit funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

10. RISK MANAGEMENT: The Board carries various forms of insurance including, but not limited to, general liability, automobile liability and comprehensive/collision, hazard and theft insurance, property and contents, and fidelity bonds. In addition, the Park Ridge Board of Education is a member of NESBIG, serving the interest of more than 30 school districts in Bergen and Passaic Counties.

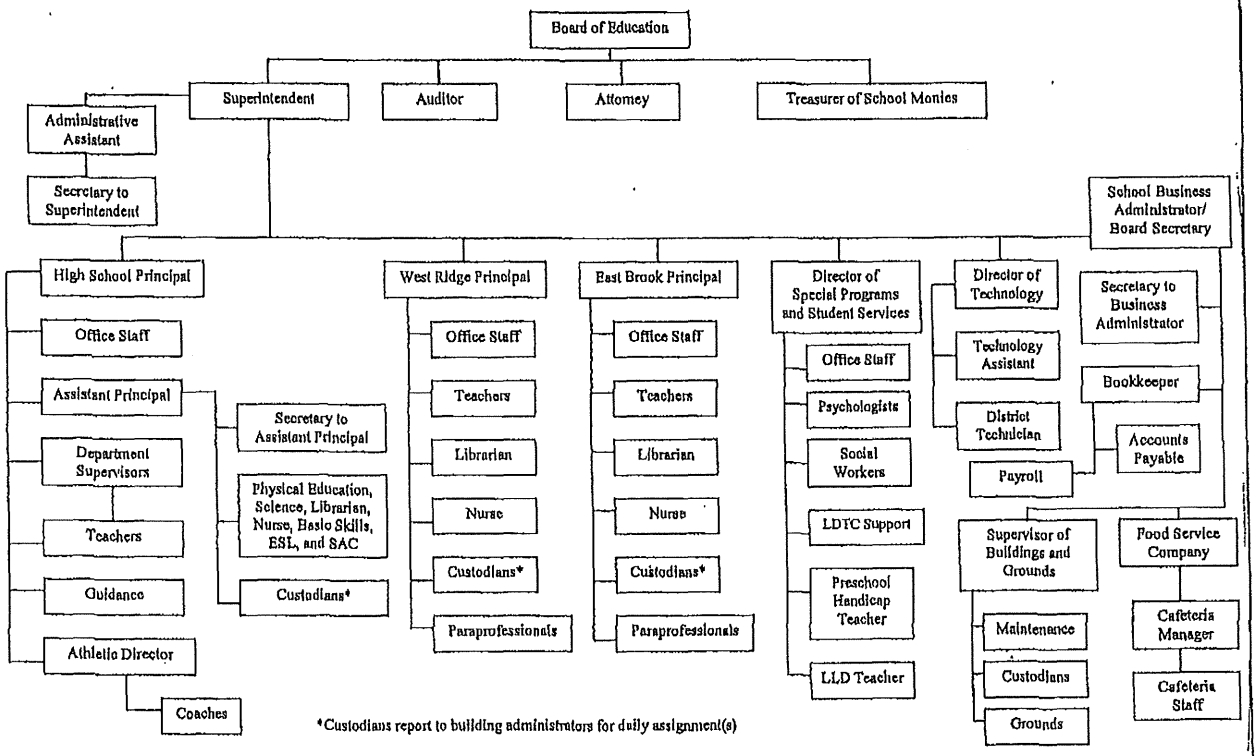
11. OTHER INFORMATION: Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Lerch, Vinci & Bliss, LLP also was designed to meet the requirements of the Single Audit Act, and the related U.S. Uniform Guidance and State Treasury Circular Letter OMB 15-08. The auditors' report on the basic financial statements is included in the financial section of this report. The auditors' report related specifically to the single audit are included in the single audit section of this report.

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

Respectfully submitted,

Robert Wright
Business Administrator/Board Secretary

ORGANIZATIONAL CHART



*Custodians report to building administrators for daily assignment(s)

PARK RIDGE BOARD OF EDUCATION
PARK RIDGE, NEW JERSEY

ROSTER OF OFFICIALS
June 30, 2024

Members of the Board of Education	***Term Expires***
President:	
Amara Wagner	2024
Vice President:	
Natalie Jowett Agoos	2026
Members of the Board:	
David Bradler	2024
Rachelle Brown	2026
Joseph Bucco	2025
Robert Fisher, Jr.	2026
John Pierotti, Jr.	2025

Other Officials:

Superintendent of Schools:

Dr. Robert Gamper

Board Secretary/School Business Administrator

Robert Wright

PARK RIDGE BOARD OF EDUCATION
PARK RIDGE, NEW JERSEY

Consultants and Advisors

Audit Firm

Lerch, Vinci & Bliss, LLP
17-17 Route 208 North
Fair Lawn, New Jersey 07410

Attorney

Cleary, Giacobbe, Alfieri, Jacobs, LLC
169 Ramapo Valley Road, Upper Level 105
Oakland, New Jersey 07436

Official Depository

Lakeland Bank
250 Oak Ridge Road
Oak Ridge, NJ 07438

FINANCIAL SECTION

LERCH, VINCI & BLISS, LLP
CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

DIETER P. LERCH, CPA, RMA, PSA
GARY J. VINCI, CPA, RMA, PSA
JEFFREY C. BLISS, CPA, RMA, PSA
PAUL J. LERCH, CPA, RMA, PSA
JULIUS B. CONSONI, CPA, PSA
ANDREW D. PARENTE, CPA, RMA, PSA
ELIZABETH A. SHICK, CPA, RMA, PSA
ROBERT W. HAAG, CPA, RMA, PSA

DEBRA GOLLE, CPA
MARK SACO, CPA
ROBERT LERCH, CPA, PSA
CHRISTOPHER M. VINCI, CPA, PSA
CHRISTINA CUIFFO, CPA, PSA
JOHN CUIFFO, CPA, PSA

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Park Ridge Board of Education
Park Ridge, New Jersey

Report on the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Park Ridge Board of Education, as of and for the fiscal year ended June 30, 2024 and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Park Ridge Board of Education 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, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Park Ridge Board of Education 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 misstatements, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Park Ridge Board of Education'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 Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, Government Auditing Standards and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of 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 Park Ridge Board of Education'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 Park Ridge Board of Education's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Park Ridge Board of Education's basic financial statements. The accompanying combining and individual nonmajor fund financial statements, schedule of expenditures of federal awards as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and schedule of expenditures of state financial assistance as required by New Jersey 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 of the Park Ridge Board of Education. Such information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section, financial schedules and statistical section 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 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 January 14, 2025 on our consideration of the Park Ridge Board of Education'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 Park Ridge Board of Education's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Park Ridge Board of Education's internal control over financial reporting and compliance.

Lerch, Vinci & Bliss, LLP

LERCH, VINCI & BLISS, LLP
Certified Public Accountants
Public School Accountants

Jeffrey C. Bliss
Public School Accountant
PSA Number CS00932

Fair Lawn, New Jersey
January 14, 2025

REQUIRED SUPPLEMENTARY INFORMATION – PART I

MANAGEMENT'S DISCUSSION AND ANALYSIS

PARK RIDGE BOARD OF EDUCATION

Management Discussion and Analysis
Fiscal Year Ended June 30, 2024

As management of the Park Ridge Board of Education (the Board or District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the Park Ridge Board of Education for the fiscal year ended June 30, 2024. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report and the District's financial statements and related notes to the financial statements which immediately follows this discussion and analysis.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2023-2024 fiscal year include the following:

- The assets and deferred outflows of resources of the Park Ridge Board of Education exceeded its liabilities and deferred inflow of resources at the close of the fiscal year by $29,456,312 (net position).
- The District's total net position increased $2,256,855, or 8%.
- Overall District revenues were $43,848,643. General revenues accounted for $34,590,731, or 79% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for $9,257,912, or 21% of total revenues.
- The school district had $40,672,394 in expenses for governmental activities; only $8,317,609 of these expenses were offset by program specific charges, grants or contributions. General revenues (predominantly property taxes) of $34,590,731 were adequate to provide for these programs.
- As of the close of the current fiscal year, the District's governmental funds reported a combined ending fund balance of $10,107,419. Of this amount, $6,894,243 is fund balance restricted for specific purposes, $2,524,388 has been committed or assigned for future expenditures and the remaining amount is the unassigned fund balance of $688,788 which is available for spending at the District's discretion (unassigned fund balance – General Fund).
- The General Fund unassigned budgetary fund balance at the close of the current fiscal year was $1,304,506 which represented an increase of $279,839 from the previous fiscal year unassigned budgetary fund balance of $1,024,667.

OVERVIEW OF THE FINANCIAL STATEMENTS

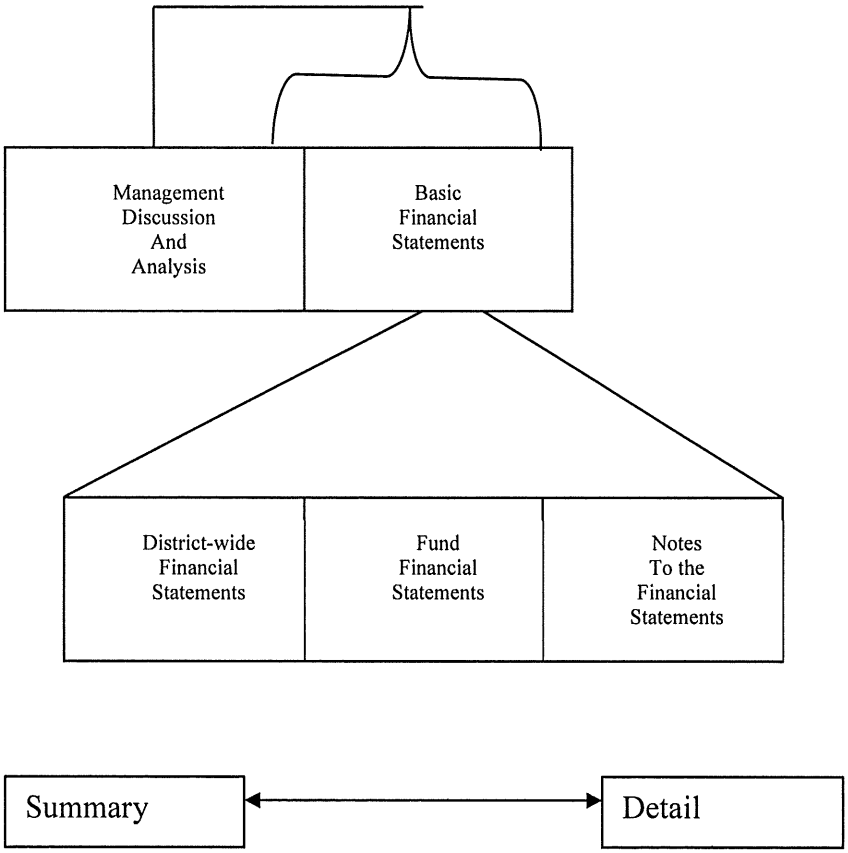
The financial section of the annual report consists of four parts – Independent Auditor's Report, required supplementary information which includes the management's discussion and analysis (this section), the basic financial statements, and supplemental information. The basic financial statements include 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 were financed in the *short term* as well as what remains for future spending.

OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

- *Proprietary funds* statements offer *short-term* and *long-term* financial information about the activities the district operated like *businesses.*

The basic financial statements also include notes that explain some of the information in the statements and provide more detailed data. The figure below illustrates how the various parts of this Annual Report are arranged and related to one another.



The following table 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 the structure and contents of each of the statements.

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 or fiduciary, such as instruction, building maintenance, transportation, and administration.	Activities the district operates similar to private businesses: Internal Service funds and Enterprise Funds
Required financial Statements	Statements of Net Position Statement of Activities	Balance Sheet Statement of Revenue, Expenditures and Changes in Fund Balances	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 focus	Accrual accounting and economic resources focus
Type of asset, liability, and deferred resource Information	All assets, liabilities, and deferred outflows/inflows of resources 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 there after; no capital assets or long-term liabilities included	All assets and liabilities, and deferred outflows/ inflows of resources both financial and capital, and short-term and long-term
Type of inflow/outflow Information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable.	All revenues 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, liabilities and deferred outflows/inflows of resources. All of the current year's revenues 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 outflows and liabilities/deferred inflows – 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 condition is improving or deteriorating, respectively.

District-Wide Statements (Continued)

- To assess the overall health of the District you need to consider additional non-financial 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 shown in two categories:

- *Governmental activities* – Most of the District's basic services are included here, such as regular and special education, transportation, administration, and plant operation and maintenance. Property taxes and federal and state aid finance most of these activities.

- *Business type activities* – These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The District's food service, before and after school child care, Owl house program, SAT review program, summer sports programs, summer music program and laptop insurance program are included under this category.

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 bond covenants.

- The District establishes other funds to control and manage money for particular purposes or to show that it is properly using certain revenues (federal and state 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 to 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, we provide additional information at the bottom of the governmental funds statements that explains the relationship (or differences) 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 maintains one type of proprietary fund.

    - *Enterprise Funds* – This fund is established to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that costs of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges. The District currently has twelve enterprise funds for its food service (cafeteria) program, before and after school child care program, Owl house program, volleyball clinic program, SAT review program, summer basketball program, summer music program, summer lacrosse program, summer football/cheer program, summer baseball, softball & soccer program, laptop insurance program and wrestling program.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found following the financial statements.

Other Information

In addition to the financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budget process. The District adopts an annual expenditure budget for the general, special revenue and debt service funds. A budgetary comparison statement has been provided for the general and special revenue funds as required supplementary information. Information regarding the District's employee retirement systems and pension plans as well as the postretirement medical benefits plan has also been provided as required supplementary information. The required supplementary information can be found following the notes to the financial statements.

Combining and individual financial statements and schedules are presented immediately following the required supplementary information.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

Net Position. The District's *combined* net position was $29,456,312 at June 30, 2024 and $27,199,457 at June 30, 2023 as follows:

Net Position
As of June 30, 2024 and 2023

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Assets						
Current Assets	$ 11,325,437	$ 13,375,236	$ 1,501,351	$ 1,467,039	$ 12,826,788	$ 14,842,275
Capital Assets	27,882,281	24,080,228	157,342	196,810	28,039,623	24,277,038
Total Assets	39,207,718	37,455,464	1,658,693	1,663,849	40,866,411	39,119,313
Deferred Outflows of Resources	412,627	737,587	-	-	412,627	737,587
Total Assets and Deferred Outflows of Resources	39,620,345	38,193,051	1,658,693	1,663,849	41,279,038	39,856,900
Liabilities						
Long-Term Liabilities	9,701,677	10,585,291	76,671	111,906	9,778,348	10,697,197
Other Liabilities	1,251,069	885,393	253,498	244,328	1,504,567	1,129,721
Total Liabilities	10,952,746	11,470,684	330,169	356,234	11,282,915	11,826,918
Deferred Inflows of Resources	539,811	830,525	-	-	539,811	830,525
Total Liabilities and Deferred Inflows of Resources	11,492,557	12,301,209	330,169	356,234	11,822,726	12,657,443
Net Position						
Net Investment in Capital Assets	24,032,461	19,546,007	157,342	84,904	24,189,803	19,630,911
Restricted	4,904,289	9,099,719			4,904,289	9,099,719
Unrestricted	(808,962)	(2,753,884)	1,171,182	1,222,711	362,220	(1,531,173)
Total Net Position	$ 28,127,788	$ 25,891,842	$ 1,328,524	$ 1,307,615	$ 29,456,312	$ 27,199,457

By far the largest portion of the District's net position reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment); less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Restricted net position represent amounts reserved for specific purposes by outside parties or state regulations. Unrestricted net position represent amounts available to the government that are neither restricted nor invested in capital assets.

Management's Discussion and Analysis
Fiscal Year Ended June 30, 2024

Change in Net Position
For The Fiscal Years Ended June 30, 2024 and 2023

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Revenues						
Program Revenues						
Charges for Services	$ 433,516	$ 412,056	$ 876,720	$ 846,661	$ 1,310,236	$ 1,258,717
Operating Grants and Contributions	7,825,459	7,464,016	63,583	81,623	7,889,042	7,545,639
Capital Grants and Contributions	58,634	121,507			58,634	121,507
General Revenues						
Property Taxes	33,526,423	32,416,463			33,526,423	32,416,463
Unrestricted State Aid	232,901	236,775			232,901	236,775
Other	831,407	830,333	-	-	831,407	830,333
Total Revenues	**42,908,340**	**41,481,150**	**940,303**	**928,284**	**43,848,643**	**42,409,434**
Expenses						
Instruction						
Regular	14,884,700	13,983,893			14,884,700	13,983,893
Special Education	6,598,728	5,672,324			6,598,728	5,672,324
Other Instruction	1,300,789	1,227,567			1,300,789	1,227,567
School Sponsored Activities and Athletics	1,482,800	1,283,062			1,482,800	1,283,062
Support Services						
Student and Instruction Related Services	7,966,714	8,200,044			7,966,714	8,200,044
General Administrative Services	857,489	734,412			857,489	734,412
School Administrative Services	1,718,199	1,562,371			1,718,199	1,562,371
Central Services and Info. Technology	879,034	817,805			879,034	817,805
Plant Operations and Maintenance	3,884,599	3,958,045			3,884,599	3,958,045
Student Transportation	972,405	821,353			972,405	821,353
Interest on Debt	126,937	151,127			126,937	151,127
Food Services			243,456	217,570	243,456	217,570
Child Care Program			369,978	326,242	369,978	326,242
OWL House Program			231,989	314,841	231,989	314,841
Other Programs	-	-	73,971	71,145	73,971	71,145
Total Expenses	**40,672,394**	**38,412,003**	**919,394**	**929,798**	**41,591,788**	**39,341,801**
Change in Net Position	**2,235,946**	**3,069,147**	**20,909**	**(1,514)**	**2,256,855**	**3,067,633**
Net Position, Beginning of Year	**25,891,842**	**22,822,695**	**1,307,615**	**1,309,129**	**27,199,457**	**24,131,824**
Net Position, End of Year	**$ 28,127,788**	**$ 25,891,842**	**$ 1,328,524**	**$ 1,307,615**	**$ 29,456,312**	**$ 27,199,457**

Governmental Activities. The District's total governmental activities' revenues, which includes State and Federal grants, were $42,908,340 for the year ended June 30, 2024. Property taxes of $33,526,423 represented 78% of revenues. Another significant portion of revenues came from State aid; total State, Federal and Local aid and contributions of $8,116,994 represented 19% of revenues. The remaining 3% of revenues are earned from tuition, transportation fees and miscellaneous income which includes items such as interest, prior year refunds and other miscellaneous items.

The total cost of all governmental activities programs and services was $40,672,394 for the fiscal year ended June 30, 2024. The District's expenses are predominantly related to educating and caring for students. Instruction totaled $24,267,017 (60%) of total expenses. Support services, total $16,278,440 (40%) of total expenses and interest and other charges on debt totaled $126,937 (less than 1%) of total expenses.

Total governmental activities revenues exceeded expenses, increasing net position by $2,235,946 over the previous year.

Total and Net Cost of Governmental Activities. The District's total cost of services was $40,672,394. After applying program revenues, derived from charges for services of $433,516 and operating and capital grants and contributions of $7,884,093, the net cost of services of the District is $32,354,785 for the fiscal year ended June 30, 2024.

Total and Net Cost of Governmental Activities
For the Fiscal Years Ended June 30, 2024 and 2023

	Total Cost of Services		Net Cost of Services	
	2024	2023	2024	2023
Instruction				
Regular	$ 14,884,700	$ 13,983,893	$ 12,068,300	$ 11,373,464
Special Education	6,598,728	5,672,324	3,600,139	3,045,007
Other Instruction	1,300,789	1,227,567	1,050,741	954,649
School Sponsored Activities and Athletics	1,482,800	1,283,062	1,221,266	1,021,409
Support Services				
Student and Instruction Related Services	7,966,714	8,200,044	6,722,656	6,737,116
General Administrative Services	857,489	734,412	781,307	664,508
School Administrative Services	1,718,199	1,562,371	1,508,811	1,363,122
Central Services and Info. Technology	879,034	817,805	805,098	747,800
Plant Operations and Maintenance	3,884,599	3,958,045	3,709,791	3,740,433
Student Transportation	972,405	821,353	792,783	647,681
Interest on Debt	126,937	151,127	93,893	119,235
Total	**$ 40,672,394**	**$ 38,412,003**	**$ 32,354,785**	**$ 30,414,424**

Business-Type Activities – The District's total business-type activities revenues were $940,303 for the year ended June 30, 2024. Charges for services accounted for 93% of total revenues. Operating grants and contributions accounted for 7% of total revenue for the year.

Total cost of all business-type activities programs and services was $919,394. The District's expenses are related to Food Service (26%), Child Care Services (40%), Owl House life skills program (25%) and other programs (9%) offered to District students.

Total business-type activities expenses exceeded revenues, increasing net position by $20,909, or 2%, from the previous year.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

GOVERNMENTAL FUNDS

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financial requirements. In particular, unassigned fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

The financial performance of the District as a whole is reflected in its governmental funds as well. As the District completed the year, its governmental funds reported a *combined* fund balance of $10,107,419, which was a decrease of $2,422,266 from last year's fund balance of $12,529,685.

Revenues for the District's governmental funds were $46,053,562 while total expenditures were $48,475,828 for the fiscal year ended June 30, 2024.

GENERAL FUND

The General Fund includes the primary operations of the District in providing educational services to students from Pre-Kindergarten through Grade 12 including pupil transportation, plant operation and maintenance and capital outlay activities.

The following schedule presents a comparison of General Fund revenues for the fiscal years ended June 30, 2024 and 2023:

	Fiscal Year Ended June 30, 2024	Fiscal Year Ended June 30, 2023	Amount of Increase (Decrease)	Percent Change
Local Sources				
Property Taxes	$ 33,010,178	$ 31,686,602	$ 1,323,576	4%
Tuition	125,078	105,733	19,345	18%
Transportation	77,523	73,232	4,291	6%
Other	831,407	830,333	1,074	0%
State Sources	9,747,246	9,265,840	481,406	5%
Federal Sources	2,826	16,768	(13,942)	-83%
Total General Fund Revenues	$ 43,794,258	$ 41,978,508	$ 1,815,750	4%

Total General Fund revenues increased $1,815,750, or 4%, from the previous year.

The following schedule presents a comparison of General Fund expenditures for the fiscal years ended June 30, 2024 and 2023:

	Year Ended June 30, 2024	Year Ended June 30, 2023	Amount of Increase (Decrease)	Percent Change
Instruction	$ 25,579,337	$ 23,566,957	$ 2,012,380	9%
Support Services	15,475,342	15,642,113	(166,771)	-1%
Debt Service	35,940	35,940	-	0%
Capital Outlay	5,067,241	2,078,016	2,989,225	144%
Total Expenditures	$ 46,157,860	$ 41,323,026	$ 4,834,834	12%

Total General Fund expenditures increased $4,834,834, or 12%, from the previous year.

For fiscal year 2024 General Fund expenditures and other financing uses exceed revenues by $2,443,851. Therefore, total fund balance decreased to $9,651,461 at June 30, 2024. However, after deducting restricted, committed and assigned fund balances, the unassigned fund balance increased $264,332 to a balance of $688,788 at June 30, 2024. In addition, at June 30, 2024 the District had restricted fund balances for capital reserve of $3,490,858, maintenance reserve of $700,000 emergency reserve of $241,040, unemployment compensation reserve of $257,473 and reserved excess surplus of $1,748,914.

General Fund Budgetary Highlights

Over the course of the year, the District revised the annual operating budget several times. These budget amendments fall into three categories:

- Implementing budgets for specially funded projects, which include both federal and state grants.
- Reinstating prior year purchase orders being carried over as encumbrances.
- Increases in budget appropriations for significant unbudgeted costs funded by restricted and unassigned fund balance.

General Fund budgetary expenditures and other financing uses exceeded revenues decreasing budgetary fund balance by $2,428,344. However, after deducting restricted, committed and assigned fund balances, the unassigned budgetary fund balance increased $279,839 from $1,024,667 at June 30, 2023 to $1,304,506 at June 30, 2024. The unassigned budgetary fund balance at year end is at the maximum level permitted by the State Department of Education. Consequently, the District had excess surplus from current year operations of $856,376 at June 30, 2024. These excess funds will be appropriated in the 2025/2026 budget in accordance with State budget regulations.

CAPITAL ASSETS

At the end of the fiscal year 2024 the District had $28,039,623 (net of accumulated depreciation) invested in land, buildings, furniture, equipment and vehicles. Depreciation expenses for fiscal year 2024 amounted to $1,323,822 for governmental activities and $39,468 for business-type activities. The following is a comparison of the June 30, 2024 and 2023 balances:

Capital Assets
at June 30, 2024 and 2023

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	$ 1,054,125	$ 1,054,125			$ 1,054,125	$ 1,054,125
Construction in Progress	4,580,673	366,498			4,580,673	366,498
Land Improvements	4,871,140	4,737,273			4,871,140	4,737,273
Buildings and Building Improvements	31,885,985	31,182,598	$ 323,827	$ 323,827	32,209,812	31,506,425
Machinery and Equipment	4,294,640	4,220,194	203,032	203,032	4,497,672	4,423,226
	46,686,563	41,560,688	526,859	526,859	47,213,422	42,087,547
Less Accumulated Depreciation	(18,804,282)	(17,480,460)	(369,517)	(330,049)	(19,173,799)	(17,810,509)
Total	$ 27,882,281	$ 24,080,228	$ 157,342	$ 196,810	$ 28,039,623	$ 24,277,038

Additional information on the District's capital assets is presented in the Notes to the Financial Statements contained in this report.

LONG TERM LIABILITIES

At June 30, 2024 the District had long-term liabilities outstanding in the amount of $9,778,348 consisting of bonds payable, leases payable, capital financing agreements, compensated absences and net pension liability. Total overall outstanding long-term liabilities decreased $918,849 during the current fiscal year. The following is a comparison of the June 30, 2024 and 2023 balances.

Outstanding Long-Term Liabilities
At June 30, 2024 and 2023

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Bonds Payable (including Unamortized Premium)	$ 3,981,000	$ 4,666,000			$ 3,981,000	$ 4,666,000
Leases Payable			$ 76,671	$ 111,906	76,671	111,906
Capital Financing Agreements	14,841	49,566			14,841	49,566
Compensated Absences	1,162,149	858,430			1,162,149	858,430
Net Pension Liability	4,543,687	5,011,295	-	-	4,543,687	5,011,295
Total	$ 9,701,677	$ 10,585,291	$ 76,671	$ 111,906	$ 9,778,348	$ 10,697,197

Additional information of the District's long-term liabilities is presented in the Notes to the Financial Statements contained this report.

FACTORS BEARING THE DISTRICT'S FUTURE

While many factors influence the district's future, the availability of State funding, student enrollment, aging school facilities and the economy will have the most impact on educational and fiscal decisions in the future.

Many factors were considered by the District's administration during the process of developing the fiscal year 2024-2025 budget. The primary factors were the District's projected student population, anticipated state and federal aid as well as increasing salary and related benefit costs, special education costs and capital improvements.

These indicators were considered when adopting the budget for fiscal year 2024-2025. Budgeted expenditures in the General Fund decreased approximately 9% to $37,884,702 in fiscal year 2024-2025. The major source of the decrease was for budgeted capital outlay projects which were funded from the District's capital reserve fund balance in the previous year's budget.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our 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 Business Office, Park Ridge Board of Education, 85 Park Avenue, Park Ridge, NJ 07656.

DISTRICT-WIDE FINANCIAL STATEMENTS

EXHIBIT A-1

PARK RIDGE BOARD OF EDUCATION
STATEMENT OF NET POSITION
AS OF JUNE 30, 2024

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	$ 10,940,507	$ 1,469,826	$ 12,410,333
Cash with Fiscal Agent	23,111		23,111
Investments	72,939		72,939
Receivables, net	288,880	1,879	290,759
Inventories		1,724	1,724
Prepaid Items		27,922	27,922
Capital Assets, Not Being Depreciated	5,634,798		5,634,798
Capital Assets, Being Depreciated, Net	22,247,483	157,342	22,404,825
Total Assets	39,207,718	1,658,693	40,866,411
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amounts on Refunding of Debt	146,021		146,021
Deferred Amounts on Net Pension Liability	266,606	-	266,606
Total Deferred Outflows of Resources	412,627	-	412,627
Total Assets and Deferred Outflows of Resources	39,620,345	1,658,693	41,279,038
LIABILITIES			
Accounts Payable and Other Current Liabilities	1,167,687	19,314	1,187,001
Payable to Other Governments	33,158		33,158
Accrued Interest Payable	33,051		33,051
Unearned Revenue	17,173	234,184	251,357
Noncurrent Liabilities			
Due within one year	757,826	37,273	795,099
Due beyond one year	8,943,851	39,398	8,983,249
Total Liabilities	10,952,746	330,169	11,282,915
DEFERRED INFLOWS OF RESOURCES			
Deferred Amounts on Net Pension Liability	539,811	-	539,811
Total Deferred Inflows of Resources	539,811	-	539,811
Total Liabilities and Deferred Inflows of Resources	11,492,557	330,169	11,822,726
NET POSITION			
Net Investment in Capital Assets	24,032,461	157,342	24,189,803
Restricted for			
Capital Projects	3,654,941		3,654,941
Plant Maintenance	700,000		700,000
Unemployment Compensation	257,473		257,473
Scholarships	161,552		161,552
Student Activities	130,321		130,321
Other Purposes	2		2
Unrestricted	(808,962)	1,171,182	362,220
Total Net Position	$ 28,127,788	$ 1,328,524	$ 29,456,312

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

PARK RIDGE BOARD OF EDUCATION
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

		Program Revenues			Net (Expense) Revenue and Changes in Net Position		
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities							
Instruction							
Regular	$ 14,884,700	$ 43,400	$ 2,773,000		$ (12,068,300)		$ (12,068,300)
Special Education	6,598,728	81,678	2,916,911		(3,600,139)		(3,600,139)
Other Instruction	1,300,789		250,048		(1,050,741)		(1,050,741)
School Sponsored Activities and Athletics	1,482,800	230,915	30,619		(1,221,266)		(1,221,266)
Support Services							
Student and Instruction Related Services	7,966,714		1,244,058		(6,722,656)		(6,722,656)
General Administrative Services	857,489		76,182		(781,307)		(781,307)
School Administrative Services	1,718,199		209,388		(1,508,811)		(1,508,811)
Central Services and Info. Technology	879,034		73,936		(805,098)		(805,098)
Plant Operations and Maintenance	3,884,599		116,174	$ 58,634	(3,709,791)		(3,709,791)
Student Transportation	972,405	77,523	102,099		(792,783)		(792,783)
Interest on Debt	126,937	-	33,044	-	(93,893)	-	(93,893)
Total Governmental Activities	40,672,394	433,516	7,825,459	58,634	(32,354,785)	-	(32,354,785)
Business-Type Activities							
Food Service	243,456	175,622	63,583			$ (4,251)	(4,251)
Before and After School Care Program	369,978	435,742				65,764	65,764
OWL House	231,989	218,400				(13,589)	(13,589)
SAT Review Program	10,600	10,600				-	-
Summer Basketball Program	13,435	14,705				1,270	1,270
Volleyball Clinic Program	4,680	4,920				240	240
Summer Music Program	2,155	2,351				196	196
Laptop Insurance Program	31,226	1,780				(29,446)	(29,446)
Summer Baseball, Softball, Soccer Program	11,875	12,600	-	-	-	725	725
Total Business-Type Activities	919,394	876,720	63,583	-	-	20,909	20,909
Total Primary Government	$ 41,591,788	$ 1,310,236	$ 7,889,042	$ 58,634	(32,354,785)	20,909	(32,333,876)

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

Continued

PARK RIDGE BOARD OF EDUCATION
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Net (Expense) Revenue and Changes in Net Position		
	Governmental Activities	**Business-Type Activities**	**Total**
General Revenues			
Property Taxes			
Levied for General Purposes	$ 33,010,178		$ 33,010,178
Levied for Debt Service	516,245		516,245
State Aid for Debt Principal	232,901		232,901
Miscellaneous Income	831,407	-	831,407
Total General Revenues and Transfers	34,590,731	-	34,590,731
Change in Net Position	2,235,946	20,909	2,256,855
Net Position, Beginning of Year	25,891,842	1,307,615	27,199,457
Net Position End of Year	$ 28,127,788	$ 1,328,524	$ 29,456,312

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

FUND FINANCIAL STATEMENTS

PARK RIDGE BOARD OF EDUCATION
GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF JUNE 30, 2024

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	$ 10,557,489	$ 218,933	$ 164,083	$ 2	$ 10,940,507
Cash With Fiscal Agent	23,111				23,111
Investments		72,939			72,939
Receivables, Net					
Receivables from Other Governments	83,713	188,479			272,192
Accounts	16,688				16,688
Due from Other Funds	123,724	-	-	-	123,724
Total Assets	$ 10,804,725	$ 480,351	$ 164,083	$ 2	$ 11,449,161
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts Payable	$ 1,002,571	$ 29,923			$ 1,032,494
Accrued Salaries and Wages	2,168				2,168
Compensated Absences Payable	42,985				42,985
Payable to Other Governments - State		33,158			33,158
Payroll Deductions and Withholdings Payable	27,645				27,645
Other Liabilities	62,395				62,395
Due to Other Funds	-	123,724			123,724
Unearned Revenue	15,500	1,673	-	-	17,173
Total Liabilities	1,153,264	188,478	-	-	1,341,742
Fund Balances					
Restricted					
Capital Reserve	2,490,858				2,490,858
Capital Reserve - Designated for Subsequent Year's Expenditures	1,000,000				1,000,000
Maintenance Reserve	700,000				700,000
Emergency Reserve	241,040				241,040
Unemployment Compensation Reserve	257,473				257,473
Excess Surplus	856,376				856,376
Excess Surplus - Designated for Subsequent Year's Expenditures	892,538				892,538
Scholarships		161,552			161,552
Student Activities		130,321			130,321
Capital Projects			$ 164,083		164,083
Debt Service				$ 2	2
Committed					
Year-End Encumbrances	2,119,568				2,119,568
Assigned					
Year-End Encumbrances	138,560				138,560
Designated for Subsequent Year's Expenditures	266,260				266,260
Unassigned	688,788	-	-	-	688,788
Total Fund Balances	9,651,461	291,873	164,083	2	10,107,419
Total Liabilities and Fund Balances	$ 10,804,725	$ 480,351	$ 164,083	$ 2	$ 11,449,161

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

PARK RIDGE BOARD OF EDUCATION
GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF JUNE 30, 2024

Total Fund Balances - Governmental Funds (Carried Forward)			$ 10,107,419
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. The cost of the assets is $46,686,563 and the accumulated depreciation is $18,804,282.			27,882,281
Amounts resulting from the refunding of debt are reported as deferred outflows of resources on the statement of net position and amortized over the life of the debt.			146,021
Certain amounts resulting from the measurement of the net pension liability are reported as either deferred inflows of resources or deferred outflows of resources on the statement of net position and amortized over future years.			
	Deferred Outflows of Resources	$ 266,606	
	Deferred Inflows of Resources	(539,811)	
			(273,205)
The District has financed capital assets through the issuance of long-term debt. The interest accrual at year end is:			(33,051)
Long-term liabilities, including bonds payable, net pension liability, capital financing agreements and compensated absences, are not due and payable in the current period and therefore are not reported as liabilities in the funds.			
	Bonds Payable, Net	(3,981,000)	
	Capital Financing Agreements	(14,841)	
	Compensated Absences	(1,162,149)	
	Net Pension Liability	(4,543,687)	
			(9,701,677)
Net Position of Governmental Activities (Exhibit A-1)			$ 28,127,788

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

PARK RIDGE BOARD OF EDUCATION
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local Sources					
Property Tax Levy	$ 33,010,178			$ 516,245	$ 33,526,423
Tuition	125,078				125,078
Transportation Fees	77,523				77,523
Miscellaneous	831,407	$ 332,855	-	-	1,164,262
Total - Local Sources	34,044,186	332,855	-	516,245	34,893,286
State Sources	9,747,246	153,320		265,945	10,166,511
Federal Sources	2,826	990,939	-	-	993,765
Total Revenues	43,794,258	1,477,114	-	782,190	46,053,562
EXPENDITURES					
Instruction					
Regular	16,216,335	227,565			16,443,900
Special Education	6,643,017	450,942			7,093,959
Other Instruction	1,459,401	12,816			1,472,217
School-Sponsored Activities and Athletics	1,260,584	293,377			1,553,961
Support Services					
Student and Instruction Related Services	8,113,090	464,069			8,577,159
General Administrative Services	877,656				877,656
School Administrative Services	1,886,806				1,886,806
Central Services and Info. Technology	949,822				949,822
Plant Operations and Maintenance	2,724,871	28,376			2,753,247
Student Transportation	923,097				923,097
Debt Service					
Principal	34,725			685,000	719,725
Interest	1,215			97,189	98,404
Capital Outlay	5,067,241	58,634	-	-	5,125,875
Total Expenditures	46,157,860	1,535,779	-	782,189	48,475,828
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,363,602)	(58,665)	-	1	(2,422,266)
Other Financing Sources/(Uses)					
Transfer In		80,249			80,249
Transfer Out	(80,249)	-	-	-	(80,249)
Total Other Financing Sources/(Uses)	(80,249)	80,249	-	-	-
Net Change in Fund Balances	(2,443,851)	21,584	-	1	(2,422,266)
Fund Balance, Beginning of Year	12,095,312	270,289	$ 164,083	1	12,529,685
Fund Balance, End of Year	$ 9,651,461	$ 291,873	$ 164,083	$ 2	$ 10,107,419

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

PARK RIDGE BOARD OF EDUCATION
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES WITH THE DISTRICT-WIDE STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Total Net Change in Fund Balances - Governmental Funds (Exhibit B-2)		$ (2,422,266)
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement and allocated over their estimated useful lives as annual depreciation expense. This is the amount by which capital outlay exceeds depreciation expense in the current period.		
Capital Outlay	$ 5,125,875	
Depreciation Expense	(1,323,822)	
		3,802,053
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of debt is an expenditure in the governmental funds, but the issuance increases and repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities		
Payment of Serial Bond Principal	685,000	
Payment of Capital Financing Agreements Principal	34,725	
		719,725
Governmental funds report the effect of certain items related to the refunding bonds and other long-term debt when they are first issued, whereas these amounts are deferred and amortized in the statement of activities.		
Deferred Amount on Refunding		(35,324)
In the statement of activities, certain operating expenses - compensated absences and pension expense are measured by the amounts earned or incurred during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (paid):		
Increase in Compensated Absences, Net	(303,719)	
Decrease in Pension Expense	468,686	
		164,967
Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.		
Decrease in Accrued Interest		6,791
Change in Net Position of Governmental Activities (Exhibit A-2)		$ 2,235,946

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

PARK RIDGE BOARD OF EDUCATION
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
AS OF JUNE 30, 2024

	Business-Type Activities - Enterprise Funds				
	Food Service	Before and After School Program	OWL House Program	Non-Major Enterprise Funds	Totals
ASSETS					
Current Assets					
Cash and Cash Equivalents	$ 95,018	$ 744,059	$ 480,217	$ 150,532	$ 1,469,826
Intergovernmental Receivable	1,715				1,715
Accounts Receivable	60	104			164
Inventories	1,724				1,724
Prepaid Items	-	18,080	9,842	-	27,922
Total Current Assets	98,517	762,243	490,059	150,532	1,501,351
Capital Assets					
Building Improvements		15,579			15,579
Right-to-Use Leased Building			308,248		308,248
Equipment	110,883	14,649	77,500		203,032
Less: Accumulated Depreciation	(97,403)	(19,056)	(253,058)	-	(369,517)
Total Capital Assets, Net	13,480	11,172	132,690	-	157,342
Total Assets	111,997	773,415	622,749	150,532	1,658,693
LIABILITIES					
Current Liabilities					
Accounts Payable	11,715	5,914	1,685	-	19,314
Leases Payable			37,273		37,273
Unearned Revenue	1,798	215,866	-	16,520	234,184
Total Current Liabilities	13,513	221,780	38,958	16,520	290,771
Long-term Liabilities					
Leases Payable	-	-	39,398	-	39,398
Total Liabilities	13,513	221,780	78,356	16,520	330,169
NET POSITION					
Investment in Capital Assets	13,480	11,172	132,690		157,342
Unrestricted	85,004	540,463	411,703	134,012	1,171,182
Total Net Position	$ 98,484	$ 551,635	$ 544,393	$ 134,012	$ 1,328,524

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

PARK RIDGE BOARD OF EDUCATION
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Business-Type Activities - Enterprise Funds				
	Food Service	Before and After School Program	OWL House Program	Non-Major Enterprise Funds	Totals
OPERATING REVENUES					
Charges for Services					
Daily Sales - Reimbursable Programs	$ 80,456				$ 80,456
Daily Sales - Non-Reimbursable Programs	95,166				95,166
Program Fees	-	$ 435,742	$ 218,400	$ 46,956	701,098
Total Operating Revenues	175,622	435,742	218,400	46,956	876,720
OPERATING EXPENSES					
Salaries and Employee Benefits	115,318	337,304	168,687	42,283	663,592
Cost of Sales - Reimbursable Programs	46,259				46,259
Cost of Sales - Non-Reimbursable Programs	39,406				39,406
Purchased Management Services	22,285				22,285
Purchased Professional and Educational Services			2,786		2,786
Other Purchased Services	2,714				2,714
Supplies and Materials	11,008	11,424	6,212	31,688	60,332
Utilities			1,414		1,414
Pupil Transportation			7,612		7,612
Miscellaneous	3,722	20,518	5,925		30,165
Depreciation	2,744	732	35,992	-	39,468
Total Operating Expenses	243,456	369,978	228,628	73,971	916,033
Operating Income (Loss)	(67,834)	65,764	(10,228)	(27,015)	(39,313)
NONOPERATING REVENUES (EXPENSES)					
Federal Sources					
National School Lunch Program	17,360				17,360
Special Milk Program	7,238				7,238
Food Distribution Program	13,799				13,799
Local Food for Schools	1,301				1,301
COVID Equipment Grant	4,382				4,382
Supply Chain Assistance	17,517				17,517
Administrative Cost Program for Pandemic EBT	653				653
State Sources					
State School Lunch Program	1,333				1,333
Interest Expense	-	-	(3,361)	-	(3,361)
Total Nonoperating Revenues (Expenses)	63,583	-	(3,361)	-	60,222
Change in Net Position	(4,251)	65,764	(13,589)	(27,015)	20,909
Total Net Position, Beginning of Year	102,735	485,871	557,982	161,027	1,307,615
Total Net Position, End of Year	$ 98,484	$ 551,635	$ 544,393	$ 134,012	$ 1,328,524

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

PARK RIDGE BOARD OF EDUCATION
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Business-Type Activities - Enterprise Funds				
	Food Service	Before and After School Program	OWL House Program	Non-Major Enterprise Funds	Totals
Cash Flows from Operating Activities					
Cash Received from Customers	$ 176,462	$ 450,004	$ 218,400	$ 44,456	$ 889,322
Cash Payments for Employees' Salaries and Benefits	(115,318)	(337,304)	(168,687)	(42,283)	(663,592)
Cash Payments to Suppliers for Goods and Services	(118,621)	(26,128)	(24,201)	(31,688)	(200,638)
Net Cash Provided by (Used for) Operating Activities	(57,477)	86,572	25,512	(29,515)	25,092
Cash Flows from Noncapital Financing Activities					
Cash Received from State and Federal Subsidy Reimbursements	49,786	-	-	-	49,786
Net Cash Provided by Noncapital Financing Activities	49,786	-	-	-	49,786
Cash Flows from Capital and Related Financing Activities					
Payment of Lease Principal			(35,235)		(35,235)
Payment of Lease Interest	-	-	(3,361)	-	(3,361)
Net Cash (Used For) Capital and Related Financing Activities	-	-	(38,596)	-	(38,596)
Net Increase (Decrease) in Cash And Cash Equivalents	(7,691)	86,572	(13,084)	(29,515)	36,282
Cash and Cash Equivalents, Beginning of Year	102,709	657,487	493,301	180,047	1,433,544
Cash and Cash Equivalents, End of Year	$ 95,018	$ 744,059	$ 480,217	$ 150,532	$ 1,469,826
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities					
Operating Income (Loss)	$ (67,834)	$ 65,764	$ (10,228)	$ (27,015)	$ (39,313)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities					
Depreciation	2,744	732	35,992		39,468
Non-Cash Assistance - Food Distribution Program	13,799				13,799
Change in Assets and Liabilities					
(Increase)/Decrease in Accounts Receivable	(24)	342			318
(Increase)/Decrease in Inventories	1,567				1,567
(Increase)/Decrease in Prepaid Items		276	(193)		83
Increase/(Decrease) in Accounts Payable	(8,593)	5,538	(59)		(3,114)
Increase/(Decrease) in Unearned Revenues	864	13,920	-	(2,500)	12,284
Total Adjustments	10,357	20,808	35,740	(2,500)	64,405
Net Cash Provided by (Used for) Operating Activities	$ (57,477)	$ 86,572	$ 25,512	$ (29,515)	$ 25,092
Non-Cash Investing, Capital and Financing Activities:					
Value Received - USDA Food Distribution Program	$ 13,799				$ 13,799

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

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Park Ridge Board of Education (the "Board" or the "District") is an instrumentality of the State of New Jersey, established to function as an education institution. The Board consists of seven elected officials and is responsible for the fiscal control of the District. A Superintendent of Schools is appointed by the Board and is responsible for the administrative control of the District. A School Business Administrator/Board Secretary is also appointed by the Board and oversees the business functions of the District. Under existing statutes, the Board's duties and powers include, but are not limited to, the development and adoption of a school program; the establishment, organization and operation of schools; and the acquisition, maintenance and disposition of school property. The Board currently operates a Pre-Kindergarten through grade twelve (12) school district.

The Board also has broad financial responsibilities, including the approval of the annual budget and the establishment of a system of accounting and budgetary controls. The Superintendent of Schools is the Chief Administrative Officer of the District who is responsible for general supervision of all schools, planning and operational functions of the District. The School Business Administrator/Board Secretary is the Chief Financial Officer and is responsible for budgeting, financial accounting and reporting and reports through the Superintendent of Schools to the Board.

The reporting entity is composed of the primary government, component units, and other organizations that are included to ensure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the Park Ridge Board of Education this includes general operations, food service, before and after school child care, Owl House life skills program, summer programs and student related activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Based on the foregoing criteria, the District has no component units. Furthermore, the District is not includable in any other reporting entity as a component unit.

B. New Accounting Standards

During fiscal year 2024, the District adopted the following GASB statements:

- GASB Statement No. 100, *Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62,* will be effective beginning with the fiscal year ending June 30, 2024. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.

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

- GASB Statement No. 101, *Compensated Absences,* will be effective beginning with the fiscal year ending June 30, 2025. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. New Accounting Standards (Continued)

- GASB Statement No. 102, *Certain Risk Disclosures*, will be effective beginning with the fiscal year ending June 30, 2025. The requirements of this Statement will improve financial reporting by providing users of financial statements with essential information that currently is not often provided. The disclosures will provide users with timely information regarding certain concentrations or constraints and related events that have occurred or have begun to occur that make a school district vulnerable to a substantial impact. As a result, users will have better information with which to understand and anticipate certain risks to a school district's financial condition.

- GASB Statement No. 103, *Financial Reporting Model Improvements*, will be effective beginning with the fiscal year ending June 30, 2026. The requirements for MD&A will improve the quality of the analysis of changes from the prior year, which will enhance the relevance of that information. They also will provide clarity regarding what information should be presented in MD&A. The requirements for the separate presentation of unusual or infrequent items will provide clarity regarding which items should be reported separately from other inflows and outflows of resources. The definitions of operating revenues and expenses and of nonoperating revenues and expenses will replace accounting policies that vary from school district to school district, thereby improving comparability. The addition of a subtotal for operating income (loss) and noncapital subsidies will improve the relevance of information provided in the proprietary fund statement of revenues, expenses, and changes in fund net position. The requirement for presentation of major component unit information will improve comparability. The requirement that budgetary comparison information be presented as RSI will improve comparability, and the inclusion of the specified variances and the explanations of significant variances will provide more useful information for making decisions and assessing accountability.

C. Basis of Presentation - Financial Statements

The financial statements include both district-wide financial statements (based on the District as a whole) and fund financial statements (based on specific District activities or objectives). Both the district-wide and fund financial statements categorize activities as either governmental activities or business-type activities. While separate district-wide and fund financial statements are presented, they are interrelated. In the district-wide financial statements, the governmental activities column incorporates data from governmental funds while business-type activities incorporate data from the District's enterprise funds. Fiduciary funds are excluded from the district-wide financial statements. Currently the District has no fiduciary funds.

District-Wide Financial Statements

The district-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Board of Education. All fiduciary activities are reported only in the fund financial statements. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by property taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. In the statement of net position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, and (b) reflect on a full accrual economic resource basis, which incorporates long-term assets and receivables as well as long-term debt and obligations.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or other governmental entities, including other school districts, who purchase, use, or directly benefit from goods or services provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Property taxes, unrestricted state aid and other items not properly included among program revenues are reported instead as general revenues.

As a general rule the effect of interfund activity has been eliminated from the district-wide financial statements. Exceptions to this general rule are charges between the Board's proprietary funds since elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation - Financial Statements

Fund Financial Statements

Separate fund financial statements are provided for governmental, proprietary, and fiduciary activities, even though the latter are excluded from the district-wide financial statements. The emphasis of fund financial statements is on major individual governmental and enterprise funds, each reported as separate columns in the fund financial statements. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. The District considers all of its governmental funds as well as the food service, before and after school program and Owl House program enterprise funds to be major funds.

The District reports the following major governmental funds:

The *general fund* is the School District's primary operating fund. It accounts for all financial resources of the District, except those to be accounted for in another fund.

The *special revenue fund* accounts for the proceeds of specific revenue sources legally restricted to expenditures for specified purposes. This fund accounts for federal, state and local financial programs, with the exception of grants for major capital projects and the child nutrition programs, student activity funds derived from athletic events or other activities of pupil organizations and private donations for scholarship awards.

The *capital projects fund* accounts for the proceeds from the sale of bonds, financing agreements, grants and other revenues used for the acquisition or construction of capital facilities and other capital assets, other than those financed by the proprietary funds.

The *debt service fund* accounts for the accumulation of resources that are restricted, committed or assigned for the payment of principal and interest on long-term general obligation debt of governmental funds.

The District reports the following major proprietary funds which are organized to be self-supporting through user charges:

The *food service fund* accounts for the activities of the school cafeteria, which provides food service to students as well as a la carte and catering services for administrators, teachers and special events.

The *before and after school program fund* accounts for the activities of the District's teaching and recreation after school ("EXTRAS") program which provides daycare and recreation services for elementary students in grade K through 6.

The *Owl House program fund* accounts for the activities of the District's program for students (18-21 year old) who have met all of their high school graduation requirements yet still have Individualized Education Program (IEP) goals and objectives in the area of transition to adult life.

The District reports the following non-major proprietary funds which are organized to be self-supporting through user charges:

The *SAT review program fund* accounts for the activities of the District's SAT review courses provided to District and non-District students during the school year.

The *summer basketball program fund* accounts for the activities of the summer basketball camp program provided to District students during the summer recess.

The *volleyball clinic program fund* accounts for the activities of the volleyball clinic program that runs periodically and is provided to District students.

The *summer music program fund* accounts for the activities of the summer music program provided to District students during the summer recess.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation - Financial Statements (Continued)

Fund Financial Statements (Continued)

The *laptop insurance program fund* accounts for the non-refundable deposits charged to students to repair and replenish the District's laptop computers provided to students.

The *summer lacrosse program fund* accounts for the activities of the summer lacrosse program providing to District students during the summer recess.

The *summer football/cheer program fund* accounts for the activities of the summer football/cheer program provided to District students for the football clinics and cheerleading mini-camps during the summer recess.

The *summer baseball, softball and soccer program fund* accounts for the summer activities of the summer baseball, softball and soccer programs providing to District students during summer recess.

The *wrestling program fund* accounts for the activities of the wrestling clinic program that runs periodically and is provided to District students.

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the district-wide financial statements as "internal balances".

Reclassifications

Certain amounts presented in the prior year data may have been reclassified in order to be consistent with the current year's presentation.

D. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. All assets, all liabilities and all deferred outflows/inflows of resources associated with these operations are included on the Statement of Net Position. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e. when they are both measurable and available). Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Board considers revenues to be available if they are collected within 60 days after year-end. Expenditures are recorded when a liability is incurred, as under accrual basis of accounting, with the exception of debt service expenditures as well as expenditures related to compensated absences and claims and judgments which are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt, acquisitions under financing agreements, leases payable for intangible right-to-use leased assets and subscription arrangements for intangible right-to-use information technology (IT) software assets are reported as other financing sources.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus and Basis of Accounting (Continued)

Property taxes, tuition, transportation fees, unrestricted state aid, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements (formula-type grants and aid) are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source. Expenditure-driven grants and similar awards (reimbursement-type grants and awards) are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements imposed by the grantor or provider have been met, and the amount is received during the period or within the availability period for this revenue source. All other revenue items are considered to be measurable and available only when cash is received by the District.

When both restricted and unrestricted resources are available for use, it is the Board's policy to use restricted resources first, then unrestricted resources as they are needed.

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

1. Cash, Cash Equivalents and Investments

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments are reported at fair value and are limited by N.J.S.A. 18A:20-37.

2. Receivables

All receivables are reported at their gross value, and where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

3. Inventories

The cost of inventories of the governmental fund types are recorded as expenditures at the time individual inventory items are purchased.

Food Service Fund inventories, exclusive of the federal commodities, are valued at cost, using the first-in first-out (FIFO) method and consist of food and expendable supplies. The cost of such inventories is recorded as expenses when consumed rather than when purchased. The United States Department of Agriculture (USDA) commodity portion of the Food Service Fund inventory consists of food donated by the USDA. It is valued at estimated market prices by the USDA. The amount of unused commodities inventory at year-end is reported as deferred inflows of resources.

4. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both district-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

5. Capital Assets

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Capital assets are defined by the Board as assets with an initial, individual cost of $5,000 and an estimated useful life in excess of two years. The District was able to estimate the historical cost for the initial reporting of these capital assets through back trending. As the District constructs or acquires additional capital assets each period, they are capitalized and reported at historical cost, except for intangible right-to-use leased assets, the measurement of which is discussed in Note 1. E. 9 and intangible right-to-use IT subscription assets. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

5. Capital Assets (Continued)

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Land and construction in progress are not depreciated. The other property, plant, and equipment of the District is depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Land Improvements	20
Buildings	50
Building Improvements	10-20
Right-to-use Leased Buildings	10
Machinery and Equipment	10-20
Computer Equipment	5

6. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Board has two items which arise only under the accrual basis of accounting that qualify for reporting in this category. One item is the deferred amount on refunding of debt which results from a debt refunding reported in the district-wide statement of net position. Deferred amounts on debt refunding result from the difference on the transaction when the debt's reacquisition price is greater than the carrying value of the refunded debt. These amounts are deferred and amortized over the shorter of the life of the refunded or refunding debt. The other item that qualifies for reporting in this category is the deferred amounts on net pension liability. Deferred amounts on net pension liability are reported in the district-wide statement of net position and result from: (1) differences between expected and actual experience; (2) changes in assumptions; (3) net difference between projected and actual investment earnings on pension plan investments; (4) changes in proportion and differences between employer contributions and proportionate share of contributions; and (5) contributions made subsequent to the measurement date. These amounts are deferred and amortized over future years.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The Board has one type of item which arises only under the accrual basis of accounting that qualify for reporting in this category. The only item that qualifies for reporting in this category is the deferred amounts on net pension liability. Deferred amounts on net pension liability are reported in the district-wide statement of net position and result from: (1) differences between expected and actual experience; (2) changes in assumptions; (3) net difference between projected and actual investment earnings on pension plan investments; and (4) changes in proportion and differences between employer contributions and proportionate share of contributions. These amounts are deferred and amortized over future years.

7. Compensated Absences

It is the District's policy to permit employees to accumulate (with certain restrictions) earned but unused vacation and sick leave benefits. A long-term liability of accumulated vacation and sick leave and salary related payments has been recorded in the governmental activities in the district-wide financial statements, representing the Board's commitment to fund such costs from future operations. Proprietary Funds accrue accumulated vacation and sick leave and salary related payments in the period that they are earned. A liability is reported in the governmental funds only to the amount actually due at year end as a result of employee resignations and retirements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

8. *Pensions*

In the district-wide financial statements and proprietary fund types in the fund financial statements, 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 retirement systems sponsored and administered by the State of New Jersey and additions to/deductions from these retirement systems' fiduciary net position have been determined on the same basis as they are reported by the retirement systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

In the governmental fund financial statements, net pension liabilities represent amounts normally expected to be liquidated with expendable available financial resources for required pension contributions that are due and payable at year end. Pension expenditures are recognized based on contractual pension contributions that are required to be made to the pension plan during the fiscal year.

9. Leases

Leases Payable

Non-cancellable leases for the use of another entity's buildings is recognized as a lease liability and an intangible right-to-use lease asset in the district-wide and proprietary fund type financial statements. The District recognizes lease liabilities with an initial, individual value of $5,000 or more. The lease liability is subsequently reduced by the principal portion of lease payments made each year. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the shorter of the lease term or the asset's useful life. Leases are monitored for changes in circumstances that would require a remeasurement of the lease and the lease assets and liabilities are remeasured if certain changes occur that are expected to significantly affect the amount of the lease liability. Lease assets are reported with other capital assets and lease liabilities are reported with long-term liabilities on the statement of net position.

In the fund financial statements leases payable are recognized as other financing sources at the initial amount of the lease liability. Intangible right-to-use leased assets are reported as capital outlay expenditures.

10. Financing Agreements

Capital financing agreements and other financing agreements are financed purchase contracts that transfer ownership of the underlining assets or items (i.e. expendable supplies) to the District by the end of the agreement and do not contain termination options. Capital financing agreements and other financing agreements are recognized as long-term liabilities along with the related capital asset or expenses being financed, respectively, in the district-wide and proprietary fund type financial statements.

In the fund financial statements, capital financing agreements and other financing agreements are recognized as other financing sources at the face amount of the financed purchase contract. Assets and supplies financed under these agreements are reported as capital outlay or current expenditures, respectively.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

11. Long-Term Obligations

In the district-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Differences resulting from debt refundings are classified as deferred outflows of resources. Bond premiums are deferred and amortized over the life of the related debt using the effective interest method. Differences resulting from debt refundings are also deferred and amortized over the life of the refunded bonds or new bonds whichever is less using the effective interest method. Bonds payable are reported with the unamortized premium. Bond issuance costs (other than for prepaid insurance) are treated as an expense.

In the fund financial statements, governmental fund types recognize bond premiums, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

12. Net Position/Fund Balance

District-Wide Statements

In the district-wide statements, there are three classes of net position:

- **Net Investment in Capital Assets** – consists of net capital assets (cost less accumulated depreciation) reduced by outstanding balances of related debt obligations from the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources attributable to the acquisition, construction or improvement of those assets or related debt also should be included.
- **Restricted Net Position** – reports net position when constraints placed on the residual amount of noncapital assets are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.
- **Unrestricted Net Position** – any portion of net position not already classified as either net investment in capital assets or net position – restricted is classified as net position – unrestricted.

Governmental Fund Statements

Fund balance categories are designed to make the nature and extent of the constraints placed on the District's fund balance more transparent. These categories are comprised of a hierarchy based primarily on the extent to which the District is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

Restricted Fund Balance – Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

Capital Reserve – This restriction was created by the District in accordance with NJAC 6A:23A-14.1 to fund future capital expenditures (See Note 2B).

Capital Reserve - Designated for Subsequent Year's Expenditures – This designation was created to dedicate the portion of capital reserve fund balance appropriated in the adopted 2024/2025 District budget certified for taxes.

Maintenance Reserve – This restriction was created by the Board in accordance with NJAC 6A:23A-14.2 to accumulate funds for the required maintenance of school facilities in accordance with the EFCA (NJSA 18A:7G-9) for a thorough and efficient education. (See Note 2C).

Emergency Reserve – This restriction was created in accordance with NJAC 6A:23A-14.4(A)1 to accumulate funds in accordance with State statute to finance unanticipated general fund expenditures required for a thorough and efficient education. (See Note 2D).

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

12. Net Position/Fund Balance (Continued)

Governmental Fund Statements (Continued)

Restricted Fund Balance (Continued)

Unemployment Compensation Reserve – This restriction was created in accordance with R.S. 43:21-7.3 to reserve funds for unemployment compensation claims reimbursable to the State under the District's election for payment in lieu of contributions (benefit reimbursement method). (See Note 4A).

Excess Surplus – This restriction was created in accordance with NJSA 18A:7F-7 to represent the June 30, 2024 audited excess surplus that is required to be appropriated in the 2025/2026 original budget certified for taxes.

Excess Surplus – Designated for Subsequent Year's Expenditures - This restriction was created in accordance with NJSA 18A:7F-7 to represent the June 30, 2023 audited excess surplus that was appropriated in the 2024/2025 original budget certified for taxes.

Scholarships – This restriction was created to represents the accumulation of donor restricted funds specifically earmarked for student scholarship awards.

Student Activities – This restriction was created in accordance with NJAC 6A:23A-16.12 to represent the accumulation of funds derived from athletic events and other student organizations reserved for the payment of student group activities.

Capital Projects – Represents fund balance restricted specifically for capital acquisitions and improvements in the Capital Projects Fund.

Debt Service – Represents fund balance restricted specifically for the repayment of long-term debt principal and interest in the Debt Service Fund.

Committed Fund Balance – Amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint.

Year-End Encumbrances – Represents outstanding purchase orders at year end for contracts awarded by formal action of the Board of Education for specific purposes from available resources of the current year for which the goods and materials have not yet been received or the services have not yet been rendered at June 30.

Assigned Fund Balance – Amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority.

Year-End Encumbrances – Represent outstanding purchase orders for goods or services approved by management for specific purposes from available resources of the current year for which the goods and materials have not yet been received or the services have not yet been rendered at June 30.

Designated for Subsequent Year's Expenditures – This designation was created to dedicate the portion of fund balance appropriated in the 2024/2025 original budget certified for taxes.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

12. Net Position/Fund Balance (Continued)

Governmental Fund Statements (Continued)

Unassigned Fund Balance – Represents fund balance that has not been restricted, committed or assigned to specific purposes within the governmental funds.

In the general operating fund and other governmental funds (special revenue, capital projects and debt service fund types), it is the District's policy to consider restricted resources to have been spent first when an expenditure is incurred for purposes for which both restricted and unrestricted (i.e., committed, assigned or unassigned) fund balances are available, followed by committed and then assigned fund balances. Unassigned amounts are used only after the other resources have been used.

13. Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The Board of Education itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of decision-making authority. The Board of Education is the highest level of decision-making authority for the school district that can, by adoption of a resolution or formal Board action prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the Board of Education for specific purposes but do not meet the criteria to be classified as committed. The Board has authorized the School Business Administrator/Board Secretary to assign fund balance. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

F. Revenues and Expenditures/Expenses

1. Program Revenues

Amounts reported as program revenues in the district-wide statement of activities include 1) charges to customers or applicants for goods or services, provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes, unrestricted state aid, investment earnings and miscellaneous revenues.

2. Property Taxes

Property taxes are levied pursuant to law and are collected by the municipality and are transferred to the District as requested. Property tax revenues are recognized in the year they are levied and become available. Property taxes collected in advance of the year-end for which they are levied and transferred to the District are reported as deferred inflows of resources. The tax bills are mailed annually in June by the municipal tax collector and are levied and due in four quarterly installments on August 1, November 1, February 1 and May 1 of the fiscal year. When unpaid, taxes or any other municipal lien, or part thereof, on real property, remains in arrears on April 1st in the year following the calendar year levy when the same became in arrears, the tax collector of the municipality shall, subject to the provisions of New Jersey Statute, enforce the lien by placing the property on a tax sale. The municipality may institute annual "in rem" tax foreclosure proceedings to enforce the tax collection or acquisition of title to the property.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Revenues and Expenditures/Expenses (Continued)

3. Tuition Revenues and Expenditures

Tuition Revenues - Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs are determined and certified by the State Department of Education.

Tuition Expenditures - Tuition charges for the fiscal years 2022/2023 and 2023/2024 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been certified by the State Department of Education.

4. On-Behalf Payments

Revenues and expenditures of the general funds include payments made by the State of New Jersey on-behalf of the District for social security, pension, long-term disability insurance and post-retirement medical benefit contributions for District employees enrolled in the Teacher Pension and Annuity Fund (TPAF) retirement system.

Revenues and expenses of governmental activities include the State's proportionate share of the on-behalf actuarial determined pension and post-retirement medical benefit amounts attributable to the District for District employees enrolled in the TPAF retirement system.

5. Proprietary Funds, Operating and Nonoperating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the food service, before and after school program, Owl House program and other non-major enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. Federal and State subsidies for the food service operation are considered nonoperating revenues.

NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

In accordance with the requirements of the New Jersey Department of Education ("the Department"), the District annually prepares its operating budget for the forthcoming year. The budget, except for the general fund and special revenue fund, which is more fully explained below and in the notes to the required supplementary information, is prepared in accordance with accounting principles generally accepted in the United States of America and serves as a formal plan for expenditures and the proposed means for financing them.

The District must prepare its budget in compliance with applicable laws limiting the amount by which the general fund property tax levy can increase in the annual school budget. The 2010 Tax Levy CAP Law is calculated using the formulas and provisions of NJSA 18A:7F-38. The law was originally adopted in 2007 and was most recently amended in 2018. The core of the tax-levy cap calculation is a 2% increase to the previous budget year's general fund tax levy with exceptions only for enrollment increases, increases for certain pension contributions in excess of 2%, certain healthcare increases, and amounts approved by a simple majority of voters at a special election. Additionally, school districts can bank the unused tax levy for use in any of the next three (3) succeeding budget years if they were not granted approval to exceed the tax levy cap by the voters. The restrictions are solely on the tax levy for the general fund and are not applicable to the debt service fund.

NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

A. Budgetary Information (Continued)

The annual budget is adopted in the spring of the preceding year for the general, special revenue and debt service funds. The District is not required to adopt an annual budget for the capital projects fund. The budget is submitted to the county superintendent for review and approval prior to adoption. Districts that have their school board members elected in November no longer have to submit their budgets that meet levy cap requirements for voter approval beginning with the 2012/2013 budget year. Only a school board decision to exceed the tax levy cap would require voter approval for the additional amount on the November ballot. The Board adopted a resolution to move its annual election to the date of the general elections in accordance with the law; therefore voter approval of the annual budget is not required.

Budget adoptions and amendments are recorded in the District's board minutes. The budget is amended by the Board of Trustees as needed throughout the year. The budget for revenues, other resources, other uses, and fund balances is prepared by fund source and amount. The budget for expenditures is prepared by fund, program, function, object and amount. The legal level of budgetary control is established at the line item account 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. The Board approved several budget transfers during 2023/2024. Also, during 2023/2024 the Board increased the original budget of the general fund by $1,281,108 and the special revenue fund by $951,407. The increase was funded by the additional appropriation of unassigned fund balance, capital reserve, grant awards, student activity revenues, scholarship donations and the reappropriation of prior year general fund encumbrances. During the fiscal year, the Board authorized and approved additional fund balance appropriations of unassigned fund balance of $348,281 and capital reserve of $219,694 from the general fund.

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 accounting principles generally accepted in the United States of America, with the exception of the legally mandated revenue recognition of certain state aid payments for budgetary purposes only and the treatment of encumbrances in the special revenue fund as described in the Notes to Required Supplementary Information (RSI). Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

Encumbrance accounting is employed in the governmental funds. 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 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 which are reappropriated and honored during the subsequent fiscal year.

B. Capital Reserve

A capital reserve account was established by the District. The accumulation of funds will be used for capital outlay expenditures in subsequent fiscal years. The capital reserve is maintained in the general fund and its activity is included in the general fund annual budget.

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

NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

B. Capital Reserve (Continued)

The activity of the capital reserve for the fiscal year ended June 30, 2024 is as follows:

Balance, July 1, 2023		$ 7,707,873
Increased by:		
Deposits Approved by Board Resolution	$ 2,000,000	
Return of Encumbered Budgeted Withdrawals	2,679	
		2,002,679
		9,710,552
Decreased by:		
Withdrawals Approved in District Budget	6,000,000	
Withdrawals Approved by Board Resolution	219,694	
		6,219,694
Balance, June 30, 2024		$ 3,490,858

The June 30, 2024 LRFP balance of the total costs of uncompleted capital projects is estimated by management to be $43,990,778. The withdrawals from the capital reserve were for use in department approved facilities projects, consistent with the District's Long Range Facilities Plan. $1,000,000 of the capital reserve balance at June 30, 2024 was designated and appropriated for use in the 2024/2025 original budget certified for taxes.

C. Maintenance Reserve

A maintenance reserve account was established by the District. The accumulation of funds will be used for required maintenance of school facilities expenditures in subsequent fiscal years. The maintenance reserve is maintained in the General Fund and its activity is included in the General Fund annual budget.

Funds placed in the maintenance reserve are restricted to required maintenance activities for a school facility as reported in the comprehensive maintenance plan. A District may appropriate funds into the maintenance reserve 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. Pursuant to N.J.A.C. 6A:23A-14.2(g), the balance in the reserve cannot at any time exceed four percent of the replacement cost of the school district's school facilities for the current year.

The activity of the maintenance reserve for the fiscal year ended June 30, 2024 is as follows:

Balance, July 1, 2023	$ 700,000
Balance, June 30, 2024	$ 700,000

The June 30, 2024 comprehensive maintenance plan indicated a maximum maintenance reserve amount of $706,237.

NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

D. Emergency Reserve

An emergency reserve account was established by the District. The accumulation of funds will be used to finance unanticipated General Fund current expenditures required for a thorough and efficient education in subsequent fiscal years.

Funds placed in the emergency reserve are restricted to finance reasonably unforeseeable costs and shall not include additional costs due to poor planning. A District may appropriate funds into the emergency reserve 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. Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of four percent or the withdrawal is included in the original budget certified for taxes to finance school security improvements to school facilities pursuant to 18A:7G-6(c)1. Pursuant to NJAC 6A:23A-14.4(A), the balance in the reserve cannot at any time exceed the greater of $250,000 or one percent of the school district's General Fund budget as certified for taxes up to a maximum of $1,000,000.

The activity of the emergency reserve for the fiscal year ended June 30, 2024 is as follows:

Balance, July 1, 2023	$ 241,040
Balance, June 30, 2024	$ 241,040

E. Calculation of Excess Surplus

In accordance with N.J.S.A. 18A:7F-7, as amended, the restricted fund balance for Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund fund balance in excess of 2% of budget expenditures 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 excess fund balance at June 30, 2024 is $1,748,914. Of this amount, $892,538 was designated and appropriated in the 2024/2025 original budget certified for taxes and the remaining amount of $856,376 will be appropriated in the 2025/2026 original budget certified for taxes.

NOTE 3 DETAILED NOTES ON ALL FUNDS

A. Cash Deposits and Investments

Cash Deposits

The Board's deposits are insured through either the Federal Deposit Insurance Corporation (FDIC), National Credit Union Share Insurance Fund (NCUSIF), Securities Investor Protection Corporation (SIPC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Board is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or $200 million for deposits in excess of the FDIC and NCUSIF insured amounts. GUDPA does not protect intermingled trust funds, withholdings from an employee's salary or funds which may pass to the local government upon the happening of a future condition.

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash Deposits and Investments (Continued)

Cash Deposits (Continued)

Bank balances are insured up to $250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to $250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of $250,000 for each failed brokerage firm. At June 30, 2024, the book value of the Board's deposits was $12,396,417 and bank and brokerage firm balances of the Board's deposits amounted to $13,353,224. The Board's deposits which are displayed on the various fund balance sheets as "cash and cash equivalents" or "cash with fiscal agent" are categorized as:

Depository Account	
Insured	$ 13,262,831
Uninsured and Collateralized	90,393
	$ 13,353,224

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Board does not have a policy for custodial credit risk. As of June 30, 2024 the Board's bank balance of $90,393 was exposed to custodial credit risk as follows:

Depository Account	
Uninsured and Collateralized:	
Collateral held by pledging financial institution's trust department but not in the Board's name	$ 90,393
	$ 90,393

Investments

The Board is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 18A:20-37. Examples of the allowable investments are bonds or other obligations of the United States or obligations guaranteed by the United States of America; Government Money Market Mutual Funds; 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 obligations bear a fixed rate of interest not dependent on any index or other external factor; 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; 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 "Local Authorities Fiscal Control Law," (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 school districts; Local Government investment pools; 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); and agreements for the repurchase of fully collateralized securities, if transacted in accordance with the above statute.

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash Deposits and Investments (Continued)

Investments (Continued)

As of June 30, 2024, the Board had the following investments:

Investment Type:		Fair Value
N.J. Cash Management Fund (Cash Equivalent)	$	37,027
Vanguard Wellington Fund Admiral		72,939
	$	109,966

Custodial Credit Risk – Investments – For an investment, this is the risk, that in the event of the failure of the counterparty, the Board will not be able to recover the value of its investments or collateral securities that are held by an outside party. The Board does not have a policy for custodial risk. As of June 30, 2024, $109,966 of the Board's investments was exposed to custodial credit risk as follows:

		Fair Value
Uninsured and Collateralized:		
Collateral held by pledging financial institutions' trust department or agent but not in the Board's name	$	109,966

Interest Rate Risk – Interest rate risk is the risk that changes in the market interest rate will adversely affect the fair value of an investment. The Board does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law limits investments as noted above (N.J.S.A. 18A:20-37). The District does not have an investment policy that would further limit its investment choices. As of June 30, 2024, the Board's investment in the Vanguard Wellington Fund Admiral was rated four (4) stars by Morningstar Investors Services.

Concentration of Credit Risk – The concentration of credit risk is the risk of loss that may be caused by the Board's investment in a single issuer. The Board places no limit in the amount the District may invest in any one issuer. The District has 34% of its investments in the NJ Cash Management Fund, and 66% of its investments with Vanguard Wellington Fund Admiral in accordance with an agreement between the District and the donor.

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash Deposits and Investments (Continued)

Investments (Continued)

Fair Value of Investments. The Park Ridge Board of Education measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles (GAAP). These guidelines recognize a three-tiered fair value hierarchy as follows:

- *Level 1:* Quoted prices for identical investments in active markets;
- *Level 2:* Observable inputs other than those in Level 1; and
- *Level 3:* Unobservable inputs.

Investments are valued based on price data obtained from observed transactions and market price quotations provided by N.J Cash Management Fund and The Vanguard Group, Inc. Since the value is not obtained from a quoted price in an active market the investments held by the District at June 30, 2024 are categorized as Level 2.

Investment and interest earning in the Capital Projects Fund are assigned to the General Fund in accordance with Board policy.

B. Receivables

Receivables as of June 30, 2024 for the District's individual major funds including the applicable allowances for uncollectible accounts, are as follows:

	General	Special Revenue	Food Service	Before and After School Program	Total
Receivables:					
Intergovernmental					
State	$ 83,713		$ 76		$ 83,789
Federal		$ 188,479	1,639		190,118
Accounts	16,688	-	60	$ 104	16,852
Gross Receivables	100,401	188,479	1,775	104	290,759
Less: Allowance for Uncollectibles	-	-	-	-	-
Net Total Receivables	$ 100,401	$ 188,479	$ 1,775	$ 104	$ 290,759

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

C. Unearned Revenue

Governmental funds report unearned revenue in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unearned revenue reported in the governmental funds were as follows:

General Fund	
Prepaid Tuition Fees	$ 15,500
Special Revenue Fund	
Unencumbered Grant Draw Downs	1,673
Total Unearned Revenue for Governmental Funds	$ 17,173

D. Capital Assets

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

	Balance, July 1, 2023	Increases	Decreases	Balance, June 30, 2024
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land	$ 1,054,125			$ 1,054,125
Construction in Progress	366,498	$ 4,546,247	$ (332,072)	4,580,673
Total Capital Assets, Not Being Depreciated	1,420,623	4,546,247	(332,072)	5,634,798
Capital Assets, Being Depreciated:				
Land Improvements	4,737,273	133,867		4,871,140
Buildings and Building Improvements	31,182,598	703,387		31,885,985
Machinery and Equipment	4,220,194	74,446	-	4,294,640
Total Capital Assets Being Depreciated	40,140,065	911,700	-	41,051,765
Less Accumulated Depreciation for:				
Land Improvements	(2,473,846)	(230,377)		(2,704,223)
Buildings and Building Improvements	(11,396,666)	(941,184)		(12,337,850)
Machinery and Equipment	(3,609,948)	(152,261)	-	(3,762,209)
Total Accumulated Depreciation	(17,480,460)	(1,323,822)	-	(18,804,282)
Total Capital Assets, Being Depreciated, Net	22,659,605	(412,122)	-	22,247,483
Governmental Activities Capital Assets, Net	$ 24,080,228	$ 4,134,125	$ (332,072)	$ 27,882,281

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

D. Capital Assets (Continued)

	Balance, July 1, 2023	Increases	Decreases	Balance, June 30, 2024
Business-Type Activities:				
Capital Assets, Being Depreciated:				
Buildings and Building Improvements	$ 15,579			$ 15,579
Right-to-Use Leased Buildings	308,248			308,248
Machinery and Equipment	203,032	-	-	203,032
Total Capital Assets Being Depreciated	526,859	-	-	526,859
Less Accumulated Depreciation for:				
Buildings and Building Improvements	(15,579)			(15,579)
Right-to-Use Leased Buildings	(215,774)	$ (35,992)		(251,766)
Machinery and Equipment	(98,696)	(3,476)	-	(102,172)
Total Accumulated Depreciation	(330,049)	(39,468)	-	(369,517)
Total Capital Assets, Being Depreciated, Net	196,810	(39,468)	-	157,342
Business-Type Activities Capital Assets, Net	$ 196,810	$ (39,468)	$ -	$ 157,342

Depreciation expense was charged to functions/programs of the District as follows:

Governmental Activities:	
Instruction	
Regular	$ 34,501
Total Instruction	34,501
Support Services	
General Administrative Services	35,527
School Administrative Services	2,382
Plant Operations and Maintenance	1,196,878
Student Transportation	54,534
Total Support Services	1,289,321
Total Depreciation Expense - Governmental Activities	$ 1,323,822
Business-Type Activities:	
Food Service Fund	$ 2,744
Before and After School Program Fund	732
OWL House Program	35,992
Total Depreciation Expense - Business-Type Activities	$ 39,468

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

D. Capital Assets (Continued)

Construction and Other Significant Commitments

The District has the following active construction projects and capital acquisitions as of June 30, 2024:

Project	Remaining Commitment
High School Locker Room Renovations	$ 1,927,012
District-wide Fiber Optic Project	92,394
Total	$ 2,019,406

E. Interfund Receivables, Payables, and Transfers

Due To/From Other Funds

The composition of interfund balances as of June 30, 2024, is as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Special Revenue Fund	$ 123,724

The above balances are to cover cash balances which were in an overdraft position.

Interfund Transfers

	Transfer In: Special Revenue Fund
Transfer Out:	
General Fund	$ 80,249

The above transfers are the result of appropriations budgeted in one fund to finance expenditures in another fund.

F. Leases Payable

On June 22, 2016, the District entered into a 5 year lease agreement with the option to renew for four (4) additional five (5) year terms as lessee for the use of a building for the Owl House life skills program. On June 10, 2021 the District exercised its option to extend the lease five more years through June 30, 2026. A total lease liability was recorded in the amount of $308,248. The lease has an interest rate of 3.50%. The District is required to make monthly payments of $3,216 to $3,346. As of June 30, 2024 the value of the lease liability was $76,671. The building has a 10 year estimated useful life. The value of the right-to-use asset as of June 30, 2024 is $308,248 and had accumulated depreciation of $251,776.

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

F. Leases Payable (Continued)

The future principal and interest lease payments as of June 30, 2024 were as follows:

Business-Type Activities:

Ending June 30,	Principal	Interest	Total
2025	$ 37,273	$ 2,095	$ 39,368
2026	39,398	757	40,155
Total	$ 76,671	$ 2,852	$ 79,523

G. Financing Agreements

Capital Financing Agreements

The District entered into the following agreements to finance the acquisition of capital assets under capital financing agreements. The repayments under these financing agreements are subject to the annual appropriation of funds in the District's approved budget.

Capital financing agreements at June 30, 2024 are comprised of the following:

$164,231, fiscal year 2020 Agreement for the acquisition of photo copiers for a term of five (5) years due in monthly principal installments ranging from $2,846 through $2,986 through November 20, 2024.	$ 14,841
Total	$ 14,841

The maturity schedule of the remaining capital financing agreement payments for principal and interest is as follows:

Governmental Activities:

Fiscal Year Ending June 30,	Capital Financing Agreements Principal	Interest	Total
2025	$ 14,841	$ 134	$ 14,975
Total	$ 14,841	$ 134	$ 14,975

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

H. Long-Term Debt

General Obligation Bonds

The Board issued general obligation bonds to provide funds for the acquisition and construction of major capital facilities and other capital assets. The full faith and credit of the Board are irrevocably pledged for the payment of the principal of the bonds and the interest thereon.

Bonds payable at June 30, 2024 are comprised of the following issues:

$3,141,000, 2010 Bonds, due in annual installments of $225,000 to $231,000 through August 15, 2025, interest at 4.00%	$461,000
$5,135,000, 2016 Refunding Bonds, due in annual installments of $460,000 to $535,000 through August 15, 2030, interest at 1.98%	3,520,000
Total	$3,981,000

The Board's schedule of principal and interest for long-term debt issued and outstanding is as follows:

Governmental Activities:

Fiscal Year Ending June 30,	Serial Bonds Principal	Serial Bonds Interest	Total
2025	$ 700,000	$ 78,883	$ 778,883
2026	716,000	60,209	776,209
2027	490,000	45,936	535,936
2028	500,000	36,135	536,135
2029-2031	1,575,000	47,174	1,622,174
	$ 3,981,000	$ 268,337	$ 4,249,337

Statutory Borrowing Power

The Board's remaining borrowing power under N.J.S. 18A:24-19, as amended, at June 30, 2024 was as follows:

4% of Equalized Valuation Basis (Municipal)	$ 83,407,928
Less: Net Debt Issued and Debt Authorized But Not Issued	3,981,000
Remaining Borrowing Power	$ 79,426,928

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

H. Long-Term Debt (Continued)

Changes in Long-Term Liabilities

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

	Balance, July 1, 2023	Additions	Deletions	Balance, June 30, 2024	Due Within One Year
Governmental Activities:					
Bonds Payable	$ 4,666,000		$ (685,000)	$ 3,981,000	$ 700,000
Capital Financing Agreements	49,566		(34,725)	14,841	14,841
Compensated Absences	858,430	$ 365,529	(61,810)	1,162,149	42,985
Net Pension Liability	5,011,295	-	(467,608)	4,543,687	-
Governmental Activity Long-Term Liabilities	$ 10,585,291	$ 365,529	$ (1,249,143)	$ 9,701,677	$ 757,826
Business-Type Activities:					
Leases Payable	111,906	-	(35,235)	76,671	37,273
Business-Type Activity Long-Term Liabilities	$ 111,906	$ -	$ (35,235)	$ 76,671	$ 37,273

For the governmental activities, the liabilities for capital financing agreements, compensated absences and net pension liability are generally liquidated by the general fund.

NOTE 4 OTHER INFORMATION

A. Risk Management

The District is exposed to various risks of loss related to property, general liability, automobile coverage, theft of, damage to and destruction of assets; errors and omissions; injuries to employees; student accident; termination of employees and natural disasters. The Board has obtained commercial insurance coverage to guard against these events to minimize the exposure to the District should they occur. A complete schedule of insurance coverage can be found in the statistical section of this Annual Comprehensive Financial Report.

The District is a member of the Northeast Bergen County School Board Insurance Group (NESBIG or Group). The Group is a risk sharing public entity pool, established for the purpose of insuring against worker's compensation claims.

The relationship between the Board and the Group is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Board is contractually obligated to make all annual and supplementary contributions to the Group, to report claims on a timely basis, cooperate with the management of the Group, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by the Group. Members have a contractual obligation to fund any deficit of the Group attributable to a membership year during which they were a member.

NOTE 4 OTHER INFORMATION (Continued)

A. Risk Management (Continued)

NESBIG provides its members with risk management services, including the defense of and settlement of claims and to establish reasonable and necessary loss reduction and prevention procedures to be followed by the members. Complete financial statements of the respective insurance funds are on file with the School's Business Administrator.

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverage's in any of the prior three years.

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

Fiscal Year Ended June 30,	District Contributions	Employee Contributions	Amount Reimbursed	Ending Balance
2024	None	$ 32,474	$ 29,866	$ 257,473
2023	None	33,018	30,457	257,473
2022	None	30,148	-	257,473

B. Contingent Liabilities

The District is a party defendant in some lawsuits, none of a kind unusual for a school district of its size and scope of operation. In the opinion of the Board's Attorney the potential claims against the District not covered by insurance policies would not materially affect the financial condition of the District.

Federal and State Awards – The Board participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Board may be required to reimburse the grantor government. As of June 30, 2024, significant amounts of grant expenditures have not been audited by the various grantor agencies but the Board believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.

C. Federal Arbitrage Regulations

The District is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. At June 30, 2024, the District has not estimated its arbitrage earnings due to the IRS, if any.

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans

Plan Descriptions and Benefits Provided

The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems (retirement systems) covering substantially all Board employees who are eligible for pension coverage:

Public Employees' Retirement System (PERS) – Established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage, to substantially all full time employees of the State or any county, municipality, school district, or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees. PERS is a cost sharing multiple employer defined benefit pension plan. For additional information about PERS, please refer to the State Division of Pension and Benefits (Division's) Annual Comprehensive Financial Report (ACFR) which can be found at www.state.nj.us/treasury/pensions.

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, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS.

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tier 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 reached age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tier 1 and 2 members before reaching age 60, tier 3 and 4 members with 25 or more years of service credit before age 62, and tier 5 members 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 ten years of service credit and have not reached the service retirement age for the respective tier.

Teachers' Pension and Annuity Fund (TPAF) – Established in January 1955, under the provisions of N.J.S.A. 18A:66 to provide coverage to substantially all full time certified teachers or professional staff of the public school systems in the State. Membership is mandatory for such employees. TPAF is a cost sharing multiple- employer defined benefit pension plan with a special funding situation, by which the State is responsible to fund 100% of local employer contributions, excluding any local employer early retirement incentive (ERI) contributions. For additional information about TPAF, please refer to the State Division of Pension and Benefits (Division's) Annual Comprehensive Financial Report (ACFR) which can be found at www.state.nj.us/treasury/pensions.

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, except for medical benefits, which vest after 25 years of service or under the disability provisions of TPAF. 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.

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Teachers' Pension and Annuity Fund (TPAF) (Continued)

The following represent the membership tiers for TPAF:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tier 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 reached age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tier 1 and 2 members before reaching age 60, tier 3 and 4 members with 25 or more years of service credit before age 62, and tier 5 members 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 retirement age for their respective tier. Deferred retirement is available to members who have at least ten years of service credit and have not reached the service retirement age for the respective tier.

The State of New Jersey sponsors and administers the following defined contribution public employee retirement program covering certain state and local government employees which include those Board employees who are eligible for pension coverage.

Defined Contribution Retirement Program (DCRP) – established under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2008 to provide coverage to elected and certain appointed officials, effective July 1, 2007 and employees enrolled in PERS or TPAF on or after July 1, 2007 who earn in excess of established annual maximum compensation limits (equivalent to annual maximum wage for social security deductions). This provision was extended by Chapter 1, P.L. 2010, effective May 21, 2010, to new employees (Tier 2) of the PFRS and new employees who would otherwise be eligible to participate in PERS or TPAF on or after November 2, 2008 and do not earn the minimum salary required for tier 3 enrollment or do not work the minimum required hours for tier 4 and tier 5 enrollments but earn a base salary of at least $5,000 are eligible for participation in the DCRP. Membership is mandatory for such individuals with vesting occurring after one (1) year of membership. DCRP is a defined contribution pension plan.

Other Pension Funds

The State established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of the State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local government employers do not appropriate funds to SACT.

The cost of living increase for PERS and TPAF, are funded directly by each of the respective systems but are currently suspended as a result of reform legislation.

According to state law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits ("Division"), issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Plan Amendments

The authority to amend the provisions of the above plans rests with legislation passed by the State of New Jersey. Pension reforms enacted pursuant to Chapter 78, P.L. 2011 included provisions creating special Pension Plan Design Committees for TPAF and PERS, once a Target Funded Ratio (TFR) is met. The Pension Plan Design Committees will have the discretionary authority to modify certain plan design features, including member contribution rate; formula for calculation of final compensation of final salary; fraction used to calculate a retirement allowance; age at which a member may be eligible and the benefits for service or early retirement; and benefits provided for disability retirement. The committees will also have the authority to reactivate the cost of living adjustment (COLA) on pensions. However, modifications can only be made to the extent that the resulting impact does not cause the funded ratio to drop below the TFR in any one year of a 30-year projection period.

Measurement Focus and Basis of Accounting

The financial statements of the retirement systems are prepared in accordance with U.S. generally accepted accounting principles as applicable to governmental organizations. In doing so, the Division adheres to reporting requirements established by the Governmental Accounting Standards Board (GASB).

The accrual basis of accounting is used for measuring financial position and changes in net position of the pension trust funds. Under this method, contributions are recorded in the accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of each plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

Investment Valuation

The Division of Investment, Department of the Treasury, State of New Jersey (Division of Investment) manages and invests certain assets of the retirement systems. Empower Retirement (formerly Prudential) is the third-party administrator for the DCRP and provides record keeping, administrative services and investment options. Investment transactions are accounted for on a trade or investment date basis. Interest and dividend income is recorded on the accrual basis, with dividends accruing on the ex-dividend date. The net increase or decrease in the fair value of investments includes the net realized and unrealized gains or losses on investments.

The State of New Jersey, Department of the Treasury, Division of Investment issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management Fund. The financial reports may be obtained in writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290 or at www.state.nj.us/treasury/doinvest.

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Collective Net Pension Liability

The collective net pension liability of the participating employers for local PERS at June 30, 2023 is $14.6 billion and the plan fiduciary net position as a percentage of the total pension liability is 65.23%. The collective net pension liability of the State funded TPAF at June 30, 2023 is $51.1 billion and the plan fiduciary net position as a percentage of total pension liability is 34.68%.

The total pension liabilities for the June 30, 2023 measurement date were determined based on actuarial valuations as of July 1, 2022 which were rolled forward to June 30, 2023.

Actuarial Methods and Assumptions

In the July 1, 2022 PERS and TPAF actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The pension systems selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 68. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

Employer and Employee Pension Contributions

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan members and employer contributions may be amended by State of New Jersey legislation with the amount of contributions by the State of New Jersey contingent upon the Annual Appropriations Act. As defined, the retirement systems require employee contributions based on 7.50% for PERS, 7.50% for TPAF and 5.50% for DCRP of the employee's annual compensation for fiscal year 2024.

PERS employers' and TPAF State's nonemployer contributions are based on actuarially determined amounts, which include the normal cost and unfunded accrued liability. For the fiscal year ended June 30, 2022 for TPAF, which is a cost sharing multiple employer defined benefit pension plan with a special funding situation, the State's annual pension contribution was more than the actuarial determined amount. For local PERS, which is a cost sharing multiple employer defined benefit pension plan, the annual pension contributions were equal to the actuarial determined amounts. TPAF nonemployer contributions are made annually by the State of New Jersey to the pension system on behalf of the Board. PERS employer contributions are made annually by the Board to the pension system in accordance with Chapter 114, P.L. 1997. In the DCRP, which is a defined contribution plan, member contributions are matched by a 3% employer contribution. All PERS and DCRP contributions made by the Board for fiscal years 2024, 2023 and 2022 were equal to the required contributions.

During the fiscal years ended June 30, 2024, 2023 and 2022 the Board was required to contribute for PERS and DCRP and the State of New Jersey, as a nonemployer contributing entity, contributed for TPAF, respectively for normal cost pension and unfunded accrued liability contributions (including non-contributory group life insurance (NCGI)) the following amounts:

Fiscal Year Ended June 30,	PERS	On-behalf TPAF	DCRP
2024	$ 419,263	$ 5,229,731	$ 4,006
2023	418,748	5,100,398	4,737
2022	379,975	5,033,706	22,400

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Employer and Employee Pension Contributions (Continued)

In addition for fiscal years 2024, 2023 and 2022 the State contributed $1,872, $1,611 and $1,515, respectively for TPAF for Long Term Disability Insurance Premium (LTDI).

The PERS contributions are recognized in the governmental fund financial statements (modified accrual basis) as an expenditure. The on-behalf TPAF contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB Statement No. 85, *Omnibus 2017* (GASB No. 85). The DCRP contributions are recognized in the governmental fund financial statements (modified accrual basis) as an expenditure, as well as, the district-wide financial statements (accrual basis) as an expense.

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board $1,115,389 during the fiscal year ended June 30, 2024 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount has been recognized in the district-wide financial statements (accrual basis) and the governmental fund financial statements (modified accrual basis) as both a revenue and expense/expenditure in accordance with GASB No. 85.

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

Public Employees Retirement System (PERS)

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions,* (GASB No. 68) requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense based on a measurement date no earlier than the end of the employer's prior fiscal year. The employer allocation percentages presented are based on the ratio of the contributions as an individual employer to total contributions to the PERS during the measurement period July 1, 2022 through June 30, 2023. Employer allocation percentages have been rounded for presentation purposes. Contributions from employers are recognized when due based on statutory requirements.

Although the NJ Division of Pensions and Benefits ("Division") administers one cost-sharing multiple employer defined benefit pension plan, separate (sub) actuarial valuations are prepared to determine the actuarial determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources and pension expense are determined separately for each individual employer of the State and local groups of the plan.

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages are presented for each group. The allocation percentages for each group as of June 30, 2023 are based on the ratio of each employer's contribution to total employer contributions of the group for the fiscal year ended June 30, 2023.

At June 30, 2024, the District reported in the statement of net position (accrual basis) a liability of $4,543,687 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2023 and was determined by an actuarial valuation as of July 1, 2022. The District's proportionate share of the net pension liability was based on the ratio of the District's share of contributions to the pension plan relative to the total contributions of all participating governmental entities, for the year ended June 30, 2023. At June 30, 2023, the District's proportionate share was .03137 percent, which was a decrease of .00184 percent from its proportionate share measured as of June 30, 2022 of .03321 percent.

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

For the fiscal year ended June 30, 2024, the District recognized in the district-wide statement of activities (accrual basis) pension benefit of $49,423 for PERS. The pension contribution made by the District during the current 2023/2024 fiscal year is the contribution that is applied to the net pension liability reported at the end of the current fiscal year of June 30, 2024 with a measurement date of the prior fiscal year end of June 30, 2023. Since the State of New Jersey applies the current year pension contribution towards the calculation of the net pension liability reported at the end of the current fiscal year, which has a measurement date of the preceding fiscal year end, there is no deferred outflows of resources reported as of June 30, 2024 for contributions made subsequent to the measurement date. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to PERS pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	$ 43,443	$ 18,573
Changes of Assumptions	9,982	275,367
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	20,924	
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	192,257	245,871
Total	$ 266,606	$ 539,811

At June 30, 2023, the amounts reported as deferred outflows of resources and deferred inflows of resources related to PERS pension will be recognized in pension expense/(benefit) as follows:

Year Ending June 30,	Total
2025	$ (224,446)
2026	(128,492)
2027	171,206
2028	(87,816)
2029	(3,657)
Thereafter	-
	$ (273,205)

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions

The District's 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%

Mortality Rates

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on 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.

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7% 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 actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plans 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 the PERS'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
Risk Mitigation Strategies	3.00%	6.21%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Investment Grade Credit	7.00%	5.19%
US Equity	28.00%	8.98%
Non-US Developed Markets Equity	12.75%	9.22%
Emerging Markets Equity	5.50%	11.13%
High Yield	4.50%	6.97%
Real Assets	3.00%	8.40%
Private Credit	8.00%	9.20%
Real Estate	8.00%	8.58%
Private Equity	13.00%	12.50%
International Small Cap Equity	1.25%	9.22%

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Discount Rate

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

Sensitivity of Net Pension Liability

The following presents the District's proportionate share of the PERS net pension liability calculated using the discount rate of 7.00, as well as what the District's proportionate share of the PERS net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
District's Proportionate Share of the PERS Net Pension Liability	$ 5,914,914	$ 4,543,687	$ 3,376,592

The sensitivity analysis was based on the proportionate share of the District's net pension liability as of the measurement date of June 30, 2023. A sensitivity analysis specific to the District's net pension liability at June 30, 2023 was not provided by the pension system.

Pension Plan Fiduciary Net Position

Detailed information about the PERS pension plan's fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial report may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF)

GASB No. 68, requires participating employers in TPAF to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense based on a measurement date no earlier than the end of the employer's prior fiscal year. The non-employer allocation percentages presented are based on the ratio of the State's actual contributions made as an employer and non-employer adjusted for unpaid early retirement incentives to total contributions to TPAF during the measurement period July 1, 2022 through June 30, 2023. Non-employer allocation percentages have been rounded for presentation purposes.

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and non-employer contributions by the State. 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 the fiscal year ended June 30, 2023, the State's pension contribution was more than the actuarial determined amount.

In accordance with GASB No. 68, the District is not required to recognize a net pension liability for TPAF. The State of New Jersey, as a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to TPAF on behalf of the District. Accordingly, the District's proportionate share percentage determined under Statement No. 68 is zero percent and the State's proportionate share is 100% of the net pension liability attributable to the District for TPAF. Therefore, in addition, the District does not recognize any portion of the TPAF collective deferred outflows of resources and deferred inflows of resources.

For the fiscal year ended June 30, 2024, the District recognized in the district-wide statement of activities (accrual basis) pension expense of $1,542,783 for TPAF. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2024 the State's proportionate share of the net pension liability attributable to the District is $62,798,768. The net pension liability was measured as of June 30, 2023 and was determined by an actuarial valuation as of July 1, 2022. The nonemployer allocation percentages are based on the ratio of the State's contributions made as a nonemployer attributable to the District adjusted for unpaid early retirement incentives relative to total contributions to TPAF during the year ended June 30, 2023. At June 30, 2023, the State's share of the net pension liability attributable to the District was .12306 percent, which was an increase of .00248 percent from its proportionate share measured as of June 30, 2022 of .12058 percent.

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

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%

Mortality Rates

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

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.

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7% 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 actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans 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 the 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
Risk Mitigation Strategies	3.00%	6.21%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Investment Grade Credit	7.00%	5.19%
US Equity	28.00%	8.98%
Non-US Developed Markets Equity	12.75%	9.22%
Emerging Markets Equity	5.50%	11.13%
High Yield	4.50%	6.97%
Real Assets	3.00%	8.40%
Private Credit	8.00%	9.20%
Real Estate	8.00%	8.58%
Private Equity	13.00%	12.50%
International Small Cap Equity	1.25%	9.22%

Discount Rate

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

NOTE 4 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Sensitivity of Net Pension Liability

The following presents the State's proportionate share of the TPAF net pension liability attributable to the District calculated using the discount rate of 7.00%, as well as what the State's proportionate share of the TPAF net pension liability attributable to the District that would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00% percent) or 1-percentage-point higher (8.00% percent) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
State's Proportionate Share of the TPAF Net Pension Liability Attributable to the District	$ 74,051,143	$ 62,798,768	$ 53,321,594

The sensitivity analysis was based on the State's proportionate share of the net pension liability attributable to the District as of the measurement date of June 30, 2023. A sensitivity analysis specific to the State's proportionate share of the net pension liability attributable to the District at June 30, 2023 was not provided by the pension system.

Pension Plan Fiduciary Net Position

Detailed information about the TPAF pension plan's fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial report may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

E. Post-Retirement Medical Benefits

The State of New Jersey sponsors and administers the post-retirement health benefit program plan for school districts.

As a result of implementing GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans,* the post-retirement health benefit program plan is reported in a Custodial Fund in the New Jersey Annual Comprehensive Financial Report for the fiscal year ended June 30, 2023. In addition, the plan is administered on a pay-as-you-go basis. Therefore, the plan has no assets accumulated in a qualified trust. In accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pension* (GASB No. 75), the plan is classified as a multiple-employer defined benefit OPEB plan with a special funding situation that is not administered through a trust that meets the criteria in paragraph 4 of GASB No. 75.

Plan Description and Benefits Provided

The State of New Jersey sponsors and administers the following post-retirement health benefit program plan covering certain local school district employees, including those Board employees and retirees eligible for coverage.

NOTE 4 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

State Health Benefit Program Fund – Local Education Retired Employees Plan (including Prescription Drug Program Fund) – N.J.S.A. 52:14-17.32f provides medical coverage, prescription drug benefits and Medicare Part B reimbursement to qualified retired education employees and their covered dependents. The State of New Jersey provides employer-paid coverage to members of the TPAF who retire from a board of education or county college with 25 years of service or on a disability retirement. Under the provisions of Chapter 126, P.L. 1992, the State also provides employer-paid coverage to members of the PERS, the Police and Firemen Retirement System (PFRS) or Alternate Benefits Program (ABP) who retire from a board of education or county college with 25 years of service or on a disability retirement. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program if their employer participates in this program or if they are participating in the health benefits plan of their former employer and are enrolled in Medicare Parts A and B by paying the cost of the insurance for themselves and their covered dependents.

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

The 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 above Fund. The financial reports may be accessed via the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

Plan Membership

Membership of the defined benefit OPEB plan consisted of the following at June 30, 2022:

Active Plan Members	217,212
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	152,383
Total	369,595

Measurement Focus and Basis of Accounting

The financial statements of the post-employment health benefit plan are prepared in accordance with U.S. generally accepted accounting principles as applicable to governmental organizations. In doing so, the Division adheres to reporting requirements established by the Governmental Accounting Standards Board (GASB).

The accrual basis of accounting is used for measuring financial position and changes in net position of the post-employment health benefit plan. Under this method, contributions are recorded in the accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of each plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

NOTE 4 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

Collective Net OPEB Liability

The collective net OPEB liability of the State, as the non-employer contributing entity, of the plan at June 30, 2023 is $52.4 billion, and the plan fiduciary net position as a percentage of the total OPEB liability is zero percent.

The total OPEB liabilities at June 30, 2023 were determined based on actuarial valuations as of June 30, 2022 which were rolled forward to June 30, 2023.

Actuarial Methods and Assumptions

In the June 30, 2022 OPEB actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The Plan selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 75. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

Post-Retirement Medical Benefits Contributions

The funding policy of the OPEB plan is pay as you go basis; therefore, there is no prefunding of the liability. Contributions to pay for the health benefit premiums of participating employees in the OPEB plan are made by the State, as a non-employer contributing entity, under a special funding situation in accordance with State statutes as previously disclosed. The State as a non-employer contributing entity made contributions of $1.44 billion to the OPEB plan in fiscal year 2023.

The State sets the contribution rate based on a pay as you go basis rather than the actuarial determined contribution an amount actuarially determined in accordance with the parameters of GASB Statement 75. The actuarial determined contribution represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and any unfunded actuarial liabilities (or funding excess) of the plan using a systematic and rational method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with OPEB through the Plan. The State's contributions, as a nonemployer contributing entity, to the State Health Benefits Program Fund – Local Education Retired Employees Plan for retirees' post-retirement benefits on behalf of the School District for the fiscal years ended June 30, 2024, 2023 and 2022 were $1,423,341, $1,339,862 and $1,176,077, respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund – Local Education Retired Employees Plan for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey. The on-behalf OPEB contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB No. 85.

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

GASB Statement No. 75 requires participating employers in the State Health Benefit Program Fund – Local Education Retired Employees Plan to recognize their proportionate share of the collective OPEB liability, collective deferred outflows of resources, collective deferred inflows of resources and collective OPEB expense based on a measurement date no earlier than the end of the employer's prior fiscal year. The nonemployer allocation percentages presented are based on the ratio of the State's contributions made as a nonemployer toward the actuarially determined contribution amount to total contributions to the plan during the measurement period July 1, 2022 through June 30, 2023. Nonemployer allocation percentages have been rounded for presentation purposes.

In accordance with GASB No. 75, the District is not required to recognize an OPEB liability for the post-employment health benefit plan. The State of New Jersey, as a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to the plan on behalf of the District. Accordingly, the District's proportionate share percentage determined under Statement No. 75 is zero percent and the State's proportionate share is 100% of the OPEB liability attributable to the District. Therefore, in addition, the District does not recognize any portion of the collective deferred outflows of resources and deferred inflows of resources related to the plan.

NOTE 4 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

For the fiscal year ended June 30, 2024, the District recognized in the district-wide statement of activities (accrual basis) OPEB expense of $1,965,067. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2024 the State's proportionate share of the OPEB liability attributable to the District is $53,675,875. The nonemployer allocation percentages are based on the ratio of the State's proportionate share of the OPEB liability attributable to the District at June 30, 2023 to the total OPEB liability of the State Health Benefit Program Fund – Local Education Retired Employees Plan at June 30, 2023. At June 30, 2023, the state's share of the OPEB liability attributable to the District was .10251 percent, which was an increase of .00217 from its proportionate share measured as of June 30, 2022 of .10034 percent.

Actuarial Assumptions

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

	PERS	TPAF
Salary Increases	2.75% to 6.55% Based on Years of Service	2.75% to 4.25% Based on Years of Service

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

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

100% of active members are considered to participate in the plan upon retirement.

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 4.5% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.5% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

NOTE 4 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Discount Rate

The discount rate for June 30, 2023 was 3.65%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Changes in the Total OPEB Liability

The change in the State's proportionate share of the OPEB liability attributable to the District for the fiscal year ended June 30, 2024 (measurement date June 30, 2023) is as follows:

	Total OPEB Liability (State Share 100%)
Balance, June 30, 2022 Measurement Date	$ 50,818,534
Changes Recognized for the Fiscal Year:	
Service Cost	2,162,277
Interest on the Total OPEB Liability	1,890,399
Differences Between Expected and Actual Experience	121,630
Changes of Assumptions	108,188
Gross Benefit Payments	(1,473,597)
Contributions from the Member	48,444
Net Changes	$ 2,857,341
Balance, June 30, 2023 Measurement Date	$ 53,675,875

Changes of assumptions and other inputs reflect a change in the discount rate from 3.54% in 2022 to 3.65% in 2023.

The change in the total OPEB liability was based on the State's proportionate share of the OPEB liability attributable to the District at June 30, 2023.

NOTE 4 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Sensitivity of OPEB Liability

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the State's proportionate share of the OPEB liability attributable to the District calculated using the discount rate of 3.65%, as well as what the State's proportionate share of the OPEB liability attributable to the District that would be if it were calculated using a discount rate that is 1-percentage-point lower (2.65%) or 1-percentage-point higher (4.65%) than the current rate:

	1% Decrease (2.65%)	Current Discount Rate (3.65%)	1% Increase (4.65%)
State's Proportionate Share of the OPEB Liability Attributable to the District	$ 62,925,749	$ 53,675,875	$ 46,249,300

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the State's proportionate share of the OPEB liability attributable to the District calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
State's Proportionate Share of the OPEB Liability Attributable to the District	$ 44,559,252	$ 53,675,875	$ 65,605,000

The sensitivity analyses were based on the State's proportionate share of the OPEB liability attributable to the District at June 30, 2023. Sensitivity analyses specific to the State's proportionate share of the OPEB liability attributable to the District at June 30, 2023 were not provided by the pension system.

F. Tax Abatements

For the year ended December 31, 2023, the Borough provided property tax abatements through certain programs authorized under State statutes. These programs include the Long Term Tax Exemption Law (the "LTTE Law") and the New Jersey Housing and Mortgage financing Act (NJHMFA).

The Long Term Tax Exemption Law (NJSA 40A:20 et.seq.) is focused on broad areas of redevelopment. It allows for a longer abatement term to carry out a larger development plan through declaring an area as being "in need of redevelopment". These long-term property abatements may last up to 30 years from completion of a project or 35 years from execution of the financial agreement. The process is initiated when the municipality passes a resolution calling for the municipal planning board to study the need for designating an area "in need of redevelopment". Upon adopting the planning board's recommendations and formalizing the redevelopment area designation, a municipality adopts a redevelopment plan, engages redevelopment entities to carry out the plan, and may authorize long-term tax abatements in the process. Developers submit abatement applications to the governing body for review. The financial agreement is approved through adoption of a local ordinance. The agreement exempts a project from taxation, but requires a payment in lieu of taxes (PILOTs) in an amount based generally on a percentage of project costs or revenue generated by the project, depending on the type of project. The Developer agreed to contribute $500,000 to the Borough toward the cost of construction of a Community Center or other public purpose. For the year ended December 31, 2023 the Borough abated property taxes totaling $1,510,747 under the LTTE program of which $994,200 represents the portion attributable to the District.

NOTE 4 OTHER INFORMATION (Continued)

F. Tax Abatements (Continued)

The New Jersey Housing and Mortgage Financing Act (NJSA 55:14K et. seq.) allows for property tax abatements for residential rental housing projects financed by the New Jersey Housing and Mortgage Finance Agency. These property tax abatements last for the term of the original mortgage financing so long as the residential rental housing project remains subject to the NJHMFA Law and regulations. The process begins when the municipality passes by ordinance or resolution, as appropriate, that such residential rental housing project shall be exempt from property tax provided that an agreement is entered into with the housing sponsor for payments in lieu of taxes (PILOTs) to the municipality. The agreement can require the housing sponsor to a PILOT payment to the municipality in an amount up to 20% of the annual gross revenue from each housing project. For the year ended December 31, 2023 the Borough abated property taxes totaling $134,706 under the NJHMFA program of which $88,648 represents the portion attributable to the District.

G. Subsequent Events

Appropriation of Fund Balance

As of January 14, 2025 the Board approved the appropriation of an additional $272,587 of General Fund unassigned fund balance to the 2024/2025 budget.

NOTE 5 RECENT HEALTHCARE DEVELOPMENTS

In early March of 2020, the World Health Organization declared a pandemic following the global outbreak of COVID-19, a respiratory disease caused by a newly discovered strain of coronavirus. On March 13, 2020, the President of the United Stated declared a national public health emergency to unlock federal funds and assistance to help states and local governments fight the pandemic. The Governor of the State declared a state of emergency and a public health emergency on March 9, 2020. In response to the COVID-19 pandemic, federal and State legislation and executive orders were implemented to mitigate the spread of the disease and provide relief to State and local governments. The pandemic and certain mitigation measures altered the behavior of businesses and people with negative impacts on regional, State and local economies. The national public health emergency and the State public health emergency have since ended, while the state of emergency declared by the State and several executive orders signed by the Governor remain to manage COVID-19 on an endemic level. Depending on future circumstances, ongoing actions could be taken by State, federal and local governments and private entities to mitigate the spread and impacts of COVID-19, its variants or other critical health care challenges.

To date, the overall finances and operations of the Board have not been materially adversely affected by the COVID-19 pandemic. Nonetheless, the degree of any future impact to the Board's operations and finances is difficult to predict due to the dynamic nature of the COVID-19 pandemic and any additional actions that may be taken by governmental and other health care authorities to manage the COVID-19 pandemic.

The American Rescue Plan Act of 2021, H.R. 1319 (the "Plan"), signed into law by the President of the United States on March 11, 2021, provided $1.9 trillion in relief designed to provide funding to address the COVID-19 pandemic and alleviate the economic and health effects of the COVID-19 pandemic. The Plan, in part, provides funding for State and local governments to offset costs to safely reopen schools during the COVID-19 pandemic and to subsidize COVID-19 testing and vaccination programs. In addition, the Plan includes $350 billion in relief funds to public entities, such as the Board.

The Board has been awarded a total of $1,533,745 in federal aid to address the effects of the COVID-19 pandemic.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

PARK RIDGE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget To Actual
REVENUES					
Local Sources					
Property Tax Levy	$ 33,010,178		$ 33,010,178	$ 33,010,178	
Tuition from Other LEA's				81,678	$ 81,678
Tuition from Individuals	33,945		33,945	43,400	9,455
Transportation Fees				77,523	77,523
Interest on Capital Reserve	500		500		(500)
Miscellaneous	122,493	-	122,493	831,407	708,914
Total Local Sources	33,167,116	-	33,167,116	34,044,186	877,070
State Sources					
Special Education Aid	1,298,604		1,298,604	1,298,604	
Security Aid	59,165		59,165	59,165	
Transportation Aid	99,501		99,501	99,501	
Extraordinary Aid				535,150	535,150
On-Behalf TPAF Pension Benefits Contribution (Non-Budgeted)				5,170,761	5,170,761
On-Behalf TPAF Pension - NCGI Premium (Non-Budgeted)				58,970	58,970
On-Behalf TPAF Post-Retirement Medical Contribution (Non-Budgeted)				1,423,341	1,423,341
On-Behalf TPAF Long-Term Disability Insurance (Non-Budgeted)				1,872	1,872
Reimbursed TPAF Social Security Contributions (Non-Budgeted)	-	-	-	1,115,389	1,115,389
Total State Sources	1,457,270	-	1,457,270	9,762,753	8,305,483
Federal Sources					
Medicaid Reimbursement Program	10,959	-	10,959	2,826	(8,133)
Total Federal Sources	10,959	-	10,959	2,826	(8,133)
Total Revenues	34,635,345	-	34,635,345	43,809,765	9,174,420
CURRENT EXPENDITURES					
Regular Programs - Instruction					
Salaries of Teachers					
Kindergarten	400,213	$ 16,538	416,751	416,751	-
Grades 1-5	2,935,695	34,950	2,970,645	2,970,645	-
Grades 6-8	2,014,313	(54,769)	1,959,544	1,959,544	-
Grades 9-12	3,264,586	(20,757)	3,243,829	3,069,820	174,009
Regular Programs - Home Instruction					
Salaries of Teachers	18,000	1,677	19,677	19,677	-
Regular Programs - Undistributed Instruction					
Purchased Technical Services	27,750	(2,989)	24,761	24,761	-
Other Purchased Services	165,150	(28,336)	136,814	132,298	4,516
General Supplies	429,704	181,316	611,020	598,853	12,167
Textbooks	43,564	(12,803)	30,761	29,261	1,500
Other Objects	16,420	409	16,829	5,757	11,072
Total Regular Programs	9,315,395	115,236	9,430,631	9,227,367	203,264
Special Education					
Learning and/or Language Disabilities					
Salaries of Teachers	321,638	(31,601)	290,037	289,695	342
Other Salaries for Instruction	236,607	17,052	253,659	230,488	23,171
General Supplies	4,500	289	4,789	2,595	2,194
Total Learning and/or Language Disabilities	562,745	(14,260)	548,485	522,778	25,707

Continued

PARK RIDGE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget To Actual
CURRENT EXPENDITURES (Continued)					
Special Education (Continued)					
Behavioral Disabilities					
Salaries of Teachers		$ 52,126	$ 52,126	$ 52,126	
General Supplies	-	537	537	537	-
Total Behavioral Disabilities	-	52,663	52,663	52,663	-
Resource Room/Resource Center					
Salaries of Teachers	$ 1,733,481	-	1,733,481	1,634,724	$ 98,757
General Supplies	7,330	(975)	6,355	6,083	272
Total Resource Room/Resource Center	1,740,811	(975)	1,739,836	1,640,807	99,029
Preschool Disabilities - Part-Time					
Salaries of Teachers	186,094	-	186,094	183,602	2,492
Other Salaries for Instruction	71,780	-	71,780	56,027	15,753
General Supplies	2,500	6,706	9,206	9,188	18
Total Preschool Disabilities - Part-Time	260,374	6,706	267,080	248,817	18,263
Total Special Education	2,563,930	44,134	2,608,064	2,465,065	142,999
Basic Skills/Remedial					
Salaries of Teachers	623,604	9,554	633,158	633,158	-
General Supplies	2,400	(336)	2,064	2,064	-
Total Basic Skills/Remedial	626,004	9,218	635,222	635,222	-
Bilingual Education					
Salaries of Teachers	165,000	5,388	170,388	166,157	4,231
General Supplies	1,300	(26)	1,274	1,241	33
Total Bilingual Education	166,300	5,362	171,662	167,398	4,264
School Sponsored Cocurricular Activities					
Salaries	303,791	12,600	316,391	290,649	25,742
Other Objects	44,660	2,260	46,920	40,079	6,841
Total School Sponsored Cocurricular Activities	348,451	14,860	363,311	330,728	32,583
School Sponsored Athletics					
Salaries	441,655	1,584	443,239	443,239	-
Purchased Services	100,210	(66,308)	33,902	29,172	4,730
Supplies and Materials	64,204	1,149	65,353	54,122	11,231
Other Objects	38,725	(8,653)	30,072	24,824	5,248
Total School Sponsored Athletics	644,794	(72,228)	572,566	551,357	21,209
Other Instructional Programs - Instruction					
Salaries	39,777	3,030	42,807	33,632	9,175
Total Other Instructional Programs - Instruction	39,777	3,030	42,807	33,632	9,175
Total Instruction	13,704,651	119,612	13,824,263	13,410,769	413,494

Continued

PARK RIDGE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget To Actual
CURRENT EXPENDITURES (Continued)					
Undistributed Expenditures					
Instruction:					
Tuition to Other LEA's Within the State-Regular	$ 75,000	$ (25,521)	$ 49,479	$ 47,670	$ 1,809
Tuition to Other LEA's Within the State-Special	732,250	(138,892)	593,358	526,945	66,413
Tuition to County Vocational Schools-Regular	454,400	(130,313)	324,087	255,063	69,024
Tuition to County Vocational Schools-Special	63,100	117,042	180,142	180,142	-
Tuition to CSSD and Regional Day Schools	454,894	157,726	612,620	607,070	5,550
Tuition to APSSD-Within State	1,167,106	(93,817)	1,073,289	988,207	85,082
Tuition to APSSD-Outside State	12,300	622	12,922	12,922	-
Tuition - State Facilities	-	41,075	41,075	41,075	-
Total Undistributed Expenditures - Instruction	2,959,050	(72,078)	2,886,972	2,659,094	227,878
Health Services					
Salaries	265,343	5,988	271,331	267,002	4,329
Purchased Professional/Technical Services	5,000	6,965	11,965	10,846	1,119
Other Purchased Services	2,700	(1,225)	1,475	200	1,275
Supplies and Materials	9,905	(5,087)	4,818	4,746	72
Total Health Services	282,948	6,641	289,589	282,794	6,795
Other Support Services-Students-Speech, OT, PT & Related Services					
Salaries	275,638	25,949	301,587	301,586	1
Supplies and Materials	2,400	1,800	4,200	3,920	280
Total Other Support Services-Students-Speech, OT, PT & Related Serv	278,038	27,749	305,787	305,506	281
Other Support Services-Students-Extra Serv					
Salaries	1,016,246	(5,300)	1,010,946	1,010,413	533
Purchased Professional/Educational Services	133,000	30,773	163,773	163,773	-
Other Objects	84,050	(9,257)	74,793	74,793	-
Total Other Support Services-Students-Extra Serv	1,233,296	16,216	1,249,512	1,248,979	533
Other Support Services-Students-Guidance					
Salaries of Other Professional Staff	443,189	2,844	446,033	446,033	-
Salaries of Secretarial and Clerical Assistants	56,137	5,691	61,828	61,828	-
Supplies and Materials	9,337	(1,511)	7,826	5,885	1,941
Other Objects	10,835	1,070	11,905	11,905	-
Total Other Support Services-Students-Guidance	519,498	8,094	527,592	525,651	1,941
Other Support Services-Students-Child Study Teams					
Salaries of Other Professional Staff	1,298,488	(12,189)	1,286,299	1,226,783	59,516
Salaries of Secretarial and Clerical Assistants	86,800	-	86,800	83,984	2,816
Purchased Professional/Educational Services	706,030	(653)	705,377	315,806	389,571
Other Purchased Services	1,550	(119)	1,431	1,331	100
Supplies and Materials	23,500	(5,144)	18,356	17,536	820
Other Objects	22,362	3,742	26,104	23,512	2,592
Total Other Support Services-Students-Child Study Teams	2,138,730	(14,363)	2,124,367	1,668,952	455,415
Improvement of Instructional Services					
Salaries of Supervisors of Instruction	441,645	34,407	476,052	476,052	-
Supplies and Materials	2,700	(2,440)	260	260	-
Other Objects	11,400	(7,182)	4,218	4,218	-
Total Improvement of Instructional Services	455,745	24,785	480,530	480,530	-
Educational Media/School Library					
Salaries	703,004	331	703,335	703,335	-
Other Purchased Services	53,000	(346)	52,654	46,613	6,041
Supplies and Materials	36,130	(4,391)	31,739	30,786	953
Total Educational Media/School Library	792,134	(4,406)	787,728	780,734	6,994

Continued

PARK RIDGE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget To Actual
CURRENT EXPENDITURES (Continued)					
Instructional Staff Training Services					
Salaries of Supervisors of Instruction		$ 2,308	$ 2,308	$ 2,308	
Salaries of Other Professional Staff	$ 325,614	(15,126)	310,488	305,614	$ 4,874
Salaries of Secretarial/Clerical Assistants	30,923	-	30,923	15,457	15,466
Other Purchased Services	34,879	(2,054)	32,825	19,835	12,990
Other Objects	2,500	-	2,500	287	2,213
Total Instructional Staff Training Services	393,916	(14,872)	379,044	343,501	35,543
Support Services - General Administration					
Salaries	328,926	1,874	330,800	330,800	-
Legal Services	37,500	68,248	105,748	53,449	52,299
Audit Fees	36,500	47,669	84,169	40,720	43,449
Architectural / Engineering Services	30,000	58,597	88,597	58,582	30,015
Other Purchased Professional Services	43,500	2,071	45,571	43,881	1,690
Communications / Telephone	27,550	(1,987)	25,563	25,451	112
Misc Purchased Services	9,000	9,776	18,776	17,439	1,337
General Supplies	5,450	2,670	8,120	8,120	-
Miscellaneous Expenditures	19,490	15,149	34,639	34,639	-
BOE Membership Dues and Fees	17,521	5,712	23,233	20,559	2,674
Total Support Services - General Administration	555,437	209,779	765,216	633,640	131,576
Support Services - School Administration					
Salaries of Principals/Assistant Principals/Program Directors	640,039	22,361	662,400	662,030	370
Salaries of Secretarial and Clerical Assistants	465,199	-	465,199	458,825	6,374
Other Purchased Services	9,050	514	9,564	1,896	7,668
Supplies and Materials	23,800	(6,715)	17,085	15,562	1,523
Other Objects	16,803	-	16,803	12,127	4,676
Total Support Services - School Administration	1,154,891	16,160	1,171,051	1,150,440	20,611
Central Services					
Salaries	553,666	12,993	566,659	566,659	-
Purchased Technical Services	49,520	(41,444)	8,076	8,076	-
Misc. Purchased Services	4,650	(201)	4,449	4,449	-
Supplies and Materials	9,750	(3,003)	6,747	6,747	-
Miscellaneous Expenditures	6,420	(1,518)	4,902	4,902	-
Total Central Services	624,006	(33,173)	590,833	590,833	-
Admin. Info. Technology					
Other Purchased Services	2,500	(2,500)			-
Supplies and Materials	44,800	(7,780)	37,020	22,306	14,714
Other Objects	5,000	-	5,000	-	5,000
Total Admin. Info. Technology	52,300	(10,280)	42,020	22,306	19,714
Required Maintenance for School Facilities					
Salaries	318,292	(94,757)	223,535	144,373	79,162
Cleaning, Repair and Maintenance Services	190,000	21,651	211,651	169,573	42,078
General Supplies	114,000	6,852	120,852	75,832	45,020
Total Required Maintenance for School Facilities	622,292	(66,254)	556,038	389,778	166,260

Continued

PARK RIDGE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget To Actual
CURRENT EXPENDITURES (Continued)					
Custodial Services					
Salaries	$ 785,860	-	$ 785,860	$ 754,651	$ 31,209
Salaries of Non-Instructional Aides	122,528	-	122,528	99,959	22,569
Purchased Professional/Technical Services	38,500	$ (13,043)	25,457	24,973	484
Rental of Land & Bldg. Other than Lease Purchase Agreement	59,000	3,927	62,927	62,927	-
Other Purchased Property Services	64,400	53,430	117,830	87,756	30,074
Insurance	319,150	19,353	338,503	338,503	-
Miscellaneous Purchased Services	28,599	(3,012)	25,587	24,658	929
General Supplies	66,420	(31,130)	35,290	28,559	6,731
Energy (Electricity)	215,000	(15,812)	199,188	199,188	-
Energy (Natural Gas)	205,270	(1,417)	203,853	95,809	108,044
Total Custodial Services	1,904,727	12,296	1,917,023	1,716,983	200,040
Care and Upkeep of Grounds					
Cleaning, Repair and Maintenance Services	90,000	(13,882)	76,118	73,512	2,606
Other Purchased Professional Services		190,235	190,235	190,235	
General Supplies	-	14,430	14,430	10,564	3,866
Total Care and Upkeep of Grounds	90,000	190,783	280,783	274,311	6,472
Student Transportation Services					
Salaries for Pupil Transportation (Other Than Between Home and School)	90,133	-	90,133	59,978	30,155
Contracted Services (Other Than Between Home and School) - Vendors	31,200	(4,514)	26,686	10,329	16,357
Contracted Services (Between Home and School) - Joint Agreements		106,912	106,912	105,970	942
Contracted Services (Spec. Ed Students) - Vendors	125,000	(116,261)	8,739	8,739	-
Contracted Services (Spec. Ed Students) - Joint Agreements	600,000	109,290	709,290	709,290	-
Total Student Transportation Services	846,333	95,427	941,760	894,306	47,454
Unallocated Employee Benefits					
Social Security Contributions	484,000	-	484,000	436,111	47,889
Other Retirement Contributions - PERS	488,000	(58,737)	429,263	420,665	8,598
Other Retirement Contributions - DCRP		10,000	10,000	4,006	5,994
Workers Compensation	300,000	(183,640)	116,360	96,914	19,446
Health Benefits	5,300,664	191,621	5,492,285	4,772,363	719,922
Tuition Reimbursement	22,000	700	22,700	3,545	19,155
Other Employee Benefits	330,336	(33,621)	296,715	296,715	-
Total Unallocated Employee Benefits	6,925,000	(73,677)	6,851,323	6,030,319	821,004
On-behalf TPAF Pension Benefits Contribution (Nonbudgeted)				5,170,761	(5,170,761)
On-behalf TPAF Pension - NCGI Premium (Nonbudgeted)				58,970	(58,970)
On-behalf TPAF Post Retirement Medical Contribution (Nonbudgeted)				1,423,341	(1,423,341)
On-behalf TPAF Long Term Disability Insurance				1,872	(1,872)
Reimbursed TPAF Social Security Contributions (Nonbudgeted)	-	-	-	1,115,389	(1,115,389)
Total On-Behalf	-	-	-	7,770,333	(7,770,333)
Total Undistributed Expenditures	21,828,341	318,827	22,147,168	27,768,990	(5,621,822)
Total Current Expenditures	35,532,992	438,439	35,971,431	41,179,759	(5,208,328)

Continued

PARK RIDGE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget To Actual
CAPITAL OUTLAY					
Equipment					
Grades 9-12	$ 250,000	$ 44,167	$ 294,167	$ 74,446	$ 219,721
Total Equipment	250,000	44,167	294,167	74,446	219,721
Facilities Acquisition and Construction Services					
Construction Services	6,000,000	498,560	6,498,560	4,765,705	1,732,855
Infrastructure		219,693	219,693	127,299	92,394
Other Objects	10,651	-	10,651	10,651	-
Total Facilities Acquisition and Construction Services	6,010,651	718,253	6,728,904	4,903,655	1,825,249
Interest Deposit to Capital Reserve	500	-	500	-	500
Total Capital Outlay	6,261,151	762,420	7,023,571	4,978,101	2,045,470
Total Expenditures	41,794,143	1,200,859	42,995,002	46,157,860	(3,162,858)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,158,798)	(1,200,859)	(8,359,657)	(2,348,095)	6,011,562
Other Financing Sources (Uses)					
Transfer Out - Special Revenue Fund (Athletics)	-	(80,249)	(80,249)	(80,249)	-
Total Other Financing Sources (Uses)	-	(80,249)	(80,249)	(80,249)	-
Net Change in Fund Balances	(7,158,798)	(1,281,108)	(8,439,906)	(2,428,344)	6,011,562
Fund Balances, Beginning of Year	12,695,523	-	12,695,523	12,695,523	-
Fund Balances, End of Year	$ 5,536,725	$ (1,281,108)	$ 4,255,617	$ 10,267,179	$ 6,011,562

Recapitulation of Fund Balance	
Restricted Fund Balance	
Capital Reserve	$ 2,490,858
Capital Reserve - Designated for Subsequent Year's Expenditures	1,000,000
Maintenance Reserve	700,000
Emergency Reserve	241,040
Unemployment Compensation Reserve	257,473
Excess Surplus	856,376
Excess Surplus - Designated for Subsequent Year's Expenditures	892,538
Committed Fund Balance	
Year-End Encumbrances	2,119,568
Assigned Fund Balance	
Year-End Encumbrances	138,560
Designated for Subsequent Year's Expenditures	266,260
Unassigned Fund Balance	1,304,506
Fund Balance - Budgetary Basis	10,267,179
Reconciliation to Governmental Fund Statements (GAAP)	
2023/2024 State Aid Not Recognized on a GAAP Basis	(615,718)
Fund Balance per Governmental Funds (GAAP)	$ 9,651,461

EXHIBIT C-2

PARK RIDGE BOARD OF EDUCATION
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget Actual
REVENUES					
Intergovernmental					
State	$ 94,283	$ 59,037	$ 153,320	$ 153,320	
Federal	395,169	595,770	990,939	990,939	
Local	-	332,855	332,855	332,855	$ -
Total Revenues	489,452	987,662	1,477,114	1,477,114	-
EXPENDITURES					
Instruction					
Salaries	75,000	65,015	140,015	140,015	-
Purchased Professional and Technical Services		29,682	29,682	29,682	-
Tuition	279,143	141,682	420,825	420,825	-
General Supplies		97,101	97,101	97,101	-
Textbooks	18,000	(14,300)	3,700	3,700	-
Co-Curricular/Extra-Curricular Activities		193,933	193,933	193,933	-
Athletic Activities	-	99,444	99,444	99,444	-
Total Instruction	372,143	612,557	984,700	984,700	-
Support Services					
Other Salaries	20,526	(12,581)	7,945	7,945	-
Personal Services - Employee Benefits		1,843	1,843	1,843	-
Purchased Professional and Technical Services	76,283	198,351	274,634	274,634	-
Other Purchased Professional Services		9,841	9,841	9,841	-
Other Purchased Services	20,500	30,230	50,730	50,730	-
Cleaning, Repair and Maintenance Services		28,376	28,376	28,376	-
Supplies and Materials		87,931	87,931	87,931	-
Scholarship Awards	-	31,145	31,145	31,145	-
Total Support Services	117,309	375,136	492,445	492,445	-
Capital Outlay					
Non-Instructional Equipment	-	58,634	58,634	58,634	-
Total Capital Outlay	-	58,634	58,634	58,634	-
Total Expenditures	489,452	1,046,327	1,535,779	1,535,779	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(58,665)	(58,665)	(58,665)	-
OTHER FINANCING SOURCES/(USES)					
Transfer In - General Fund	-	80,249	80,249	80,249	-
Total Other Financing Sources/(Uses)	-	80,249	80,249	80,249	-
Net Change in Fund Balances	-	21,584	21,584	21,584	-
Fund Balances, Beginning of Year	270,289	-	270,289	270,289	-
Fund Balances, End of Year	$ 270,289	$ 21,584	$ 291,873	$ 291,873	$ -

Recapitulation of Fund Balance

Restricted Fund Balances	
Scholarships	$ 161,552
Student Activities	130,321
	$ 291,873

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION - PART II

PARK RIDGE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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

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

The following presents a reconciliation of the General and Special Revenue Funds from the budgetary basis of accounting as presented in the Budgetary Comparison Schedule - General Fund and Special Revenue Fund to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds.

	General Fund	Special Revenue Fund
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule (Exhibit C-1, C-2).	$ 43,809,765	$ 1,477,114
State aid payments recognized for GAAP purposes, not recognized for budgetary purposes - June 30, 2023	600,211	
State aid payments recognized for budgetary purposes, not recognized for GAAP purposes - June 30, 2024	(615,718)	-
Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds (Exhibit B-2).	$ 43,794,258	$ 1,477,114
Uses/outflows of resources		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule (Exhibit C-1, C-2)	$ 46,157,860	$ 1,535,779
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (Exhibit B-2)	$ 46,157,860	$ 1,535,779

REQUIRED SUPPLEMENTARY INFORMATION - PART III

PENSION INFORMATION
AND
OTHER POST-EMPLOYMENT BENEFITS INFORMATION

PARK RIDGE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Public Employees Retirement System

Last Ten Fiscal Years*

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's Proportion of the Net Position Liability (Asset)	.03137 %	.03321 %	.03245 %	.03138 %	.03133 %	.03067 %	.03258 %	.03327 %	.03258 %	.03268
District's Proportionate Share of the Net Pension Liability (Asset)	$ 4,543,687	$ 5,011,295	$ 3,843,661	$ 5,117,997	$ 5,644,698	$ 6,038,861	$ 7,584,508	$ 9,853,322	$ 7,313,933	$ 6,117,881
District's Covered Payroll	$ 3,103,399	$ 2,374,014	$ 2,391,114	$ 2,358,618	$ 2,195,191	$ 2,178,195	$ 2,191,469	$ 2,302,288	$ 2,260,483	$ 2,219,849
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	146.41%	211.09%	160.75%	216.99%	257.14%	277.24%	346.09%	427.98%	323.56%	275.60%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%

* The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

PARK RIDGE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF DISTRICT CONTRIBUTIONS

Public Employees Retirement System

Last Ten Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually Required Contribution	$ 419,263	$ 418,748	$ 379,975	$ 343,331	$ 304,722	$ 305,072	$ 301,835	$ 295,557	$ 280,115	$ 269,378
Contributions in Relation to the Contractually Required Contribution	419,263	418,748	379,975	343,331	304,722	305,072	301,835	295,557	280,115	269,378
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's Covered Payroll	$ 3,279,026	$ 3,103,399	$ 2,374,014	$ 2,391,114	$ 2,358,618	$ 2,195,191	$ 2,178,195	$ 2,191,469	$ 2,302,288	$ 2,260,483
Contributions as a Percentage of Covered Payroll	12.79%	13.49%	16.01%	14.36%	12.92%	13.90%	13.86%	13.49%	12.17%	11.92%

PARK RIDGE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Teachers Pension and Annuity Fund

Last Ten Fiscal Years*

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's Proportion of the Net Position Liability (Asset)	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
District's Proportionate Share of the Net Pension Liability (Asset)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	$ 62,798,768	$ 62,210,189	$ 59,038,796	$ 79,528,001	$ 72,910,487	$ 72,443,014	$ 77,542,932	$ 89,122,953	$ 74,298,218	$ 57,698,736
Total	$ 62,798,768	$ 62,210,189	$ 59,038,796	$ 79,528,001	$ 72,910,487	$ 72,443,014	$ 77,542,932	$ 89,122,953	$ 74,298,218	$ 57,698,736
District's Covered Payroll	$ 14,807,457	$ 14,099,252	$ 14,112,204	$ 13,674,290	$ 13,343,878	$ 12,773,910	$ 12,594,144	$ 11,785,992	$ 11,518,945	$ 11,401,726
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%

* The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

PARK RIDGE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF NET PENSION LIABILITY AND SCHEDULE OF DISTRICT CONTRIBUTIONS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Change of Benefit Terms: None.

Change of Assumptions: Assumptions used in calculating the net pension liability and statutorily required employer contribution are presented in Note 4D.

PARK RIDGE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF TOTAL OPEB LIABILITY

Postemployment Health Benefit Plan

Last Seven Fiscal Years*

	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability							
Service Cost	$ 2,162,277	$ 2,747,704	$ 3,185,409	$ 1,782,778	$ 1,676,969	$ 1,821,753	$ 2,198,627
Interest on Total OPEB Liability	1,890,399	1,346,747	1,537,612	1,462,640	1,753,286	1,849,497	1,594,434
Changes of Benefit Terms		-	(63,089)				
Differences Between Expected and Actual Experience	121,630	2,374,488	(9,606,184)	10,702,738	(6,499,118)	(3,634,559)	
Changes of Assumptions	108,188	(13,632,528)	58,478	11,934,093	604,658	(5,075,137)	(6,659,362)
Gross Benefit Payments	(1,473,597)	(1,333,993)	(1,211,208)	(1,137,394)	(1,244,877)	(1,182,583)	(1,023,783)
Contribution from the Member	48,444	42,795	39,309	34,474	36,902	40,872	37,698
Net Change in Total OPEB Liability	2,857,341	(8,454,787)	(6,059,673)	24,779,329	(3,672,180)	(6,180,157)	(3,852,386)
Total OPEB Liability - Beginning	50,818,534	59,273,321	65,332,994	40,553,665	44,225,845	50,406,002	54,258,388
Total OPEB Liability - Ending	$ 53,675,875	$ 50,818,534	$ 59,273,321	$ 65,332,994	$ 40,553,665	$ 44,225,845	$ 50,406,002
District's Proportionate Share of OPEB Liability	$ -	$ -	$ -	$ -	$ -	$ -	$ -
State's Proportionate Share of OPEB Liability	53,675,875	50,818,534	59,273,321	65,332,994	40,553,665	44,225,845	50,406,002
Total OPEB Liability - Ending	$ 53,675,875	$ 50,818,534	$ 59,273,321	$ 65,332,994	$ 40,553,665	$ 44,225,845	$ 50,406,002
District's Covered Payroll	$ 17,910,856	$ 16,473,266	$ 16,473,266	$ 16,503,318	$ 16,032,908	$ 15,539,069	$ 14,952,105
District's Proportionate Share of the Total OPEB Liability as a Percentage of its Covered Payroll	0%	0%	0%	0%	0%	0%	0%

Note: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB 75.

*The amounts presented for each fiscal year were determined as of the previous fiscal year end.

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 75. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

PARK RIDGE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF THE OPEB LIABILITY AND SCHEDULE OF DISTRICT PROPORTIONATE SHARE OF THE OPEB LIABILITY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Changes in Benefit Terms:	None.
Changes of Assumptions	Assumptions used in calculating the OPEB liability are presented in Note 4E.

SCHOOL LEVEL SCHEDULES

NOT APPLICABLE

SPECIAL REVENUE FUND

PARK RIDGE BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	IDEA						Chapter 192	Chapter 193			To
	Part B Basic	Preschool Program	Nonpublic Textbooks	Nonpublic Nursing	Nonpublic Security	Nonpublic Technology	Compensatory Education	Examination/ Classification	Corrective Speech	Supplemental Instruction	Exhibit E-1A
REVENUES											
State			$ 3,700	$ 20,040	$ 34,235	$ 3,116	$ 20,679	$ 27,671	$ 6,417	$ 9,086	$ 124,944
Federal	$ 340,060	$ 22,437									362,497
Local	-	-	-	-	-	-	-	-	-	-	-
Total Revenues	$ 340,060	22,437	$ 3,700	$ 20,040	$ 34,235	$ 3,116	$ 20,679	$ 27,671	$ 6,417	$ 9,086	$ 487,441
EXPENDITURES											
Instruction											
Purchased Professional and Technical Services	$ 29,682										$ 29,682
Tuition	287,588	$ 22,437									310,025
General Supplies	435					$ 3,116					3,551
Textbooks	-	-	$ 3,700	-	-	-	-	-	-	-	3,700
Total Instruction	317,705	22,437	3,700	-	-	3,116	-	-	-	-	346,958
Support Services											
Purchased Professional and Technical Services	21,605			$ 20,040			$ 20,679	$ 27,671	$ 6,417	$ 9,086	105,498
Other Purchased Services	750										750
Supplies and Materials	-	-	-	-	$ 34,235	-	-	-	-	-	34,235
Total Support Services	22,355	-	-	20,040	34,235	-	20,679	27,671	6,417	9,086	140,483
Total Expenditures	$ 340,060	$ 22,437	$ 3,700	$ 20,040	$ 34,235	$ 3,116	$ 20,679	$ 27,671	$ 6,417	$ 9,086	$ 487,441
Net Change in Fund Balances	-	-	-	-	-	-	-	-	-	-	-
Fund Balances, Beginning of Year	-	-	-	-	-	-	-	-	-	-	-
Fund Balances, End of Year	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

Continued

PARK RIDGE BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

		ESEA Consolidated Grants					American Rescue Plan - ESSER III Programs					
	Exhibit E-1 Subtotal	Title I Part A	Title II Part A	Title III	Title III Immigrant	Title IV	ESSER III	Accelerated Learning Coach and Educator Support	Evidence-Based Summer Learning and Enrichment	Evidence-Based Comprehensive Beyond the School Day	New Jersey High-Impact Tutoring	To Exhibit E-1B
REVENUES												
State	$ 124,944											$ 124,944
Federal	362,497	$ 55,886	$ 11,681	$ 5,814	$ 451	$ 9,394	$ 266,425	$ 73,989	$ 12,150	$ 500	$ 21,631	820,418
Local	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenues	$ 487,441	$ 55,886	$ 11,681	$ 5,814	$ 451	$ 9,394	$ 266,425	$ 73,989	$ 12,150	$ 500	$ 21,631	945,362
EXPENDITURES												
Instruction												
Salaries for Instruction	-	$ 51,968		$ 4,509			$ 53,332		$ 12,150		$ 18,056	$ 140,015
Purchased Professional and Technical Services	$ 29,682											29,682
Tuition	310,025											310,025
General Supplies	3,551	3,918			$ 451		32,895	$ 47,592		$ 500	2,194	91,101
Textbooks	3,700	-	-	-	-	-	-	-	-	-	-	3,700
Total Instruction	346,958	55,886	-	4,509	451	-	86,227	47,592	12,150	500	20,250	574,523
Support Services												
Other Salaries	-			405				6,040				6,445
Personal Services - Employee Benefits	-							462			1,381	1,843
Purchased Professional and Technical Services	105,498		$ 2,281			$ 9,394	119,740					236,913
Other Purchased Professional Services	-						9,841					9,841
Other Purchased Services	750		9,400	900				17,680				28,730
Supplies and Materials	34,235	-	-	-	-	-	50,617	2,215	-	-	-	87,067
Total Support Services	140,483	-	11,681	1,305	-	9,394	180,198	26,397	-	-	1,381	370,839
Total Expenditures	$ 487,441	$ 55,886	$ 11,681	$ 5,814	$ 451	$ 9,394	$ 266,425	$ 73,989	$ 12,150	$ 500	$ 21,631	$ 945,362
Net Change in Fund Balances	-	-	-	-	-	-	-	-	-	-	-	-
Fund Balances, Beginning of Year	-	-	-	-	-	-	-	-	-	-	-	-
Fund Balances, End of Year	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

Continued

PARK RIDGE BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Exhibit E-1A Subtotal	ACSERS	SDA Emergent and Capital Maintenance	ESSER II - CRRSA	Local Donations	Student Activities	Scholarships	Varsity Club	Grand Total
REVENUES									
State	$ 124,944		$ 28,376						$ 153,320
Federal	820,418	$ 153,024		$ 17,497					990,939
Local	-	-	-	-	$ 66,998	$ 219,491	$ 34,942	$ 11,424	332,855
Total Revenues	$ 945,362	$ 153,024	$ 28,376	$ 17,497	$ 66,998	$ 219,491	$ 34,942	$ 11,424	$ 1,477,114
EXPENDITURES									
Instruction									
Salaries for Instruction	$ 140,015								$ 140,015
Purchased Professional and Technical Services	29,682								29,682
Tuition	310,025	$ 110,800							420,825
General Supplies	91,101				$ 6,000				97,101
Textbooks	3,700								3,700
Co-Curricular/Extra-Curricular Activities	-					$ 193,933			193,933
Athletic Activities	-	-	-	-	-	94,920	-	$ 4,524	99,444
Total Instruction	574,523	110,800	-	-	$ 6,000	288,853	-	4,524	984,700
Support Services									
Other Salaries	6,445				1,500				7,945
Personal Services - Employee Benefits	1,843								1,843
Purchased Professional and Technical Services	236,913	20,224		$ 17,497					274,634
Other Purchased Professional Services	9,841								9,841
Other Purchased Services	28,730	22,000							50,730
Cleaning, Repair and Maintenance Services			$ 28,376						28,376
Supplies and Materials	87,067				864				87,931
Scholarship Awards	-	-	-	-	-	-	$ 31,145	-	31,145
Total Support Services	370,839	42,224	28,376	17,497	2,364	-	31,145	-	492,445
Capital Outlay									
Non-Instructional Equipment	-	-	-	-	58,634	-	-	-	58,634
Total Capital Outlay	-	-	-	-	58,634	-	-	-	58,634
Total Expenditures	$ 945,362	$ 153,024	$ 28,376	$ 17,497	$ 66,998	$ 288,853	$ 31,145	$ 4,524	$ 1,535,779
OTHER FINANCING SOURCES/(USES)									
Transfer In - General Fund	-	-	-	-	-	80,249	-	-	80,249
Total Other Financing Sources/(Uses)	-	-	-	-	-	80,249	-	-	80,249
Net Change in Fund Balances	-	-	-	-	-	10,887	3,797	6,900	21,584
Fund Balances, Beginning of Year	-	-	-	-	-	96,187	157,755	16,347	270,289
Fund Balances, End of Year	$ -	$ -	$ -	$ -	$ -	$ 107,074	$ 161,552	$ 23,247	$ 291,873

CAPITAL PROJECTS FUND

EXHIBIT F-1

PARK RIDGE BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Number	Issue/Project Title	Modified Appropriation	Expenditures to Date: Prior Years	Expenditures to Date: Current Year	Unexpended Project Balance, June 30, 2024
3/13/2018	High School Hot Water Heating Conversion and HVAC Improvements	$ 3,598,000	$ 3,433,917	$ -	$ 164,083
		$ 3,598,000	$ 3,433,917	$ -	$ 164,083

Reconciliation to GAAP Basis

Project Balance , June 30, 2024	$ 164,083
Fund Balance, June 30, 2024 - GAAP Basis	$ 164,083

Recapitulation of Fund Balance (Deficit)

Restricted for Capital Projects	
Available for Capital Projects	$ 164,083
Total Fund Balance - Restricted for Capital Projects	$ 164,083

EXHIBIT F-2

PARK RIDGE BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Fund Balance - Beginning of Year	$ 164,083
Fund Balance - End of Year	$ 164,083

Reconciliation to GAAP

Fund Balance, End of Year - Budgetary Basis	$ 164,083
Fund Balance, June 30, 2024 - GAAP	$ 164,083

SCHEDULE F-2a

PARK RIDGE BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
HIGH SCHOOL HOT WATER HEATING CONVERSION AND HVAC IMPROVEMENTS
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
Capital Note Proceeds	$ 3,598,000	-	$ 3,598,000	$ 3,598,000
Total Revenues	3,598,000	-	3,598,000	3,598,000
Expenditures and Other Financing Uses				
Architectural / Engineering Services	292,039		292,039	299,175
Construction Services	3,141,878		3,141,878	3,280,300
Supplies and Materials	-	-	-	18,525
Total Expenditures	3,433,917	-	3,433,917	3,598,000
Excess of Revenue Over Expenditures	$ 164,083	$ -	$ 164,083	$ -

Additional Project Information:	
Project Number	
Referendum Date	3/13/2018
Debt Authorized	$ 3,598,466
Debt Issued	3,598,000
Original Authorized Cost	3,598,466
Reduced Authorized Cost	(466)
Revised Authorized Cost	3,598,000
Percentage Increase Over Original Authorized Cost	-0.01%
Completion Date	June 2023
Percentage Completion	100.00%

PROPRIETARY FUNDS

NON-MAJOR ENTERPRISE FUNDS

EXHIBIT G-1

PARK RIDGE BOARD OF EDUCATION
ENTERPRISE FUNDS - NON-MAJOR
COMBINING STATEMENT OF NET POSITION
AS OF JUNE 30, 2024

	SAT Review Program	Summer Basketball Program	Volleyball Clinic Program	Summer Music Program	Laptop Insurance Program	Summer Lacrosse Program	Summer Football/ Cheer Program	Summer Baseball Softball Soccer Program	Wrestling Program	Total Non-Major Enterprise Funds
ASSETS										
Cash and Cash Equivalents	$ 980	$ 4,580	$ 1,599	$ 9,104	$ 120,830	$ 663	$ 1,522	$ 11,124	$ 130	$ 150,532
Total Assets	980	4,580	1,599	9,104	120,830	663	1,522	11,124	130	150,532
LIABILITIES										
Current Liabilities										
Unearned Revenue	-	-	-	6,620	-	-	600	9,300	-	16,520
Total Liabilities	-	-	-	6,620	-	-	600	9,300	-	16,520
NET POSITION										
Unrestricted	980	4,580	1,599	2,484	120,830	663	922	1,824	130	134,012
Total Net Position	$ 980	$ 4,580	$ 1,599	$ 2,484	$ 120,830	$ 663	$ 922	$ 1,824	$ 130	$ 134,012

PARK RIDGE BOARD OF EDUCATION
ENTERPRISE FUND - NON-MAJOR
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	SAT Review Program	Summer Basketball Program	Volleyball Clinic Program	Summer Music Program	Laptop Insurance Program	Summer Lacrosse Program	Summer Football/ Cheer Program	Summer Baseball Softball Soccer Program	Wrestling Program	Total Non-Major Enterprise Funds
OPERATING REVENUES										
Charges for Services										
Program Fees	$ 10,600	$ 14,705	$ 4,920	$ 2,351	$ 1,780	$ -	$ -	$ 12,600	$ -	$ 46,956
Total Operating Revenues	10,600	14,705	4,920	2,351	1,780	-	-	12,600	-	46,956
OPERATING EXPENSES										
Salaries and Wages	10,138	13,435	4,680	2,155				11,875		42,283
Supplies and Materials	462	-	-	-	31,226	-	-	-	-	31,688
Total Operating Expenses	10,600	13,435	4,680	2,155	31,226	-	-	11,875	-	73,971
Operating Income (Loss)	-	1,270	240	196	(29,446)	-	-	725	-	(27,015)
Total Net Position, Beginning of Year	980	3,310	1,359	2,288	150,276	663	922	1,099	130	161,027
Total Net Position, End of Year	$ 980	$ 4,580	$ 1,599	$ 2,484	$ 120,830	$ 663	$ 922	$ 1,824	$ 130	$ 134,012

PARK RIDGE BOARD OF EDUCATION
ENTERPRISE FUND - NON-MAJOR
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	SAT Review Program	Summer Basketball Program	Volleyball Clinic Program	Summer Music Program	Laptop Insurance Program	Summer Lacrosse Program	Summer Football/ Cheer Program	Summer Baseball Softball Soccer Program	Wrestling Program	Total Non-Major Enterprise Funds
Cash Flows from Operating Activities										
Cash Received from (Paid to) Customers	$ 10,600	$ 10,405	$ 4,920	$ 6,851	$ 1,780	$ -	$ 600	$ 9,300	$ -	$ 44,456
Cash Payments for Employees Salaries & Benefits	(10,138)	(13,435)	(4,680)	(2,155)	-	-	-	(11,875)	-	(42,283)
Cash Payments to Suppliers for Goods and Services	(462)	-	-	-	(31,226)	-	-	-	-	(31,688)
Net Cash Provided (Used) by Operating Activities	-	(3,030)	240	4,696	(29,446)	-	600	(2,575)	-	(29,515)
Net Increase (Decrease) in Cash and Cash Equivalents	-	(3,030)	240	4,696	(29,446)	-	600	(2,575)	-	(29,515)
Cash and Cash Equivalents, Beginning of Year	980	7,610	1,359	4,408	150,276	663	922	13,699	130	180,047
Cash and Cash Equivalents, End of Year	$ 980	$ 4,580	$ 1,599	$ 9,104	$ 120,830	$ 663	$ 1,522	$ 11,124	$ 130	$ 150,532
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities										
Operating Income (Loss)	$ -	$ 1,270	$ 240	$ 196	$ (29,446)	$ -	$ -	$ 725	$ -	(27,015)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities										
Changes in Assets and Liabilities										
Increase/(Decrease) in Unearned Revenue	-	(4,300)	-	4,500	-	-	600	(3,300)	-	(2,500)
Total Adjustments	-	(4,300)	-	4,500	-	-	600	(3,300)	-	(2,500)
Net Cash Provided (Used) by Operating Activities	$ -	$ (3,030)	$ 240	$ 4,696	$ (29,446)	$ -	$ 600	$ (2,575)	$ -	$ (29,515)

FIDUCIARY FUNDS

NOT APPLICABLE

LONG-TERM DEBT

PARK RIDGE BOARD OF EDUCATION
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Issue	Date of Issue	Amount of Issue	Annual Maturities Date	Annual Maturities Amount	Interest Rate	Balance, June 30, 2023	Increased	Decreased	Balance, June 30, 2024
School Bonds	10/28/2010	$ 3,141,000	8/15/2024	$ 230,000	4.00 %				
			8/15/2025	231,000	4.00	$ 686,000		$ 225,000	$ 461,000
Refunding Bonds	12/15/2016	5,135,000	8/15/2024	470,000	1.98				
			8/15/2025	485,000	1.98				
			8/15/2026	490,000	1.98				
			8/15/2027	500,000	1.98				
			8/15/2028	515,000	1.98				
			8/15/2029	525,000	1.98				
			8/15/2030	535,000	1.98	3,980,000	-	460,000	3,520,000
						$ 4,666,000	$ -	$ 685,000	$ 3,981,000

Paid by Budget Appropriation $ 685,000

EXHIBIT I-2

PARK RIDGE BOARD OF EDUCATION
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER CAPITAL FINANCING AGREEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Description	Interest Rate	Amount of Original Issue	Balance, July 1, 2023	Issued	Retired	Balance, June 30, 2024
2019 Lease of 13 Copier Machines	3.72%	$ 164,231	$ 49,566	-	$ 34,725	$ 14,841
			$ 49,566	$ -	$ 34,725	$ 14,841

EXHIBIT I-2A

LONG-TERM DEBT
SCHEDULE OF LEASES PAYABLE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Interest Rate	Amount of Original Issue	Balance, July 1, 2023	Issued	Retired	Balance, June 30, 2024
Business-Type Activities						
OWL House Program Building Lease	3.50%	$ 308,248	$ 111,906	-	$ 35,235	$ 76,671
			$ 111,906	$ -	$ 35,235	$ 76,671

PARK RIDGE BOARD OF EDUCATION
LONG-TERM DEBT
DEBT SERVICE FUND BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget to Actual
REVENUES					
Local Sources					
Local Tax Levy	$ 516,245		$ 516,245	$ 516,245	
State Sources					
State Aid Type II	265,945	-	265,945	265,945	-
Total Revenues	782,190	-	782,190	782,190	-
EXPENDITURES					
Regular Debt Service					
Principal	685,000		685,000	685,000	
Interest	97,190	-	97,190	97,189	$ 1
Total Expenditures	782,190	-	782,190	782,189	1
Net Change in Fund Balance	-	-	-	1	1
Fund Balance, Beginning of Year	1	-	1	1	-
Fund Balance, End of Year	$ 1	$ -	$ 1	$ 2	$ 1

Recapitulation of Fund Balance

Restricted for Debt Service:	
Designated for Subsequent Year's Expenditures	$ 1
Available for Debt Service Expenditures	1
	$ 2

STATISTICAL SECTION

This part of the Park Ridge Board of Education'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	Exhibits
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 to J-5
Revenue Capacity	
These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	J-6 to 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 to 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.	J-14 and J-15
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	J-16 to J-20

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

EXHIBIT J-1

PARK RIDGE BOARD OF EDUCATION
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Unaudited)
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental Activities										
Net Investment in Capital Assets	$ 6,799,817	$ 7,363,362	$ 8,084,286	$ 9,130,501	$ 10,097,596	$ 11,460,979	$ 16,713,320	$ 17,872,446	$ 19,546,007	$ 24,032,461
Restricted	4,793,492	6,491,403	7,184,879	6,207,814	7,639,162	7,755,093	6,218,832	8,545,291	9,099,719	4,904,289
Unrestricted	(5,643,391)	(5,171,056)	(5,889,199)	(5,548,866)	(5,864,655)	(3,865,214)	(3,337,983)	(3,595,042)	(2,753,884)	(808,962)
Total Governmental Activities Net Position	$ 5,949,918	$ 8,683,709	$ 9,379,966	$ 9,789,449	$ 11,872,103	$ 15,350,858	$ 19,594,169	$ 22,822,695	$ 25,891,842	$ 28,127,788
Business-Type Activities										
Net Investment in Capital Assets	$ 21,183	$ 17,604	$ 14,319	$ 11,260	$ 8,207	$ 20,287	$ (4,940)	$ (3,556)	$ 84,904	$ 157,342
Restricted										
Unrestricted	475,893	552,975	596,499	756,470	1,067,767	1,130,033	1,189,643	1,312,685	1,222,711	1,171,182
Total Business-Type Activities Net Position	$ 497,076	$ 570,579	$ 610,818	$ 767,730	$ 1,075,974	$ 1,150,320	$ 1,184,703	$ 1,309,129	$ 1,307,615	$ 1,328,524
District-Wide										
Net Investment in Capital Assets	$ 6,821,000	$ 7,380,966	$ 8,098,605	$ 9,141,761	$ 10,105,803	$ 11,481,266	$ 16,708,380	$ 17,868,890	$ 19,630,911	$ 24,189,803
Restricted	4,793,492	6,491,403	7,184,879	6,207,814	7,639,162	7,755,093	6,218,832	8,545,291	9,099,719	4,904,289
Unrestricted	(5,167,498)	(4,618,081)	(5,292,700)	(4,792,396)	(4,796,888)	(2,735,181)	(2,148,340)	(2,282,357)	(1,531,173)	362,220
Total District Net Position	$ 6,446,994	$ 9,254,288	$ 9,990,784	$ 10,557,179	$ 12,948,077	$ 16,501,178	$ 20,778,872	$ 24,131,824	$ 27,199,457	$ 29,456,312

Note 1 - Net Position at June 30, 2014 is restated to reflect the implementation of GASB No. 68 "Accounting and Financial Reporting for Pensions".

Note 2 - Net Position at June 30, 2020 is restated to reflect the implementation of GASB Statement No. 84, "Fiduciary Activities".

Note 3 - Net Position at June 30, 2021 is restated to reflect the implementation of GASB Statement No. 87, "Leases".

Source: District financial statements

PARK RIDGE BOARD OF EDUCATION
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Unaudited)
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses										
Governmental Activities										
Instruction										
Regular	$ 14,279,696	$ 14,394,352	$ 16,522,589	$ 17,656,163	$ 14,954,928	$ 14,283,285	$ 16,451,588	$ 15,175,407	$ 13,983,893	$ 14,884,700
Special Education	4,393,862	4,479,826	4,989,645	5,284,485	5,366,865	4,446,265	4,893,702	5,178,423	5,672,324	6,598,728
Other Instruction	684,296	766,748	965,770	1,257,524	1,259,879	1,309,531	1,231,558	1,086,494	1,227,567	1,300,789
School Sponsored Activities and Athletics	949,245	984,177	1,132,243	1,206,587	1,133,889	993,181	1,182,485	1,324,539	1,283,062	1,482,800
Support Services:										
Student & Instruction Related Services	5,537,667	6,345,060	6,953,733	7,500,709	7,316,042	7,914,070	8,584,787	8,147,452	8,200,044	7,966,714
General Administration	773,459	750,946	1,089,002	811,427	731,517	851,351	928,285	732,846	734,412	857,489
School Administrative Services	1,906,929	1,747,378	1,720,877	2,024,646	1,668,043	1,542,298	1,790,004	1,495,439	1,562,371	1,718,199
Central Services and Info. Technology	760,004	721,620	823,432	839,943	859,240	814,094	929,476	879,990	817,805	879,034
Plant Operations and Maintenance	2,221,454	2,290,641	2,797,096	2,567,200	3,830,457	3,425,958	3,831,109	3,705,729	3,958,045	3,884,599
Student Transportation	592,189	560,717	589,310	682,658	722,441	562,650	468,463	692,667	821,353	972,405
Interest and Other Charges On Long-Term Debt	383,236	364,523	301,913	285,182	318,478	281,152	203,449	180,308	151,127	126,937
Total Governmental Activities Expenses	32,482,037	33,405,988	37,885,610	40,116,524	38,161,779	36,423,835	40,494,906	38,599,294	38,412,003	40,672,394
Business-Type Activities:										
Food Service	224,669	225,896	217,127	217,318	208,854	166,527	55,104	262,495	217,570	243,456
Before and After School Child Care Program	265,433	258,970	288,533	299,714	289,217	299,488	98,384	151,959	326,242	369,978
OWL House Program			184,930	198,558	252,176	257,220	215,808	245,110	314,841	231,989
SAT Review	8,566	11,432	11,023	12,274	15,871	13,669	10,580	12,891	12,802	10,600
Summer Basketball Program		1,600	9,737	15,450	17,695	21,385		6,200	18,139	13,435
Volleyball Clinic Program	1,551	2,510	3,578	6,250	6,500	6,750		-	4,400	4,680
Summer Music Program	3,600	3,740	4,900	4,412	4,050	4,100		1,950	1,550	2,155
Summer Lacrosse Program		5,887		2,000	2,110	3,735		1,625		-
Summer Football/Cheer Program		3,746	2,700	6,470	102	2,400		-		-
Summer Baseball, Softball, Soccer Program				980	3,860	2,060		3,840	8,621	11,875
Laptop Insurance Program	6,218	629	1,596	9,541	274	9,500	11,023	-	25,633	31,226
Wrestling Program	-	-	-	-	-	2,000	-	-	-	-
Total Business-Type Activities Expense	510,037	514,410	724,124	772,967	800,709	788,834	390,899	686,070	929,798	919,394
Total District Expenses	$ 32,992,074	$ 33,920,398	$ 38,609,734	$ 40,889,491	$ 38,962,488	$ 37,212,669	$ 40,885,805	$ 39,285,364	$ 39,341,801	$ 41,591,788
Program Revenues										
Governmental Activities:										
Charges For Services:										
Instruction (Regular)		$ 43,849	$ 39,000	$ 33,900	$ 66,000	$ 59,020	$ 15,150	$ 43,400	$ 31,000	$ 43,400
Special Education	$ 90,416	47,755	33,774	156,739	200,395	125,460	69,325	70,858	63,363	81,678
School Sponsored Activities And Athletics							176,980	253,110	233,091	230,915
Student and Instruction Related Services				29,400	46,791	40,032	40,912	40,912	11,370	-
Transportation				60,689	105,254	103,873	57,480	64,619	73,232	77,523
Operating Grants And Contributions	6,454,886	8,106,105	10,282,311	11,083,613	8,958,584	8,259,148	11,548,510	9,067,079	7,464,016	7,825,459
Capital Grants And Contributions	76,049	10,000	-	-	-	4,795	45,389	73,468	121,507	58,634
Total Governmental Activities Program Revenues	6,621,351	8,207,709	10,355,085	11,364,341	9,377,024	8,592,328	11,953,746	9,613,446	7,997,579	8,317,609

EXHIBIT J-2

PARK RIDGE BOARD OF EDUCATION
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Unaudited)
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Business-Type Activities:										
Charges For Services										
Food Service	$ 171,351	$ 176,259	$ 169,298	$ 163,387	$ 164,768	$ 110,704	$ 1,568	$ 70,245	$ 121,977	$ 175,622
Before and After School Child Care Program	323,257	317,978	325,542	366,266	328,384	262,298	37,037	129,477	318,879	435,742
OWL House Program			140,300	297,600	449,470	387,700	274,800	292,000	362,600	218,400
SAT Review	12,950	13,870	13,740	11,817	8,480	8,970	13,020	10,330	5,770	10,600
Summer Basketball Program		1,600	9,920	15,820	18,318	22,255		6,633	18,730	14,705
Volleyball Clinic Program	1,650	4,215	2,110	6,365	6,467	7,150		-	4,590	4,920
Summer Music Program	3,810	3,970	5,180	4,840	4,310	4,340		2,090	1,650	2,351
Summer Lacrosse Program		6,075		2,135	2,190	14,262		1,745		-
Summer Football Program		3,775	2,840	7,085		2,540		-		-
Summer Basketball, Softball, Soccer Program				1,010	3,960	2,300		3,995	8,935	12,600
Laptop Insurance Program	7,591	17,931	9,815	11,719	47,563	10,000	53,249	7,400	3,530	1,780
Wrestling Program						2,130		-		-
Operating Grants And Contributions	42,421	42,240	40,988	41,835	40,043	28,531	38,083	316,581	81,623	63,583
Capital Grants And Contributions	-	-	-	-	-	-	-	-	63,583	-
Total Business Type Activities Program Revenues	563,030	587,913	719,733	929,879	1,073,953	863,180	417,757	840,496	991,867	940,303
Total District Program Revenues	$ 7,184,381	$ 8,795,622	$ 11,074,818	$ 12,294,220	$ 10,450,977	$ 9,455,508	$ 12,371,503	$ 10,453,942	$ 8,989,446	$ 9,257,912
Net (Expense)/Revenue										
Governmental Activities	$ (25,860,686)	$ (25,198,279)	$ (27,530,525)	$ (28,752,183)	$ (28,784,755)	$ (27,831,507)	$ (28,541,160)	$ (28,985,848)	$ (30,414,424)	$ (32,354,785)
Business-Type Activities	52,993	73,503	(4,391)	156,912	273,244	74,346	26,858	154,426	62,069	20,909
Total District-Wide Net Expense	$ (25,807,693)	$ (25,124,776)	$ (27,534,916)	$ (28,595,271)	$ (28,511,511)	$ (27,757,161)	$ (28,514,302)	$ (28,831,422)	$ (30,352,355)	$ (32,333,876)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes Levied For General Purposes	$ 25,657,068	$ 26,475,355	$ 27,153,268	$ 27,964,298	$ 29,025,581	$ 29,606,050	$ 30,458,899	$ 31,068,077	$ 31,686,602	$ 33,010,178
Property Taxes Levied For Debt Service	787,036	785,461	787,213	837,113	686,857	718,422	748,889	710,201	729,861	516,245
Unrestricted Grants And Contributions	202,471	207,230	237,825	247,015	213,137	222,527	1,438,996	229,863	236,775	232,901
Miscellaneous Income	204,533	464,024	93,106	113,240	976,834	235,392	170,844	176,233	830,333	831,407
Transfers	-	-	(44,630)	-	(35,000)	-	(30,000)	30,000	-	-
Total Governmental Activities	26,851,108	27,932,070	28,226,782	29,161,666	30,867,409	30,782,391	32,787,628	32,214,374	33,483,571	34,590,731
Business-Type Activities:										
Transfers	-	-	44,630	-	35,000	-	30,000	(30,000)	-	-
Total Business-Type Activities	-	-	44,630	-	35,000	-	30,000	(30,000)	-	-
Total District-Wide	$ 26,851,108	$ 27,932,070	$ 28,271,412	$ 29,161,666	$ 30,902,409	$ 30,782,391	$ 32,817,628	$ 32,184,374	$ 33,483,571	$ 34,590,731
Change in Net Position										
Governmental Activities	$ 990,422	$ 2,733,791	$ 696,257	$ 409,483	$ 2,082,654	$ 2,950,884	$ 4,246,468	$ 3,228,526	$ 3,069,147	$ 2,235,946
Business-Type Activities	52,993	73,503	40,239	156,912	308,244	74,346	56,858	124,426	62,069	20,909
Total District	$ 1,043,415	$ 2,807,294	$ 736,496	$ 566,395	$ 2,390,898	$ 3,025,230	$ 4,303,326	$ 3,352,952	$ 3,131,216	$ 2,256,855

Source: District financial statements

EXHIBIT J-3

PARK RIDGE BOARD OF EDUCATION
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Unaudited)
(modified accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund										
Restricted	$ 5,551,415	$ 7,818,312	$ 8,361,472	$ 6,927,299	$ 8,543,074	$ 8,617,722	$ 6,684,680	$ 8,902,204	$ 10,106,126	$ 6,438,285
Committed							1,125,472	918,954	467,668	2,119,568
Assigned	609,367	470,855	556,161	1,457,455	814,070	2,495,061	1,461,029	582,751	1,097,062	404,820
Unassigned	300,908	293,847	324,690	372,292	385,467	356,022	992,585	1,035,921	424,456	688,788
Total General Fund	$ 6,461,690	$ 8,583,014	$ 9,242,323	$ 8,757,046	$ 9,742,611	$ 11,468,805	$ 10,263,766	$ 11,439,830	$ 12,095,312	$ 9,651,461
All Other Governmental Funds										
Restricted	$ 92,104	$ 43,438	$ 101,087	$ 70,682	$ 443,014	$ 479,865	$ 501,314	$ 435,400	$ 434,373	$ 455,958
Assigned										
Unassigned	-	-	-	(215,360)	-	-	-	-	-	-
Total All Other Governmental Funds	$ 92,104	$ 43,438	$ 101,087	$ (144,678)	$ 443,014	$ 479,865	$ 501,314	$ 435,400	$ 434,373	$ 455,958

Note 1 - Fund Balances at June 30, 2020 have been restated to reflect the implementation of GASB Statement No. 84 "Fiduciary Activities".

Source: District financial Statements

EXHIBIT J-4

PARK RIDGE BOARD OF EDUCATION
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Unaudited)
(modified accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues										
Property Tax Levy	$ 26,444,104	$ 27,260,816	$ 27,940,481	$ 28,801,411	$ 29,712,438	$ 30,324,472	$ 31,207,788	$ 31,778,278	$ 32,416,463	$ 33,526,423
Tuition Charges	90,416	91,604	72,774	220,039	313,186	224,512	125,387	155,170	105,733	125,078
Transportation Fees					105,254	103,873	57,480	64,619	73,232	77,523
Miscellaneous	210,633	469,694	97,174	187,437	981,814	257,564	401,195	464,044	1,163,067	1,164,262
State Sources	3,792,301	4,198,098	4,648,254	5,216,756	5,853,088	6,226,259	8,658,030	9,277,458	9,733,416	10,166,511
Federal Sources	389,754	480,054	465,085	460,578	466,710	442,160	721,573	1,188,255	750,279	993,765
Total Revenue	30,927,208	32,500,266	33,223,768	34,886,221	37,432,490	37,578,840	41,171,453	42,927,824	44,242,190	46,053,562
Expenditures										
Instruction										
Regular Instruction	12,237,361	11,750,046	12,667,281	13,985,619	13,443,145	13,304,676	14,426,466	15,999,490	15,499,725	16,443,900
Special Education Instruction	4,046,856	4,004,274	4,303,216	4,701,184	5,042,278	4,242,725	4,492,557	5,399,026	6,090,538	7,093,959
Other Instruction	595,649	641,859	766,248	1,007,880	1,129,060	1,218,806	1,091,908	1,152,147	1,363,080	1,472,217
School Sponsored Activities and Athletics	930,811	938,573	1,003,488	1,077,787	1,096,557	993,325	1,153,148	1,397,825	1,389,944	1,553,961
Support Services:										
Student and Inst. Related Services	5,096,509	5,623,822	5,867,529	6,322,294	6,743,896	7,487,233	7,798,573	8,628,951	9,010,779	8,577,159
General Administration	719,271	686,758	819,134	742,073	690,816	816,017	875,959	729,862	736,920	877,656
School Administrative Services	1,732,226	1,522,189	1,436,618	1,676,265	1,542,694	1,554,386	1,639,070	1,648,547	1,750,002	1,886,806
Central Services and Info. Technology	720,674	653,942	683,129	729,267	765,023	794,037	859,988	948,602	889,985	949,822
Plant Operations And Maintenance	2,048,448	2,083,979	2,356,120	2,255,943	2,838,035	2,484,157	2,816,955	2,808,502	2,847,574	2,753,247
Student Transportation	570,464	525,229	554,281	630,751	718,416	531,840	411,497	646,313	768,965	923,097
Capital Outlay	747,393	791,077	906,574	1,094,574	4,380,991	1,794,971	2,033,669	1,445,490	2,205,753	5,125,875
Debt Service:										
Principal	1,285,536	976,935	1,001,016	1,142,036	834,016	855,114	4,476,604	897,316	913,499	719,725
Interest and Other Charges	387,153	369,372	278,629	251,590	224,832	295,564	248,649	145,603	120,971	98,404
Advance Refunding Escrow	-	-	49,772	-	-	-	-	-	-	-
Total Expenditures	31,118,351	30,568,055	32,693,035	35,617,263	39,449,759	36,372,851	42,325,043	41,847,674	43,587,735	48,475,828
Excess (Deficiency) of Revenues Over (Under) Expenditures	(191,143)	1,932,211	530,733	(731,042)	(2,017,269)	1,205,989	(1,153,590)	1,080,150	654,455	(2,422,266)

EXHIBIT J-4

PARK RIDGE BOARD OF EDUCATION
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Unaudited)
(modified accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Other Financing Sources (Uses)										
Capital Lease / Lease Purchase Proceeds (Non-Budgeted)	$ 1,016,305	$ 140,447								
Capital Note Proceeds					$ 3,598,000					
Premium on Capital Note					27,526	$ 29,185				
Refunding Bond Proceeds			$ 5,135,000							
Payment to Refunded Escrow Agent			(5,085,228)							
Transfers In			181,083		27,526	71,145	$ 2,427,963	$ 30,000		$ 80,249
Transfers Out	-	-	(44,630)	-	(62,526)	(71,145)	(2,457,963)	(80,249)	-	(80,249)
Total Other Financing Sources (Uses)	1,016,305	140,447	186,225	-	3,590,526	29,185	(30,000)	(50,249)	-	-
Net Change in Fund Balances	$ 825,162	$ 2,072,658	$ 716,958	$ (731,042)	$ 1,573,257	$ 1,235,174	$ (1,183,590)	$ 1,029,901	$ 654,455	$ (2,422,266)
Debt Service as a Percentage of Noncapital Expenditures	5.51%	4.52%	4.03%	4.04%	3.02%	3.33%	11.73%	2.58%	2.50%	1.89%

* Noncapital expenditures are total expenditures less capital outlay.

Source: District financial statements

PARK RIDGE BOARD OF EDUCATION
GENERAL FUND OTHER LOCAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year Ended June 30	Tuition	Interest on Deposits	Refunds / Voided Checks	Admission Receipts for Sports	Rentals / Use of Facilities	Energy Credits	Sale of Computers	Transportation Fees	Other	Total
2015	$ 90,416	$ 13,833	$ 14,622	$ 29,833		$ 89,339			$ 56,906	$ 294,949
2016	91,604	28,535	7,681	17,510	$ 6,720		$ 359,460		44,118	555,628
2017	72,774	32,365	31,213	6,569	9,961				12,998	165,880
2018	220,039	59,175	15,458	5,927	5,505			$ 60,689	27,175	393,968
2019	313,186	207,780	24,557	6,771		342,482	356,838	105,254	38,406	1,395,274
2020	224,512	158,073	49,147	7,741	11,350			103,873	9,081	563,777
2021	125,387	30,375	120,599			19,228		57,480	642	353,711
2022	155,170	36,045	92,362			21,625		64,619	26,201	396,022
2023	105,733	490,921				15,021	272,000	73,232	52,391	1,009,298
2024	125,078	772,124	23,426			20,462		77,523	15,395	1,034,008

Source: Park Ridge School District records

EXHIBIT J-6

PARK RIDGE BOARD OF EDUCATION
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
(Unaudited)

Fiscal Year Ended June 30,	Vacant Land	Residential	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate [a]
2015	$ 8,932,600	$ 1,373,047,900	$ 199,796,000	$ 3,815,600	$ 18,542,900	$ 1,604,135,200	$ 1,457,369	$ 1,605,592,569	$ 1,773,035,249	1.672
2016	11,305,200	1,377,256,100	173,999,500	3,815,600	18,542,900	1,584,919,300	1,457,369	1,586,376,669	1,842,799,975	1.740
2017	9,497,200	1,383,177,700	175,007,200	3,815,600	18,728,200	1,590,225,900	1,371,359	1,591,597,259	1,852,729,013	1.783
2018	8,497,300	1,389,183,100	175,007,200	3,815,600	18,728,200	1,595,231,400	1,396,319	1,596,627,719	1,811,832,408	1.833
2019	11,570,200	1,392,152,800	170,940,300	3,815,600	19,792,100	1,598,271,000	1,387,079	1,599,658,079	1,853,834,869	1.877
2020	10,637,900	1,396,037,600	169,405,800	3,815,600	19,792,100	1,599,689,000	1,377,677	1,601,066,677	1,876,885,270	1.922
2021	19,702,100	1,397,339,015	138,305,800	3,815,600	19,792,100	1,578,954,615	1,394,583	1,580,349,198	1,845,042,027	1.993
2022	19,072,000	1,394,015,215	138,305,800	3,815,600	19,792,100	1,575,000,715	1,346,005	1,576,346,720	1,914,325,769	2.037
2023	18,851,300	1,394,277,603	135,186,800	3,815,600	19,792,100	1,571,923,403	1,346,005	1,573,269,408	2,136,107,872	2.096
2024	28,820,400	1,392,896,003	135,186,800	3,815,600	19,792,100	1,580,510,903	1,346,005	1,581,856,908	2,270,519,111	2.147

Source: County Abstract of Ratables

a Tax rates are per $100

EXHIBIT J-7

PARK RIDGE BOARD OF EDUCATION
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
(Unaudited)

Calendar Year	Total Direct Rate: Local School District	Overlapping Rates: Municipality Park Ridge	Overlapping Rates: County of Bergen	Total Direct and Overlapping Tax Rate
2015	$ 1.672	$ 0.565	$ 0.263	$ 2.500
2016	1.740	0.581	0.287	2.608
2017	1.783	0.619	0.300	2.702
2018	1.833	0.650	0.284	2.767
2019	1.877	0.685	0.282	2.844
2020	1.922	0.716	0.288	2.926
2021	1.993	0.733	0.294	3.020
2022	2.037	0.760	0.292	3.089
2023	2.096	0.764	0.325	3.185
2024	2.147	0.766	0.335	3.248

Source: Park Ridge Borough Tax Collector

PARK RIDGE BOARD OF EDUCATION
PRINCIPAL PROPERTY TAXPAYERS,
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)

	2024		2015	
Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
Landmark AR Park Ridge, LLC	$ 20,000,000	1.26%		
Park Ridge Health Care Properties, LLC	18,750,000	1.19%		
225 Brae, LLC NJ	16,410,000	1.04%		
Sartak Holdings Inc	15,400,000	0.97%	$ 20,850,000	1.30%
Spire Hospitality / JLM Park Ridge LLC (Marriott)	9,300,000	0.59%	12,000,000	0.75%
Ridge Manor Apts. LLC	4,730,000	0.30%	4,730,000	0.29%
Park Ridge Hye Partners	4,676,500	0.30%		
James Urban Renewal LLC	4,181,800	0.26%		
PRAH Associates LLC	3,715,500	0.23%		
Park Ridge Terrace Apts LLC	3,271,700	0.21%	3,036,400	0.19%
Hertz Corp.			33,985,200	2.12%
Sony Corp.			30,000,000	1.87%
SA Park Ridge LLC			24,000,000	1.49%
Park Ridge Hye Partners			7,837,500	0.49%
Erich Uhlmann			3,271,700	0.20%
S/K Park Ridge Assoc.			2,800,000	0.17%
	$ 100,435,500	6.35%	$ 142,510,800	8.88%

SOURCE: Tax Assessor's records

EXHIBIT J-9

PARK RIDGE BOARD OF EDUCATION
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	$ 26,444,104	$ 26,444,104	100%	
2016	27,260,816	27,260,816	100%	
2017	27,940,481	27,940,481	100%	
2018	28,801,411	28,801,411	100%	
2019	29,712,438	29,712,438	100%	
2020	30,324,472	30,324,472	100%	
2021	31,207,788	31,207,788	100%	
2022	31,778,278	31,778,278	100%	
2023	32,416,463	32,416,463	100%	
2024	33,526,423	33,526,423	100%	

Source: District records

EXHIBIT J-10

PARK RIDGE BOARD OF EDUCATION
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)

	Governmental Activities				Business-Type Activities			
Fiscal Year Ended June 30,	General Obligation Bonds	Capital Financing Agreements	Other Financing Agreements	Capital Notes	Leases Payable	Total District	Population	Per Capita
2015	$ 10,690,000	$ 30,045	$ 762,229			$ 11,482,274	8,812	$ 1,303
2016	9,995,000	142,633	508,153			10,645,786	8,800	1,210
2017	9,751,000	115,693	254,077			10,120,770	8,797	1,150
2018	8,891,000	87,734				8,978,734	8,756	1,025
2019	8,086,000	58,718		$ 3,598,000		11,742,718	8,695	1,351
2020	7,261,000	28,604		3,598,000		10,887,604	8,633	1,261
2021	6,411,000				$ 176,599	6,587,599	9,434	698
2022	5,546,000	83,065			145,188	5,774,253	9,426	613
2023	4,666,000	49,566			111,906	4,827,472	9,440	511
2024	3,981,000	14,841			76,671	4,072,512	9,440 *	431

Source: District records

* Estimated

EXHIBIT J-11

PARK RIDGE BOARD OF EDUCATION
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(Unaudited)

	General Bonded Debt Outstanding				
Fiscal Year Ended June 30,	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value of Property	Per Capita
2015	$ 10,690,000		$ 10,690,000	0.67%	$ 1,213
2016	9,995,000	$ 2,001	9,992,999	0.63%	1,136
2017	9,751,000	72,683	9,678,317	0.61%	1,100
2018	8,891,000	70,682	8,820,318	0.55%	1,007
2019	8,086,000	27,526	8,058,474	0.50%	927
2020	7,261,000	29,186	7,231,814	0.45%	838
2021	6,411,000	29,189	6,381,811	0.40%	676
2022	5,546,000	3	5,545,997	0.35%	588
2023	4,666,000	1	4,665,999	0.30%	494
2024	3,981,000	2	3,980,998	0.25%	422

Source: District records

PARK RIDGE BOARD OF EDUCATION
COMPUTATION OF DIRECT AND OVERLAPPING OUTSTANDING BONDED DEBT
FOR YEAR ENDED DECEMBER 31, 2023
(Unaudited)

MUNICIPAL DEBT (1)	
Park Ridge Board of Education (as of June 30, 2024)	$ 3,981,000
Borough of Park Ridge	29,650,719
Total Direct Debt	33,631,719
OVERLAPPING DEBT APPORTIONED TO THE MUNICIPALITY	
Bergen County: (2) and (3)	
County of Bergen (A)	16,159,520
Bergen County Utilities Authority-Waste Water (B)	1,954,815
Total Overlapping Debt	18,114,335
Total Direct and Overlapping Debt	$ 51,746,054

(A) The debt for this entity was apportioned by dividing the Municipality's 2023 equalized value by the total 2023 equalized value for Bergen County.

(B) Overlapping Debt was computed based upon municipal flow to the Authority.

Sources:

(1) Borough of Park Ridge 2023 Annual Debt Statement

(2) BCUA 2023 Audit

(3) Bergen County 2023 Annual Debt Statement

PARK RIDGE BOARD OF EDUCATION
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Legal Debt Margin Calculation for Fiscal Year 2023

Equalized valuation basis	
2021	1,903,272,197
2022	2,116,936,445
2023	2,235,385,954
	$ 6,255,594,596
Average equalized valuation of taxable property	$ 2,085,198,199
Debt limit (4 % of average equalization value)	83,407,928
Total Net Debt Applicable to Limit	3,981,000
Legal debt margin	$ 79,426,928

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt Limit	$ 70,099,412	$ 71,403,481	$ 72,958,750	$ 73,440,804	$ 73,173,975	$ 73,560,456	$ 74,404,457	$ 75,175,043	$ 78,461,974	$ 83,407,928
Total Net Debt Applicable to Limit	10,690,713	9,995,713	9,751,713	12,490,179	11,684,466	10,859,466	6,411,466	5,546,466	4,666,466	3,981,000
Legal Debt Margin	$ 59,408,699	$ 61,407,768	$ 63,207,037	$ 60,950,625	$ 61,489,509	$ 62,700,990	$ 67,992,991	$ 69,628,577	$ 73,795,508	$ 79,426,928
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	15.25%	14.00%	13.37%	17.01%	15.97%	14.76%	8.62%	7.38%	5.95%	4.77%

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

EXHIBIT J-14

PARK RIDGE BOARD OF EDUCATION
DEMOGRAPHIC STATISTICS
LAST TEN YEARS
(Unaudited)

Year Ended December 31,	Unemployment Rate	County Per Capita Income	Population
2015	4.00%	$ 77,323	8,812
2016	3.80%	78,836	8,800
2017	3.60%	81,024	8,797
2018	3.60%	85,191	8,756
2019	3.20%	88,241	8,695
2020	2.60%	91,972	8,633
2021	8.40%	97,343	9,434
2022	5.50%	97,138	9,426
2023	3.20%	97,138 (E)	9,440
2024	3.70%	97,138 (E)	9,440 (E)

(E) - Estimate

N/A - Information is not available.

Source: Unemployment rates were provided by the NJ Department of Labor - Bureau of Labor Force Statistics; County Per Capita Income was provided by the US Department of Commerce - Bureau of Economic Analysis; School District Population was provided by the US Department of Census - Population Division.

EXHIBIT J-15

PARK RIDGE BOARD OF EDUCATION
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)

	2024		2015	
Employer	Employees	Percentage of Total Municipal Employment	Employees	Percentage of Total Municipal Employment

INFORMATION NOT AVAILABLE

PARK RIDGE BOARD OF EDUCATION
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Unaudited)

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Instruction										
Regular	141	138	139	139	138	141	141	142	143	144
Special Education	49	53	51	51	51	51	52	52	52	52
Other Instruction	6	5	7	7	7	7	7	7	7	7
Support Services:										
Student and Instruction Related Services	11	11	11	9	9	9	9	9	9	9
General Administration	5	5	5	5	5	5	5	5	5	5
School Administrative Services	12	12	12	14	14	14	14	14	14	14
Other Administrative Services	6	7	7	7	7	7	7	7	7	7
Central Services	6	9	9	9	9	9	9	9	9	9
Plant Operations And Maintenance	15	15	15	16	16	16	16	16	16	16
Child Care (EXTRA's)	8	8	8	8	8	8	8	8	8	8
Total	259	263	264	265	264	267	268	269	270	271

Source: District Personnel Records

EXHIBIT J-17

PARK RIDGE BOARD OF EDUCATION
OPERATING STATISTICS
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Enrollment a	Operating Expenditures b	Cost Per Pupil c	Percentage Change	Teaching Staff	Pupil/Teacher Ratio: Elementary	Pupil/Teacher Ratio: Junior/Senior High School	Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
2015	1,279	$ 28,698,269	$ 22,438	9.02%	141	1:10	1:9	1,286	1,235	-0.85%	96.03%
2016	1,333	28,430,671	21,328	-4.95%	138	1:9	1:8	1,211	1,173	-5.83%	96.85%
2017	1,245	30,457,044	24,463	14.70%	139	1:8	1:7	1,228	1,179	1.40%	96.01%
2018	1,205	33,129,063	27,493	12.38%	139	1:8	1:7	1,185	1,137	-3.50%	95.95%
2019	1,236	33,129,063	26,803	-2.51%	138	1:8	1:9	1,214	1,164	2.45%	95.88%
2020	1,245	33,427,202	26,849	0.17%	141	1:8	1:9	1,232	1,200	1.48%	97.40%
2021	1,229	35,566,121	28,939	7.78%	141	1:9	1:10	1,227	1,157	-0.41%	94.30%
2022	1,241	39,359,265	31,716	9.59%	142	1:9	1:10	1,202	1,141	-2.04%	94.93%
2023	1,216	40,347,512	33,181	4.62%	143	1:9	1:10	1,181	1,126	-1.75%	95.34%
2024	1,184 d	42,436,904	35,842	8.02%	144	1:9	1:10	1,171	1,116	-0.85%	95.30%

Sources: District records

Note:
a Enrollment based on annual October district count.
b Operating expenditures equal total expenditures less debt service and capital outlay.
c Cost per pupil represents operating expenditures divided by enrollment.
d Enrollment includes resident Charter School students and Sent students.

EXHIBIT J-18

PARK RIDGE BOARD OF EDUCATION
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
District Building										
Elementary										
East Brook										
Square Feet	31,675	31,675	31,675	31,675	31,675	31,675	31,675	31,675	31,675	31,675
Capacity (students)	388	388	388	388	388	388	388	388	388	388
Enrollment	360	360	360	360	360	360	320	318	318	317
West Ridge										
Square Feet	32,605	32,605	32,605	32,605	32,605	32,605	32,605	32,605	32,605	32,605
Capacity (students)	407	407	407	407	407	407	407	407	407	407
Enrollment	365	365	365	365	365	365	350	322	322	335
Junior / Senior High School										
Square Feet	93,253	93,253	93,253	93,253	93,253	93,253	93,253	93,253	93,253	93,253
Capacity (students)	584	584	584	584	584	584	584	584	584	584
Enrollment	590	590	590	590	590	590	670	549	549	526
Other										
Board Office - Square Feet										
Trailers - Square Feet	1,850	1,850	1,850	1,850	1,850	1,850	1,850	1,850	1,850	1,850
Square Feet	2,800	2,800	2,800	2,800	2,800	2,800	2,800	2,800	2,800	2,800
Number of Schools at June 30, 2024										
Elementary =	2	2	2	2	2	2	2	2	2	2
Junior / Senior High School =	1	1	1	1	1	1	1	1	1	1
Other =	2	2	2	2	2	2	2	2	2	2

Source: District Records

PARK RIDGE BOARD OF EDUCATION
GENERAL FUND
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN YEARS
(Unaudited)

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

	Project # (s)	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
*School Facilities											
East Brook Elementary School	201530	$ 70,375	$ 65,553	$ 73,181	$ 72,702	$ 129,281	$ 87,447	$ 176,376	$ 85,204	$ 74,794	$ 58,004
West Ridge Elementary School	201529	66,248	61,709	90,684	86,407	105,226	65,829	139,390	97,748	79,513	69,581
High School	201531	226,572	212,076	288,802	277,395	391,935	405,612	382,733	346,304	368,061	262,193
District-Wide		-	-	-	-	-	-	-	-	-	-
Total School Facilities		$ 363,195	$ 339,338	$ 452,667	$ 436,504	$ 626,442	$ 558,888	$ 698,499	$ 529,256	$ 522,368	$ 389,778

*School Facilities as defined under EFCFA.
(N.J.A.C. 6A:26-1.2 and N.J.A.C. 6:24-1.3)

EXHIBIT J-20

PARK RIDGE BOARD OF EDUCATION
SCHEDULE OF INSURANCE
JUNE 30, 2024
(Unaudited)

	Coverage	Deductible
School Package Policy - National Union		
Blanket Building & Contents	$ 75,576,915	$ 5,000 *
General Liability		2,500 *
General Aggregate	1,000,000	
Products Completed Operations	1,000,000	
Personal and Advertising Injury	1,000,000	
Each Occurrence	1,000,000	
Fire Legal Liability	1,000,000	
Medical Expense	5,000	
Flood - Other than Zone A	$20,000,000/$200,000,000	50,000
Flood - Zone A	$5,000,000/$15,000,000	500,000
Commercial Auto Policy - National Union	1,000,000	1,000 * (Comp/Collision)
Umbrella Liability Policy - National Union	9,000,000	
Umbrella Liability Policy - Allied World/Hudson Evanston	30,000,000	
Excess Umbrella Liability Policy - Firemen's Fund	25,000,000 (Shared limit among all Boards)	
Boiler & Machinery - National Union	75,576,915	5,000 *
Public Official Bonds - RLI Surety		
Business Administrator/Board Secretary/Treasurer	260,000	
Environmental Impairment Liability - Market	20,000,000 (Group Aggregate)	
Each Impairment:	2,000,000	25,000
Aggregate Limit per Named Insured:	4,000,000	
Mold Deductible:		100,000
School Board Legal Liability - Greenwich	1,000,000	
Employment Related Practices Deductible:		20,000
School Board Legal Deductible		10,000
Crime - National Union		
Employee Dishonesty includes Faithful Performance	500,000	5,000
Forgery & Alteration	250,000	5,000
Computer Fraud & Funds Transfer Fund	250,000	5,000
Workers' Compensation Safety National		
BI by Accident - Each Accident:	1,000,000	
BI by Disease - Each Employee:	1,000,000	
BI by Disease - Policy Limit:	1,000,000	
Employers Liability Retained Limit:	500,000	
Cyber Liability Policy - Cowbell/National Specialty		
Policy Aggregate:	1,000,000	
Security Breach Expense:	1,000,000	25,000
Security Breach Liability:	1,000,000	25,000
Computer & Funds Transfer Fraud:	1,000,000	25,000
Public Relations:	50,000	25,000
Business Interruption:	1,000,000	6 hours
Ransom Payments:	1,000,000	25,000
Cyber Extortion:	50,000	25,000
Social Engineering:	100,000	25,000

* **Note**: GI Deductible $10,000 - NESBIG pays $7,500, BOE pays $2,500
Property/Boiler Deductible $25,000 - NESBIG pays $20,000, BOE pays $5,000
Auto Deductible $10,000 - NESBIG pays $7,500, BOE pays $2,500

Source: Park Ridge School District records.

SINGLE AUDIT SECTION

LERCH, VINCI & BLISS, LLP
CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-1

DIETER P. LERCH, CPA, RMA, PSA
GARY J. VINCI, CPA, RMA, PSA
JEFFREY C. BLISS, CPA, RMA, PSA
PAUL J. LERCH, CPA, RMA, PSA
JULIUS B. CONSONI, CPA, PSA
ANDREW D. PARENTE, CPA, RMA, PSA
ELIZABETH A. SHICK, CPA, RMA, PSA
ROBERT W. HAAG, CPA, RMA, PSA

DEBRA GOLLE, CPA
MARK SACO, CPA
ROBERT LERCH, CPA, PSA
CHRISTOPHER M. VINCI, CPA, PSA
CHRISTINA CUIFFO, CPA, PSA
JOHN CUIFFO, CPA, PSA

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 AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Park Ridge Board of Education
Park Ridge, 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 audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Park Ridge Board of Education as of and for the fiscal year ended June 30, 2024 and the related notes to the financial statements, which collectively comprise the Park Ridge Board of Education's basic financial statements and have issued our report thereon dated January 14, 2025.

Report on Internal Control Over Financial Reporting

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

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

17-17 ROUTE 208 FAIR LAWN, NJ 07410 • TELEPHONE (201) 791-7100 • FACIMILE (201) 791-3035
WWW.LVBCPA.COM

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

Report on Compliance and Other Matters

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

However, we noted certain matters that are not required to be reported under Government Auditing Standards that we reported to management of the Park Ridge Board of Education in a separate report entitled, "Auditor's Management Report on Administrative Findings – Financial, Compliance and Performance" dated January 14, 2025.

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 Park Ridge Board of Education'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 Park Ridge Board of Education's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Lerch, Vinci & Bliss, LLP

LERCH, VINCI & BLISS, LLP
Certified Public Accountants
Public School Accountants

Jeffrey C. Bliss
Public School Accountant
PSA Number CS00932

Fair Lawn, New Jersey
January 14, 2025

LERCH, VINCI & BLISS, LLP
CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-2

DIETER P. LERCH, CPA, RMA, PSA
GARY J. VINCI, CPA, RMA, PSA
JEFFREY C. BLISS, CPA, RMA, PSA
PAUL J. LERCH, CPA, RMA, PSA
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JOHN CUIFFO, CPA, PSA

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE U.S. UNIFORM GUIDANCE AND SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE AS REQUIRED BY NEW JERSEY OMB CIRCULAR 15-08

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Park Ridge Board of Education
Park Ridge, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Park Ridge Board of Education's compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) Compliance Supplement and the New Jersey OMB Circular 15-08 State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the Park Ridge Board of Education's major federal and state programs for the fiscal year ended June 30, 2024. The Park Ridge Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Park Ridge Board of Education 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 federal and state programs for the fiscal year ended June 30, 2024.

Basis for Opinion on Each Major Federal and State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey; 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 audit requirements of New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Our responsibilities under those standards, U.S. Uniform Guidance and New Jersey OMB Circular 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 Park Ridge Board of Education and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal and state program. Our audit does not provide a legal determination of the Park Ridge Board of Education's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulation, rules, and provisions of contracts or grant agreements applicable to the Park Ridge Board of Education's federal and state programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Park Ridge Board of Education's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, Government Auditing Standards, audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, U.S. Uniform Guidance and New Jersey OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omission, misrepresentation, 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 Park Ridge Board of Education's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, U.S. Uniform Guidance, and New Jersey OMB Circular 15-08, we:

- Exercise professional judgement 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 Park Ridge Board of Education'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 Park Ridge Board of Education'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 U.S. Uniform Guidance and New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of the Park Ridge Board of Education'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 combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance 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 U.S. Uniform Guidance and New Jersey OMB Circular 15-08. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by U.S. Uniform Guidance and Schedule of Expenditures of State Financial Assistance Required by New Jersey OMB Circular 15-08

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Park Ridge Board of Education, as of and for the fiscal year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements. We have issued our report thereon dated January 14, 2025, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards as required by the U.S. Uniform Guidance and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08 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 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 schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

Lerch, Vinci & Bliss, LLP

LERCH, VINCI & BLISS, LLP
Certified Public Accountants
Public School Accountants

Jeffrey C. Bliss
Public School Accountant
PSA Number CS00932

Fair Lawn, New Jersey
January 14, 2025

PARK RIDGE BOARD OF EDUCATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Federal AL Number	FAIN Number	Grant Period	Award Amount	Balance, June 30, 2023 (Account Receivable)	Balance, June 30, 2023 Unearned Revenue	Accounts Rec Carryover Amount	Unearned Rev Carryover Amount	Cash Received	Budgetary Expenditures	Balance, June 30, 2024 (Account Receivable)	Balance, June 30, 2024 Unearned Revenue	Memo GAAP Receivable
U.S. Department of Education Passed-through State Department of Agriculture													
National School Lunch Program													
Cash Assistance	10.555	241NJ304N1099	7/1/23-6/30/24	$ 17,360					$ 16,302	$ 17,360	$ (1,058)		$ (1,058)
Cash Assistance	10.555	231NJ304N1099	7/1/22-6/30/23	16,519	$ (1,120)				1,120				-
Supply Chain Assistance Grant		241NJ344N8903	7/1/23-6/30/24	17,517					17,517	17,517	-		-
Non-Cash Assistance (Food Distribution)		241NJ304N1099	7/1/23-6/30/24	13,799					13,799	13,799	-		-
COVID-19 National School Lunch Program School Equipment Grant	10.579	231NJ354N8103	7/1/23-6/30/24	4,382					4,382	4,382	-		-
P-EBT Administrative Costs	10.649	2022225900941	7/1/23-6/30/24	653					653	653	-		-
Local Food for Schools	10.185	N/A	7/1/23-6/30/24	1,301					1,301	1,301			
Special Milk Program	10.556	241NJ304N1099	7/1/23-6/30/24	7,238					6,657	7,238	(581)		(581)
Special Milk Program	10.556	231NJ304N1099	7/1/22-6/30/23	9,804	(539)	-	-	-	539	-	-	-	-
Total U.S. Department of Agriculture					(1,659)	-	-	-	62,270	62,250	(1,639)	-	(1,639)
U.S. Department of Education Passed-through State Department of Education													
I.D.E.A. Part B, Basic	84.027A	H027A240100	7/1/23-9/30/24	341,511			$ (48,374)	$ 48,374	314,443	340,060	(75,442)	$ 49,825	(25,617)
I.D.E.A. Part B, Basic	84.027A	H027A230100	7/1/22-9/30/23	325,369	(71,336)	$ 48,374	48,374	(48,374)	22,962		-	-	-
I.D.E.A. Part B, Preschool	84.173A	H173A240114	7/1/23-9/30/24	22,437	-	-	-	-	22,437	22,437	-	-	-
Total Special Education Cluster IDEA					(71,336)	48,374	-	-	359,842	362,497	(75,442)	49,825	(25,617)
Title III	84.365	S365A230030	7/1/23-9/30/24	4,044			(1,770)	1,770	4,322	5,814	(1,492)	-	(1,492)
Title III	84.365	S365A220030	7/1/22-9/30/23	3,920	(2,465)	1,770	1,770	(1,770)	695		-	-	-
Title III Immigrant	84.365	S365A230030	7/1/23-9/30/24	2,257	-	-	-	-	-	451	(2,257)	1,806	(451)
Total Title III					(2,465)	1,770	-	-	5,017	6,265	(3,749)	1,806	(1,943)
Title IV	84.424	S424A230031	7/1/23-9/30/24	10,000					8,719	9,394	(1,281)	606	(675)
Title IV	84.424	S424A220031	7/1/22-9/30/23	10,000	(181)				181		-	-	-
Title I	84.010	S010A230030	7/1/23-9/30/24	55,986			(500)	500	51,491	55,886	(4,995)	600	(4,395)
Title I	84.010	S010A220030	7/1/22-9/30/23	65,866	(8,471)	500	500	(500)	7,971		-	-	-
Title II - Part A	84.367A	S367A230029	7/1/23-9/30/24	17,807			(15,362)	15,362	11,681	11,681	(21,488)	21,488	-
Title II - Part A	84.367A	S367A220029	7/1/22-9/30/23	16,545	(16,444)	15,362	15,362	(15,362)	1,082	-	-	-	-
Total ESEA Programs					(27,561)	17,632	-	-	86,142	83,226	(31,513)	24,500	(7,013)
Elementary and Secondary School Emergency Relief Fund (ESSER):													
ESSER II - Coronavirus Response and Relief Supplem. Appropriations	84.425D	S425D200027	3/13/20-9/30/23	299,745	(17,497)	17,497			17,497	17,497	-	-	-
ESSER II - Learning Acceleration	84.425D	S425D200027	3/13/20-9/30/23	25,000	(204)				204		-	-	-
American Rescue Plan (ARP) - ESSER III	84.425U	S425U210027	3/13/20-9/30/24	673,658	(496,947)	496,947			248,675	266,425	(248,272)	230,522	(17,750)
American Rescue Plan (ARP) - Accelerated Learning Coach and Educator Support	84.425U	S425U210027	3/13/20-9/30/24	102,317	(84,700)	76,590			34,507	73,989	(50,193)	2,601	(47,592)
American Rescue Plan (ARP) - Evidence Based Summer Learning and Enrichment	84.425U	S425U210027	3/13/20-9/30/24	40,000	(12,150)	12,150			12,150	12,150	-	-	-
American Rescue Plan (ARP) - Evidence Based Comprehensive Beyond the School Day	84.425U	S425U210027	3/13/20-9/30/24	40,000	(10,277)	6,946			3,831	500	(6,446)	6,446	-
American Rescue Plan (ARP) - NJ Learning Acceleration Program: High-Impact Tutoring	84.425V	S425U240031	10/11/23-8/31/24	38,000	-	-	-	-	15,948	21,631	(22,052)	16,369	(5,683)
Total Elementary and Secondary School Emergency Relief Fund Cluster (ESSER)					(621,775)	610,130	-	-	332,812	392,192	(326,963)	255,938	(71,025)

The Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance are an Integral Part of this Statement.

PARK RIDGE BOARD OF EDUCATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Federal AL Number	FAIN Number	Grant Period	Award Amount	Balance, June 30, 2023 (Account Receivable)	Balance, June 30, 2023 Unearned Revenue	Accounts Rec Carryover Amount	Unearned Rev Carryover Amount	Cash Received	Budgetary Expenditures	Balance, June 30, 2024 (Account Receivable)	Balance, June 30, 2024 Unearned Revenue	Memo GAAP Receivable
Additional or Compensatory Special Education and Related Services	21.027	SLFRFDOE1SES	7/1/23-6/30/24	$ 153,024					$ 68,200	$ 153,024	$ (84,824)		$ (84,824)
Additional or Compensatory Special Education and Related Services	21.027	SLFRFDOE1SES	7/1/22-6/30/23	125,700	$ (63,017)	-	-	-	63,017	-	-	-	-
Total ACSERS					(63,017)	-	-	-	131,217	153,024	(84,824)	-	(84,824)
Total U.S. Department of Education - Special Revenue Fund					$ (783,689)	$ 676,136	-	-	910,013	990,939	(518,742)	$ 330,263	(188,479)
U.S Department of Health and Human Services													
Special Ed. Medicaid Reimbursement	93.778	2005NJ5MAP	7/1/23-6/30/24	2,826	-	-	-	-	2,826	2,826	-	-	-
Total U.S. Department of Health and Human Services - General Fund					-	-	-	-	2,826	2,826	-	-	-
Total General Fund					-	-	-	-	2,826	2,826	-	-	-
Total Federal Financial Assistance					$ (785,348)	$ 676,136	$ -	$ -	$ 975,109	$ 1,056,015	$ (520,381)	$ 330,263	$ (190,118)

Note: The District is not subject to Federal Single Audit in accordance with the Uniform Guidance

The Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance are an Integral Part of this Statement.

PARK RIDGE BOARD OF EDUCATION
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance, July 1, 2023	Cash Received	Budgetary Expenditures	Refund of Prior Years' Balances	Balance, June 30, 2024 (Accounts Receivable)	Balance, June 30, 2024 Due to Grantor	Memo GAAP Receivable	Memo Cumulative Total Expenditures
State Department of Education											
General Fund											
Special Education Aid	24-495-034-5120-089	7/1/23-6/30/24	$ 1,298,604		$ 1,226,808	$ 1,298,604		$ (71,796)			$ 1,298,604
Special Education Aid	23-495-034-5120-089	7/1/22-6/30/23	1,108,291	$ (71,426)	71,426						-
Security Aid	24-495-034-5120-089	7/1/23-6/30/24	59,165		55,894	59,165		(3,271)			59,165
Security Aid	23-495-034-5120-089	7/1/22-6/30/23	59,165	(3,813)	3,813	-	-	-	-	-	-
Total State Aid Public Cluster				(75,239)	1,357,941	1,357,769	-	(75,067)	-	-	1,357,769
Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24	99,501		94,000	99,501		(5,501)			99,501
Transportation Aid	23-495-034-5120-014	7/1/22-6/30/23	99,501	(6,412)	6,412						-
Extraordinary Aid	24-495-034-5120-014	7/1/23-6/30/24	535,150			535,150		(535,150)			535,150
Extraordinary Aid	23-495-034-5120-014	7/1/22-6/30/23	518,560	(518,560)	518,560						-
On-Behalf TPAF Pension Benefits	24-495-034-5094-002	7/1/23-6/30/24	5,170,761		5,170,761	5,170,761					5,170,761
On-Behalf TPAF - Pension - NCGI Premium	24-495-034-5094-004	7/1/23-6/30/24	58,970		58,970	58,970					58,970
On-Behalf TPAF - Post-Retirement Medical Contributions	24-495-034-5094-001	7/1/23-6/30/24	1,423,341		1,423,341	1,423,341					1,423,341
On-Behalf TPAF - Long Term Disability Insurance	24-495-034-5094-004	7/1/23-6/30/24	1,872		1,872	1,872					1,872
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	7/1/23-6/30/24	1,115,389		1,059,553	1,115,389		(55,836)		$ (55,836)	1,115,389
Reimbursed TPAF Social Security Contributions	23-495-034-5094-003	7/1/22-6/30/23	1,061,833	(52,713)	52,713	-	-	-	-	-	-
Total General Fund State Aid				(652,924)	9,744,123	9,762,753	-	(671,554)	-	(55,836)	9,766,093
Special Revenue Fund											
Nonpublic Handicapped Services											
Examination and Classification	24-100-034-5120-066	7/1/23-6/30/24	40,002		40,002	27,671			$ 12,331		27,671
Examination and Classification	23-100-034-5120-066	7/1/22-6/30/23	52,496	30,882			$ 30,882				-
Corrective Speech	22-100-034-5120-066	7/1/23-6/30/24	11,625		11,625	6,417			5,208		6,417
Corrective Speech	23-100-034-5120-066	7/1/22-6/30/23	10,602	3,999			3,999				-
Supplemental Instruction	22-100-034-5120-066	7/1/23-6/30/24	15,694		15,694	9,086			6,608		9,086
Supplemental Instruction	23-100-034-5120-066	7/1/22-6/30/23	15,529	4,543	-	-	4,543	-	-	-	-
Total Handicapped Services (Chapter 193 Cluster)				39,424	67,321	43,174	39,424	-	24,147	-	43,174
Nonpublic Auxiliary Services											
Compensatory Education	24-100-034-5120-067	7/1/23-6/30/24	29,670		29,670	20,679			8,991		20,679
Compensatory Education	23-100-034-5120-067	7/1/22-6/30/23	36,568	4,053			4,053				-
N.J. Nonpublic Aid											
Nonpublic Textbooks	24-100-034-5120-064	7/1/23-6/30/24	3,700		3,700	3,700					3,700
Nonpublic Textbooks	23-100-034-5120-064	7/1/22-6/30/23	5,478	184			184				-
Nonpublic Nursing	24-100-034-5120-070	7/1/23-6/30/24	20,040		20,040	20,040					20,040
Nonpublic Security	23-100-034-5120-084	7/1/23-6/30/24	34,235		34,235	34,235					34,235
Nonpublic Technology	24-100-034-5120-373	7/1/23-6/30/24	3,136		3,136	3,116			20		3,116
SDA Emergent and Capital Maintenance Needs Grant	N/A	7/1/23-6/30/24	28,376	-	28,376	28,376	-	-	-	-	28,376
Total Special Revenue Fund				43,661	186,478	153,320	43,661	-	33,158	-	153,320
Debt Service Fund											
Type II Debt Service Aid	24-495-034-5120-125	7/1/23-6/30/24	265,945	-	265,945	265,945	-	-	-	-	265,945
Total Debt Service Fund				-	265,945	265,945	-	-	-	-	265,945
State Department of Agriculture											
State School Lunch Program	24-100-010-3350-023	7/1/23-6/30/24	1,333		1,257	1,333		(76)		(76)	1,333
State School Lunch Program	23-100-010-3350-023	7/1/22-6/30/23	808	(58)	58	-	-	-	-	-	-
				(58)	1,315	1,333	-	(76)	-	(76)	1,333
Total State Financial Assistance Subject to Single Audit Determination				(609,321)	10,197,861	10,183,351	43,661	(671,630)	33,158	(55,912)	10,186,691

The Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance are an Integral Part of this Statement.

PARK RIDGE BOARD OF EDUCATION
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance, July 1, 2023	Cash Received	Budgetary Expenditures	Refund of Prior Years' Balances	Balance, June 30, 2024 (Accounts Receivable)	Balance, June 30, 2024 Due to Grantor	Memo GAAP Receivable	Memo Cumulative Total Expenditures
State Financial Assistance											
Not Subject to Major Program Determination											
General Fund											
On-Behalf TPAF Pension Benefits	24-495-034-5094-002	7/1/23-6/30/24	5,170,761		$ (5,170,761)	$ (5,170,761)					$ (5,170,761)
On-Behalf TPAF - Pension - NCGI Premium	24-495-034-5094-004	7/1/23-6/30/24	58,970		(58,970)	(58,970)					(58,970)
On-Behalf TPAF - Post Retirement Medical Contributions	24-495-034-5094-001	7/1/23-6/30/24	1,423,341		(1,423,341)	(1,423,341)					(1,423,341)
On-Behalf TPAF - Long Term Disability Insurance	24-495-034-5094-004	7/1/23-6/30/24	1,872	-	(1,872)	(1,872)	-	-	-	-	(1,872)
Total State Financial Assistance Subject to Major Program Determination				$ (609,321)	$ 3,542,917	$ 3,528,407	$ 43,661	$ (671,630)	$ 33,158	$ (55,912)	$ 3,531,747

The Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance are an Integral Part of this Statement.

PARK RIDGE BOARD OF EDUCATION
NOTES TO THE SCHEDULES OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 1 REPORTING ENTITY

The Park Ridge Board of Education (the "Board" or the "District") received and participated in numerous Federal Award and State Financial Assistance programs in the form of cost reimbursement grants and revenue sharing entitlements. The Board is the reporting entity for these programs. The Board is defined in Note 1 (A) to the Board's Financial Statements.

NOTE 2 BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal awards and state financial assistance (the "Schedules") present the activity of all federal and state programs of the Board. All federal awards received directly from federal agencies or passed through other government agencies are included on the schedule of expenditures of federal awards. All state awards received directly from state agencies or passed through other government agencies are included in the schedule of expenditures of state financial assistance. The information in these Schedules are presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principals, and audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB Circular Letter 15-08 *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid.*

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Schedules are prepared and presented using the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These basis of accounting are described in the Notes to the Budgetary Comparison Schedules (RSI) and Note 1(D) to the Board's financial statements, respectively. Therefore, some amounts presented in these schedules may differ from the amounts presented in, or used in the preparation of, the financial statements. The Board's summary of significant accounting policies are described in Note 1 to the Board's financial statements.

NOTE 4 RELATIONSHIP TO FINANCIAL STATEMENTS

The 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 a modified accrual basis with the exception of the revenue recognition of the delayed state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes, those payments are not recognized until the subsequent year due to the state deferral and recording of certain state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, which may include the delayed state aid payments, whereas the GAAP basis does not. The special revenue fund also recognizes the delayed state aid payments in the current budget year, consistent with N.J.S.A. 18A:22-44.2.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is a decrease of $15,507 for the general fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's financial statements on a GAAP basis as presented as follows:

	Federal	State	Total
General Fund	$ 2,826	$ 9,747,246	$ 9,750,072
Special Revenue Fund	990,939	153,320	1,144,259
Debt Service Fund		265,945	265,945
Food Service Fund	62,250	1,333	63,583
Total Financial Assistance	$ 1,056,015	$ 10,167,844	$ 11,223,859

PARK RIDGE BOARD OF EDUCATION
NOTES TO THE SCHEDULES OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 5 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedules may not necessarily agree with the amounts reported in the related federal and state financial reports due to timing differences between the District's fiscal year and grant program years.

NOTE 6 OTHER INFORMATION

Revenues and expenditures reported under the Food Distribution Program as non-cash assistance represent current year value received and current year distributions, respectively. TPAF Social Security contributions in the amount of $1,115,389 represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year ended June 30, 2024. The amount reported as TPAF Pension System Contributions in the amount of $5,229,731, TPAF Post-Retirement Medical Benefits Contributions in the amount of $1,423,341 and TPAF Long-Term Disability Insurance in the amount of $1,872 represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2024.

NOTE 7 ON-BEHALF PROGRAMS NOT SUBJECT TO STATE SINGLE AUDIT

On-behalf State Programs for TPAF Pension, Post-Retirement Medical Benefits and Long-Term Disability Insurance Contributions payments are not subject to a State single audit and, therefore, are excluded from major program determination. The Schedule of State Financial Assistance provides a reconciliation of State financial assistance reported in the District's financial statements and the amount subject to State single audit and major program determination.

NOTE 8 DE MINIMIS INDIRECT COST RATE

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

PARK RIDGE BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Part I – Summary of Auditor's Results

Financial Statement Section

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

1) Material weakness(es) identified? ____ yes X no

2) Significant deficiencies identified that are not considered to be material weaknesses? ____ yes X none reported

Noncompliance material to the basic financial statements noted? ____ yes X no

Federal Awards Section

Internal Control over major programs:

1) Material weakness(es) identified? ____ yes X no

2) Significant deficiencies identified that are not considered to be material weaknesses? ____ yes X none reported

Type of auditors' report on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with U.S. Uniform Guidance? ____ yes X no

Identification of major federal programs:

AL Number(s):	FAIN Number:	Name of Federal Program or Cluster:
84.425D	S425D210027	CRRSA ESSER II Cluster
84.425U	S425U210027	ARP ESSER III Cluster

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

Auditee qualified as low-risk auditee? ____ yes X no

PARK RIDGE BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Part I – Summary of Auditor's Results

State Awards Section

Internal Control over major programs:

1) Material weakness(es) identified? _____ yes __X__ no

2) Significant deficiencies identified that are not considered to be material weaknesses? _____ yes __X__ none reported

Type of auditors' report on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular Letter 15-08? _____ yes __X__ no

Identification of major programs:

State Grant/Project Number(s):	Name of State Program:
495-034-5120-089	Special Education Categorical Aid
495-034-5120-084	Security Aid
495-034-5120-125	Debt Service Aid

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

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

EXHIBIT K-6

PARK RIDGE BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Part 2 – Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements in accordance with Government Auditing Standards.

THERE ARE NONE.

EXHIBIT K-6

PARK RIDGE BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Part 3 – Schedule of Federal and State Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by U.S. Uniform Guidance and New Jersey OMB's Circular 15-08.

CURRENT YEAR FEDERAL AWARDS

There are none.

PARK RIDGE BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Part 3 – Schedule of Federal and State Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by U.S. Uniform Guidance and New Jersey OMB's Circular 15-08.

CURRENT YEAR STATE AWARDS

There are none.

PARK RIDGE BOARD OF EDUCATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

This section identifies the status of prior-year findings related to the basic financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards,* U.S. Uniform Guidance and New Jersey OMB's Circular 15-08.

STATUS OF PRIOR YEAR FINDINGS

Finding 2023-001

Our audit revealed sufficient documentation was not provided for audit to support certain costs included for reimbursement on the application for Extraordinary Aid.

Current Status

Corrective action has been taken.