

SCHOOL DISTRICT
OF
Roseland Borough

Roseland Borough School District
Board of Education
Roseland Borough, New Jersey

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

Annual Comprehensive Financial Report

of the

Roseland Borough
Board of Education

Roseland Borough, New Jersey

For the Fiscal Year Ended June 30, 2024

Prepared by

Roseland Borough
Board of Education

ROSELAND BOARD OF EDUCATION
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INTRODUCTORY SECTION
(UNAUDITED)

Lester C. Noecker School

Roseland School District

100 Passaic Ave.
Roseland, New Jersey 07068
973.226.1296

October 4, 2024

The Honorable President and Members of
the Board of Education
Roseland Board of Education
County of Essex, New Jersey

Dear Honorable President and Board Members:

The Annual Comprehensive Financial Report of the Roseland Board of Education (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 Roseland Board of Education (the “Board”). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the basic financial statements and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Annual Comprehensive Financial Report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes The Independent Auditor's Report, the management's discussion and analysis, the basic financial statements and notes providing an overview of the District's financial position and operating results, and supplementary schedules providing detailed budgetary information. The statistical section includes selected economic and demographic information, financial trends and the fiscal capacity of the District, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”) and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditors' report on the internal control and compliance with applicable laws, regulations, contracts and grants along with findings and questioned costs, are included in the single audit section of this report.

1. **REPORTING ENTITY AND ITS SERVICES:** The Roseland Board of Education is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (“GASB”) in codification section 2100. All funds of the District are included in this report. The Roseland Board of Education's elementary school constitutes the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-K through 6. These include regular, as well as special education, for handicapped youngsters. The District completed the 2023-2024 fiscal year with an average daily enrollment of 442 students, which is one student less than the prior year's average daily enrollment.

2. ECONOMIC CONDITION AND OUTLOOK: The following information was provided by the Borough of Roseland in October 2021. The Borough has confirmed that there are no updates on the subject and that no new projects have been approved.

Roseland is a mature suburban community within Essex County. In recent years, there has been a steady loss of ratables, resulting in a significant shift in the tax burden from commercial entities to residential owners. This trend is likely to continue with the introduction of two PILOT programs, discussed infra.

Within the past few years, the Borough of Roseland has seen an increase in the rental housing market, including an entirely new rental community (Avalon Roseland). Surges in enrollment are expected in the next three (3) to five (5) years, as Payment In Lieu of Taxes ("PILOT") agreements have been entered into by the municipality. A PILOT agreement is an agreement between a municipal entity and a developer, and is used as a tax incentive for the developer to develop land. The PILOT agreement comes with a long life span and, rather than being assessed taxes on the property being developed, a PILOT revenue is paid directly to the municipality. With no taxes being levied on those properties, no new taxes will flow through to the School District.

The PILOT agreements currently underway in the Borough will create approximately 440 new rental housing units. According to initial studies of the project, there will be an influx of 87 to 89 K-12 students, with approximately 65 expected to be low-income students. A proportionate amount of those students will fall within the Pre-K through 6th Grade, and become students enrolled in the Roseland School District. The result will be an increased demand upon school resources, classrooms, teachers, administrators, transportation, etc. without an associated increase in financial resources. The Roseland Board of Education is actively collaborating with the Roseland Borough Council to identify ways to diminish the expected financial burden of PILOT programs upon the School District.

3. MAJOR INITIATIVES: As in years past, the District's annual financial plan provides a balance between building maintenance projects and program needs. In general, the buildings are well maintained with preventative maintenance a regular part of the day-to-day operation. The comprehensive maintenance plan (CMP), which is approved by the Board each year, identifies priority facility projects. Funding for a number of these projects is included in the annual budget with larger and more costly projects addressed through allocations from the Capital Reserve Account.

In the 2023-2024 budget, the Board allocated \$1,081,087 from the Capital Reserve for Capital Projects, including: partial roof replacements and electrical breaker panels. The roof restoration project is partially funded by a grant from the NJ School Development Authority for regular operating districts; commonly referred to as a ROD grant. The purpose of our Capital Projects is to enhance student experience, increase safety and security, and continue to update our facility. Similarly, the Board has several Capital Projects planned for future school years, specifically a building expansion project, boiler replacements, HVAC uninvent replacements, and a window replacement project that was approved by referendum in March 2024.

Regarding program enhancements, the District continues to purchase the necessary hardware to enhance instruction. Classrooms are equipped with computers, Promethean Boards, document cameras, and printers. We continue to improve our technology equipment through maintenance of our equipment, replacing out-of-date computers, increasing our bandwidth, and continuing a 1: 1 Chromebook initiative in grades 3-6. Technology equipment is continually upgraded and maintained to ensure ease of use, including the ability to use or print wirelessly.

Instructional programming is also supported through a variety of programs available for student use and management (RazKids, Achieve 3000, IXL, LinkIt, Classlink, and Google Workspace for Education).

Technology continues to be a focus in a changing world. We continually monitor the effectiveness of our systems, equipment, and programs and their use for our staff and students.

Major initiatives in the area of teaching and learning continue to be a focus in the Roseland School District with many opportunities for teachers to develop their instructional practice and expertise.

Through the use of District and Title I funds, teachers participate in Literacy professional development and have access to resources to support struggling students. Additionally, After School and Summer tutoring programs provide additional support to struggling students. A focus on the Inclusion Special Education instructional model was implemented and teachers and students actively benefited from their training and support throughout the school year.

Additional professional development includes the use of GCN Training modules (such as Affirmative Action, Dyslexia, Bloodborne Pathogens, Seizure recognition, etc.), workshops related to Suicide Awareness, Mindfulness, the Anti-Bullying Bill of Rights/HIB, AchieveNJ, Stronge Teacher Evaluation, revised I&RS and 504 programs, and Inclusion models and instruction. Teachers were also offered the opportunity to self-select professional development opportunities and take advantage of many local options.

Major initiatives for the Roseland School District are designed to support and develop our community of learners, maximize student achievement, ensure the safety and security of our staff and students, and proactively plan for the future.

Public school districts are required to seek cost savings through shared services programs. Current shared services include:

- ✓ Professional Development (West Essex Consortium)
- ✓ Transportation (Sussex County Regional Co-Op)
- ✓ Telecommunications (ACT)
- ✓ Ed-Data Services, Inc. (Purchasing Co-Op)
- ✓ NJ Educational Services (Purchasing Group)
- ✓ Essex Regional Educational Services Commission (Purchasing Group)
- ✓ Snow Plowing - Sewer - Water - Waste Disposal - Field Maintenance (Borough of Roseland)
- ✓ Alliance for Competitive Energy Services (ACES)
- ✓ Insurance Fund for Property and Liability (NJSIG)
- ✓ Insurance Fund for Worker's Compensation (MEIG)

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

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

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

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

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

6. ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic Financial Statements", Note 1.
7. CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Basic Financial Statements", Note 3. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.
8. RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to general liability, excess liability, automobile liability and comprehensive/collision, hazard and theft insurance on property, contents, and fidelity bonds. The Board oversees Risk Management for the District. A schedule of insurance coverage is found in J-20.
9. OTHER INFORMATION: **Independent Audit** - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia LLP, CPAs, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200,

The Honorable President and Members of
the Board of Education
Roseland Board of Education
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October 4, 2024

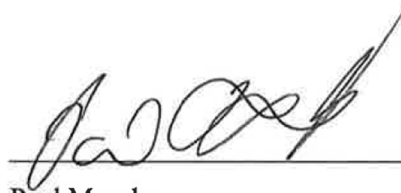
Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards; and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditors' report on the basic financial statements and specific required supplementary information is included in the financial section of this report. The auditors' reports related specifically to the single audit and *Government Auditing Standards* are included in the single audit section of this report.

10. ACKNOWLEDGEMENTS: We would like to express our appreciation to the members of the Roseland School 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,



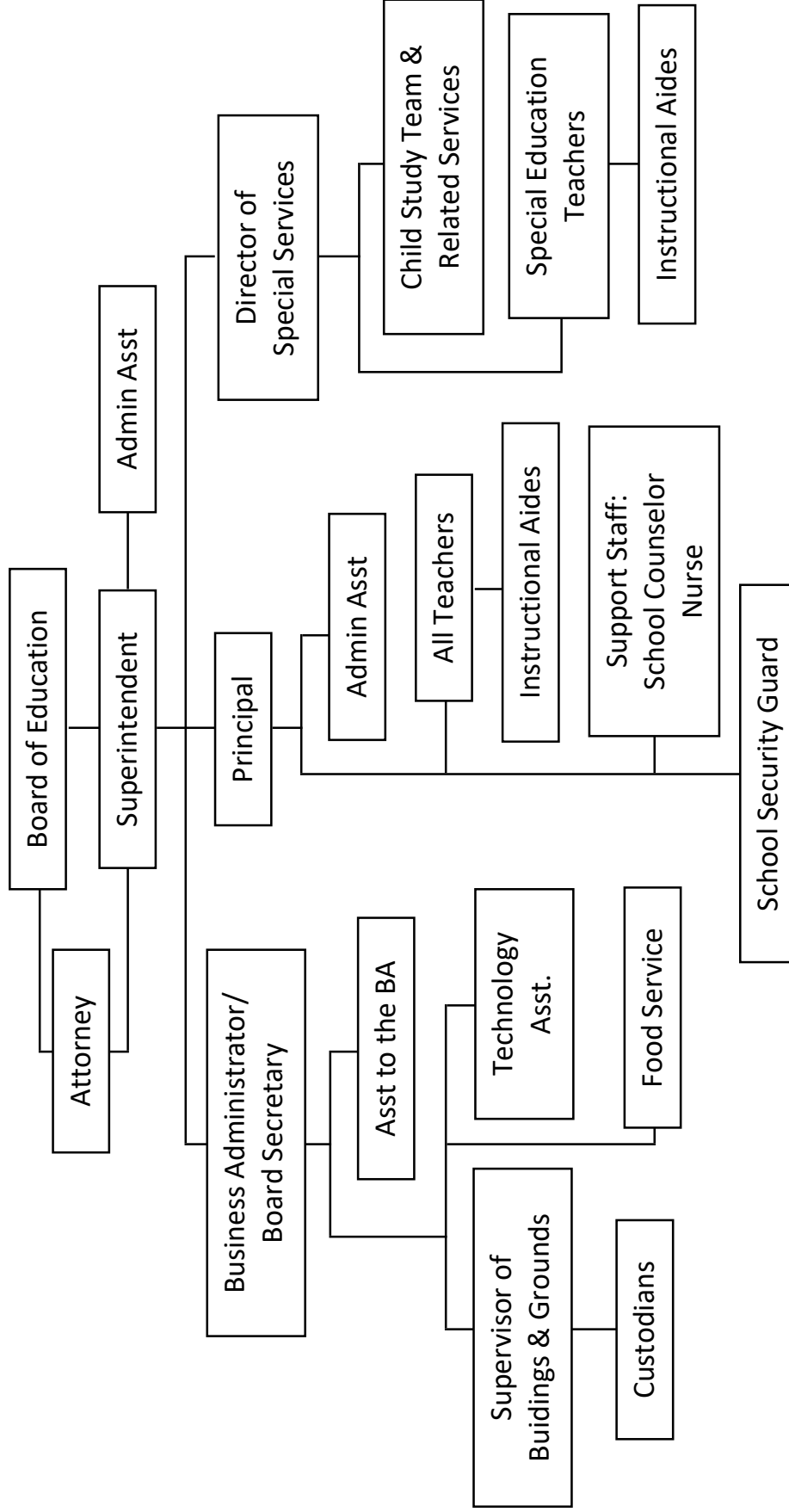
Guiseppe Leone
Superintendent of Schools



Paul Murphy
Business Administrator/Board Secretary

ROSELAND BOARD OF EDUCATION

1110 ORGANIZATIONAL CHART



Based on Roseland Table of Organization, approved on June 20, 2024

ROSELAND SCHOOL DISTRICT
ROSTER OF OFFICIALS
JUNE 30, 2024

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Mrs. Allison Scaraggi, President	2026
Mr. Michael Gesario, Vice President	2025
Mr. Michael Dudas	2024
Dr. Jessica Leddy	2024
Mrs. Angelica Villopoto	2026

<u>Other Officials</u>	<u>Title</u>
Mr. Giuseppe Leone	Superintendent
Mr. Paul Murphy	Business Administrator/ Board Secretary (from July 1, 2024)
Ms. Deborah Muscara	Interim Business Administrator/ Board Secretary (through June 30, 2024)
Mr. Raul Sandoval	Principal
Mr. Michael Halik	Treasurer of School Monies
Ms. Lisa Barcia	Assistant to the Business Administrator

ROSELAND SCHOOL DISTRICT

Consultants and Advisors
Year Ended June 30, 2024

Audit Firm

Nisivoccia LLP
200 Valley Road Suite 300
Mount Arlington, NJ 07856

Attorney

Dennis McKeever, Esq.
Chasan Lamparello Mallon & Cappuzzo, PC
300 Lighting Way, Suite 200
Secaucus, NJ 07090

Official Depository

Kelly Ballistreri
Lakeland Bank
995 Bloomfield Avenue
Caldwell, NJ 07006

Bond Attorney

Andrea Kahn, Esq.
McManimon, Scotland & Baumann L.L.C.
75 Livingston Ave, 2nd Floor
Roseland, NJ 07068

Architect

Anthony Gianforcaro
Gianforcaro Architects, Engineers & Planners.
555 East Main Street
Chester, NJ 07930

Health Benefits Broker

Anthony Ciardella, Jr., Senior Vice President
Brown & Brown Benefits Advisors
56 Livingston Avenue, Suite 220
Roseland, NJ 07068

Property & Casualty Broker

Lee G. Nestel, President
CBIZ Insurance Service, Inc.
219 South Street
New Providence NJ 07974

FINANCIAL SECTION

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Roseland Board of Education
County of Essex, New Jersey

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office") and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, which follows this report, the pension and post-retirement schedules in Exhibits L-1 through L-5 and the related notes, and the budgetary comparison information in Exhibits C-1 through C-3 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, are required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary information schedules and the schedules of expenditures of federal and state awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information schedules and the schedules of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 4, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.

October 4, 2024
Mount Arlington, New Jersey

NISIVOC CIA LLP

Nisiroccia LLP

John J. Mooney

John J. Mooney
Licensed Public School Accountant #2602
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION -
MANAGEMENT'S DISCUSSION AND ANALYSIS

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

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

Overview of the Financial Statements

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

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

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

Figure A-1

Organization of Roseland Borough School District's Financial Report

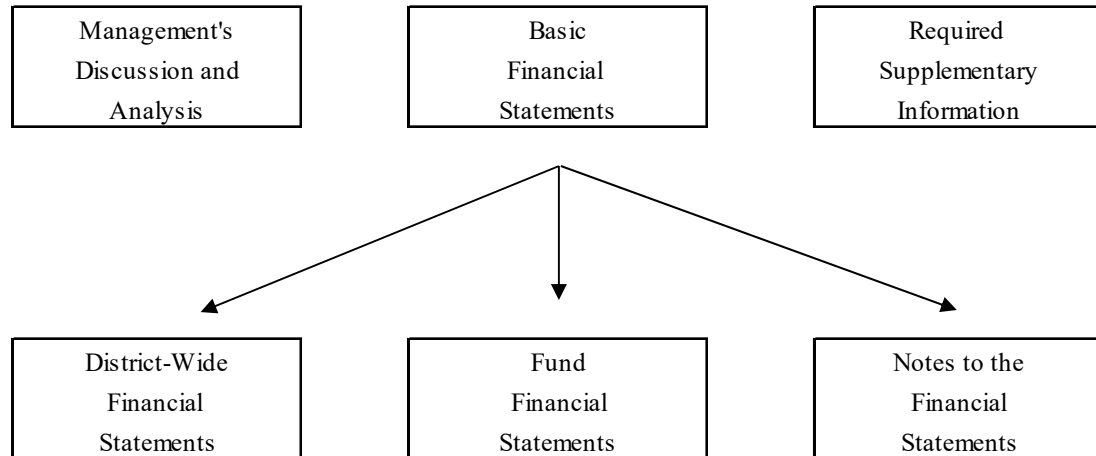


Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents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

Figure A-2

Major Features of the District-Wide and Fund Financial Statements

Fund Financial Statements			
	District-Wide Statements	Governmental Funds	Proprietary Funds
Scope	Entire district	The activities of the district that are not proprietary such as special education and building maintenance	Activities the district operates similar to private businesses; food services
Required Financial Statements	<ul style="list-style-type: none"> • Statement of Net Position • Statement of Activities 	<ul style="list-style-type: none"> • Balance Sheet • Statement of Revenue, Expenditures, and Changes in Fund Balances 	<ul style="list-style-type: none"> • Statement of Net Position • Statement of Revenue, Expenses and Changes in 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 Information	All Assets and Liabilities, both Financial and Capital, Short-Term and Long-Term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets, lease assets, subscription assets, or long-term liabilities included	All assets and liabilities, both financial and capital, short-term and long-term
Type of Inflow/Outflow Information	All Revenue and Expenses during the year, regardless of when Cash is Received or Paid	Revenue for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liabilities are due and payable	All Revenue and Expenses during the year, regardless of when cash is received or paid

District-Wide Statements

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

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

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

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

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

Fund Financial Statements

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

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

The District has two kinds of funds:

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

- *Proprietary funds:* Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the District-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows.

Notes to the Basic Financial Statements

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

Financial Analysis of the District as a Whole

Net Position. The District's combined net position increased by \$1,245,197. Net position from governmental activities increased by \$1,198,237 and net position from business activities increased by \$46,960. Net investment in capital assets increased by \$402,538 restricted net position decreased by \$203,158, and unrestricted net position increased by \$1,045,817.

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

Figure A-3

Condensed Statement of Net Position

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2023/24	2022/23	2023/24	2022/23	2023/24	2022/23	2023/24
Current and Other Assets	\$ 4,319,586	\$ 3,760,184	\$ 115,584	\$ 88,889	\$ 4,435,170	\$ 3,849,073	
Capital Assets, Net	9,644,824	9,959,763	98,336	102,798	9,743,160	10,062,561	
Total Assets	13,964,410	13,719,947	213,920	191,687	14,178,330	13,911,634	1.92%
Deferred Outflows of Resources	292,877	940,165			292,877	940,165	-68.85%
Other Liabilities	172,980	657,259	13,107	37,834	186,087	695,093	
Long-Term Liabilities Outstanding	3,148,581	4,017,670			3,148,581	4,017,670	
Total Liabilities	3,321,561	4,674,929	13,107	37,834	3,334,668	4,712,763	-29.24%
Deferred Inflows of Resources	285,030	532,724			285,030	532,724	-46.50%
Net Position:							
Net Investment in Capital							
Assets	8,105,945	7,698,945	98,336	102,798	8,204,281	7,801,743	
Restricted	3,018,293	3,221,451			3,018,293	3,221,451	
Unrestricted / (Deficit)	(473,542)	(1,467,937)	102,477	51,055	(371,065)	(1,416,882)	
Total Net Position	\$ 10,650,696	\$ 9,452,459	\$ 200,813	\$ 153,853	\$ 10,851,509	\$ 9,606,312	12.96%

Changes in net position. The District's combined net position is \$10,851,509 on June 30, 2024, or \$1,245,197 more than it was the year before. The increase in net investment in capital assets is due primarily to current year capital assets additions offset by depreciation expense. The decrease in restricted net position is due to increases in the maintenance and capital reserves offset by a decrease in excess surplus. The increase in unrestricted net position is due primarily to the unexpended General Fund budget balances and the decrease in the net pension liability and related deferred inflows and outflows. (see Figure A-4).

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

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2023/24	2022/23	2023/24	2022/23	2023/24	2022/23	2023/24
Revenue:							
Program Revenue:							
Charges for Services	\$ 66,895	\$ 68,866	\$ 187,010	\$ 177,189	\$ 253,905	\$ 246,055	
Operating Grants and Contributions	2,358,856	2,128,221	69,142	72,430	2,427,998	2,200,651	
General Revenue:							
Property Taxes	9,937,782	9,618,653			9,937,782	9,618,653	
Other	206,884	89,829	4,084	1,187	210,968	91,016	
Total Revenue	12,570,417	11,905,569	260,236	250,806	12,830,653	12,156,375	5.55%
Expenses:							
Instruction	6,092,195	5,841,959			6,092,195	5,841,959	
Pupil & Instruction Services	2,078,712	2,121,561			2,078,712	2,121,561	
Administrative and Business	1,168,408	1,003,150			1,168,408	1,003,150	
Maintenance & Operations	779,313	761,895			779,313	761,895	
Transportation	674,073	706,073			674,073	706,073	
Other	579,479	530,755	213,276	243,667	792,755	774,422	
Total Expenses	11,372,180	10,965,393	213,276	243,667	11,585,456	11,209,060	3.36%
Change in Net Position	\$ 1,198,237	\$ 940,176	\$ 46,960	\$ 7,139	\$ 1,245,197	\$ 947,315	31.44%

Governmental Activities

As discussed elsewhere in this commentary, the financial position of the District has increased significantly in 2023-24. However, maintaining current levels of regular and special programs and services for special needs pupils place great demands on the District's resources. Careful management of expenses generated from declining revenues is essential for the District's financial stability.

Financial resources are at their tightest level in a decade, while demands for new educational activities and programs continue. It has never been more challenging to balance the needs of the District with the financial resources available to the District. Thus, it is critical that the District remains steadfast to thoroughly examine its budget choices carefully.

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

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

	Total		Net	
	Cost of Services		Cost of Services	
	2023/24	2022/23	2023/24	2022/23
Instruction	\$ 6,092,195	\$ 5,841,959	\$ 4,435,758	\$ 4,240,118
Pupil & Instruction Services	2,078,712	2,121,561	1,602,768	1,743,559
Administrative and Business	1,168,408	1,003,150	1,025,411	878,543
Maintenance & Operations	779,313	761,895	779,313	758,834
Transportation	674,073	706,073	529,782	630,313
Other	579,479	530,755	573,397	516,939
Total	<u>\$ 11,372,180</u>	<u>\$ 10,965,393</u>	<u>\$ 8,946,429</u>	<u>\$ 8,768,306</u>

Business-Type Activities

Net position from the District's business-type activities increased by \$46,960 due to revenues exceeding expenses related to Food Service.

Financial Analysis of the District's Funds

The District's financial position is relatively sound. The Roseland District has taken measures to reduce expenditures and not be dependent on excess fund balance going forward which has been a challenge during 2023/24 and will continue to be a larger challenge going forward.

To maintain a stable financial position, the District must continue to practice sound fiscal management.

General Fund Budgetary Highlights

Over the course of the year, the District revised its annual operating budget several times due to the following category:

- Changes made within budgetary line items for changes in school-based needs for programs, supplies and maintenance activities.

Capital Asset and Long-Term Liabilities

Figure A-6

Capital Assets (net of depreciation)

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2023/24	2022/23	2023/24	2022/23	2023/24	2022/23	2023/24
Land	\$ 107,904	\$ 107,904			\$ 107,904	\$ 107,904	
Buildings & Building							
Improvements	9,152,450	9,471,924			9,152,450	9,471,924	
Furniture, Machinery and Equipment	384,470	379,935	\$ 98,336	\$ 102,798	482,806	482,733	
Total	<u>\$ 9,644,824</u>	<u>\$ 9,959,763</u>	<u>\$ 98,336</u>	<u>\$ 102,798</u>	<u>\$ 9,743,160</u>	<u>\$ 10,062,561</u>	<u>-3.17%</u>

Long-Term Liabilities

At year-end, the District had \$1,645,000 in general obligation bonds, \$1,137,333 of net pension liability, \$126,910 of unamortized bond premiums and \$239,338 in other long-term liabilities outstanding – a decrease of \$869,089 from last year – as shown in Figure A-7. (More detailed information about the District’s long-term liabilities is presented in Note 7 to the financial statements.)

Figure A-7

Outstanding Long-Term Liabilities

	Total School District		Total Percentage Change
	2023/24	2022/23	2023/24
General Obligation Bonds and Notes (Financed with Property Taxes)	\$ 1,645,000	\$ 2,420,000	
Net Pension Liability	1,137,333	1,196,194	
Unamortized Bond Premiums	126,910	190,364	
Other Long Term Liabilities	239,338	211,112	
Total	<u>\$ 3,148,581</u>	<u>\$ 4,017,670</u>	<u>-21.63%</u>

Factors Bearing on the District’s Economic Future

The Roseland Board of Education and the administration have had discussions on how existing circumstances could affect the future financial health of the school district. The following are examples of factors that may have an impact upon future financial operations:

- A major concern of the District is the ability to maintain optimum class sizes and excellent services in the face of continued student enrollment growth. This past spring, a referendum was approved and a building expansion project is underway. However, salary and benefit costs for a larger school building to meet demands for enrollment growth forecasts remain a concern.

- Payment in Lieu of Taxes (PILOT) programs underway in the Borough will bring a significant increase in enrollment in the next 3 to 5 years. This rising enrollment will not be accompanied by additional tax revenue which is heavily relied upon to support the escalating burden on the school district's limited resources.

The District is proud and grateful for the community support it receives and is committed to striking a fair balance between the local taxpayer and the educational necessities of its pupils. The Roseland Board of Education has committed itself to sound financial practices and plans to continue to improve its fiscal management to meet the challenges of the future.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide the District's citizens, taxpayers, customers and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Board of Education Office, Lester C. Noecker School, 100 Passaic Avenue, Roseland, New Jersey 07068.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

ROSELAND BOARD OF EDUCATION
STATEMENT OF NET POSITION
JUNE 30, 2024

	Governmental Activities	Business-Type Activities	Total
ASSETS:			
Cash and Cash Equivalents	\$ 1,983,709	\$ 101,667	\$ 2,085,376
Receivables:			
Other Governments	207,036	1,337	208,373
Other Receivables	1,688		1,688
Internal Balances	(1,895)	1,895	
Inventory		10,685	10,685
Restricted Cash and Cash Equivalents	2,129,048		2,129,048
Capital Assets:			
Sites (Land)	107,904		107,904
Depreciable Buildings and Building Improvements and Furniture, Machinery and Equipment	9,536,920	98,336	9,635,256
Total Assets	<u>13,964,410</u>	<u>213,920</u>	<u>14,178,330</u>
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred Amount of Refunding	106,121		106,121
Deferred Outflows Related to Pensions	186,756		186,756
Total Deferred Outflows of Resources	<u>292,877</u>		<u>292,877</u>
LIABILITIES:			
Accounts Payable	149,130		149,130
Unearned Revenue	7,400	13,107	20,507
Accrued Interest Payable	16,450		16,450
Noncurrent Liabilities:			
Due Within One Year	868,455		868,455
Due Beyond One Year	2,280,126		2,280,126
Total Liabilities	<u>3,321,561</u>	<u>13,107</u>	<u>3,334,668</u>
DEFERRED INFLOWS OF RESOURCES:			
Deferred Inflows Related to Pensions	285,030		285,030
Total Deferred Inflows of Resources	<u>285,030</u>		<u>285,030</u>
NET POSITION:			
Net Investment in Capital Assets	8,105,945	98,336	8,204,281
Restricted for:			
Capital Projects	1,493,044		1,493,044
Maintenance Reserve	503,022		503,022
Excess Surplus	830,245		830,245
Unemployment Compensation	189,842		189,842
Student Activities	2,140		2,140
Unrestricted / (Deficit)	(473,542)	102,477	(371,065)
Total Net Position	<u>\$ 10,650,696</u>	<u>\$ 200,813</u>	<u>\$ 10,851,509</u>

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

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

Functions/Programs	Program Revenue				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating		Governmental Activities	Business-type Activities	Total
			Grants and Contributions				
Governmental Activities:							
Instruction:							
Regular	\$ 4,171,455	\$ 41,400	\$ 782,755	\$ (3,347,300)	\$	\$ (3,347,300)	
Special Education	1,490,853	23,475	785,356	(682,022)		(682,022)	
Other Special Instruction	421,472		64,851	(356,621)		(356,621)	
Other Instruction	8,415			(8,415)		(8,415)	
Support Services:							
Tuition	199,513		107,055	(92,458)		(92,458)	
Student & Instruction Related Services	1,879,199	2,020	366,869	(1,510,310)		(1,510,310)	
General Administrative Services	492,427		56,655	(435,772)		(435,772)	
School Administrative Services	390,569		39,540	(351,029)		(351,029)	
Central Services	285,412		46,802	(238,610)		(238,610)	
Plant Operations and Maintenance	779,313			(779,313)		(779,313)	
Pupil Transportation	674,073		144,291	(529,782)		(529,782)	
Interest on Long-Term Debt	44,124			(44,124)		(44,124)	
Capital Outlay	148,209			(148,209)		(148,209)	
Special Schools	47,358		6,082	(41,276)		(41,276)	
Unallocated Depreciation	339,788			(339,788)		(339,788)	
Total Governmental Activities	11,372,180	66,895	2,400,256	(8,905,029)		(8,905,029)	

ROSELAND BOARD OF EDUCATION
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

Functions/Programs	Program Revenue				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total	
Business-Type Activities:							
Food Service	\$ 213,276	\$ 187,010	\$ 69,142		\$ 42,876	\$ 42,876	
Total Business-Type Activities	213,276	187,010	69,142		42,876	42,876	
Total Primary Government	\$ 11,585,456	\$ 253,905	\$ 2,469,398	\$ (8,905,029)	\$ 42,876	\$ (8,862,153)	
General Revenue							
Taxes							
Property Taxes, Levied for General Purposes,				9,097,932		9,097,932	
Taxes Levied for Debt Service				839,850		839,850	
Interest				56,263	4,084	60,347	
Miscellaneous Income				150,621		150,621	
Total General Revenue				10,144,666	4,084	10,148,750	
Change in Net Position				1,239,637	46,960	1,286,597	
Net Position - Beginning				9,452,459	153,853	9,606,312	
Net Position - Ending				\$ 10,692,096	\$ 200,813	\$ 10,892,909	

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

FUND FINANCIAL STATEMENTS

ROSELAND BOARD OF EDUCATION
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
ASSETS:				
Cash and Cash Equivalents	\$ 1,307,393		\$ 676,316	\$ 1,983,709
Interfund Receivable	10,001			10,001
Receivables From State Government	191,552	\$ 3,214		194,766
Receivables From Federal Government		12,270		12,270
Other Receivables		1,688		1,688
Restricted Cash and Cash Equivalents	2,126,908	2,140		2,129,048
Total Assets	\$ 3,635,854	\$ 19,312	\$ 676,316	\$ 4,331,482
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Accounts Payable - Vendors	\$ 21,130			\$ 21,130
Interfund Payable	1,895	\$ 9,772	\$ 229	11,896
Unearned Revenue		7,400		7,400
Total Liabilities	23,025	17,172	229	40,426
Fund Balances:				
Restricted:				
Capital Reserve Account	1,493,044			1,493,044
Maintenance Reserve Account	503,022			503,022
Unemployment Compensation	189,842			189,842
Student Activities		2,140		2,140
Excess Surplus 2025-26	530,245			530,245
Excess Surplus 2024-25	300,000			300,000
Committed:				
Capital Projects Fund			676,087	676,087
Assigned:				
Year-end Encumbrances	288,144			288,144
Unassigned	308,532			308,532
Total Fund Balances	3,612,829	2,140	676,087	4,291,056
Total Liabilities and Fund Balances	\$ 3,635,854	\$ 19,312	\$ 676,316	

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.	9,644,824
Bond issuance premiums are reported as revenue in the Governmental Funds in the year the bonds are sold.	(126,910)
The deferred amount of refunding is not reported as an expenditure in the Governmental Funds in the year of expenditure	106,121
Accrued liability for interest on long-term debt is not due and payable in the current period and is not reported as a liability in the funds.	(16,450)
The Net Pension Liability for PERS is not due and payable in the current period and is not reported in the Governmental Funds.	(1,137,333)
Certain amounts related to the Net Pension Liability are deferred and amortized in the Statement of Activities and are not reported in the Governmental Funds:	
Deferred Outflows	58,756
Deferred Inflows	(285,030)
Long-term liabilities, including bonds payable and other long-term liabilities, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(1,884,338)
Net Position of Governmental Activities	\$ 10,650,696

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

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

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local Sources:					
Local Tax Levy	\$ 9,097,932			\$ 839,850	\$ 9,937,782
Interest Earned on Capital Reserve	56,163				56,163
Interest Earned on Maintenance Reserve	100				100
Tuition	64,875				64,875
Restricted Miscellaneous Revenue		\$ 2,020			2,020
Miscellaneous	109,945	2,000			111,945
Total - Local Sources	9,329,015	4,020		839,850	10,172,885
State Sources	3,027,727	31,088			3,058,815
Federal Sources		453,834			453,834
Total Revenues	12,356,742	488,942		839,850	13,685,534
EXPENDITURES:					
Current:					
Regular Instruction	2,548,906	124,351			2,673,257
Special Education Instruction	1,125,588				1,125,588
Other Special Instruction	279,966				279,966
Support Services and Undistributed Costs:					
Tuition	92,458	107,055			199,513
Student & Instruction Related Services	1,270,370	255,879			1,526,249
General Administrative Services	293,752				293,752
School Administrative Services	276,178				276,178
Central Services	186,074				186,074
Plant Operations and Maintenance	776,336				776,336
Pupil Transportation	674,073				674,073
Unallocated Benefits	4,001,488				4,001,488

ROSELAND BOARD OF EDUCATION
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Debt Service:					
Principal				\$ 775,000	\$ 775,000
Interest and Other Charges				64,850	64,850
Capital Outlay	\$ 252,913				252,913
Special Schools	34,449				34,449
Total Expenditures	11,812,551	\$ 487,285		839,850	13,139,686
Excess/(Deficiency) of Revenue over / (under) Expenditures	544,191	1,657			545,848
OTHER FINANCING SOURCES/(USES):					
Transfers	(676,087)		\$ 676,087		
Total Other Financing Sources/(Uses)	(676,087)		676,087		
Net Change in Fund Balances	(131,896)	1,657	676,087		545,848
Fund Balance - July 1	3,744,725	483			3,745,208
Fund Balance - June 30	\$ 3,612,829	\$ 2,140	\$ 676,087	\$ -0-	\$ 4,291,056

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

ROSELAND BOARD OF EDUCATION
RECONCILIATION OF THE STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Total Net Change in Fund Balances - Governmental Funds (from Exhibit B-2)	\$ 545,848
Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:	
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation differs from the capital asset additions for the current year.	
	(314,939)
	10,333
	(28,226)
	58,861
	(106,727)
	247,694
	63,454
	(53,061)
	775,000
Change in Net Position of Governmental Activities (Exhibit A-2)	<u>\$ 1,198,237</u>

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

ROSELAND BOARD OF EDUCATION
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2024

	Business-Type Activities Enterprise Funds
<u>ASSETS:</u>	
Current Assets:	
Cash and Cash Equivalents	\$ 101,667
Interfund Receivable	1,895
Intergovernmental Accounts Receivable:	
State	110
Federal	1,227
Inventories	10,685
Total Current Assets	115,584
Non-Current Assets:	
Capital Assets	160,102
Less: Accumulated Depreciation	(61,766)
Total Non-Current Assets	98,336
Total Assets	213,920
<u>LIABILITIES:</u>	
Current Liabilities:	
Unearned Revenue - Prepaid Sales	6,771
Unearned Revenue - Donated Commodities	6,336
Total Liabilities	13,107
<u>NET POSITION:</u>	
Investment in Capital Assets	98,336
Unrestricted	102,477
Total Net Position	\$ 200,813

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

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

	Business-Type Activities Enterprise Funds
Operating Revenue:	
Daily Sales:	
Reimbursable Programs	\$ 119,294
Non-Reimbursable Programs	67,716
Total Operating Revenue	187,010
Operating Expenses:	
Cost of Sales:	
Reimbursable Programs	66,122
Non-Reimbursable Programs	37,534
Salaries	62,919
Employee Benefits and Payroll Taxes	26,766
Other Purchased Services	11,157
Miscellaneous Expenses	4,316
Depreciation Expense	4,462
Total Operating Expenses	213,276
Operating Loss	(26,266)
Non-Operating Revenue:	
Local Sources:	
Interest Income	4,084
State Sources:	
State School lunch Program	2,297
Federal Sources:	
National School Lunch Program	24,878
Food Distribution Program	12,666
COVID 19 - Supply Chain Assistance	28,648
COVID 19 - Pandemic EBT Cost Reimbursement	653
Total Non-Operating Revenue	73,226
Change in Net Position	46,960
Net Position - Beginning of Year	153,853
Net Position - End of Year	\$ 200,813

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

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

	Business-Type Activities Enterprise Funds
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 187,703
Payments to Food Service Contractor	(193,341)
Payments to Suppliers	(19,810)
Net Cash (Used for) Operating Activities	(25,448)
Cash Flows from Investing Activities:	
Interest Income	4,084
Net Cash Provided by Investing Activities	4,084
Cash Flows from Noncapital Financing Activities:	
State and Federal Sources Collected in Food Service Fund	43,864
Net Cash Provided by Noncapital Financing Activities	43,864
Net Increase in Cash and Cash Equivalents	22,500
Cash and Cash Equivalents, July 1	79,167
Cash and Cash Equivalents, June 30	\$ 101,667
Reconciliation of Operating (Loss) to Net Cash	
Used for Operating Activities:	
Operating (Loss)	\$ (26,266)
Used for Operating Activities:	
Depreciation	4,462
Food Distribution Program	12,666
Changes in Assets and Liabilities:	
(Increase) in Inventory	(4,740)
(Decrease) in Accounts Payable	(16,071)
Increase in Unearned Revenue - Prepaid Sales	693
Increase in Unearned Revenue - Donated Commodities	3,808
Net Cash (Used for) Operating Activities	\$ (25,448)

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$16,473 and utilized U.S.D.A. Commodities valued at \$12,666.

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity:

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

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

B. Basis of Presentation:

District-Wide Financial Statements:

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function. Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements. Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements: During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds. Separate statements for each fund category - governmental, and proprietary - are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No. 34, paragraph 76. The NJDOE believes that the presentation of all governmental funds as major is important for public interest and to promote consistency among district financial reporting models.

The District reports the following governmental funds:

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

As required by NJDOE, the District includes budgeted capital outlay in this fund. GAAP, as it pertains to governmental entities, states that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenue. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by Board resolution.

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

B. Basis of Presentation: (Cont'd)

District-Wide financial Statements: (Cont'd)

The District reports the following governmental funds: (Cont'd)

Capital Projects Fund: The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets, lease assets, or subscription assets (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election, funds appropriated from the General Fund, and from aid provided by the state to offset the cost of approved capital projects.

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

The District reports the following proprietary fund:

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

C. Measurement Focus and Basis of Accounting:

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

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

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

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

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

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budget for the fiscal year ended June 30, 2024 was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. All budget Amendments/Transfers must be made by School Board resolution. All budgeting amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budget during the year).

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

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

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

The Capital Projects Fund budgetary revenue differs from GAAP revenue due to a difference in the recognition of SDA grants receivable. These grants are recognized on the budgetary basis in full at the time of the award but are recognized on the GAAP basis as they are expended and requested for reimbursement.

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

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

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
from the Budgetary Comparison Schedule	\$ 12,370,024	\$ 488,942
Differences - Budget to GAAP:		
Prior Year State Aid Payments Recognized for GAAP Statements not Recognized for Budgetary Purposes	54,497	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	<u>(67,779)</u>	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 12,356,742</u>	<u>\$ 488,942</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	<u>\$ 11,812,551</u>	<u>\$ 487,285</u>
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 11,812,551</u>	<u>\$ 487,285</u>
<u>Capital Projects Fund:</u>		
	<u>Fund Balance</u>	<u>Revenue and Other Financing Sources</u>
Recapitulation:		
Revenue and Other Financing Sources/Per Summary Schedule of Revenue, Expenditures and Changes in Fund Balance	<u>\$ 1,126,812</u>	<u>\$ 1,126,812</u>
	1,126,812	1,126,812
Reconciliation to Governmental Funds Statements (GAAP):		
SDA Grant Receivable not Recognized on a GAAP Basis	<u>(450,725)</u>	<u>(450,725)</u>
Revenue and Other Financing Sources/ Capital Projects Fund Balance per Governmental Funds (GAAP)	<u>\$ 676,087</u>	<u>\$ 676,087</u>

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

E. Cash and Cash Equivalents, and Investments:

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

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

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

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

F. Interfund Transactions:

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

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

G. Allowance for Uncollectible Accounts:

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

H. Encumbrances:

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

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

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

I. Short-term Interfund Receivables/Payables:

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

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

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

J. Capital Assets:

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

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

	<u>Estimated Useful Life</u>
Buildings and Building Improvements	50 Years
Furniture, Machinery and Equipment	10 to 15 Years
Computer and Related Technology	5 Years

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

J. Capital Assets: (Cont'd)

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

K. Lease Assets

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

L. Subscription Assets

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

M. Long Term Liabilities:

In the District-wide and enterprise fund statements of net position, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or enterprise funds. Bond premiums and discounts, are reported as deferred charges and amortized over the term of the related debt using the straight-line method of amortization. In the fund financial statements, governmental fund types recognize bond discounts, as expenditures in 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 while discounts on debt issuances are reported as other financing uses.

N. Accrued Salaries and Wages:

The District does not allow employees who provide services over the ten-month academic year the option to have their salaries evenly distributed during the entire twelve-month year, therefore, there are no accrued salaries and wages as of June 30, 2024.

O. Compensated Absences:

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after fifteen years of service. Upon retirement, employees shall be paid by the District for unused sick leave in accordance with the District's agreements with the various employee unions.

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

P. Lease Payable

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

Q. Subscription Payable

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

R. Unearned Revenue:

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

S. Fund Balance Appropriated:

General Fund: Of the \$3,612,829 General Fund fund balance at June 30, 2024, \$1,493,044 is restricted in the capital reserve account; \$503,022 is restricted in the maintenance reserve account; \$189,842 is restricted for unemployment compensation; \$530,245 is current year excess surplus and will be anticipated and included as anticipated revenue for the fiscal year ending June 30, 2026; \$300,000 is prior fiscal year excess surplus and is included as anticipated revenue for the fiscal year ending June 30, 2025; \$288,144 is assigned for year end encumbrances; and \$308,532 is unassigned, which is \$67,779 more than the calculated maximum unassigned fund balance, on a GAAP basis, due to the final state aid payments, which are not recognized until the fiscal year ended June 30, 2025.

Special Revenue Fund: The Special Revenue Fund fund balance at June 30, 2024 is \$2,140 and is restricted for Student Activities.

Capital Projects Fund: The fund balance of \$676,087 at June 30, 2024 is committed.

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7 as amended by P.L. 2003, c.73 (S1701), the designation for Restricted Fund Balance-Excess Surplus is a required pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The District had excess surplus at June 30, 2024 as detailed above.

The District's unassigned fund balance in the General Fund is less on a GAAP basis than the budgetary basis by \$67,779 as reported in the fund statements (modified accrual basis). P.L. 2003, C.97 provides that in the event a state school aid payments are not made until the following school budget year, districts must record the state aid payment as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the last two state aid payments in the subsequent fiscal year, the school district cannot recognize the last two state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the final two state aid payments and not the fund balance reported on the fund statement which excludes the last state aid payments.

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

T. Deficit Net Position:

The District has a \$473,542 deficit in its governmental activities Unrestricted Net Position at June 30, 2024. This deficit is primarily a result of a bond issuance premium, compensated absences payable, accrued bond interest payable, net pension liability and the related deferred inflows and outflows. This deficit does not indicate that the District is having financial difficulties and is a permitted practice under generally accepted accounting principles.

U. Net Position:

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

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District had deferred outflows of resources at June 30, 2024 due to the deferred amount on refunding of debt related to the District's refunding bond and pensions. The District had deferred inflows of resources for pensions.

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

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

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

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

V. Fund Balance Restrictions, Commitments and Assignments:

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

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

Fund balance restrictions have been established for a capital reserve, a maintenance reserve, student activities, unemployment compensation and excess surplus.

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

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

W. Revenue - Exchange and Nonexchange Transactions:

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

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

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

X. Operating Revenue and Expenses:

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

Y. Management Estimates:

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

Z. Pensions

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

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

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

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

The Board classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

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

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

Credit Risk - The District limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed on the following two pages.

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

Deposits:

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

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

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

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

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

Investments:

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

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

Investments: (Cont'd)

- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or
- (8) Agreements for the repurchase of fully collateralized securities if:
 - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.). ;
 - (b) the custody of collateral is transferred to a third party;
 - (c) the maturity of the agreement is not more than 30 days;
 - (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
 - (e) a master repurchase agreement providing for the custody and security of collateral is executed; or
- (9) Deposit of funds in accordance with the following conditions:
 - (a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;
 - (b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;
 - (c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;
 - (d) The designated public depository acts as custodian for the school district with respect to these deposits; and
 - (e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

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

	Cash and	Restricted Cash and				
	Cash	Capital	Maintenance	Unemployment	Student	
	Equivalents	Reserve	Reserve	Compensation	Activities	Total
Checking and Savings Accounts	\$ 2,026,376	\$ 1,493,044	\$ 503,022	\$ 189,842	\$ 2,140	\$ 4,214,424
	<u>\$ 2,026,376</u>	<u>\$ 1,493,044</u>	<u>\$ 503,022</u>	<u>\$ 189,842</u>	<u>\$ 2,140</u>	<u>\$ 4,214,424</u>

The carrying amount of the Board's cash and cash equivalents at June 30, 2024, was \$4,214,424 and the bank balance was \$4,334,085. The District did not hold any investments during the fiscal year ended June 30, 2024.

NOTE 4. CAPITAL RESERVE ACCOUNT

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

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the State Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line item appropriation amount 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-5.1(d)7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Balance at June 30, 2023	\$ 1,993,797
Increased by:	
June 2024 Transfer by Board Resolution	500,000
Interest Earned on Capital Reserve	56,163
Unexpended Funds of Current Year Withdrawal	24,171
	<u>2,574,131</u>
Decreased by:	
Withdrawal by Board Resolution	676,087
Budgeted Withdrawal	405,000
	<u>1,081,087</u>
Balance at June 30, 2024	<u>\$ 1,493,044</u>

The June 30, 2024 LRFP balance of local support costs of uncompleted capital projects exceeds the balance in the capital reserve account at June 30, 2024. The withdrawals from the capital reserve account were for use in DOE approved facilities projects, consistent with the District's Long Range Facilities Plan.

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 5: TRANSFERS TO CAPITAL OUTLAY

During the year ended June 30, 2024, the District transferred \$8,155 to the capital outlay accounts for Equipment for which the District did not require approval of the County Superintendent.

NOTE 6. CAPITAL ASSETS

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

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities:				
Capital Assets not being Depreciated:				
Sites (Land)	\$ 107,904			\$ 107,904
Total Capital Assets not Being Depreciated	107,904			107,904
Capital Assets Being Depreciated				
Buildings and Building Improvements	18,197,183	\$ 106,132		18,303,315
Machinery and Equipment	1,334,081	71,675		1,405,756
Total Capital Assets Being Depreciated	19,531,264	177,807		19,709,071
Governmental Activities Capital Assets	19,639,168	177,807		19,816,975
Less Accumulated Depreciation for:				
Buildings and Building Improvements	(8,725,259)	(425,606)		(9,150,865)
Machinery and Equipment	(954,146)	(67,140)		(1,021,286)
Total Accumulated Depreciation	(9,679,405)	(492,746)		(10,172,151)
Governmental Activities Capital Assets, Net of Accumulated Depreciation	\$ 9,959,763	\$ (314,939)	\$ -0-	\$ 9,644,824
Business Type Activities:				
Capital Assets Being Depreciated:				
Furniture and Equipment	\$ 160,102			\$ 160,102
Less Accumulated Depreciation	(57,304)	\$ (4,462)		(61,766)
Business Type Activities Capital Assets, Net of Accumulated Depreciation	\$ 102,798	\$ (4,462)	\$ -0-	\$ 98,336

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 133,041
General Administration	54,202
Unallocated	305,503
	<u>\$ 492,746</u>

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 7. LONG-TERM DEBT LIABILITIES

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

	Balance 6/30/2023	Issued/ Accrued	Retired	Balance 6/30/2024	Amounts Due in a Year
Compensated Absences Payable	\$ 211,112	\$ 36,814	\$ 8,588	\$ 239,338	
Serial Bonds Payable	2,420,000		775,000	1,645,000	\$ 805,000
Net Pension Liability	1,196,194		58,861	1,137,333	
Unamortized Bond Premium	190,364		63,454	126,910	63,455
	<u>\$ 4,017,670</u>	<u>\$ 36,814</u>	<u>\$ 905,903</u>	<u>\$ 3,148,581</u>	<u>\$ 868,455</u>

A. Unamortized Bond Issuance Premium

The unamortized bond issuance premium of the governmental fund types is recorded in the noncurrent liabilities. The current portion of the unamortized bond issuance premium balance of the governmental funds is \$63,455 and is separated from the long-term portion of \$63,455.

B. Bonds Payable:

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

On May 23, 2013 the District issued \$7,135,000 refunding bonding with an interest rate of 2.00% to 4.00% to refund \$7,167,000 of the \$10,917,000 school bonds dated February 15, 2005 with rates ranging from 4.00% to 4.25%. The refunding bonds will mature on September 1, 2013 through September 1, 2025 and constitute an advanced refunding. The net proceeds from the issuance of the general obligation bonds were used to purchase U.S. government securities and those securities were deposited in an irrevocable trust with an escrow agent who paid the debt service requirements of the refunded bonds on May 23, 2013 and redeemed the refunded bonds, at a redemption price equal to 100% of par, on September 1, 2013, which was the first optional redemption date. The refunding met the requirements on an in-substance debt defeasance and the school bonds were removed from the District's government-wide financial statements.

As a result of the advance refunding, the District reduced its total debt service requirements by \$484,545, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt).

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

<u>Purpose</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
Refunding Bond - 2013	9/1/2025	3.00%	\$ 1,645,000

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS

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

A. Public Employees' Retirement System (PERS)

Plan Description

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

Benefits Provided

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

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

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Contributions

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

The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years, beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. District contributions to PERS amounted to \$104,947 for the current fiscal year. During the fiscal year ended June 30, 2023, the State of New Jersey contributed \$3,547 to the PERS for normal pension benefits on behalf of the District.

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

Special Funding Situation

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

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

At June 30, 2024, the District's liability was \$1,137,333 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022 which was rolled forward to June 30, 2023. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2023, the District's proportion was 0.00785%, which was a decrease of 0.00007% from its proportion measured as of June 30, 2022.

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

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

For the fiscal year ended June 30, 2024, the District recognized an actual pension benefit of \$94,881. Additionally, for the fiscal year ended June 30, 2023, the State recognized pension expense on behalf of the District in the amount of \$3,547 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2024 financial statements.

There was no state proportionate share of net pension liability attributable to the District as of June 30, 2023.

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

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2019	5.21		\$ (6,177)
	2020	5.16		(56,214)
	2021	5.13	\$ 2,498	
	2022	5.04		(6,536)
			<u>2,498</u>	<u>(68,927)</u>
Difference Between Expected and Actual Experience	2019	5.21	472	
	2020	5.16	3,132	
	2021	5.13		(1,987)
	2022	5.04		(2,662)
	2023	5.08	7,270	
			<u>10,874</u>	<u>(4,649)</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2020	5.00	17,614	
	2021	5.00	(146,479)	
	2022	5.00	174,274	
	2023	5.00	(40,171)	
			<u>5,238</u>	
Changes in Proportion	2019	5.21	11,343	
	2020	5.16		(85,829)
	2021	5.13		(115,689)
	2022	5.04	28,803	
	2023	5.08		(9,936)
			<u>40,146</u>	<u>(211,454)</u>
District Contribution Subsequent to the Measurement Date	2023	1.00	<u>128,000</u>	
			<u>\$ 186,756</u>	<u>\$ (285,030)</u>

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

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

Fiscal Year Ending June 30,	Total
2024	\$ (60,047)
2025	(33,516)
2026	46,836
2027	(8,382)
2028	143
	<u>\$ (54,966)</u>

Actuarial Assumptions

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

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

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee Mortality Table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and a 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

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

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

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based upon 100% of 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 payment, and the municipal bond rate was applied to projected benefit payments in determining the total pension liability.

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

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

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

	June 30, 2023		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
District's proportionate share of the Net Pension Liability	\$ 1,480,566	\$ 1,137,333	\$ 845,197

Pension Plan Fiduciary Net Position

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

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

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

Benefits Provided

The vesting and benefit provisions are set by N.J.S.A. 18A:66. TPAF provides retirement, death and disability benefits. All benefits vest after ten years of service. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts. The following represents the membership tiers for TPAF:

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Benefits Provided (Cont'd)

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

Contributions

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

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer. During the fiscal year ended 2024, the State of New Jersey contributed \$1,439,150 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required contribution of \$454,743.

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

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

At June 30, 2024, the State's proportionate share of the net pension liability associated with the District was \$18,510,232. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022 which was rolled forward to June 30, 2023.

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

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

The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2023, the District's proportion was 0.036%, which was an increase of 0.002% from its proportion measured as of June 30, 2022.

District's Proportionate Share of the Net Pension Liability	\$ -0-
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>18,510,232</u>
Total	<u>\$ 18,510,232</u>

For the fiscal year ended June 30, 2023, the State recognized pension expense on behalf of the District in the amount of \$454,743 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2024 financial statements.

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

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

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

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

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

Actuarial Assumptions

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

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

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

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

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

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

Discount Rate – TPAF

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

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

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

	June 30, 2023		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
State's Proportionate Share of the Net Pension Liability Associated with the District	\$ 21,826,922	\$ 18,510,232	\$ 15,716,790

Pension Plan Fiduciary Net Position - TPAF

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

C. Defined Contribution Retirement Program (DCRP)

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

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

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

For DCRP, the District recognized pension expense of \$9,911 for the fiscal year ended June 30, 2024. Employee contributions to DCRP amounted to \$18,171 for the year ended June 30, 2024.

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 9. DEFERRED COMPENSATION

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

The plan administrators are as follows:

Commerce Bank/Legend	Equitable
Metropolitan Life Insurance Company	Valic

NOTE 10. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions; injuries to employees; and natural disasters. Health Benefits are provided to the employees through the State of New Jersey Health Benefits Plan.

Property and Liability

The Roseland Board of Education is currently a member of the Morris Essex Insurance Group and the New Jersey Schools Insurance Group (the "Groups"). The Morris Essex Insurance Group provides its members with Workers' Compensation Insurance. New Jersey School Insurance Group provides its members with Property, Building and Contents, General Liability, Automotive Liability, and Employer Liability Insurance. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report. The Groups are risk-sharing public entity risk pools that are both an insured and self-administered group of school districts established for the purpose of providing low-cost insurance coverage for their members in order to keep local property taxes at a minimum. Each member appoints an official to represent their respective district for the purpose of creating a governing body from which officers for the Groups are elected. As members of the Groups, the Board of Education could be subject to supplemental assessments in the event of deficiencies. If the assets of the Groups were to be exhausted, members would become responsible for their respective shares of the Group's liabilities.

The Groups can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided amongst the members in the same ratio as their individual assessment relates to the total assessment of the membership body. In accordance with the Governmental Accounting Standards Board, these distributions are used to reduce the amount recorded for membership expense in the year in which the distribution was declared.

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 10. RISK MANAGEMENT (Cont'd)

The June 30, 2024 financial information was not available as of the date of the audit. Selected financial information for the Groups as of June 30, 2023 is as follows:

	New Jersey Schools Insurance Group June 30, 2023	Morris Essex Insurance Group June 30, 2023
Total Assets	\$ 429,049,188	\$ 11,649,761
Net Position	\$ 201,308,725	\$ 7,344,918
Total Revenue	\$ 160,069,780	\$ 4,363,092
Total Expenses	\$ 141,165,428	\$ 3,537,129
Change in Net Position	\$ 16,304,417	\$ (149,624)
Members Dividends	\$ 2,599,935	\$ 975,587

Financial statements for the Groups are available at the respective Group's Executive Director's Office:

Morris Essex Insurance Group (MEIG)

Burton Agency
44 Bergen Street
PO Box 270
Westwood, NJ 07675
(201)664-0310

New Jersey Schools Insurance Group (NJSIG)

600 Midlantic Drive
Mount Laurel, NJ 08054
(609) 386-6060
www.njsig.org

New Jersey Unemployment Compensation Insurance

The Board of Education has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the Board is required to remit the New Jersey Unemployment Trust Fund employee withholdings and employer share of contributions for future benefits to be paid to its former employees charged to its account with the State. The following is a summary of the Unemployment Compensation Restricted Fund Balance in the General Fund for the current and previous two years.

Fiscal Year	District Contributions	Interest	Amount Reimbursed	Ending Balance
2024	\$ 25,000			\$ 189,842
2023	30,000	\$ 144	\$ 144	164,842
2022	30,000	201	201	134,842

NOTE 11. ECONOMIC DEPENDENCY

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 12. TAX CALENDAR

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

Taxes are collected by the municipality and are remitted to the local school district on predetermined, agreed-upon schedules.

NOTE 13. COMMITMENTS AND CONTINGENCIES

Grant Programs

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

Encumbrances

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

General Fund	Total Governmental Funds
<u>\$ 288,144</u>	<u>\$ 288,144</u>

Litigation

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 14. ACCOUNTS PAYABLE

At year end June 30, 2024, the Board has the following accounts payable in the governmental funds:

	General Fund	Total Governmental Funds	District Contri- bution Subsequent to the Measure- ment Date	Total Governmental Activities
Vendors	\$ 14,663	\$ 14,663		\$ 14,663
Payroll Deductions and Withholdings	6,467	6,467		6,467
State of New Jersey			\$ 128,000	128,000
	<u>\$ 21,130</u>	<u>\$ 21,130</u>	<u>\$ 128,000</u>	<u>\$ 149,130</u>

NOTE 15. INTERFUND RECEIVABLES AND PAYABLES

The District had the following interfunds payables or receivables on their various balance sheets as of June 30, 2024:

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 10,001	\$ 1,895
Special Revenue Fund		9,772
Capital Projects Fund		229
Food Service Fund	1,895	
	<u>\$ 11,896</u>	<u>\$ 11,896</u>

The Special Revenue Fund owes \$9,772 to the General Fund due to monies advanced to the Special Revenue Fund. The Capital Projects Fund owes \$229 to the General Fund due to interest not turned over prior to year end. The General Fund owes \$1,895 to the Food Service Fund due to the subsidy reimbursement not yet transferred.

NOTE 16. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account in the amount of \$300,000 was established by Board resolution on June 21, 2018. These funds may be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building.

Pursuant to N.J.A.C. 6A:26A-4.2 funds may be deposited into the maintenance reserve account at any time by board resolution to meet the required maintenance of the District by transferring unassigned general fund balance or by transferring excess unassigned general fund balance that is anticipated to be deposited during the current fiscal year in the advertised recapitulation of balances of the subsequent fiscal year's budget that is certified for taxes. Funds may be withdrawn from the maintenance reserve account and appropriated into the required maintenance account lines at budget time or any time during the fiscal year by Board resolution for use on required maintenance activities by school facility as reported in the comprehensive maintenance plan.

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 16. MAINTENANCE RESERVE ACCOUNT (Cont'd)

Funds withdrawn from the maintenance reserve account are restricted to required maintenance appropriations and may not be transferred to any other line-item account. In any fiscal year that maintenance reserve account funds are withdrawn, unexpended required maintenance appropriations, up to the amount of maintenance reserve account funds withdrawn, shall be restored to the maintenance reserve account at fiscal year-end. At no time, shall the maintenance reserve account have a balance that exceeds four percent of the replacement cost of the current fiscal year of the District's school facilities. If the account exceeds this maximum amount at June 30, the excess shall be restricted and designated in the subsequent fiscal year's budget. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

Balance at June 30, 2023	\$ 432,329
Increased by:	
Transfer by Board Resolution	217,000
Interest Earned on Maintenance Reserve	100
Return of Unexpended Funds from Budget	2,193
	<u>651,622</u>
Decreased by:	
Withdrawal by Board Resolution	25,000
Budgeted Withdrawal	123,600
	<u>148,600</u>
Balance at June 30, 2024	<u><u>\$ 503,022</u></u>

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

State Health Benefit Program Fund – Local Education Retired Employees Plan

General Information about the OPEB Plan

Plan Description and Benefits Provided

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

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

Plan Description and Benefits Provided (Cont'd)

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

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

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

Employees Covered by Benefit Terms

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

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

Total Nonemployer OPEB Liability

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

Actuarial Assumptions and Other Inputs

The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

Actuarial Assumptions and Other Inputs (Cont'd)

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

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

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

Mortality Rates

Pre-retirement mortality rates were based on the Pub-2010 Healthy “Teachers” (TPAF/ABP), “General” (PERS), and “Safety” (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2022. Post-retirement mortality rates were based on the Pub-2010 “General” classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2022. 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-2022 for current disabled retirees. Future disabled retirees were based on the Pub-2010 “Safety” (PFRS), “General” (PERS) and “Teachers” (TPAF/ABP) classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021.

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 6.50% and decreases to a 4.50% long term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 14.8% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend increasing to 17.4% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.50% and decreases to a 4.50% long term rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Discount Rate

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

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

	<u>Total OPEB Liability</u>
Balance at June 30, 2022	\$ 12,986,353
Changes for Year:	
Service Cost	669,121
Interest on the Total OPEB Liability	486,816
Changes of Assumptions	27,861
Differences between Expected and Actual Experience	19,480
Gross Benefit Payments by the State	(379,481)
Contributions from Members	<u>12,475</u>
Net Changes	<u>836,272</u>
Balance at June 30, 2023	<u><u>\$ 13,822,625</u></u>

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

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

	<u>June 30, 2023</u>		
	<u>At 1% Decrease (2.65%)</u>	<u>At Discount Rate (3.65%)</u>	<u>At 1% Increase (4.65%)</u>
Total OPEB Liability Attributable to the District	\$ 16,204,655	\$ 13,822,625	\$ 11,910,132

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

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

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

Sensitivity of the Total Nonemployer OPEB Liability Attributable to the District to Changes in the Healthcare Trend Rate (Cont'd)

	June 30, 2023		
	1%	Healthcare	1%
	Decrease	Cost Trend Rate	Increase
Total OPEB Liability Attributable to the District	\$ 11,474,910	\$ 13,822,625	\$ 16,894,616

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

For the fiscal year ended June 30, 2024 the District recognized OPEB expense of \$265,441 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

In accordance with GASB Codification Section P50, as the District's proportionate share of the OPEB liability is \$-0-, there is no recognition of the allocation of the proportionate share of the deferred inflows and outflows of resources. At June 30, 2023 the State had deferred outflows of resources and deferred inflows of resources related to OPEB associated with the District from the following sources:

	Deferral Year	Original Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		\$ 498,081
	2018	9.51		515,559
	2019	9.29	\$ 75,847	
	2020	9.24	1,854,329	
	2021	9.24	10,554	
	2022	9.13		2,800,910
	2023	9.30	24,865	
			<u>1,965,595</u>	<u>3,814,550</u>
Differences Between Expected and Actual Experience	2018	9.51		487,364
	2019	9.29		892,722
	2020	9.24	1,728,307	
	2021	9.24		2,029,670
	2022	9.13	288,454	
	2023	9.30		230,986
			<u>2,016,761</u>	<u>3,640,742</u>
Changes in Proportion	N/A	N/A	\$ 1,231,927	1,521,736
			<u>\$ 5,214,283</u>	<u>\$ 8,977,028</u>

N/A - Not Available

ROSELAND BOARD OF EDUCATION
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

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

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

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Total</u>
2024	\$ (689,321)
2025	(689,321)
2026	(599,117)
2027	(353,217)
2028	(72,299)
Thereafter	<u>(1,069,661)</u>
	<u><u>\$ (3,472,936)</u></u>

REQUIRED SUPPLEMENTARY
INFORMATION SCHEDULES

ROSELAND BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,				
	2015	2016	2017	2018	2019
District's proportion of the net pension liability	0.0097470459%	0.0104656125%	0.0122006653%	0.0100468138%	0.0094062702%
District's proportionate share of the net pension liability	\$ 1,959,449	\$ 2,738,805	\$ 3,251,636	\$ 2,338,738	\$ 1,852,048
District's covered employee payroll	\$ 802,752	\$ 744,538	\$ 662,251	\$ 696,762	\$ 753,357
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	244.09%	367.85%	491.00%	335.66%	245.84%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%
	Fiscal Year Ending June 30,				
	2020	2021	2022	2023	2024
District's proportion of the net pension liability	0.0106486503%	0.0089528808%	0.0076753270%	0.0079263437%	0.0078521406%
District's proportionate share of the net pension liability	\$ 1,918,725	\$ 1,459,981	\$ 909,258	\$ 1,196,194	\$ 1,137,333
District's covered employee payroll	\$ 639,472	\$ 566,624	\$ 584,168	\$ 593,053	\$ 652,545
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	300.05%	257.66%	155.65%	201.70%	174.29%
Plan fiduciary net position as a percentage of the total pension liability	56.27%	58.32%	70.33%	62.91%	65.23%

ROSELAND BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,				
	2015	2016	2017	2018	2019
Contractually required contribution	\$ 86,277	\$ 104,893	\$ 97,535	\$ 95,057	\$ 94,140
Contributions in relation to the contractually required contribution	(86,277)	(104,893)	(97,535)	(95,057)	(94,140)
Contribution deficiency/(excess)	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
District's covered employee payroll	\$ 744,538	\$ 662,251	\$ 696,762	\$ 753,357	\$ 639,472
Contributions as a percentage of covered employee payroll	11.59%	15.84%	14.00%	12.62%	14.72%

	Fiscal Year Ending June 30,				
	2020	2021	2022	2023	2024
Contractually required contribution	\$ 104,189	\$ 97,940	\$ 98,180	\$ 99,955	\$ 104,947
Contributions in relation to the contractually required contribution	(104,189)	(97,940)	(98,180)	(99,955)	(104,947)
Contribution deficiency/(excess)	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
District's covered employee payroll	\$ 566,624	\$ 584,168	\$ 593,053	\$ 652,545	\$ 569,888
Contributions as a percentage of covered employee payroll	18.39%	16.77%	16.56%	15.32%	18.42%

ROSELAND BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY ASSOCIATED WITH THE DISTRICT
TEACHERS' PENSION AND ANNUITY FUND
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,			
	2015	2016	2017	2018
State's proportion of the net pension liability attributable to the District	0.0367027219%	0.0373472679%	0.0348823435%	0.0357215194%
State's proportionate share of the net pension liability attributable to the District	\$ 19,616,410	\$ 23,605,068	\$ 27,440,672	\$ 24,084,736
District's covered employee payroll	\$ 3,462,859	\$ 3,452,595	\$ 3,416,603	\$ 3,478,965
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	566.48%	683.69%	803.16%	692.30%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.33%	25.41%
				26.49%

	Fiscal Year Ending June 30,			
	2020	2021	2022	2023
State's proportion of the net pension liability attributable to the District	0.0327939977%	0.0304733636%	0.0325741952%	0.0346450330%
State's proportionate share of the net pension liability attributable to the District	\$ 20,125,986	\$ 20,066,343	\$ 15,660,106	\$ 17,874,902
District's covered employee payroll	\$ 3,518,033	\$ 3,918,214	\$ 4,076,467	\$ 4,093,459
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	572.08%	512.13%	384.16%	436.67%
Plan fiduciary net position as a percentage of the total pension liability	26.95%	24.60%	35.52%	32.29%
				34.68%

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

	Fiscal Year Ending June 30,				
	2015	2016	2017	2018	2019
Contractually required contribution	\$ 1,055,547	\$ 1,441,302	\$ 2,061,785	\$ 1,668,469	\$ 1,223,220
Contributions in relation to the contractually required contribution	(201,913)	(279,282)	(387,748)	(485,715)	(644,979)
Contribution deficiency/(excess)	<u>\$ 853,634</u>	<u>\$ 1,162,020</u>	<u>\$ 1,674,037</u>	<u>\$ 1,182,754</u>	<u>\$ 578,241</u>
District's covered employee payroll	\$ 3,452,595	\$ 3,416,603	\$ 3,478,965	\$ 3,266,790	\$ 3,518,033
Contributions as a percentage of covered employee payroll	5.85%	8.17%	11.15%	14.87%	18.33%
	Fiscal Year Ending June 30,				2024
	2020	2021	2022	2023	
Contractually required contribution	\$ 1,187,085	\$ 1,247,810	\$ 368,489	\$ 481,064	\$ 454,743
Contributions in relation to the contractually required contribution	(668,397)	(946,892)	(1,426,217)	(1,482,795)	(1,439,150)
Contribution deficiency/(excess)	<u>\$ 518,688</u>	<u>\$ 300,918</u>	<u>\$ (1,057,728)</u>	<u>\$ (1,001,731)</u>	<u>\$ (984,407)</u>
District's covered employee payroll	\$ 3,918,214	\$ 4,076,467	\$ 4,093,459	\$ 4,207,379	\$ 4,458,284
Contributions as a percentage of covered employee payroll	17.06%	23.23%	34.84%	35.24%	32.28%

ROSELAND BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF CHANGES IN THE STATE'S PROPORTIONATE SHARE OF THE TOTAL OPEB LIABILITY
ASSOCIATED WITH THE DISTRICT AND RELATED RATIOS
LAST SEVEN FISCAL YEARS

	Fiscal Year Ending June 30,						
	2017	2018	2019	2020	2021	2022	2023
Service Cost	\$ 715,438	\$ 596,672	\$ 502,652	\$ 506,354	\$ 961,290	\$ 817,167	\$ 669,121
Interest Cost	505,545	589,360	494,887	381,023	377,682	344,153	486,816
Changes of Benefit Terms					(15,497)		
Changes in Assumptions	(2,038,884)	(1,427,582)	156,806	2,985,271	14,364	(3,483,706)	27,861
Differences between Expected and Actual Experience		(3,022,102)	(2,764,564)	2,229,284	(2,833,555)	1,079,448	19,480
Member Contributions	13,668	11,497	9,570	8,624	9,655	10,936	12,475
Gross Benefit Payments	(371,174)	(332,648)	(322,834)	(284,515)	(297,508)	(340,893)	(379,481)
Net Change in Total OPEB Liability	(1,175,407)	(3,584,803)	(1,923,483)	5,826,041	(1,783,569)	(1,572,895)	836,272
Total OPEB Liability - Beginning	17,200,469	16,025,062	12,440,259	10,516,776	16,342,817	14,559,248	12,986,353
Total OPEB Liability - Ending	\$ 16,025,062	\$ 12,440,259	\$ 10,516,776	\$ 16,342,817	\$ 14,559,248	\$ 12,986,353	\$ 13,822,625
District's Covered Employee Payroll *	\$ 4,078,854	\$ 4,175,727	\$ 4,157,505	\$ 4,484,838	\$ 4,660,635	\$ 4,686,512	\$ 4,859,924
Total OPEB Liability as a Percentage of Covered Employee Payroll	393%	298%	253%	364%	312%	277%	284%

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

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

ROSELAND BOARD OF EDUCATION
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

There were none.

B. TEACHERS PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

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

For pre-Medicare medical benefits, the trend rate is initially 6.50% and decreases to a 4.50% long term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 14.8% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend is increasing to 17.4% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.50% and decreases to a 4.50% long term rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

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

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

BUDGETARY COMPARISON SCHEDULES

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues from Local Sources:					
Local Tax Levy	\$ 9,097,932		\$ 9,097,932	9,097,932	
Tuition From Individuals	47,600		47,600	41,400	\$ (6,200)
Tuition From Other LEAs Within the State			20,000	23,475	3,475
Rents and Royalties	11,000		11,000	10,400	(600)
Unrestricted Miscellaneous Revenues	4,000		4,000	99,545	95,545
Interest Earned on Maintenance Reserve	100		100	100	
Interest Earned on Capital Reserve Funds	100		100	56,163	56,063
Total Revenues from Local Sources	9,160,732		9,180,732	9,329,015	148,283
Revenues from State Sources:					
Categorical Transportation Aid	145,508		145,508	145,508	
Extraordinary Aid	50,000		50,000	170,396	120,396
Categorical Special Education Aid	514,841		514,841	514,841	
Categorical Security Aid	43,661		43,661	43,661	
Nonpublic Transportation				5,915	5,915
TPAF Post Retirement Contributions (Non-Budgeted)				396,151	396,151
TPAF Pension Contributions (Non-Budgeted)				1,439,150	1,439,150
TPAF Non-Contributory Insurance (Non-Budgeted)				16,413	16,413
TPAF Long-Term Disability Insurance (Non-Budgeted)				742	742
Reimbursed TPAF Social Security Contributions				308,232	308,232
Total Revenues from State Sources	754,010		754,010	3,041,009	2,286,999
TOTAL REVENUE	9,914,742		9,934,742	12,370,024	2,435,282

ROSELAND BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
GENERAL CURRENT EXPENSE					
Regular Programs - Instruction:					
Preschool - Salaries of Teachers	\$ 90,906	\$	90,906	\$ 90,331	\$ 575
Kindergarten - Salaries of Teachers	239,662	72,962	312,624	310,787	1,837
Grades 1-5 - Salaries of Teachers	1,812,621	(3,000)	1,809,621	1,805,057	4,564
Grades 6-8 - Salaries of Teachers	350,112	(72,962)	277,150	273,617	3,533
Regular Programs - Home Instruction:					
Salaries of Teachers	20,000	(6,075)	13,925	6,841	7,084
Purchased Professional-Educational Services	33,175	10,475	43,650	7,947	35,703
Regular Programs - Undistributed Instruction:					
General Supplies	67,323	(986)	66,337	53,951	12,386
Textbooks	3,000	(3,000)			
Other Objects	4,000	(85)	3,915	375	3,540
Total Regular Programs - Instruction	2,620,799	(2,671)	2,618,128	2,548,906	69,222
Special Education - Instruction:					
Learning and/or Language Disabilities:					
Salaries of Teachers	74,562	(1)	74,561	74,087	474
Other Salaries for Instruction	28,890	5,678	34,568	34,567	1
General Supplies	320		320	285	35
Total Learning and/or Language Disabilities	103,772	5,677	109,449	108,939	510
Multiple Disabilities:					
Salaries of Teachers	122,724	14,000	136,724	130,770	5,954
Other Salaries for Instruction	69,039	6,725	75,764	72,511	3,253
General Supplies	672		672	397	275
Total Multiple Disabilities	192,435	20,725	213,160	203,678	9,482

ROSELAND BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Resource Room/Resource Center:					
Salaries of Teachers	\$ 678,215	\$ 8,000	\$ 686,215	\$ 685,393	\$ 822
Other Salaries for Instruction	122,422	20,978	143,400	126,644	16,756
General Supplies	970		970	934	36
Total Resource Room/Resource Center	801,607	28,978	830,585	812,971	17,614
TOTAL SPECIAL EDUCATION - INSTRUCTION	1,097,814	55,380	1,153,194	1,125,588	27,606
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	245,662	1,200	246,862	209,196	37,666
General Supplies	1,700		1,700	785	915
Total Basic Skills/Remedial - Instruction	247,362	1,200	248,562	209,981	38,581
Bilingual Education - Instruction:					
Salaries of Teachers	33,281	2,750	36,031	35,731	300
General Supplies		632	632	632	
Other Objects		73	73	73	
Total Bilingual Education - Instruction	33,281	3,455	36,736	36,436	300
School-Spon. Cocurricular & Extracurricular Actvts. - Inst.:					
Salaries	30,124	3,500	33,624	33,549	75
Total School-Spon. Cocurricular & Extracurricular Actvts. - Inst.	30,124	3,500	33,624	33,549	75
TOTAL INSTRUCTION	4,029,380	60,864	4,090,244	3,954,460	135,784
Undistributed Expenditures - Instruction:					
Tuition to Priv. Sch. for the Handicap. W/I State	186,835	(1,802)	185,033	92,458	92,575
Total Undistributed Expenditures - Instruction	186,835	(1,802)	185,033	92,458	92,575

ROSELAND BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Health Services:					
Salaries	\$ 97,750	\$ 600	\$ 98,350	\$ 98,350	
Purchased Professional and Technical Services	4,100	2,902	7,002	2,403	\$ 4,599
Supplies and Materials	1,366	842	2,208	2,193	15
Total Undist. Expenditures - Health Services	103,216	4,344	107,560	102,946	4,614
Undist. Expend. - Speech, OT, PT, Related Svcs:					
Salaries	178,900		178,900	178,900	
Purchased Professional - Educational Services	226,369	(105,403)	120,966	46,742	74,224
Supplies and Materials	850		850	578	272
Total Undist. Expend. - Speech, OT, PT, Related Svcs	406,119	(105,403)	300,716	226,220	74,496
Undist.Expend.-Other Supp.Serv.Students-Extra.Serv.:					
Salaries	70,013	(12,201)	57,812	57,771	41
Purchased Professional - Educational Services	107,895	27,940	135,835	70,248	65,587
Total Undist. Expend. - Other Supp. Svcs. Students - Extra. Serv.	177,908	15,739	193,647	128,019	65,628
Undist.Expend.-Guidance:					
Salaries of Other Professional Staff	78,712		78,712	77,962	750
Supplies and Materials	735	2,412	3,147	2,747	400
Other Objects	869	14	883	750	133
Total Undist Expend. - Guidance	80,316	2,426	82,742	81,459	1,283
Undist. Expend.-Child Study Team:					
Salaries of Other Professional Staff	275,612	(5,000)	270,612	270,050	562
Salaries of Secretarial and Clerical Assistants	43,111		43,111	41,960	1,151
Purchased Professional - Educational Services	2,000	(275)	1,725	1,050	675
Other Purchased Services (400-500 series)	300	(79)	221		221
Supplies and Materials	2,197	822	3,019	3,019	
Other Objects	600		600	600	
Total Undist Expend. - Child Study Team	323,820	(4,532)	319,288	316,679	2,609

ROSELAND BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Improv. of Inst. Serv.:					
Other Salaries	\$ 14,000		\$ 14,000	\$ 13,281	\$ 719
Purchased Professional - Educational Services	35,000	\$ (547)	34,453	11,031	23,422
Other Purchased Services (400-500 series)	1,230		1,230	459	771
Supplies and Materials		3,000	3,000		3,000
Total Undist. Expend.-Improv. of Inst. Serv.	50,230	2,453	52,683	24,771	27,912
Undist. Expend.-Edu. Media Serv./Sch. Library:					
Salaries	85,562		85,562	85,532	30
Salaries of Technology Coordinators	74,604		74,604	74,304	300
Purchased Professional and Technical Services	221,481	(44,250)	177,231	176,963	268
Other Purchased Services (400-500 series)	250		250		250
Supplies and Materials	14,100	44,601	58,701	53,477	5,224
Other Objects	820		820		820
Total Undist Expend-Edu. Media Serv./Sch. Library	396,817	351	397,168	390,276	6,892
Undist. Expend.-Support Serv.-Gen. Admin.:					
Salaries	213,971		213,971	213,970	1
Legal Services	49,362		49,362	29,214	20,148
Audit Fees	49,500		49,500	24,000	25,500
Communications / Telephone	14,000		14,000	9,641	4,359
BOE Other Purchased Services	3,000		3,000	2,057	943
Other Purch. Serv. (400-500 series other than 530 & 585)	9,005	10,000	19,005	6,099	12,906
General Supplies	2,500		2,500	395	2,105
Miscellaneous Expenditures	4,000		4,000	3,430	570
BOE Membership Dues and Fees	5,000		5,000	4,946	54
Total Undist. Expend.-Support Serv.-Gen. Admin.	350,338	10,000	360,338	293,752	66,586

ROSELAND BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Support Serv.-School Admin.:					
Salaries of Principals/Assistant Principals/Prog Director	\$ 149,334		\$ 149,334	\$ 149,334	
Salaries of Other Professional Staff	70,042	\$ 400	70,442	70,378	\$ 64
Salaries of Secretarial and Clerical Assistants	52,395	(400)	51,995	51,073	922
Other Purchased Services (400-500 series)	2,000	547	2,547	1,772	775
Supplies and Materials	2,000	(19)	1,981	1,123	858
Other Objects	2,400	98	2,498	2,498	
Total Undist. Expend.-Support Serv.-School Adm.	278,171	626	278,797	276,178	2,619
Undist. Expend. - Central Services:					
Salaries	204,770		204,770	176,759	28,011
Miscellaneous Purchased Services (400-500 series other than 594)	16,900		16,900	6,927	9,973
Supplies and Materials	4,000		4,000	2,088	1,912
Other Objects	1,500		1,500	300	1,200
Total Undist. Expend. - Central Services	227,170		227,170	186,074	41,096
Undist. Expend.-Required Maintenance for School Facilities:					
Cleaning, Repair, and Maintenance Services	123,600	36,000	159,600	133,835	25,765
General Supplies	26,200	(11,000)	15,200	5,788	9,412
Other Objects	5,450		5,450	4,396	1,054
Total Undist. Expend.- Required Maint. for School Facilities	155,250	25,000	180,250	144,019	36,231

ROSELAND BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Custodial Services:					
Salaries	\$ 294,300	\$ 914	\$ 295,214	\$ 260,514	\$ 34,700
Salaries of Non-Instructional Aides	28,515		28,515	19,009	9,506
Cleaning, Repair, and Maintenance Services	7,000	2,426	9,426	9,426	
Insurance	82,533	(799)	81,734	81,685	49
General Supplies	26,000	(378)	25,622	23,721	1,901
Energy (Natural Gas)	100,697	(914)	99,783	39,525	60,258
Energy (Electricity)	188,661		188,661	159,210	29,451
Energy (Gasoline)	2,000		2,000	817	1,183
Other Objects	900		900		900
Total Undist. Expend.-Custodial Services	730,606	1,249	731,855	593,907	137,948
Care and Upkeep of Grounds:					
Cleaning, Repair, and Maintenance Services	20,000		20,000	3,975	16,025
General Supplies	4,000		4,000	2,994	1,006
Total Care And Upkeep Of Grounds	24,000		24,000	6,969	17,031
Security:					
Salaries	30,287	1	30,288	30,287	1
Cleaning, Repair, and Maintenance Services	2,500	(1)	2,499	515	1,984
General Supplies	3,500	(1,250)	2,250	639	1,611
Total Security	36,287	(1,250)	35,037	31,441	3,596
Total Undist. Expend.-Oper. And Maint. Of Plant Serv.	946,143	24,999	971,142	776,336	194,806

ROSELAND BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Student Transportation Serv.:					
Contract. Serv. - Aid in Lieu of Payments-Nonpublic Studts	\$ 16,352		\$ 16,352	\$ 13,980	\$ 2,372
Contract. Serv.(Oth. than Bet. Home & Sch.)-Vend.	14,200	\$ 1,862	16,062	16,062	
Contract. Serv.(Reg. Students)-ESCs & CTSAs	519,342	7,635	526,977	515,246	11,731
Contract. Serv.(Spl. Ed. Students)-ESCs & CTSAs	223,800	(17,651)	206,149	128,785	77,364
Total Undist. Expend.-Student Trans. Serv.	773,694	(8,154)	765,540	674,073	91,467
UNALLOCATED BENEFITS					
Social Security Contributions	118,332		118,332	100,676	17,656
Other Retirement Contributions - PERS	115,000	(3,964)	111,036	104,947	6,089
Other Retirement Contributions - Regular		9,911	9,911	9,911	
Unemployment Compensation	25,000		25,000		25,000
Workers Compensation	72,526	(13,348)	59,178	45,736	13,442
Health Benefits	1,685,263	(500)	1,684,763	1,504,180	180,583
Tuition Reimbursement	23,000		23,000	7,592	15,408
Other Employee Benefits	49,434	30,827	80,261	59,285	20,976
Unused Sick Payment to Terminated/Retired Staff	25,000	(4,992)	20,008	8,473	11,535
TOTAL UNALLOCATED BENEFITS	2,113,555	17,934	2,131,489	1,840,800	290,689
ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)					
TPAF Post Retirement Contributions (Non-Budgeted)				396,151	(396,151)
TPAF Pension Contributions (Non-Budgeted)				1,439,150	(1,439,150)
TPAF Non-Contributory Insurance (Non-Budgeted)				16,413	(16,413)
TPAF Long-Term Disability Insurance (Non-Budgeted)				742	(742)
Reimbursed TPAF Social Security Contributions				308,232	(308,232)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)				2,160,688	(2,160,688)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	2,113,555	17,934	2,131,489	4,001,488	(1,869,999)
TOTAL UNDISTRIBUTED EXPENDITURES	6,414,332	(41,019)	6,373,313	7,570,729	(1,197,416)
TOTAL GENERAL CURRENT EXPENSE	10,443,712	19,845	10,463,557	11,525,189	(1,061,632)

ROSELAND BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
CAPITAL OUTLAY					
Equipment:					
Undistributed:					
Undist. Expend.-Support Serv. - Inst. Staff		\$ 8,155	\$ 8,155	\$ 8,155	
Total Equipment		8,155	8,155	8,155	
 Facilities Acquisition and Construction Serv.:					
Architectural/Engineering Services	\$ 64,000	(50,000)	14,000		\$ 14,000
Other Purchased Prof. and Tech. Services	10,627	58,389	69,016	67,255	1,761
Construction Services	251,155		251,155	54,680	196,475
Other Objects	125,000	(8,389)	116,611	96,598	20,013
Assessment for Debt Service on SDA Funding	26,225		26,225	26,225	
Total Facilities Acquisition and Const. Serv.	477,007		477,007	244,758	232,249
TOTAL CAPITAL OUTLAY	477,007	8,155	485,162	252,913	232,249
 SPECIAL SCHOOLS					
Summer School - Instruction:					
Salaries of Teachers	27,850	23,209	51,059	22,968	28,091
Other Salaries for Instruction	9,600	(1,890)	7,710		7,710
Purchased Professional and Technical Services	16,700	(4,819)	11,881	10,665	1,216
General Supplies	500	500	1,000	816	184
Total Summer School - Instruction	54,650	17,000	71,650	34,449	37,201
TOTAL SPECIAL SCHOOLS	54,650	17,000	71,650	34,449	37,201
TOTAL EXPENDITURES	10,975,369	45,000	11,020,369	11,812,551	(792,182)
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(1,060,627)	(25,000)	(1,085,627)	557,473	1,643,100
 Other Financing Sources/(Uses):					
Capital Reserve - Transfer to Capital Projects Fund		(676,087)	(676,087)	(676,087)	
Total Other Financing Sources/(Uses)		(676,087)	(676,087)	(676,087)	

ROSELAND BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Excess/(Deficit) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses					
Fund Balance, July 1	\$ (1,060,627)	\$ (701,087)	\$ (1,761,714)	\$ (118,614)	\$ 1,880,328
Fund Balance, June 30	3,799,222		3,799,222	3,799,222	
	\$ 2,738,595	\$ (701,087)	\$ 2,037,508	\$ 3,680,608	\$ 1,643,100
<u>Recapitulation:</u>					
Restricted Fund Balance:					
Excess Surplus - Restricted For 2025-2026				\$ 530,245	
Excess Surplus - Restricted For 2024-2025				300,000	
Capital Reserve				1,493,044	
Maintenance Reserve				503,022	
Unemployment Compensation				189,842	
Assigned Fund Balance:					
Year End Encumbrances				288,144	
Unassigned Fund Balance				376,311	
				3,680,608	
Reconciliation to Governmental Funds Statement (GAAP):					
Last State Aid Payments not Recognized on GAAP basis				(67,779)	
Fund Balance per Governmental Funds (GAAP)	\$			3,612,829	

ROSELAND BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources		\$ 11,420	\$ 11,420	\$ 4,020	\$ (7,400)
State Sources		68,653	68,653	31,088	(37,565)
Federal Sources	\$ 117,671	375,172	492,843	453,834	(39,009)
Total Revenues and Other Financing Sources	117,671	455,245	572,916	488,942	(83,974)
EXPENDITURES:					
Instruction:					
Salaries of Teachers		96,227	96,227	79,591	16,636
Purchased Professional and Technical Services		6,750	6,750	6,750	
Tuition	81,512	27,131	108,643	107,055	1,588
General Supplies	17,473	42,278	59,751	38,010	21,741
Total Instruction	98,985	172,386	271,371	231,406	39,965
Support Services:					
Salaries of Other Professional Staff		30,137	30,137	10,784	19,353
Personal Services - Employee Benefits		10,028	10,028	6,914	3,114
Purchased Professional and Technical Services	8,000	157,532	165,532	164,427	1,105
Purchased Professional and Educational Services	10,686	2,562	13,248	7,614	5,634
Cleaning, Repair and Maintenance Services		33,088	33,088	33,088	
Supplies and Materials		47,492	47,492	32,689	14,803
Student Activities		363	363	363	
Total Support Services	18,686	281,202	299,888	255,879	44,009
Total Expenditures	\$ 117,671	\$ 453,588	\$ 571,259	\$ 487,285	\$ 83,974
Deficit of Revenue Under Expenditures	\$ -0-	\$ 1,657	\$ 1,657	\$ 1,657	\$ -0-

ROSELAND BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
from the Budgetary Comparison Schedule	\$ 12,370,024	\$ 488,942
Difference - Budget to GAAP:		
Current Year Encumbrances		
Prior year State Aid Payments Recognized for GAAP Statements, not Recognized for Budgetary Purposes	54,497	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(67,779)	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 12,356,742</u>	<u>\$ 488,942</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	<u>\$ 11,812,551</u>	<u>\$ 487,285</u>
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 11,812,551</u>	<u>\$ 487,285</u>

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budget for the fiscal year ended June 30, 2024 was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

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

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are not substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

SPECIAL REVENUE FUND

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

	Elementary and Secondary			I.D.E.A		ARP I.D.E.A Preschool
	Title I	Title IIA	Title IV	Basic		
REVENUES:						
Local Sources	\$ 19,829	\$ 8,903	\$ 20,000	\$ 107,055	\$ 1,661	
Federal Sources						
Total Revenues	19,829	8,903	20,000	107,055	1,661	
EXPENDITURES:						
Instruction:						
Salaries of Teachers			4,500			
Purchased Professional and Technical Services				107,055		
Tuition	3,024	1,289	5,500			
General Supplies						
Total Instruction	3,024	1,289	10,000	107,055		
Support Services:						
Salaries of Other Professional Staff						
Personal Services - Employee Benefits		7,614			1,661	
Purchased Professional and Technical Services						
Purchased Professional and Educational Services						
Cleaning, Repair and Maintenance Services						
Supplies and Materials	16,805		10,000			
Student Activities						
Total Support Services	16,805	7,614	10,000		1,661	
Total Expenditures	\$ 19,829	\$ 8,903	\$ 20,000	\$ 107,055	\$ 1,661	

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

	Education Stabilization Fund						
	CRRSA		American Rescue Plan				
	ESSER II	Mental Health	ESSER III	Accelerated Learning Coaching and Educator Support	Evidence-Based Summer Learning and Enrichment Activities	NJTSS Mental Health Support Staffing	
REVENUES:							
State Sources	\$ 12,984	\$ 20,933	\$ 144,073	\$ 26,398	\$ 23,461	\$ 33,271	
Federal Sources	12,984	20,933	144,073	26,398	23,461	33,271	
Total Revenues							
EXPENDITURES:							
Instruction:							
Salaries of Teachers			30,680		21,641		2,250
Purchased Professional and Technical Services							
Tuition							
General Supplies	7,100	20,933			164		
Total Instruction	7,100	20,933	30,680		21,805		2,250
Support Services:							
Salaries of Other Professional Staff			5,294				
Personal Services - Employee Benefits			2,752		1,656		
Purchased Professional and Technical Services			105,347	26,398			31,021
Purchased Professional and Educational Services							
Cleaning, Repair and Maintenance Services							
Supplies and Materials	5,884						
Student Activities							
Total Support Services	5,884		113,393	26,398	1,656		31,021
Total Expenditures	\$ 12,984	\$ 20,933	\$ 144,073	\$ 26,398	\$ 23,461	\$ 33,271	

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

	Schools Development Authority Emergent Program	New Jersey High Impact Learning	Student Activities	Local Donations	Totals
REVENUES:					
Local Sources			\$ 2,020	\$ 2,000	\$ 4,020
State Sources	\$ 31,088				31,088
Federal Sources	\$	\$ 35,266			453,834
Total Revenues	31,088	35,266	2,020	2,000	488,942
EXPENDITURES:					
Instruction:					
Salaries of Teachers		27,270			79,591
Purchased Professional and Technical Services					6,750
Tuition					107,055
General Supplies					38,010
Total Instruction		27,270			231,406
Support Services:					
Salaries of Other Professional Staff		5,490			10,784
Personal Services - Employee Benefits		2,506			6,914
Purchased Professional and Technical Services					164,427
Purchased Professional and Educational Services					7,614
Cleaning, Repair and Maintenance Services	31,088			2,000	33,088
Supplies and Materials					32,689
Student Activities			363		363
Total Support Services	31,088	7,996	363	2,000	255,879
Total Expenditures	\$ 31,088	\$ 35,266	\$ 363	\$ 2,000	\$ 487,285

CAPITAL PROJECTS FUND

ROSELAND 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

Revenue and Other Financing Sources:	
State Sources - SDA Grant	\$ 450,725
Transfer from Capital Reserve	<u>676,087</u>
Total Revenues	<u>1,126,812</u>
Excess of Revenues and Other Financing Sources	
Over Expenditure	<u>1,126,812</u>
Fund Balance - Ending Balance	<u><u>\$ 1,126,812</u></u>
Recapitulation:	
Committed - Year End Encumbrances	\$ 1,035,176
Committed Fund Balance	<u>91,636</u>
Total Fund Balance - Budgetary Basis	<u><u>1,126,812</u></u>
Reconciliation to Governmental Funds Statements (GAAP):	
NJSDA Grant Receivable not Recognized on GAAP Basis	<u>(450,725)</u>
Fund Balance per Governmental Funds (GAAP)	<u><u>\$ 676,087</u></u>

ROSELAND BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS
BUDGETARY BASIS
RESTORATION OF THE EXISTING ROOFING SYSTEM
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Current Year	Total	Authorized Cost
Revenue and Other Financing Sources:			
State Sources - SDA Grant	\$ 450,725	\$ 450,725	\$ 450,725
Transfer from Capital Reserve	676,087	676,087	676,087
	<hr/>	<hr/>	<hr/>
Total Revenue and Other Financing Sources	1,126,812	1,126,812	1,126,812
	<hr/>	<hr/>	<hr/>
Expenditures:			
Construction Services			1,126,812
	<hr/>	<hr/>	<hr/>
Total Expenditures			1,126,812
	<hr/>	<hr/>	<hr/>
Excess/(Deficit) of Revenue and Other financing Sources Over Expenditures	\$ 1,126,812	\$ 1,126,812	\$ -0-
	<hr/>	<hr/>	<hr/>
Additional Project Information:			
Project Number	#4530-020-23-R501		
Grant Date	10/19/2023		
Original Authorized Cost	\$ 1,126,812		
Percentage Completion	0.00%		
Target Completion Date	8/31/2024		

PROPRIETARY FUNDS

ROSELAND BOARD OF EDUCATION
ENTERPRISE FUNDS
STATEMENT OF NET POSITION
JUNE 30, 2024

	<u>Food Service Fund</u>
<u>ASSETS:</u>	
Current Assets:	
Cash and Cash Equivalents	\$ 101,667
Interfund Receivable	1,895
Intergovernmental Accounts Receivable:	
State	110
Federal	1,227
Inventories	<u>10,685</u>
Total Current Assets	<u>115,584</u>
Non-Current Assets:	
Capital Assets	160,102
Less: Accumulated Depreciation	<u>(61,766)</u>
Total Non-Current Assets	<u>98,336</u>
Total Assets	<u>213,920</u>
<u>LIABILITIES:</u>	
Current Liabilities:	
Unearned Revenue - Prepaid Sales	6,771
Unearned Revenue - Donated Commodities	<u>6,336</u>
Total Liabilities	<u>13,107</u>
<u>NET POSITION:</u>	
Investment in Capital Assets	98,336
Unrestricted	<u>102,477</u>
Total Net Position	<u><u>\$ 200,813</u></u>

ROSELAND BOARD OF EDUCATION
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Food Service Fund</u>
Operating Revenue:	
Daily Sales:	
Reimbursable Programs	\$ 119,294
Non-Reimbursable Programs	<u>67,716</u>
Total Operating Revenue	<u>187,010</u>
Operating Expenses:	
Cost of Sales:	
Reimbursable Programs	66,122
Non-Reimbursable Programs	37,534
Salaries	62,919
Employee Benefits and Payroll Taxes	26,766
Other Purchased Services	11,157
Miscellaneous Expenses	4,316
Depreciation Expense	<u>4,462</u>
Total Operating Expenses	<u>213,276</u>
Operating Loss	<u>(26,266)</u>
Non-Operating Revenue:	
Local Sources:	
Interest Earnings	4,084
State Sources:	
State School lunch Program	2,297
Federal Sources:	
National School Lunch Program	24,878
Food Distribution Program	12,666
COVID 19 - Supply Chain Assistance	28,648
COVID 19 - Pandemic EBT Cost Reimbursement	<u>653</u>
Total Non-Operating Revenue	<u>73,226</u>
Change in Net Position	46,960
Net Position - Beginning of Year	<u>153,853</u>
Net Position - End of Year	<u><u>\$ 200,813</u></u>

ROSELAND BOARD OF EDUCATION
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Food Service Fund
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 187,703
Payments to Food Service Contractor	(193,341)
Payments to Suppliers	(19,810)
Net Cash (Used for) Operating Activities	(25,448)
Cash Flows from Investing Activities:	
Interest Income	4,084
Net Cash Provided by Investing Activities	4,084
Cash Flows from Noncapital Financing Activities:	
State and Federal Sources Collected in Food Service Fund	43,864
Net Cash Provided by Noncapital Financing Activities	43,864
Net Increase in Cash and Cash Equivalents	22,500
Cash and Cash Equivalents, July 1	79,167
Cash and Cash Equivalents, June 30	\$ 101,667
Reconciliation of Operating (Loss) to Net Cash	
Used for Operating Activities:	
Operating (Loss)	\$ (26,266)
Used for Operating Activities:	
Depreciation	4,462
Food Distribution Program	12,666
Changes in Assets and Liabilities:	
(Increase) in Inventory	(4,740)
(Decrease) in Accounts Payable	(16,071)
Increase in Unearned Revenue - Prepaid Sales	693
Increase in Unearned Revenue - Donated Commodities	3,808
Net Cash (Used for) Operating Activities	\$ (25,448)

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$16,473 and utilized U.S.D.A. Commodities valued at \$12,666.

LONG-TERM LIABILITIES

ROSELAND BOARD OF EDUCATION
LONG-TERM LIABILITIES
SCHEDULE OF SERIAL BONDS

Maturities of Bonds									
Purpose	Date of Issue	Original Issue	Outstanding		Interest Rate	Balance June 30, 2023	Matured	Balance June 30, 2024	
			Date	Amount					
Refunding Bond - 2013	5/23/2013	\$ 7,135,000	9/1/2024	\$ 805,000	3.000%	\$ 2,420,000	\$ 775,000	\$ 1,645,000	
			9/1/2025	840,000	3.000%				
							\$ 2,420,000	\$ 775,000	\$ 1,645,000

ROSELAND BOARD OF EDUCATION
LONG-TERM LIABILITIES
SCHEDULE OF OBLIGATIONS UNDER FINANCED PURCHASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOT APPLICABLE

ROSELAND BOARD OF EDUCATION
LONG-TERM LIABILITIES
SCHEDULE OF OBLIGATIONS UNDER LEASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOT APPLICABLE

ROSELAND BOARD OF EDUCATION
LONG-TERM LIABILITIES
SCHEDULE OF OBLIGATIONS UNDER SUBSCRIPTION-BASED
INFORMATION TECHNOLOGY ARRANGEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOT APPLICABLE

ROSELAND BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance Final to Actual
REVENUE:				
Local Sources:				
Local Tax Levy	\$ 839,850	\$ 839,850	\$ 839,850	
Total Revenue	839,850	839,850	839,850	
EXPENDITURES:				
Regular Debt Service:				
Interest	64,850	64,850	64,850	
Redemption of Principal	775,000	775,000	775,000	
Total Regular Debt Service	839,850	839,850	839,850	
Total Expenditures	839,850	839,850	839,850	
Excess of Revenue Over Expenditures	-0-	-0-	-0-	\$ -0-
Fund Balance, July 1	-0-	-0-	-0-	-0-
Fund Balance, June 30	\$ -0-	\$ -0-	\$ -0-	\$ -0-

STATISTICAL SECTION
(UNAUDITED)

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

Contents

Exhibit

Financial Trends

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

J-1 thru J-5

Revenue Capacity

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

J-6 thru J-9

Debt Capacity

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

J-10 thru J-13

Demographic and Economic Information

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

J-14 thru J-15

Operating Information

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

J-16 thru J-20

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

ROSELAND BOARD OF EDUCATION
NET POSITION BY COMPONENT,
LAST TEN FISCAL YEARS
UNAUDITED
(accrual basis of accounting)

	June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental Activities										
Net Investment in Capital Assets	\$ 5,237,554	\$ 5,812,192	\$ 5,890,468	\$ 6,136,004	\$ 5,790,757	\$ 6,120,168	\$ 6,504,685	\$ 7,047,871	\$ 7,698,945	\$ 8,105,945
Restricted	414,388	614,522	1,254,034	1,954,822	2,246,057	2,502,476	2,859,883	3,278,953	3,221,451	3,018,293
Unrestricted (Deficit)	(2,228,609)	(2,637,042)	(2,725,523)	(2,855,813)	(2,367,990)	(2,057,194)	(2,074,556)	(1,814,541)	(1,467,937)	(473,542)
Total Governmental Activities Net Position	\$ 3,423,333	\$ 3,789,672	\$ 4,418,979	\$ 5,235,013	\$ 5,668,824	\$ 6,565,450	\$ 7,290,012	\$ 8,512,283	\$ 9,452,459	\$ 10,650,696
Business-Type Activities										
Investment in Capital Assets	\$ 44,208	\$ 47,474	\$ 56,756	\$ 50,005	\$ 15,371	\$ 12,941	\$ 28,562	\$ 40,556	\$ 102,798	\$ 98,336
Unrestricted	11,691	5,765	(2,218)		6,771	22,880	46,197	79,049	51,055	102,477
Total Business-Type Activities Net Position	\$ 55,899	\$ 53,239	\$ 54,538	\$ 50,005	\$ 22,142	\$ 35,821	\$ 74,759	\$ 119,605	\$ 153,853	\$ 200,813
District-Wide										
Net Investment in Capital Assets	\$ 5,281,762	\$ 5,859,666	\$ 5,947,224	\$ 6,186,009	\$ 5,806,128	\$ 6,133,109	\$ 6,533,247	\$ 7,115,536	\$ 7,801,743	\$ 8,204,281
Restricted	414,388	614,522	1,254,034	1,954,822	2,246,057	2,502,476	2,859,883	3,278,953	3,221,451	3,018,293
Unrestricted/(Deficit)	(2,216,918)	(2,631,277)	(2,727,741)	(2,855,813)	(2,361,219)	(2,034,314)	(2,028,359)	(1,735,492)	(1,416,882)	(371,065)
Total District-Wide Net Position	\$ 3,479,232	\$ 3,842,911	\$ 4,473,517	\$ 5,285,018	\$ 5,690,966	\$ 6,601,271	\$ 7,364,771	\$ 8,658,997	\$ 9,606,312	\$ 10,851,509

Source: School District Financial Reports

ROSELAND BOARD OF EDUCATION
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
UNAUDITED
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses										
Governmental activities										
Instruction:										
Regular	\$ 4,079,714	\$ 4,301,029	\$ 4,614,422	\$ 4,483,388	\$ 4,774,653	\$ 4,308,959	\$ 4,791,148	\$ 4,821,371	\$ 4,002,924	\$ 4,171,455
Special Education	1,429,620	1,464,068	1,745,804	1,974,582	1,666,472	1,788,844	1,912,654	1,995,009	1,535,334	1,490,853
Other Special Education	520,916	603,224	453,584	544,779	396,566	387,303	390,061	419,428	303,701	421,472
Other Instruction										8,415
Support Services:										
Tuition	28,665	26,072	16,705	64,992	164,421	206,427	120,364	171,502	250,095	199,513
Student & Instruction Related Services	1,164,585	1,455,821	1,600,935	1,523,842	1,461,713	1,505,322	1,569,983	1,497,451	1,871,466	1,879,199
General and Business Administrative Services	362,905	393,694	394,559	466,263	404,523	392,019	404,120	407,128	474,394	492,427
School Administrative Services	323,332	294,041	353,013	331,535	285,313	293,044	316,671	316,387	279,765	390,569
Central Services	189,788	258,368	289,650	264,735	263,089	278,577	246,821	254,444	248,991	285,412
Administrative Information Technology	30,712	625,275	698,581	666,163	628,682	754,600	664,259	715,208	761,895	779,313
Plant Operations And Maintenance	685,040	289,444	366,873	385,441	479,246	362,427	697,596	638,884	706,073	674,073
Pupil Transportation	278,964	64,974	61,817	35,506	37,934	151,211	32,773	104,721	56,548	148,209
Capital Outlay	34,087	41,986	38,973	47,902	56,260	56,629	46,785	26,225	97,853	47,358
Special Schools	63,042	229,948	211,581	193,405	174,605	155,206	132,456	39,722	74,955	44,124
Interest On Long-Term Debt	252,156	297,924	286,995	274,654	273,164	276,403	276,403	271,607	301,399	339,788
Unallocated Depreciation	264,964									
Total Governmental Activities Expenses	\$ 9,708,490	\$ 10,345,868	\$ 11,133,492	\$ 11,257,187	\$ 11,066,641	\$ 10,916,971	\$ 11,602,094	\$ 11,679,087	\$ 10,965,393	\$ 11,372,180
Business-Type Activities:										
Food Service	180,213	154,794	171,375	194,231	192,065	132,103	132,300	200,618	243,667	213,276
Total Business-Type Activities Expenses	180,213	154,794	171,375	194,231	192,065	132,103	132,300	200,618	243,667	213,276
Total District Expenses	\$ 9,888,703	\$ 10,500,662	\$ 11,304,867	\$ 11,451,418	\$ 11,258,706	\$ 11,049,074	\$ 11,734,394	\$ 11,879,705	\$ 11,209,060	\$ 11,585,456
Program Revenues										
Governmental Activities:										
Charges For Services:										
Instruction (Special Education)							98	17	62,680	23,475
Student & Instruction Related Services					2,514,414	2,551,011	3,008,012	3,089,965	6,186	2,020
Operating Grants and Contributions	2,034,861	2,459,030	3,146,452	3,409,150					2,128,221	2,400,256
Total Governmental Activities Program Revenues	\$ 2,034,861	\$ 2,459,030	\$ 3,146,452	\$ 3,409,150	\$ 2,514,414	\$ 2,551,011	\$ 3,008,110	\$ 3,089,982	\$ 2,197,087	\$ 2,425,751

ROSELAND BOARD OF EDUCATION
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS

UNAUDITED
(accrual basis of accounting)
(Continued)

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Business-Type Activities:										
Charges For Services										
Food Service	\$ 120,535	\$ 127,281	\$ 147,163	\$ 149,374	\$ 167,016	\$ 122,178	\$ 1,159	\$ 3,915	\$ 177,189	\$ 187,010
Operating Grants and Contributions	28,750	24,853	25,511	26,111	27,243	22,964	170,015	241,420	72,430	69,142
Total Business Type Activities Program Revenues	149,285	152,134	172,674	175,485	194,259	145,142	171,174	245,335	249,619	256,152
Total District Program Revenues	\$ 2,184,146	\$ 2,611,164	\$ 3,319,126	\$ 3,584,635	\$ 2,708,673	\$ 2,696,153	\$ 3,179,284	\$ 3,335,317	\$ 2,446,706	\$ 2,681,903
Net (Expenses)/Revenue										
Governmental Activities	\$ (7,673,629)	\$ (7,886,838)	\$ (7,987,040)	\$ (7,848,037)	\$ (8,552,227)	\$ (8,365,960)	\$ (8,593,984)	\$ (8,589,105)	\$ (8,768,306)	\$ (8,946,429)
Business-Type Activities	(30,928)	(2,660)	1,299	(18,746)	2,194	13,039	38,874	44,717	5,952	42,876
Total District-Wide Net Expense	\$ (7,704,557)	\$ (7,889,498)	\$ (7,985,741)	\$ (7,866,783)	\$ (8,550,033)	\$ (8,352,921)	\$ (8,555,110)	\$ (8,544,388)	\$ (8,762,354)	\$ (8,903,553)
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 7,001,230	\$ 7,296,254	\$ 7,462,179	\$ 7,681,869	\$ 7,948,541	\$ 8,171,100	\$ 8,432,625	\$ 8,601,278	\$ 8,773,303	\$ 9,097,932
Taxes Levied for Debt Service	737,165	812,825	812,825	819,900	821,300	822,100	835,650	839,650	845,350	839,850
Federal and State Aid not Restricted	31,017	32,875	57,855	24,426	17,719	12,133				
Investment Earnings				100	100	100	3,816	2,822	16,903	56,263
Miscellaneous Income	95,255	111,223	283,488	151,298	198,378	173,688	46,455	141,716	72,926	150,621
Transfers				(13,522)						
Total Governmental Activities	\$ 7,864,667	\$ 8,253,177	\$ 8,616,347	\$ 8,664,071	\$ 8,986,038	\$ 9,179,121	\$ 9,318,546	\$ 9,585,466	\$ 9,708,482	\$ 10,144,666
Business-Type Activities:										
Investment Earnings				691	1,112	640	64	129	1,366	4,084
Transfers				13,522	(31,169)				(179)	
Other Items - Capital Asset Adjustment					(30,057)					
Total Business-Type Activities				14,213		640	64	129	1,187	4,084
Total District-Wide	\$ 7,864,667	\$ 8,253,177	\$ 8,616,347	\$ 8,678,284	\$ 8,955,981	\$ 9,179,761	\$ 9,318,610	\$ 9,585,595	\$ 9,709,669	\$ 10,148,750
Change in Net Position:										
Governmental Activities	\$ 191,038	\$ 366,339	\$ 629,307	\$ 816,034	\$ 433,811	\$ 813,161	\$ 724,562	\$ 996,361	\$ 940,176	\$ 1,198,237
Business-Type Activities	(30,928)	(2,660)	1,299	(4,533)	(27,863)	13,679	38,938	44,846	7,139	46,960
Total District	\$ 160,110	\$ 363,679	\$ 630,606	\$ 811,501	\$ 405,948	\$ 826,840	\$ 763,500	\$ 1,041,207	\$ 947,315	\$ 1,245,197

Source: School District Financial Reports

ROSELAND BOARD OF EDUCATION
FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
UNAUDITED
(modified accrual basis of accounting)

	June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund										
Restricted	\$ 474,876	\$ 614,522	\$ 1,254,034	\$ 1,954,822	\$ 2,246,057	\$ 2,493,853	\$ 2,851,162	\$ 3,270,635	\$ 3,220,968	\$ 3,016,153
Assigned	305,288	53,494	83,492	30,837	393,698	624,852	395,823	119,835	202,227	288,144
Unassigned	245,165	231,127	291,917	249,890	285,213	301,927	339,047	412,308	321,530	308,532
Total General Fund	\$ 1,025,329	\$ 899,143	\$ 1,629,443	\$ 2,235,549	\$ 2,924,968	\$ 3,420,632	\$ 3,586,032	\$ 3,802,778	\$ 3,744,725	\$ 3,612,829
All Other Governmental Funds										
Restricted						\$ 8,623	\$ 8,721	\$ 8,318	\$ 483	\$ 2,140
Committed	\$ (12,520)									676,087
Unassigned / (Deficit)	\$ (12,520)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 8,623	\$ 8,721	\$ 8,318	\$ 483	\$ 678,227
Total All Other Governmental Funds / (Deficit)										
Total Governmental Funds:										
Restricted	\$ 474,876	\$ 614,522	\$ 1,254,034	\$ 1,954,822	\$ 2,246,057	\$ 2,502,476	\$ 2,859,883	\$ 3,278,953	\$ 3,221,451	\$ 3,018,293
Assigned	305,288	53,494	83,492	30,837	393,698	624,852	395,823	119,835	202,227	288,144
Committed										676,087
Unassigned	232,645	231,127	291,917	249,890	285,213	301,927	339,047	412,308	321,530	308,532
Total Governmental Funds:	\$ 1,012,809	\$ 899,143	\$ 1,629,443	\$ 2,235,549	\$ 2,924,968	\$ 3,429,255	\$ 3,594,753	\$ 3,811,096	\$ 3,745,208	\$ 4,291,056

Source: School District Financial Reports

ROSELAND BOARD OF EDUCATION
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
UNAUDITED
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues										
Tax Levy	\$ 7,738,395	\$ 8,109,079	\$ 8,275,004	\$ 8,501,769	\$ 8,769,841	\$ 8,993,200	\$ 9,268,275	\$ 9,440,928	\$ 9,618,653	\$ 9,937,782
Tuition Charges	55,320	81,805	80,220	67,850	73,205	66,555	21,875	54,550	62,680	64,875
Interest Earnings-Capital Reserve				100	100	100	3,279	2,822	16,803	56,163
Interest Earnings-Maintenance Reserve							537		100	100
Miscellaneous	63,075	53,632	248,772	95,159	141,732	119,266	24,678	87,183	69,853	113,965
State Sources	1,102,855	1,169,166	1,366,726	1,398,511	1,623,624	1,687,319	2,050,809	2,690,516	2,946,985	3,058,815
Federal Sources	104,249	136,505	132,089	153,578	152,157	149,154	302,734	211,821	325,800	453,834
Total Revenue	\$ 9,063,894	\$ 9,550,187	\$ 10,102,811	\$ 10,216,967	\$ 10,760,659	\$ 11,015,594	\$ 11,672,187	\$ 12,487,820	\$ 13,040,874	\$ 13,685,534
Expenditures										
Instruction										
Regular Instruction	\$ 2,382,672	\$ 2,324,381	\$ 2,280,711	\$ 2,113,790	\$ 2,285,374	\$ 2,371,895	\$ 2,550,696	\$ 2,597,115	\$ 2,521,025	\$ 2,673,257
Special Education Instruction	886,645	836,406	931,777	967,998	951,611	1,041,664	1,040,182	1,119,862	1,085,982	1,125,588
Other Instruction	312,664	330,316	223,361	265,507	232,818	228,871	209,053	231,517	204,814	279,966
Support Services:										
Tuition	29,331	26,072	16,705	64,992	164,421	206,427	120,364	171,502	250,095	199,513
Student & Instruction Related Services	889,400	1,026,179	1,033,108	1,038,583	1,073,828	1,086,461	1,210,468	1,193,032	1,652,474	1,526,249
General Administrative Services	263,209	261,595	258,812	330,209	294,410	272,057	310,552	358,385	306,260	293,752
School Administrative Services	216,545	176,061	194,256	183,484	168,328	175,424	184,848	191,823	197,401	276,178
Central Services	153,354	185,722	197,748	195,779	205,733	213,311	216,325	242,920	181,610	186,074
Administrative Information Technology	30,712									
Plant Operations And Maintenance	608,719	537,749	571,090	577,781	558,636	658,789	624,567	701,083	744,173	776,336
Pupil Transportation	278,964	289,444	366,873	385,441	479,246	362,427	697,596	638,884	706,073	674,073
Unallocated Benefits	1,979,895	2,196,982	2,378,306	2,441,963	2,683,095	2,766,936	3,228,441	3,826,346	3,884,218	4,001,488
Debt Service:										
Principal	530,000	565,000	585,000	610,000	630,000	650,000	685,000	715,000	750,000	775,000
Interest And Other Charges	269,550	247,825	227,825	209,900	191,300	172,100	150,650	124,650	95,350	64,850
Capital Outlay	57,984	618,135	67,966	164,010	96,180	331,781	231,162	119,636	461,259	252,913
Special Schools	63,042	41,986	38,973	47,902	56,260	56,629	46,785	39,722	66,028	34,449
Total Expenditures	\$ 8,952,686	\$ 9,663,853	\$ 9,372,511	\$ 9,597,339	\$ 10,071,240	\$ 10,594,772	\$ 11,506,689	\$ 12,271,477	\$ 13,106,762	\$ 13,139,686
Excess (Deficiency) Of Revenues	\$ 111,208	\$ (113,666)	\$ 730,300	\$ 619,628	\$ 689,419	\$ 420,822	\$ 165,498	\$ 216,343	\$ (65,888)	\$ 545,848
Over (Under) Expenditures										

ROSELAND BOARD OF EDUCATION
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,

LAST TEN FISCAL YEARS

UNAUDITED

(modified accrual basis of accounting)
(Continued)

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Other Financing Sources (Uses)										
Financed Purchases										
Transfers In	\$ 15,146	\$ 12,500								
Transfers Out	19,008	(12,500)		\$ (13,522)						
	(19,008)									
Total Other Financing Sources (Uses)	15,146			(13,522)						
Net Change In Fund Balances	\$ 126,354	\$ (113,666)	\$ 730,300	\$ 606,106	\$ 689,419	\$ 420,822	\$ 165,498	\$ 216,343	\$ (65,888)	\$ 545,848
Debt Service As A Percentage Of										
Noncapital Expenditures	8.99%	8.99%	8.74%	8.69%	8.23%	8.01%	7.41%	6.91%	6.68%	6.52%

Source: School District Financial Reports

ROSELAND BOARD OF EDUCATION
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
UNAUDITED
(modified accrual basis of accounting)

<u>Fiscal Year Ended June 30,</u>	<u>Interest on Investments</u>	<u>Tuition</u>	<u>Prior Year Accounts Payable Cancelled</u>	<u>Other</u>	<u>Total</u>
2015		\$ 55,320		\$ 39,935	\$ 95,255
2016		81,805		29,398	111,203
2017	\$ 5,935	80,220	\$ 143,903	53,430	283,488
2018	28,414	67,850		55,134	151,398
2019	54,534	73,205		70,739	198,478
2020	37,593	66,555		69,640	173,788
2021	11,766	21,875	1,037	15,593	50,271
2022	9,328	54,550	101	45,137	109,116
2023	46,986	62,680	97	31,199	140,962
2024	150,789	64,875		15,419	231,083

Source: Roseland Board of Education records

ROSELAND BOARD OF EDUCATION
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
 LAST TEN YEARS
UNAUDITED

Year Ended December 31,	Vacant Land	Farm		Commercial			Industrial	Apartment	Total Assessed Value	Tax-Exempt Property	Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
		Residential	Qualified	Commercial	Industrial	Apartment								
2014	\$ 14,517,100	\$ 951,345,752	\$ 6,400	\$ 563,386,400	\$ 91,276,600	\$ 53,906,200	\$ 1,674,438,452	\$ 56,702,880	\$ 1,466,700	\$ 1,675,905,152	\$ 1.00	\$ 1,791,196,093		
2015	7,853,100	952,307,000	6,400	572,151,900	91,276,600	61,850,000	1,685,445,000	56,702,880	1,466,700	1,686,911,700	1.04	1,835,333,588		
2016	7,729,700	955,023,000	6,400	570,801,300	89,465,800	76,017,700	1,699,043,900	57,807,880	1,559,200	1,700,603,100	1.04	1,818,332,621		
2017	6,611,400	958,786,400	6,400	599,903,800	89,465,800	76,017,700	1,730,791,500	57,577,880	1,589,800	1,732,381,300	1.05	1,827,849,898		
2018 *	6,254,700	959,776,900		538,277,200	89,465,800	76,017,700	1,669,792,300	58,713,780	1,634,100	1,671,426,400	1.09	1,757,512,485		
2019	5,678,600	962,087,900		538,277,200	89,465,800	76,017,700	1,671,527,200	59,285,980	1,634,100	1,673,161,300	1.10	1,804,412,673		
2020	6,297,700	961,828,800		527,316,800	88,269,400	76,017,700	1,659,730,400	60,219,980	1,636,315	1,661,366,715	1.12	1,778,382,868		
2021	12,517,000	963,300,300		507,983,500	86,106,800	76,017,700	1,645,925,300	59,927,980	1,630,000	1,647,555,300	1.13	1,788,569,057		
2022	11,709,900	968,195,600		506,483,500	86,859,100	76,017,700	1,649,265,800	73,439,900	1,552,759	1,650,818,559	1.15	1,859,391,582		
2023	11,234,900	972,721,900		505,733,500	86,859,100	76,017,700	1,652,567,100	72,930,700	1,573,600	1,654,140,700	2.15	1,877,546,392		

* Revaluation Year

Source: Municipal Tax Assessor

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

Reassessment occurs when ordered by the County Board of Taxation

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

b Tax rates are per \$100

ROSELAND BOARD OF EDUCATION
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
UNAUDITED
(rate per \$100 of assessed value)

Year Ended December 31,	Roseland Board of Education Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct	Borough of Roseland	Essex County	
2014	\$ 0.91	\$ 0.10	\$ 1.01	\$ 0.610	\$ 0.540	\$ 2.16
2015	0.94	0.10	1.04	0.620	0.563	2.22
2016	0.94	0.10	1.04	0.630	0.560	2.23
2017	0.95	0.10	1.05	0.637	0.561	2.25
2018 *	0.99	0.10	1.09	0.647	0.514	2.25
2019	1.00	0.10	1.10	0.651	0.525	2.27
2020	1.02	0.10	1.12	0.654	0.515	2.29
2021	1.03	0.10	1.13	0.661	0.508	2.30
2022	1.04	0.10	1.15	0.670	0.519	2.33
2023	1.96	0.18	2.15	0.680	0.487	3.31

* Revaluation Year

Source: Municipal Tax Collector and School Business Administrator

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

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

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

ROSELAND BOARD OF EDUCATION
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

2023			2014		
Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value	Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value
Roseland Residences Owner LLC	\$ 108,000,000	6.54 %	Prudential Financial - 80 Livingston	\$ 67,100,400	3.98 %
Prudential Drive Investor LLC	88,810,000	5.37 %	ADP Incorporated	61,626,400	3.66 %
Avalon Roseland LLC	54,623,500	3.31 %	56 Livingston Owner	57,127,200	3.39 %
56 Livingston Owner	47,157,500	2.85 %	Segal Development	53,906,200	2.90 %
ADP Incorporated	45,000,000	2.72 %	Prudential Financial - 55 Livingston	48,850,000	2.79 %
Becker Equities LLC	31,051,700	1.88 %	Mack-Cali Realty Corp - 4 Beckham	38,406,100	2.28 %
Eisenhower 101 FO LLC	29,480,000	1.78 %	Mack-Cali Realty Corp - 101 Eisenhower	31,189,200	1.85 %
Eisenhower 105 FO LLC	28,390,000	1.72 %	Mack-Cali Realty Corp - 105 Eisenhower	28,952,000	1.72 %
Roseland Commerce Park Incorporated	26,210,000	1.59 %	Mack-Cali Realty Corp - 103 Eisenhower	20,535,800	1.72 %
Essex County Park Commission	25,247,700	1.53 %	Mack-Cali Realty Corp - 85 Livingston	15,811,100	1.22 %
	\$ 483,970,400	29.29%		\$ 423,504,400	25.51%

Source: Municipal Tax Assessor

ROSELAND 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 ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	\$ 7,738,395	\$ 7,738,395	100.00%	-0-
2016	8,109,079	8,109,079	100.00%	-0-
2017	8,275,004	8,275,004	100.00%	-0-
2018	8,501,769	8,501,769	100.00%	-0-
2019	8,769,841	8,769,841	100.00%	-0-
2020	8,993,200	8,993,200	100.00%	-0-
2021	9,268,275	9,268,275	100.00%	-0-
2022	9,440,928	9,440,928	100.00%	-0-
2023	9,618,653	9,618,653	100.00%	-0-
2024	9,937,782	9,937,782	100.00%	-0-

Source: Roseland Board of Education records including the Certificate and Report of School Taxes (A4F form)

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

ROSELAND BOARD OF EDUCATION
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities		Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation	Financed			
	Bonds	Purchases			
2015	\$ 7,610,000	\$ 12,333	\$ 7,622,333	2.20%	\$ 1,304
2016	7,045,000	9,250	7,054,250	1.98%	1,205
2017	6,460,000	6,167	6,466,167	1.76%	1,104
2018	5,850,000	3,084	5,853,084	1.57%	999
2019	5,220,000		5,220,000	1.35%	891
2020	4,570,000		4,570,000	1.11%	785
2021	3,885,000		3,885,000	0.84%	625
2022	3,170,000		3,170,000	0.68%	514
2023	2,420,000		2,420,000	0.52%	392
2024	1,645,000		1,645,000	0.35%	267

Source: School District Financial Reports

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

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

ROSELAND BOARD OF EDUCATION
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	<u>General Bonded Debt Outstanding</u>		Percentage of Actual Taxable Net Valuation ^a	Per Capita ^b
	<u>General Obligation Bonds</u>	<u>Net General Bonded Debt Outstanding</u>		
2015	\$ 7,610,000	\$ 7,610,000	0.45%	\$ 1,302
2016	7,045,000	7,045,000	0.42%	1,204
2017	6,460,000	6,460,000	0.38%	1,103
2018	5,850,000	5,850,000	0.34%	999
2019	5,220,000	5,220,000	0.31%	891
2020	4,570,000	4,570,000	0.27%	785
2021	3,885,000	3,885,000	0.23%	625
2022	3,170,000	3,170,000	0.19%	514
2023	2,420,000	2,420,000	0.15%	392
2024	1,645,000	1,645,000	0.10%	267

Source: School District Financial Reports

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

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

b See Exhibit J-14 for population data. This ratio is calculated using population for the prior calendar year.

ROSELAND BOARD OF EDUCATION
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
UNAUDITED
AS OF DECEMBER 31, 2023

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid With Property Taxes:			
Borough of Roseland	\$ 19,895,381	100.00%	\$ 19,895,381
Essex County General Obligation Debt (Borough Share)	671,990,781	1.53%	<u>10,283,478</u>
Other Debt			
West Essex Regional High School	2,480,000	21.86%	<u>542,054</u>
Subtotal, Overlapping Debt			30,720,913
Roseland School District Direct Debt			<u>1,645,000</u>
Total Direct And Overlapping Debt			<u><u>\$ 32,365,913</u></u>

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

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

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

ROSELAND BOARD OF EDUCATION
LEGAL DEBT MARGIN INFORMATION,
LAST TEN FISCAL YEARS
UNAUDITED

Legal Debt Margin Calculation for Fiscal Year 2024

	Equalized valuation basis	
	2023	\$ 1,945,111,935
	2022	1,864,419,851
	2021	1,846,449,742
		<u>\$ 5,655,981,528</u>
Average Equalized Valuation of Taxable Property		\$ 1,885,327,176
Debt Limit (2.5% of average equalization value)		47,133,179
Net Bonded School Debt		1,645,000
Legal Debt Margin		<u>\$ 45,488,179</u>

	Fiscal Year				
	2015	2016	2017	2018	2019
Debt Limit	\$ 45,021,938	\$ 45,296,786	\$ 44,931,469	\$ 47,216,969	\$ 46,836,220
Total Net Debt Applicable to Limit	<u>7,045,000</u>	<u>6,460,000</u>	<u>5,850,000</u>	<u>5,220,000</u>	<u>4,570,000</u>
Legal Debt Margin	<u>\$ 37,795,991</u>	<u>\$ 38,258,481</u>	<u>\$ 37,521,871</u>	<u>\$ 37,976,938</u>	<u>\$ 38,836,786</u>
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	15.65%	14.26%	13.02%	11.06%	9.76%

	Fiscal Year				
	2020	2021	2022	2023	2024
Debt Limit	\$ 44,744,080	\$ 45,186,541	\$ 45,876,439	\$ 45,876,439	\$ 47,133,179
Total Net Debt Applicable to Limit	<u>3,885,000</u>	<u>3,170,000</u>	<u>2,420,000</u>	<u>2,420,000</u>	<u>1,645,000</u>
Legal Debt Margin	<u>\$ 39,081,469</u>	<u>\$ 41,996,969</u>	<u>\$ 42,266,220</u>	<u>\$ 40,859,080</u>	<u>\$ 45,488,179</u>
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	8.68%	7.02%	5.28%	5.28%	3.49%

a Limit set by NJSA 18A:24-19 for a K through 6 district; other % limits would be applicable for other districts

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

ROSELAND BOARD OF EDUCATION
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

<u>Year</u>	<u>Population ^a</u>	<u>Personal Income (thousands of dollars) ^b</u>	<u>Essex County Per Capita Personal Income ^c</u>	<u>Unemployment Rate ^d</u>
2015	5,844	\$ 347,104,380	\$ 59,395	4.10%
2016	5,853	355,481,955	60,735	4.00%
2017	5,855	366,868,445	62,659	3.70%
2018	5,857	372,042,497	63,521	3.10%
2019	5,860	386,332,220	65,927	2.80%
2020	5,822	410,433,534	70,497	8.90%
2021	6,219	462,133,890	74,310	5.00%
2022	6,173	468,740,582	75,934	2.70%
2023	6,168	468,360,912 ***	75,934 *	5.50%
2024	6,168 **	468,360,912 ***	75,934 *	N/A

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

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

*** - Latest population data available (2023) and latest Essex County per capita personal income (2022)

N/A - Not Available

Source: School District Reports

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

b Personal income has been estimated based upon the municipal population and per capita personal income presented

c Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.

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

ROSELAND BOARD OF EDUCATION
 PRINCIPAL EMPLOYERS, ESSEX COUNTY
 CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

	2023		2014	
	Employer	Employees	Employer	Employees
		Percentage of Total Employment		Percentage of Total Employment
	Prudential Ins. Co. of America	49,705	St. Barnabas Health Care System	23,000
	St. Barnabas Health Care System	24,600	Verizon	17,100
	Rutgers University - Newark Campus	23,980	Prudential Ins. Co. of America	16,850
	Verizon	15,000	Rutgers University - Newark Campus	15,500
	Public Service Electric & Gas	2,945	Continental Airlines	11,000
	New Jersey Transit	11,500	Newark Board of Education	7,050
	City of Newark	10,001	Automatic Data Processing	5,649
	Montclair State University	7,900	New Jersey Transit	4,000
	Gateway Group One	6,250	City of Newark	4,000
	Newark Board of Education	5,877	Essex County	3,500
		157,758		107,649
		N/A		N/A

Note - Principal employers are that of Essex County.

N/A - Information not available

Source: Essex County Economic Development Corporation.

ROSELAND BOARD OF EDUCATION
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM,
LAST TEN FISCAL YEARS
UNAUDITED

<u>Function/Program</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Instruction:										
Regular	33.0	34.0	33.0	27.6	30.6	30.6	32.6	32.6	32.6	33.5
Special Education	22.5	24.1	22.0	25.9	24.5	26.3	26.4	29.3	29.3	24.5
Other Special Education	2.7	2.6	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Support Services:										
Student & Instruction Related Services	6.7	7.0	5.0	5.0	7.0	7.0	7.0	7.0	7.0	7.0
General Administrative Services	1.5	2.0	2.0	2.0	1.5	1.5	1.5	1.5	1.5	1.5
School Administrative Services	2.3	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.5
Business Administrative Services	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.1	2.1
Plant Operations and Maintenance	4.0	4.0	4.0	4.0	4.5	6.1	5.2	4.5	4.8	4.8
Total	<u>74.7</u>	<u>77.7</u>	<u>72.0</u>	<u>70.5</u>	<u>74.1</u>	<u>77.5</u>	<u>78.7</u>	<u>80.9</u>	<u>81.3</u>	<u>77.9</u>

Source: District Personnel Records

ROSELAND BOARD OF EDUCATION
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil ^d	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio Elementary	Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
2015	439	\$ 8,032,110	\$ 18,296	4.50%	43	1:10.2	436	419	-5.01%	96.10%
2016	432	8,190,907	18,960	3.63%	38	1:11.4	431	416	-1.15%	96.52%
2017	460	8,452,747	18,376	-3.08%	39	1:11.7	460	449	6.73%	97.61%
2018	460	8,565,527	18,621	1.33%	42	1:11.0	460	440	0.00%	95.65%
2019	459	9,097,500	19,820	6.44%	42	1:09.2	469	451	1.96%	96.16%
2020	468	9,384,262	20,052	1.17%	45	1:09.2	468	463	-0.21%	98.93%
2021	456	10,393,092	22,792	13.66%	46	1:10.0	461	442	-1.50%	95.88%
2022	469	11,272,469	24,035	5.45%	48	1:09.8	468	453	1.52%	96.79%
2023	466	11,734,125	25,181	4.77%	51	1:10.9	467	439	-0.21%	94.00%
2024	442	12,012,474	27,178	7.93%	51	1:08.7	442	426	-5.35%	96.38%

Source: Roseland Board of Education records

Note: Enrollment based on annual October district count.

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

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

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

d The Cost Per Pupil calculated above is the sum of the operating expenditures divided by enrollment. This Cost Per Pupil may be different from other Cost Per Pupil Calculations.

ROSELAND BOARD OF EDUCATION
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<u>District Building</u>										
Board of Education (1967, 2008)										
Square Feet	615	615	615	615	615	615	615	615	615	1,800
Lester C. Noecker School (1967, 2008)										
Square Feet	77,043	77,043	77,043	77,043	77,043	77,043	77,043	77,043	77,043	88,067
Capacity (students)	582	582	582	582	582	582	582	582	582	582
Enrollment	439	432	460	460	459	468	456	469	466	442

Number of Schools at June 30, 2024
Elementary = 1

Source: Roseland Board of Education Facilities Office

Note: Year of original construction and addition is shown in parentheses.
Enrollment is based on the annual October district count.

ROSELAND BOARD OF EDUCATION
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS
UNAUDITED

Undistributed Expenditures:
 Required Maintenance for School Facilities
 11-000-261-XXX

School Facilities *	Projects #	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Lester C. Noecker School	N/A	\$ 37,254	\$ 47,739	\$ 84,328	\$ 63,842	\$ 65,848	\$ 127,699	\$ 160,364	\$ 176,936	\$ 154,570	\$ 144,019
		\$ 37,254	\$ 47,739	\$ 84,328	\$ 63,842	\$ 65,848	\$ 127,699	\$ 160,364	\$ 176,936	\$ 154,570	\$ 144,019

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

Source: Roseland Board of Education records

ROSELAND BOARD OF EDUCATION
INSURANCE SCHEDULE
JUNE 30, 2024
UNAUDITED

Company	Type of Coverage	Coverage	Deductible
New Jersey Schools Insurance Group (NJSIG)	Property - Real & Personal Property	\$350,000,000	\$1,000
	Scheduled Property per SOV	\$23,425,006	
	Earthquake	\$50,000,000	\$1,000
	Special Flood Hazard Area Flood Zones	\$25,000,000	\$500,000
	All Other Flood Zones	\$75,000,000	\$10,000
	Comprehensive General Liability		
	Each Occurrence	\$31,000,000	
	Sexual Abuse	\$15,000,000	
	Employee Benefits Liability	\$31,000,000	\$1,000
	Medical Expense	10,000	\$5,000/\$10,000
	Automotive Liability	\$31,000,000	
	Comprehensive & Collision as Scheduled		\$1,000
	Electronic Data Processing	\$350,000	\$1,000
	Crime Coverage		
	Public Employee Dishonesty with Faithful Performance	\$500,000	\$1,000
	Forgery or alteration	\$500,000	\$1,000
	Theft, Disappearance - loss of money & securities on/off premises	\$25,000	\$500
	Money orders & counterfeit paper currency	\$25,000	\$500
	Computer Fraud	\$500,000	\$1,000
	Data Processing Equipment	\$350,000,000	\$1,000
	School Leaders Errors & Omissions Liability		
	-Professional Liability Coverage A	\$31,000,000	\$5,000
	-Professional Liability Coverage B	\$100,000/\$300,000	\$5,000
CFC/State National	Cyber Liability		
	Aggregate Limit of Liability	\$1,000,000	\$5,000
Hanover	Public Official Performance Bonds		
	-Treasurer of School Monies	\$200,000	
	-School Business Administrator/Board Secretary	\$200,000	
Berkley/Markel Insurance Company	Student Accident		
	Accidental/Catastrophic	\$5,000,000	
Morris/Essex Insurance Group (MEIG)	Worker's Compensation	\$1,000,000	

Source: Roseland Board of Education records

SINGLE AUDIT SECTION



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

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

Independent Auditors' Report

The Honorable President and Members of
 the Board of Education
 Roseland Board of Education
 County of Essex, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Roseland Borough School District (the "District"), in the County of Essex, as of and for the fiscal year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated October 4, 2024.

Report on Internal Control Over Financial Reporting

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

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

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

The Honorable President and Members of
the Board of Education
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Report on Compliance and Other Matters

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

Purpose of this Report

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

October 4, 2024
Mount Arlington, New Jersey

Nisiroccia LLP
NISIVOC CIA LLP

John J. Mooney

John J. Mooney
Licensed Public School Accountant #2602
Certified Public Accountant



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

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

The Honorable President and Members of
 the Board of Education
 Roseland Board of Education
 County of Essex, New Jersey

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

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

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the fiscal year ended June 30, 2024.

Basis for Opinion on Each Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Our responsibilities under those standards, the Uniform Guidance and New Jersey's OMB Circular 15-08 are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

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Auditors' Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey's OMB Circular 15-08, we

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

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

Report on Internal Control Over Compliance

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

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

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

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

October 4, 2024
Mount Arlington, New Jersey

Nisiroccia LLP
NISIVOCCIA LLP

John J. Mooney
John J. Mooney
Licensed Public School Accountant #2602
Certified Public Accountant

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

Grantor/Pass Through Grant Program Title/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance Unearned Revenue (Accounts Receivable)		Cash Received	Budgetary Expenditures	Adjustments	Balance 6/30/24		Due to Grantor 6/30/24	Amounts Paid to Subrecipients
					6/30/23					Accounts Receivable	Unearned Revenue		
U.S. Department of Agriculture Passed-through State Department of Agriculture: Child Nutrition Cluster:													
Federal Food Distribution Program	10.555	N/A	7/1/23-6/30/24	\$ 16,473	\$		\$ 16,473	\$ (10,137)			\$ 6,336		
Federal Food Distribution Program	10.555	N/A	7/1/22-6/30/23	9,662	2,529			(2,529)					
National School Lunch Program	10.555	N/A	7/1/23-6/30/24	24,878			23,651	(24,878)		\$ (1,227)			
National School Lunch Program	10.555	N/A	7/1/22-6/30/23	38,778	(2,385)		2,385						
COVID-19 - Supply Chain Assistance Award	10.555	N/A	7/1/23-6/30/24	15,491			15,491	(15,491)					
COVID-19 - Supply Chain Assistance Award	10.555	N/A	7/1/22-6/30/23	34,900	13,157			(13,157)					
Total Child Nutrition Cluster					13,301		58,000	(66,192)		(1,227)	6,336		
COVID 19 - Pandemic EBT Food Benefits	10.649	N/A	7/1/22-6/30/23				653	(653)					
U.S. Department of Agriculture					13,301		58,653	(66,845)		(1,227)	6,336		
U.S. Department of Education Passed-through State Department of Education: Elementary and Secondary Education Act:													
Title I Part A	84.010	ESEA-4530-23	7/1/23-6/30/24	23,034			19,829	(19,829)					
Title II Part A	84.278A	ESEA-4530-23	7/1/23-6/30/24	9,314			8,903	(8,903)					
Title II Part A	84.278A	ESEA-4530-22	7/1/22-6/30/23	7,711	(3,400)		3,400						
Title IV	84.186A	ESEA-4530-23	7/1/23-6/30/24	20,000			18,913	(20,000)		(1,087)			
Special Education Cluster: IDEA, Part B, Basic	84.027	IDEA-4530-23	7/1/23-6/30/24	108,643			104,837	(107,055)		(2,218)			
COVID 19 - ARP IDEA Preschool Grant Funds	84.173X	H173X210114	3/13/20-9/30/24	1,661			1,661	(1,661)					
Total Special Education Cluster							106,498	(108,716)		(3,305)			
U.S. Department of Education Passed-through State Department of Education: Education Stabilization Fund:													
COVID 19 - CRRSA ESSER II Grant Funds	84.425D	S425D210027	3/13/20-9/30/23	130,632			12,916	(12,984)		(68)			
COVID 19 - CRRSA ESSER II Mental Health Grant Funds	84.425D	S425D210027	3/13/20-9/30/23	45,000			20,933	(20,933)					
COVID 19 - ARP ESSER III	84.425U	S425U210027	3/13/20-9/30/24	293,587	(4,500)		140,580	(144,073)	\$ (1)	(7,994)			
COVID 19 - ARP ESSER III Accelerated Learning Coach and Educator Support	84.425U	S425U210027	3/13/20-9/30/24	50,000			26,398	(26,398)					
COVID 19 - ARP ESSER III Evidence Based Summer Learning and Enrichment	84.425U	S425U210027	3/13/20-9/30/24	40,000			23,462	(23,461)	(1)				
COVID 19 - ARP ESSER III Evidence Based Comprehensive Beyond the School Day	84.425U	S425U210027	3/13/20-9/30/24	40,000	2				(2)				
COVID 19 - ARP ESSER II Emergency Grant Funds	84.425U	S425U210027	3/13/20-9/30/24	45,000	(763)		33,131	(33,271)		(903)			
NJTSS Mental Health Support Staffing	84.425U	E2400303	10/11/23-8/31/24	37,565			32,052	(35,266)		(3,214)			
Total Education Stabilization Fund					(5,261)		289,472	(296,386)	(4)	(12,179)			
Total Special Revenue/U.S. Department of Education					(8,661)		447,015	(453,834)	(4)	(15,484)			
Total Federal Financial Awards					\$ 4,640		\$ 505,668	\$ (520,679)	\$ (4)	\$ (16,711)	\$ 6,336	\$ -0-	\$ -0-

N/A - Not Available/Applicable

ROSELAND BOARD OF EDUCATION
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance (Accounts Receivable) 6/30/2023	Cash Received	Budgetary Expenditures	Balance 6/30/2024		MEMO Cumulative Total Expenditures
							GAAP (Accounts Receivable)	Budgetary Receivable	
NJ Department of Education:									
Special Education Aid	24-495-034-5120-089	7/1/23 - 6/30/24	\$ 514,841		\$ 465,274	\$ (514,841)		\$ (49,567)	\$ 514,841
Transportation Aid	24-495-034-5120-014	7/1/23 - 6/30/24	145,508		131,499	(145,508)		(14,009)	145,508
Security Aid	24-495-034-5120-084	7/1/23 - 6/30/24	43,661		39,458	(43,661)		(4,203)	43,661
Extraordinary Aid	24-495-034-5120-044	7/1/23 - 6/30/24	170,396			(170,396)	\$ (170,396)	(170,396)	170,396
Nonpublic School Transportation Costs	24-495-034-5120-014	7/1/23 - 6/30/24	5,915			(5,915)	(5,915)	(5,915)	5,915
On-Behalf TPAF Post Retirement Contributions	24-495-034-5094-001	7/1/23 - 6/30/24	396,151		396,151	(396,151)			396,151
On-Behalf TPAF Pension Contributions	24-495-034-5094-002	7/1/23 - 6/30/24	1,439,150		1,439,150	(1,439,150)			1,439,150
On-Behalf TPAF Non-Contributory Contributions	24-495-034-5094-004	7/1/23 - 6/30/24	16,413		16,413	(16,413)			16,413
On-Behalf TPAF Long-Term Disability Insurance Contributions	24-495-034-5094-004	7/1/23 - 6/30/24	742		742	(742)			742
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	7/1/23 - 6/30/24	308,232		292,991	(308,232)			308,232
Special Education Aid	23-495-034-5120-089	7/1/22 - 6/30/23	486,343	\$ (46,402)	46,402		(15,241)	(15,241)	486,343
Transportation Aid	23-495-034-5120-014	7/1/22 - 6/30/23	72,082	(6,877)	6,877				72,082
Security Aid	23-495-034-5120-084	7/1/22 - 6/30/23	12,765	(1,218)	1,218				12,765
Extraordinary Aid	23-495-034-5120-044	7/1/22 - 6/30/23	184,033	(184,033)	184,033				184,033
Nonpublic School Transportation Costs	23-495-034-5120-014	7/1/22 - 6/30/23	3,744	(3,744)	3,744				3,190
Reimbursed TPAF Social Security Contributions	23-495-034-5094-003	7/1/22 - 6/30/23	295,452	(14,732)	14,732				295,452
Total General Fund State Aid				(257,006)	3,038,684	(3,041,009)	(191,552)	(259,331)	4,094,874
Special Revenue Fund:									
SDA Emergent and Capital Maintenance Needs	N/A	7/1/23 - 6/30/24	10,363		10,363	(10,363)			10,363
SDA Emergent and Capital Maintenance Needs	N/A	7/1/22 - 6/30/23	20,725		20,725	(20,725)			20,725
Total Special Revenue Fund					31,088	(31,088)			31,088
Food Service Fund:									
State School Lunch Program	24-100-010-3350-023	7/1/23 - 6/30/24	2,297		2,187	(2,297)	(110)	(110)	2,297
State School Lunch Program	23-100-010-3350-023	7/1/22 - 6/30/23	2,426	(150)	150				2,426
Total Food Service Fund				(150)	2,337	(2,297)	(110)	(110)	4,723
Total State Awards				\$ (257,156)	\$ 3,072,109	\$ (3,074,394)	\$ (191,662)	\$ (259,441)	\$ 4,130,685
Less: State Awards Not Subject to Single Audit Major Program Determination									
On-Behalf TPAF Pension System Contributions:									
On-Behalf TPAF Post Retirement Contributions	24-495-034-5094-001	7/1/23 - 6/30/24	396,151			\$ 396,151			
On-Behalf TPAF Pension Contributions	24-495-034-5094-002	7/1/23 - 6/30/24	1,439,150			1,439,150			
On-Behalf TPAF Non-Contributory Insurance	24-495-034-5094-004	7/1/23 - 6/30/24	16,413			16,413			
On-Behalf TPAF Long-Term Disability Insurance	24-495-034-5094-004	7/1/23 - 6/30/24	742			742			
Subtotal - On-Behalf TPAF Pension System Contributions						1,852,456			
Total State Awards Subject to Single Audit Major Program Determination						\$ (1,221,938)			

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

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

NOTE 1. BASIS OF PRESENTATION

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the accompanying schedules of expenditures of federal and state awards are reported on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented on the accrual basis of accounting. These bases of accounting are described in Note 1 to the District's basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts, if any, shown on the Schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3. INDIRECT COST RATE

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

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$13,282) for the general fund and \$-0- for the special revenue fund. See exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

ROSELAND BOARD OF EDUCATION
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

Awards and financial assistance revenue are reported on the Board's basic financial statements on a GAAP basis as presented below:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund		\$ 3,027,727	\$ 3,027,727
Special Revenue Fund	\$ 453,834	31,088	484,922
Proprietary Fund	<u>66,845</u>	<u>2,297</u>	<u>69,142</u>
Total Financial Awards	<u>\$ 520,679</u>	<u>\$ 3,061,112</u>	<u>\$ 3,581,791</u>

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. OTHER

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

NOTE 7. NJ SCHOOLS DEVELOPMENT AUTHORITY (SDA) GRANTS

The District was awarded a grant in the amount of \$450,725 from the Schools Development Authority (SDA) under the Educational Facilities Construction and Financing Act. As of June 30, 2024, grant funds totaling \$0 have been expended and drawn down on a GAAP basis. In the Capital Projects Fund, the District realizes the full amount of the grant revenue on a budgetary basis in the year awarded and realizes the grant revenue on a GAAP basis as it is expended and submitted for reimbursement. Expenditure reported in the NJSDA grants on the Schedule of Expenditures of State Awards represent reimbursement requests submitted to the NJSDA.

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

Section I - Summary of Auditors' Results

Financial Statements

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

Unmodified

Internal control over financial reporting:

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

Federal Awards

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

State Awards

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

Unmodified

Internal control over major programs:

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

Any audit findings disclosed that are required to be reported in accordance with New Jersey's OMB Circular 15-08?

_____ Yes	_____ X	No
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Identification of major programs:

Program Name or Cluster	State Grant No.	Grant Period		Award Amount	Budgetary Expenditures
		Start	End		
State Aid Public:					
Special Education Aid	24-495-034-5120-089	7/1/23	6/30/24	\$ 514,841	\$ 514,841
Security Aid	24-495-034-5120-084	7/1/23	6/30/24	43,661	43,661

Dollar threshold used to distinguish between Type A and B programs

\$ 750,000

Auditee qualified as low-risk auditee?

_____ Yes	_____ X	No
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ROSELAND BOARD OF EDUCATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2024

Status of Prior Year Findings/Recommendations:

There were no prior year findings.