

SCHOOL DISTRICT

OF

SEASIDE PARK



**SEASIDE PARK BOARD OF EDUCATION
SEASIDE PARK, NEW JERSEY**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

OF THE

SEASIDE PARK BOARD OF EDUCATION

SEASIDE PARK, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

PREPARED BY

**SEASIDE PARK BOARD OF EDUCATION
FINANCE DEPARTMENT**

SEASIDE PARK SCHOOL DISTRICT

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INTRODUCTORY SECTION

Seaside Park Board of Education

313 S.W. Central Avenue
Seaside Park, New Jersey 08752

Telephone: (732) 793-7757

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December 9, 2024

Honorable President and
Members of the Board of Education
Seaside Park Borough School District
Seaside Park, New Jersey

Dear Board Members:

The Annual Comprehensive Financial Report of the Seaside Park Borough School District for the fiscal year ended June 30, 2024 is hereby submitted. Responsibility for both the accuracy of the date and completeness and fairness of the presentation, including all disclosures, rests with the management of the Seaside Park Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material aspects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups 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 general purpose financial statements and schedules, as well as the auditor's report thereon. The Statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements and New Jersey OMB Circular 15-08. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

1. **REPORTING ENTITY AND ITS SERVICES:** Seaside Park Borough School District is an independent reporting entity within the criteria adopted by the GASB as established by NGCA Statement No. 3. All funds and account groups of the District are included in this report. The Seaside Park Board of Education and the Seaside Park Elementary School constitute 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 enrollment of 25 students. Students attend the Toms River Regional School District and Lavallette School District as tuition students. The following details the changes in student enrollment of the District over the last ten years as recorded in the ASSA (Application for State School Aid) report submitted annually as of October 15th of each year.

ASSA ENROLLMENT

October 15th

Fiscal Year	Student Enrollment
2023-2024	27
2022-2023	33
2021-2022	29
2020-2021	30
2019-2020	28
2018-2019	30
2017-2018	48
2016-2017	54
2015-2016	43
2014-2015	43

2. **ECONOMIC CONDITION AND OUTLOOK:** The community itself reflects the long, narrow shape of the sandbar on which it is located. The major streets are oriented parallel to the coastline. The result is one of through traffic in a north/south direction with most of the commercial development oriented to these streets. The cross streets are short and many are less than two blocks long from ocean to bay.

Overall, the borough is 95 percent developed. The 5 percent recorded as vacant consists of scattered parcels. The largest portion is around the boat yard between "I" and "K" Streets on the bay side of the island.

The Seaside Park School District entered into a send-receive district September 1, 2010, sending its PreK students to Seaside Heights, its K-6 students to the Lavallette and Toms River School Districts.

3. **MAJOR INITIATIVES:** The Seaside Borough Council continues to explore options to reduce the continued heavy tax burden as a result of participation in the Regional District for grades 6-12.

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

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

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

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

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

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

7. **DEBT ADMINISTRATORS:** In July 1995 the District made its last Debt Service payment on bonds that were issued to purchase and renovate the current Board Office building.

8. **CASH MANAGEMENT:** The investment policy of the District is guided in large part by State statute as detailed in "Notes to the Financial Statements", Note 2. The District has adopted a cash management plan which requires it to deposit funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

9. **RISK MANAGEMENT:** The Board of Education carries various forms of insurance including, but not limited to, general liability, hazard and theft insurance on property and contents, and fidelity bonds. USI brokers the majority of Seaside Park Board of Education insurance coverage.

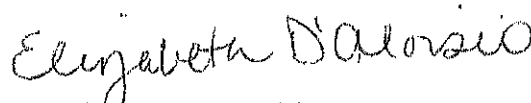
10. **OTHER INFORMATION:** Independent Audit: State of New Jersey statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Robert A. Hulsart and Company, CPAs, was selected by the Seaside Park Board of Education. In addition to meeting the requirements set forth in State statutes, the audit is also designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements and New Jersey OMB Circular 15-08. The auditor's report on the general purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

11. ACKNOWLEDGEMENTS: We would like to express our appreciation to the members of the Seaside Park 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 staff.

Respectfully submitted,



Loretta Hill
School Business Administrator



Elizabeth A. D'Aloisio
Board Secretary

SEASIDE PARK BOARD OF EDUCATION**SEASIDE PARK, NEW JERSEY****ROSTER OF OFFICIALS****JUNE 30, 2024**

<u>Members of the Board of Education:</u>	<u>Term Expires:</u>
June Korzeneski, President	2024
Jasmin Grasso, Vice President	2025
Jason Hanrahan, Board Member	2026
Michele Miller, Board Member	2024
Gary Yedman, Board Member	2025

Other Officials:

Dr. Lisa J. Gleason, Superintendent

Loretta Hill, School Business Administrator

Elizabeth A. D'Aloisio, Board Secretary

SEASIDE PARK BOARD OF EDUCATION

CONSULTANTS AND ADVISORS

Audit Firm:

Robert A. Hulsart and Company
Certified Public Accountants
2807 Hurley Pond Road
Wall, New Jersey 07719

Official Depository:

Ocean First Bank
Hooper Avenue
Toms River, NJ 08735

**SEASIDE PARK BOARD OF EDUCATION
ORGANIZATION CHART
(UNIT CONTROL)**

BOARD OF EDUCATION

SUPERINTENDENT

School Business Administrator

Board Secretary

Custodial Staff

Attendance Officer

FINANCIAL SECTION

Robert A. Hulsart and Company

CERTIFIED PUBLIC ACCOUNTANTS

ARMOUR S. HULSART, C.P.A., R.M.A., P.S.A. (1959-1992)
 ROBERT A. HULSART, C.P.A., R.M.A., P.S.A.
 ROBERT A. HULSART, JR., C.P.A., P.S.A.

RICHARD J. HELLENBRECHT, JR., C.P.A., P.S.A.

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INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
 of the Board of Education
 Seaside Park School District
 County of Ocean
 Seaside Park, New Jersey 08752

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 Responsibility 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 generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error; a fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 require that the management's discussion and analysis, budgetary comparison information and pension and post-employment benefit trend information as noted in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Seaside Park Board of Education's basic financial statements. The combining and individual non-major fund financial statements, and the schedule of expenditures of federal awards and state financial assistance, 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 OMB's Circulars 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 combining and individual non-major fund financial statements, and the schedule of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

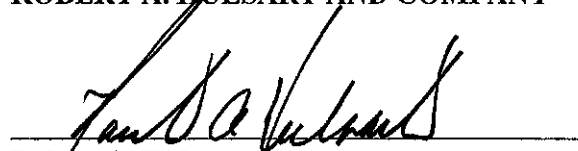
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated.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

Other Reporting Required by Government Auditing Standards

In accordance with ***Government Auditing Standards***, we have also issued our report dated December 9, 2024, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with ***Government Auditing Standards*** the District's internal control over financial reporting and compliance.

Respectfully submitted,

ROBERT A. HULSART AND COMPANY

A handwritten signature in black ink, appearing to read "Robert A. Hulsart", is written over a horizontal line.

Robert A. Hulsart
Licensed Public School Accountant
No. 322
Robert A. Hulsart and Company
Wall Township, New Jersey

December 9, 2024

REQUIRED SUPPLEMENTARY INFORMATION
PART I

SEASIDE PARK SCHOOL DISTRICT
BOROUGH OF SEASIDE PARK
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
UNAUDITED

The discussion and analysis of Seaside Park School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2024. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; it should be read in conjunction with the Annual Comprehensive Financial Report's (ACFR) Letter of Transmittal which is found in the Introductory Section, and the School Board's financial statements found in the Financial Section and the notes thereto.

Financial Highlights

Key Financial highlights for the 2023-2024 fiscal year is as follows:

- General revenues accounted for \$719,470 in revenue or 100% percent of all revenues.
- Total net position of governmental activities increased by \$94,807.
- The School District had \$624,663 in expenses. General revenues (primarily property taxes & Federal and State Aid) of \$719,470 helped provide for these programs.

Using this Annual Comprehensive Financial Report (ACFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Seaside Park School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The *Statement of Net Position and Statement of Activities* provide information about the activities of the whole school district, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. In the case of Seaside Park School District, the General Fund is the most significant fund.

The School Board's auditor has provided assurance in his Independent Auditor's Report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. A user of this report should read the Independent Auditor's Report carefully to ascertain the level of assurance being provided for each of the other parts of the Financial Section.

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, “How did we do financially during the 2023-2024 fiscal year?” The Statement of Net Position and the Statement of Activities helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account, all of the current year’s revenues and expenses regardless of when cash is received or paid.

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

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

- **Governmental activities** – All of the School District’s programs and services are reported here including, but not limited to, instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- **Business-Type Activities** – This service is provided on a charge for goods or services basis to recover all the expense of the goods or services provided. The Food Service Enterprise Fund is reported as a business activity.

Reporting the School District’s Most Significant Funds

Fund Financial Statements

The analysis of the School District’s major (all) funds begins on exhibit A-1. Fund financial reports provide detailed information about the School District’s major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District’s most significant funds. The School District’s major governmental funds are the General Fund and Special Revenue Fund.

Governmental Funds

The School District's activities are reported in Governmental Funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in the future years. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The Governmental Fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental Fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and Governmental Funds is reconciled in the financial statements.

The School District as a Whole

Table 1
Net Position

	<u>2024</u>	<u>2023</u>
<u>Assets</u>		
Current and Other Assets	\$ 867,534	840,341
Capital Assets, Net	<u>301,312</u>	<u>310,436</u>
Total Assets	<u>\$ 1,168,846</u>	<u>1,150,777</u>
<u>Deferred Outflow of Resources</u>		
Contributions to Pension Plan	<u>\$ 0</u>	<u>2,326</u>
<u>Deferred Inflow of Resources</u>		
Pension Deferrals	<u>\$ 0</u>	<u>69,258</u>
<u>Liabilities</u>		
Accounts Payable	\$ 0	184
Due Beyond One Year	<u>0</u>	<u>9,622</u>
Total Liabilities	<u>\$ 0</u>	<u>9,806</u>
<u>Net Position</u>		
Invested in Capital Assets, Net of Debt	\$ 301,312	310,436
Restricted	624,049	597,050
Unrestricted	<u>243,485</u>	<u>166,553</u>
Total Net Position	<u>\$ 1,168,846</u>	<u>1,074,039</u>

Table 2
Changes in Net Position

	<u>2024</u>	<u>2023</u>
<u>Revenues</u>		
General Revenues		
Property Taxes	\$ 567,486	411,890
Grants, Entitlements & Other	<u>151,984</u>	<u>113,714</u>
Total Revenues	<u>719,470</u>	<u>525,604</u>
<u>Program Expenses</u>		
Instruction	383,134	558,040
Support Services		
General Administration, School Administration,		
Business	75,860	97,332
Operations and Maintenance of Facilities	74,115	73,835
Pupil Transportation	77,170	82,385
Miscellaneous	<u>14,384</u>	<u>21,180</u>
Total Expenses	<u>624,663</u>	<u>832,772</u>
Increase in Net Position	<u>\$ 94,807</u>	<u>(307,168)</u>

Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services.

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

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

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

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

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

Other includes unallocated depreciation and amortization.

School Board Funds

The School Board uses funds to control and manage money for particular purposes. The Fund's basic financial statements allow the School Board to demonstrate its stewardship over and accountability for resources received from the Borough of Seaside Park's taxpayer's and other entities, including the State of New Jersey and the Federal Government. These statements also allow the reader to obtain more insight into the financial workings of the School Board, and assess further the School Board's overall financial health.

As the School Board completed the fiscal year ended June 30, 2024, it reported a combined net position balance of \$1,168,846. The Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities presents the reader with a detailed explanation of the differences between the net change in fund balances and changes in net position.

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

Over the course of the year, the School Board revises its budget as it attempts to take into consideration unexpected changes in revenue and expenditures.

A schedule showing the School Board's original and final budget compared with actual operating results is provided in the section of the ACFR, entitled Budgetary Comparison Schedules. The School Board generally did better than had been budgeted in its General Fund since it practices conservative budgetary practices in which revenues are forecasted very conservatively and expenditures are budgeted with worst-case scenarios in mind.

The General Fund finished the fiscal year at \$866,123, an increase of \$27,437 from 2022-2023.

Capital Assets

At June 30, 2024, the School Board had approximately \$1,097,002 invested in a broad range of capital assets, including land, buildings, furniture, computers, instructional equipment and other equipment. This amount is net of accumulated depreciation to date. Table II below shows the net book value of capital assets at the end of the 2024 fiscal year.

	Governmental Activities
Table II	
Capital Assets at June 30, 2024	
Land	\$ 271,300
Buildings	<u>30,012</u>
Total	<u>\$ 301,312</u>

Economic Factors and Next Year's Budget

Future finances are not without challenges as state funding is decrease. The Seaside Park School District has committed itself to financial excellence for many years. The School District plans to continue its sound fiscal management to meet the challenge of the future.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information contact Loretta Hill, School Business Administrator/Board Secretary at Seaside Park Board of Education, 107 Third Avenue, Seaside Park, NJ 08752.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS – A

SEASIDE PARK SCHOOL DISTRICT**STATEMENT OF NET POSITION****Exhibit A-1****JUNE 30, 2024**

	<u>Governmental Activities</u>	<u>Total</u>
<u>Assets</u>		
Cash and Cash Equivalents	\$ 243,485	243,485
Cash and Cash Equivalents - Restricted	624,049	624,049
Capital Assets, Not Depreciated	271,300	271,300
Capital Assets, Net	30,012	30,012
Total Assets	<u>\$ 1,168,846</u>	<u>1,168,846</u>
<u>Net Position</u>		
Invested in Capital Assets, Net of Related Debt	\$ 301,312	301,312
Restricted For:		
Other Purposes	624,049	624,049
Unrestricted	<u>243,485</u>	<u>243,485</u>
Total Net Position	<u>\$ 1,168,846</u>	<u>1,168,846</u>

The accompanying notes to financial statements are an integral part of this statement.

SEASIDE PARK SCHOOL DISTRICT

Exhibit A-2

STATEMENT OF ACTIVITIES**FOR THE YEAR ENDED JUNE 30, 2024**

		Program Revenues		Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities
Functions/Programs	Expenses				Total
Governmental Activities:					
Support Services:					
Tuition	\$ 383,134		-	(383,134)	(383,134)
Other Administrative Services	75,860			(75,860)	(75,860)
Pupil Transportation	77,170			(77,170)	(77,170)
Plant Operations	74,115			(74,115)	(74,115)
Unallocated Depreciation	9,124			(9,124)	(9,124)
Miscellaneous	60			(60)	(60)
Capital Outlay	5,200			(5,200)	(5,200)
Total Government Activities	624,663	-	-	(624,663)	(624,663)
Total Primary Government	624,663	-	-	(624,663)	(624,663)
General Revenues:					
Taxes:					
Property Taxes for General Purpose, Net				567,486	567,486
Federal and State Aid Not Restricted				65,531	65,531
Miscellaneous				86,453	86,453
Total General Revenues, Special Items				719,470	719,470
Change in Net Position				94,807	94,807
Net Position - Beginning				1,074,039	1,074,039
Net Position - Ending				\$ 1,168,846	1,168,846

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

FUND FINANCIAL STATEMENTS – B

SEASIDE PARK SCHOOL DISTRICT

Exhibit B-1

BALANCE SHEETGOVERNMENTAL FUNDSJUNE 30, 2024

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total Governmental Funds</u>
<u>Assets</u>			
Cash and Cash Equivalents	\$ 243,485		243,485
Cash and Cash Equivalents - Restricted	622,638	1,411	624,049
Total Assets	<u>\$ 866,123</u>	<u>1,411</u>	<u>867,534</u>
<u>Fund Balance</u>			
Fund Balance:			
Reserved for:			
Student Activities	\$ -	1,411	1,411
Assigned Fund Balance - Encumbrances	41,356		41,356
Maintenance Reserve	164,186		164,186
Capital Reserve	191,750		191,750
Designated for Subsequent Years Expenditures - Withdrawal from Capital Reserve	100,000		100,000
Excess Surplus	125,346		125,346
Unassigned Fund Balance	243,485		243,485
Total Fund Balances	<u>866,123</u>	<u>1,411</u>	<u>867,534</u>
Total Liabilities and Fund Balance	<u>\$ 866,123</u>	<u>1,411</u>	

Amounts reported for governmental activities in the Statement of Net Position (A-1) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$825,702 and the accumulated depreciation is \$795,690.

301,312

Net position of governmental activities

\$ 1,168,846

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

SEASIDE PARK SCHOOL DISTRICT

Exhibit B-2

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCESGOVERNMENTAL FUNDSFOR THE YEAR ENDED JUNE 30, 2024

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total Governmental Funds</u>
<u>Revenues</u>			
Local Sources:			
Local Tax Levy	\$ 567,486		567,486
Miscellaneous	9,899		9,899
Total Local Sources	577,385	-	577,385
State Sources	65,531		65,531
Total Revenues	642,916	-	642,916
<u>Expenditures</u>			
Support Services and Undistributed Costs:			
Tuition	383,134		383,134
Other Administrative Services	75,860		75,860
Plant Operations and Maintenance	74,115		74,115
Pupil Transportation	77,170		77,170
Capital Outlay	5,200		5,200
Student Activities		60	60
Total Expenditures	615,479	60	615,539
Excess (Deficiency) of Revenues Over Expenditures	27,437	(60)	27,377
Net Change in Fund Balances	27,437	(60)	27,377
Fund Balance - July 1	838,686	1,471	840,157
Fund Balance - June 30	<u>\$ 866,123</u>	<u>1,411</u>	<u>867,534</u>

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

SEASIDE PARK SCHOOL DISTRICTRECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURESAND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Exhibit B-3

TO THE STATEMENT OF ACTIVITIESFOR THE YEAR ENDED JUNE 30, 2024

Total Net Change in Fund Balances - Governmental Funds (From B-2)	\$ 27,377
Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:	
Capital Outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.	
Depreciation Expense	(9,124)
Change in Net Pension Liability	9,622
Contributions to the Pension plan on the current year fiscal year are deferred outflows of resources on the Statement of Net Position	(2,326)
Pension related deferrals	<u>69,258</u>
Change in Net Position of Governmental Activities	<u>\$ 94,807</u>

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

NOTES TO FINANCIAL STATEMENTS

BOARD OF EDUCATION
SEASIDE PARK SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1: Summary of Significant Accounting Policies

The financial statements of the Board of Education (Board) of the Seaside Park School District (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental 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 Seaside Park School District is a Type II district located in the County of Ocean, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The board is comprised of five members elected to three-year terms. The purpose of the district is to educate students in grades K-6. The Seaside Park School District had an approximate enrollment at June 30, 2024 of 27 students.

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

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

B. Government-Wide Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the District as a whole excluding fiduciary activities such as student activities. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by state and federal aid, tuition and county tax levies, from business-type activities generally financed in whole or in part with fees charged to external parties.

NOTE 1: Summary of Significant Accounting Policies (Continued)

B. Government-Wide Financial Statements (Continued)

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include (1) charges for services which report fees and other charges to users of the District's services and (2) operating grants and contributions. These revenues are subject to externally imposed restrictions to these program uses. Tax levies and other revenue sources not properly included with program revenues are reported as general revenues.

Fund Financial Statements

Fund financial statements are provided for governmental, proprietary and fiduciary funds. The New Jersey Department of Education (the "Department") 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 Department believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The financial statements of the District are prepared in accordance with generally accepted accounting principles (GAAP). The District's reporting entity applies all relevant Governmental Accounting Standards Board (GASB) pronouncements. The government-wide and proprietary fund financial statements apply Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails.

The government-wide statements report using the economic resources measurement focus and the accrual basis of accounting generally including the reclassification or elimination of internal activity (between or within funds). Proprietary and fiduciary fund financial statements also report using this same focus and basis of accounting although internal activity is not eliminated in these statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred regardless of the timing of related cash flows. County tax revenues are recognized in the year for which they are levied while grants are recognized when grantor eligibility requirements are met. The Unemployment Trust Fund recognizes employer and employee contributions in the period in which contributions are due.

Governmental fund financial statements report using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to apply current liabilities. The District considers revenues to be available if they are collected within 60 days of the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for long-term pension and compensated absences, which are reported as expenditures in the year due.

NOTE 1: Summary of Significant Accounting Policies (Continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

Major revenue sources susceptible to accrual includes Intergovernmental revenues, and the county tax levy. In general, other revenues are recognized when cash is received.

Operating income reported in proprietary fund financial statements includes revenues and expenses related to the primary continuing operations of the fund. Principal operating revenues for proprietary funds are charges to customers for food sales and for services provided to other governmental entities. Principles operating expenses are the costs of providing goods or services and include administrative expenses and depreciation of capital assets. Other revenues and expenses are classified as non-operating in the financial statements.

D. Fund Accounting:

The accounts of the District are maintained in accordance with the principles of fund accounting to ensure observance of limitations and restrictions on the resources available. The principles of fund accounting require that resources be classified for accounting and reporting purposes into funds or account groups in accordance with activities or objectives specified for the resources. Each fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types".

Governmental Fund Types

General Fund: The general fund is the general operating fund of the District and is used to account for all expendable financial resources except those required to be accounted for in another fund.

Special Revenue Fund: The District accounts for the proceeds of specific revenue sources (other than expendable trust or major capital projects) that are legally restricted to expenditures for specified purposes in the special revenue funds.

Proprietary Fund Type

Enterprise Fund: To account for operations that are financed and operated in a manner similar to private business enterprises, in which the intent of the District is that the costs of providing goods or services to the District on a continuing basis be financed or recovered primarily through user charges.

NOTE 1: Summary of Significant Accounting Policies (Continued)

D. Fund Accounting (Continued):

Fiduciary Fund Types

Agency Funds (Payroll and Student Activities Fund): Agency funds are used to account for the assets that the District holds on behalf of others as their agent. Agency funds are custodial in nature and do not involve measurement of results of operations.

Trust and Agency Funds: The trust and agency funds are used to account for assets held by the District on behalf of outside parties, including other governments, or on behalf of other funds within the District.

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

E. Basis of Accounting:

The modified accrual basis of accounting is used for measuring financial position and operating results of all governmental fund types, expendable trust funds and agency funds. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recognized in the accounting period in which the fund liability is incurred, except for principal and interest on general long-term debt which are recorded when due.

Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be an "accounts receivable".

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

NOTE 1: Summary of Significant Accounting Policies (Continued)

F. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the County office. 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. 6A:23-2.2(g)1. All budget amendments must be approved by School Board resolution. Budget amendments during the year ended June 30, 2024 were insignificant.

The Public School Education Act of 1975, limits the annual increase of any district's net current expense budget. The Commissioner of Education certifies the allowable amount for each district but may grant a higher level of increase if he determines that the sums so provided would be insufficient to meet the identified goals and needs of the district or that an anticipated enrollment increase requires additional funds.

The Commissioner must also review every proposed local school district budget for the next school year. He examines every item of appropriations for current expenses and budgeted capital outlay to determine their adequacy in relation to the identified needs and goals of the district. If, in his view, they are insufficient, the Commissioner must order remedial action. If necessary, he is authorized to order changes in the local district budget.

Once a budget is approved, it can be amended by transfers or additional appropriation of fund balances by approval of a majority of the members of the Board. Amendments are presented to the Board at their regular meetings. Each amendment must have Board approval. Such amendments are made before the fact, are reflected in the official minutes of the Board, and are not made after fiscal year-end as dictated by law. Individual transfers were not material in relation to the original appropriations. All uncommitted budget appropriations lapse at year-end.

G. 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 reservations of fund balances at fiscal year end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services.

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

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

NOTE 1: Summary of Significant Accounting Policies (Continued)**H. Short-Term Interfund Receivables/Payables:**

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

I. Inventories and Prepaid Expenses

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

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

J. Capital Assets and Depreciation

The District's property, buildings and improvements, equipment, vehicles, furniture and fixtures with useful lives of five years or more are stated at historical or estimated historical cost and are reported in the government-wide financial statements. Proprietary Fund capital assets are reported in its respective fund.

The District contracted with an outside service company to provide a report with a comprehensive detail of capital assets and depreciation. The report included capital assets purchased during the 2023-2024 fiscal year and prior with a historical cost of \$2,000 or more. Accumulated depreciation prior to fiscal year 2024, fiscal year 2024 depreciation expense, total accumulated depreciation and book values were also provided. The costs of normal maintenance and repairs that do not add to the asset value or materially extend the useful lives are not capitalized. Capital assets are depreciated using the straight-line method. When capital assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts. Estimated useful lives, in years, for depreciable assets are as follows:

Buildings and Improvements	20 – 50
Equipment and Vehicles	5 – 20
Furniture and Fixtures	5 – 20

The District is currently in the process of obtaining and installing software that will maintain proper capital asset and depreciation records.

NOTE 1: Summary of Significant Accounting Policies (Continued)**J. Capital Assets and Depreciation (Continued)**

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

	<u>Balance</u> <u>July 1, 2023</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2024</u>
Governmental Activities:				
Capital Assets that are Not Being Depreciated:				
Land	\$ 271,300	_____	_____	271,300
Total Capital Assets Not Being Depreciated	<u>271,300</u>	_____	_____	<u>271,300</u>
Building and Building Improvements	775,000			775,000
Machinery and Equipment	<u>50,702</u>	_____	_____	<u>50,702</u>
Totals at Historical Cost	<u>825,702</u>	_____	_____	<u>825,702</u>
Less: Accumulated Depreciation for:				
Buildings and Improvements	735,864	9,124		744,988
Equipment	<u>50,702</u>	_____	_____	<u>50,702</u>
Total Accumulated Depreciation	<u>786,566</u>	<u>9,124</u>	_____	<u>795,690</u>
Total Capital Assets Being Depreciated, Net of Accumulated Depreciation	<u>39,136</u>	<u>(9,124)</u>	_____	<u>30,012</u>
Governmental Activities Capital Assets, Net	<u>\$ 310,436</u>	<u>(9,124)</u>	_____	<u>301,312</u>

K. Compensated Absences

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

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

NOTE 1: Summary of Significant Accounting Policies (Continued)

K. Compensated Absences (Continued)

The liability for vested compensated absences of the governmental fund types is recorded in the general long-term debt account group. The current portion of the compensated absence balance is not considered material to the applicable fund total liabilities, and therefore is not shown separately from the long-term liability balance of compensated absences.

L. Deferred Revenue

Deferred revenue in the special revenue fund represents cash, which has been received but not yet earned. See note 1(e) regarding the special revenue fund.

M. Long-Term Obligations

Long-term debt is recognized as a liability of a governmental fund when due or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group.

N. Fund Equity

Contributed capital represents the amount of fund capital contributed to the proprietary funds from other funds. Grants, entitlements, or shared revenues which are restricted for the acquisition or construction of capital assets are also recorded as contributed capital. Reserves represent those portions of fund equity not appropriable for expenditure or legally segregated for a specific future use. Designated fund balances represent plans for future use of financial resources.

O. Tuition Payable

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

P. Net Position

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

Net Investment in Capital Assets – This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for the acquisition, construction, or improvement of those assets.

Restricted – Net Position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

NOTE 1: Summary of Significant Accounting Policies (Continued)

P. Net Position (Continued)

Unrestricted – Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

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

Fund Balance

The School District reports fund balance in classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The School District's classifications, and policies for determining such classifications, are as follows:

Nonspendable – The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, such as inventories and prepaid amounts.

Restricted – The restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation.

Committed – The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision-making authority, which, for the School District, is the Board of Education. Such formal action consists of an affirmative vote by the Board of Education, memorialized by the adoption of a resolution. Once committed, amounts cannot be used for any other purpose unless the Board of Education removes, or changes, the specified use by taking the same type of action (resolution) if employed to previously commit those amounts.

Assigned – The assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. *Intent* is expressed by either the Board of Education or by the business administrator, to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes. Such authority of the business administrator is established by way of a formal job description for the position and standard operating procedures, approved by the Board of Education.

Unassigned – The unassigned fund balance classification is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

NOTE 1: Summary of Significant Accounting Policies (Continued)

P. Net Position (Continued)

When expenditures are incurred for purposes for which both restricted and unrestricted fund balances are available, it is the policy of the School District to spend restricted fund balances first. Moreover, when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used, it is the policy of the School District to spend fund balances, if appropriate, in the following order; committed, assigned, then unassigned.

NOTE 2: Cash and Cash Equivalents and Investments

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

Investments are stated at cost or amortized cost, which approximates market. The Board classifies certificates of deposit, which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

Deposits

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

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

NOTE 2: Cash and Cash Equivalents and Investments (Continued)**Investments**

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

- a. Bonds or other obligations of the United States or obligations guaranteed by the United States.
- b. Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Agency or any United States Bank of Cooperatives which have a maturity date not greater than twelve months from the date of purchase.
- c. Bonds or other obligations of the school district.

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

	Cash and Cash Equivalents
Interest Bearing Checking Accounts	<u>\$ 867,534</u>
Total	<u>\$ 867,534</u>

The carrying amount of the Board's cash, cash equivalents and investments at June 30, 2024 was \$867,534 and the bank balance was \$959,558. Of the bank balance \$251,411 was covered by federal depository insurance and \$708,147 was covered by a collateral pool maintained by the banks as required by New Jersey statutes.

Credit Risk Categories

All bank deposits and investments as of the balance sheet date are classified as to credit risk by the following categories described below:

	Bank Balance June 30, 2023
<u>Depository Account</u>	
Insured:	
FDIC	\$ 251,411
GUDPA	<u>708,147</u>
	<u>\$ 959,558</u>

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the government's deposits may not be returned to it. The District does not have a formal policy for custodial credit risk.

The District had no uninsured deposits.

As of December 31, 2024 the District did not hold any long-term investments.

NOTE 3: General Long-Term Debt

During the fiscal year ended June 30, 2024, the District had the following reported balance in the general long-term debt account group:

	<u>Balance</u> <u>July 1, 2023</u>	<u>Decrease</u>	<u>Balance</u> <u>June 30, 2024</u>
Net Pension Liability	<u>\$ 9,622</u>	<u>9,622</u>	<u>0</u>

NOTE 4: Pension Plans

Description of Plans – All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625.

Teachers' Pension and Annuity Fund (TPAF) – The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

Public Employees' Retirement System (PERS) – The Public Employee's Retirement System (PERS) was established as of January 1, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction.

Vesting and Benefit Provisions – The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/55 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System.

NOTE 4: Pension Plans (Continued)

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.

Significant Legislation - During the year ended June 30, 1997, legislation was enacted (Chapter 114, P.L. 1997) authorizing the New Jersey Economic Development Authority to issue bonds, notes or other obligations for the purpose of financing, in full or in part, the State of New Jersey's portion of the unfunded accrued liability under the State of New Jersey retirement systems. Additional legislation enacted during the year ended June 30, 1997 (Chapter 115, P.L. 1997) changed the asset valuation method from market related value to full-market value. This legislation also contained a provision to reduce the employee contribution rate by $\frac{1}{2}$ of 1% to 4.5% for calendar years 1998 and 1999, and to allow for a reduction in the employee's rate after calendar year 1999, providing excess valuation assets are available. The legislation also provided that the District's normal contributions to the Fund may be reduced based on the revaluation of assets. Due to recognition of the bond proceeds and the change in asset valuation method as a result of enactment of Chapters 114 and 115, all unfunded accrued liabilities were eliminated, except for the unfunded liability for local early retirement incentive benefits, accordingly, the pension costs for TPAF and PERS were reduced.

Contribution Requirements - The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for both cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

Three-Year Trend Information for PERS

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/24	\$ 0	0%	0
6/30/23	1,708	100%	0
6/30/22	861	100%	0

Three-Year Trend Information for TPAF (Paid On-Behalf of the District)

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/24	\$ 0	0%	0
6/30/23	522	100%	0
6/30/22	11,920	100%	0

NOTE 4: Pension Plans (Continued)**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 PERS, please refer to the Division's annual financial statements, which can be found at <https://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

The vesting and benefit provisions are set by N.J.S.A. 43:15A, PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS.

The following represents the membership tiers for PERS:

<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 tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 with 25 years or more of service credit before age 62, and tier 5 with 30 years or more of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. 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.

Basis of Presentation

The schedule of employer allocations and the schedule of pension amounts by employer (collectively, the Schedules) present amounts that are considered elements of the financial statements of PERS or its participating employers. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of PERS or the participating employers. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of PERS to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

NOTE 4: Pension Plans (Continued)

Allocation Methodology and Reconciliation to Financial Statements

GASB Statement No. 68, *Accounting and Financial Reporting for Pension*, requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense. The employer allocation percentages presented in the schedule of employer allocations and applied to amounts presented in the schedule of pension amounts by employer based on the ratio of the contributions of an individual employer to the total contributions to PERS during the measurement period July 1, 2022 through June 30, 2023. Employer allocation percentages have been rounded for presentation purposes; therefore, amounts presented in the schedule of pension amounts by employer may result in immaterial differences. Contributions from employers are recognized when due, based on statutory requirements.

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

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

A special funding situation exists for certain Local employers of the Public Employees' Retirement System. The State of New Jersey, as a nonemployer, is required to pay the additional costs incurred by local employers under Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001. The Chapter 366, P.L. 2001 legislation established the Prosecutors Part of the PERS which provides enhanced retirement benefits for prosecutors enrolled in the PERS. The State is liable for the increased pension costs to a County that resulted from the enrollment of prosecutors in the Prosecutors Part. The June 30, 2023 State special funding situation net pension liability amount of \$122.1 million is the accumulated difference between the annual actuarially determined State obligation under the special funding situation and the actual State contribution through the valuation date. The special funding situation for Chapter 133, P.L. 2001 is due to the State paying the additional normal cost related to benefit improvements from Chapter 133. Previously, this additional normal cost was paid from the Benefit Enhancement Fund (BEF). As of June 30, 2023, there is no net pension liability associated with this special funding situation there was no accumulated difference between the annual additional normal cost under the special funding situation and the actual State contribution through the valuation date. The State special funding situation pension expense of \$55.7 million, for the fiscal year ending June 30, 2023, is the actuarially determined contribution amount that the State owes for the fiscal year ending June 30, 2023. The pension expense is deemed to be a State administrative expense due to the special funding situation.

NOTE 4: Pension Plans (Continued)

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. 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. For fiscal year 2023, the State's pension contribution was less than the actuarial determined amount.

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.

Additional Information

Collective balances at June 30, 2023 and 2022 are as follows:

	<u>June 30, 2023</u>	<u>June 30, 2022</u>
Collective Deferred Outflows of Resources	\$ 0	2,326
Collective Deferred Inflows of Resources	0	69,258
Collective Net Pension Liability	0	9,622
District's Proportion	0%	.00006%

Components of Net Pension Liability

The components of the collective net pension liability of the participating employers as of June 30, 2023 were as follows:

	<u>State</u>	<u>Local</u>	<u>Total</u>
Total Pension Liability	\$ 29,889,262,049	42,006,927,506	71,896,189,555
Plan Fiduciary Net Position	<u>7,431,214,496</u>	<u>27,400,438,440</u>	<u>34,831,652,936</u>
Net Pension Liability	<u>\$ 22,458,047,553</u>	<u>14,606,489,066</u>	<u>37,064,536,619</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	24.86%	65.23%	48.45%

NOTE 4: Pension Plans (Continued)

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

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

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of 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 rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2023 are summarized in the following table:

NOTE 4: Pension Plans (Continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00%	8.98%
Non-U.S. Developed Market Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Market 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 on 78% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

Teachers Pensions and Annuity Fund (TPAF)**Plan Description**

The State of New Jersey, Teacher's 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 contribution, excluding any local employer early retirement incentive (ERI) contributions. TPAF is administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about TPAF, please refer to the Division's annual financial statements which can be found at <https://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

The vesting and benefit provisions are set by N.J.S.A. 18A:66. TPAF provides retirement, death, and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of TPAF. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, member's beneficiaries are entitled to full interest credited to the members' accounts.

NOTE 4: Pension Plans (Continued)

The following represents the membership tiers for TPAF:

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

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

Basis of Presentation

The Schedule of employers and nonemployer allocations and the schedule of pension amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of TPAF and the State as an employer/nonemployer entity. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of TPAF or the State. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of TPAF to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

Allocation Methodology

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, requires participating employers in TPAF to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources, and collective pension expense. The employer and nonemployer allocation percentages presented in the schedule of employer and nonemployer allocation and applied to, presented in the schedule of pension amount by employer and nonemployer are based on the ratio of the State's actual contributions made as an employer and nonemployer adjusted for unpaid early retirement incentives to total contributions to TPAF during the year ended June 30, 2023. Employer and nonemployer allocation percentages have been rounded for presentation purposes, therefore amounts presented in the schedule of pension amounts by employer and nonemployer may result in immaterial differences.

NOTE 4: Pension Plans (Continued)

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. State legislation had 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. For fiscal year 2023, State's pension contribution was less 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.

Components of Net Pension Liability

The components of the net pension liability of the State as of June 30, 2023 and 2022 are as follows:

	<u>2023</u>	<u>2022</u>
Total Pension Liability	\$ 78,240,143,092	76,317,117,835
Plan Fiduciary Net Position	<u>27,130,181,268</u>	<u>24,640,530,532</u>
Net Pension Liability	<u>\$ 51,109,961,824</u>	<u>51,676,587,303</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	34.68%	32.29%

State Proportionate Share of Net Pension Liability Attributable to District

	<u>2023</u>	<u>2022</u>
District's Liability	<u>\$ 116,445</u>	<u>119,511</u>
District's Proportion	.00023%	.00023%

NOTE 4: Pension Plans (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) related to pensions will be recognized in pension expense (benefit) as follows:

Year Ending June 30:	
2024	\$ (8,928)
2025	(7,851)
2026	(3,655)
2027	(3,971)
2028	(3,811)
Thereafter	<u>129</u>
Total	<u>\$ (28,087)</u>

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 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

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

NOTE 4: Pension Plans (Continued)**Long-Term Expected Rate of Return**

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. 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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00%	8.98%
Non-U.S. Developed Market Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Market 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 will be based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

NOTE 4: Pension Plans (Continued)**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

The following presents the net pension liability of the State 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 was calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	2023		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
School District's Proportionate Share Of the Net Pension Liability	\$ 0	0	0
State of New Jersey's Proportionate Share Of the District's Net Pension Liability	<u>137,310</u>	<u>116,445</u>	<u>98,872</u>
	<u>\$137,310</u>	<u>116,445</u>	<u>98,872</u>

NOTE 5: Post-Retirement Benefits**General Information about the OPEB Plan****Plan description and benefits provided**

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

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

NOTE 5: Post-Retirement Benefits (Continued)

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

The School Employees Health Benefits Program (SEHBP) Act is found in New Jersey Statutes Annotated, Title 52, Article 17.25 et. seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code.

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

Additional information on Pensions and OPEB can be accessed at state.nj.us/treasury/pensions/financial-reports.shtml.

Total OPEB Liability

The total OPEB liability as of June 30, 2023 was determined by an actuarial valuation as of June 20, 2022, with was rolled forward to June 30, 2023. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Total OPEB Liability \$52,361,668,239

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

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

NOTE 5: Post-Retirement Benefits (Continued)

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

(a) 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 decreased 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 trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

(b) Discount Rate

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

Changes in the total OPEB Liability reported by the State of New Jersey:

	<u>Total OPEB Liability</u>
Balances at June 30, 2022	\$ 50,646,462,966
Changes for the Year:	
Service Cost	2,136,235,476
Interest	1,844,113,951
Change of Benefit Terms	
Difference Between Expected and Actual Experience	(980,424,863)
Changes in Assumptions or Other Inputs	105,539,463
Member Contributions	47,258,104
Benefit Payments	<u>(1,437,516,858)</u>
Balance at June 30, 2023	<u>\$ 52,361,668,239</u>

There were no changes in benefit terms between the June 30, 2022 measurement date and the June 30, 2023 measurement date.

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

NOTE 5: Post-Retirement Benefits (Continued)

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the State for school board retirees, as well as what the State's total OPEB liability for school board would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	<u>1% Decrease</u> <u>(2.65%)</u>	<u>Discount Rate</u> <u>(3.65%)</u>	<u>1% Increase</u> <u>(4.65%)</u>
State of New Jersey's Proportionate Share Of the Total Non-Employer OPEB Liability Associated with the School District	<u>\$ 61,385,066,712</u>	<u>52,361,668,239</u>	<u>45,116,926,835</u>

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the State, as well as what the State's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
State of New Jersey's Proportionate Share Of the Total Non-Employer OPEB Liability Associated with the School District	<u>\$ 43,468,257,358</u>	<u>52,361,668,239</u>	<u>63,998,719,320</u>

OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.

For the year ended June 30, 2023, the Board of Education recognized OPEB benefit of \$107,802 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASBS No. 75 and in which there is a special funding situation.

In accordance with GASBS No. 75, the Board of Education's proportionate share of school retirees OPEB is zero; there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows or resources. At June 30, 2023, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 7,639,717,639	13,791,541,217
Assumption Changes	7,445,895,322	14,449,948,556
Changes in Proportion	<u>2,262,198,933</u>	<u>2,262,198,933</u>
Total	<u>\$ 17,347,811,894</u>	<u>30,503,688,706</u>

NOTE 5: Post-Retirement Benefits (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB will be recognized in OPEB expense as follows:

Year Ended June 30:	
2024	\$ (2,611,225,301)
2025	(2,611,225,301)
2026	(2,269,523,460)
2027	(1,338,024,839)
2028	(273,877,609)
Thereafter	<u>(4,052,000,302)</u>
	<u>\$ (13,155,876,812)</u>

NOTE 6: Contingent Liabilities

It is the opinion of the school board officials that there is no litigation threatened or pending that would materially affect the financial position of the school district.

NOTE 7: Fair Values of Financial Instruments

The following methods and assumptions were used by the Seaside Park Board of Education in estimating its fair value disclosures for financial instruments.

Cash and Cash Equivalents: The carrying amounts reported in the combined balance sheet for cash and cash equivalents are the fair values of those assets.

NOTE 8: Equity Balance

At June 30, 2024, the General Fund equity balance was as follows:

Restricted Fund Balance:	
Capital Reserve	\$ 191,750
Maintenance Reserve	164,186
Assigned Fund Balance:	
Year-End Encumbrances	41,356
Designated for Subsequent Year's Expenditures --	
Withdrawal from Capital Reserve	100,000
Reserved Excess Surplus -- Current Year	125,346
Unassigned Fund Balance	<u>250,000</u>
	<u>\$ 872,638</u>

Reserved excess surplus represents a calculation under N.J.S.A. 18A:7F-7 which identifies an amount of surplus under the statute which must be restricted for use in the next succeeding budget.

NOTE 8: Equity Balance (Continued)**2% Calculation of Excess Surplus**

2023-24 Total General Fund Expenditures Per the ACFR	\$ 615,479
--	------------

Decreased by:

On-Behalf TPAF Pension & Social Security	_____
--	-------

Adjusted 2023-24 General Fund Expenditures	<u>\$ 615,479</u>
--	-------------------

2% of Adjusted 2023-24 General Fund Expenditures	<u>\$ 24,619</u>
--	------------------

Enter Greater of Above or \$250,000	\$ 250,000
-------------------------------------	------------

Increased by: Allowable Adjustment	_____
------------------------------------	-------

Maximum Unassigned Fund Balance	<u>\$ 250,000</u>
---------------------------------	-------------------

Section 2

Total General Fund – Fund Balance @ 6-30-24	\$ 872,638
---	------------

Decreased by:

Encumbrances	41,356
--------------	--------

Designated for Subsequent Year's Expenditures - Withdrawal from Capital Reserve	100,000
--	---------

Other Reserves	<u>355,936</u>
----------------	----------------

Total Unassigned Fund Balance	<u>\$ 375,346</u>
-------------------------------	-------------------

Maximum Unreserved/Undesignated Fund Balance	<u>\$ 250,000</u>
--	-------------------

Reserved Fund Balance – Excess Surplus	<u>\$ 125,346</u>
--	-------------------

Section 3

Assigned Fund Balance – Excess Surplus – Designated

For Subsequent Year's Expenditures	\$ 0
------------------------------------	------

Reserved Excess Surplus – Current Year	<u>125,346</u>
--	----------------

	<u>\$ 125,346</u>
--	-------------------

Detail Reserves

Capital Reserve	\$ 191,750
-----------------	------------

Maintenance Reserve	<u>164,186</u>
---------------------	----------------

	<u>\$ 355,936</u>
--	-------------------

NOTE 9: Fund Balance Appropriated

General Fund – Of the \$872,638 General Fund fund balance at June 30, 2024, \$100,000 has been appropriated and included as anticipated revenue for the year ending June 30, 2025; \$191,750 is for Capital Reserve; \$164,186 is for Maintenance Reserve; \$41,356 is for year end encumbrances; \$125,346 is Excess Surplus and \$250,000 is unreserved and undesignated.

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.

Property and Liability Insurance – The District maintains commercial insurance coverage for property, liability, student accident and surety bonds.

NOTE 11: Economic Dependency

The District 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 District's programs and activities.

NOTE 12: Subsequent Events

Subsequent events have been evaluated through December 9, 2024, which is the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION
PART II

BUDGETARY COMPARISON SCHEDULES – C

SEASIDE PARK SCHOOL DISTRICT

BUDGETARY COMPARISON SCHEDULE - GENERAL FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Exhibit C-1
Sheet 1 of 5

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Revenues:					
Local Sources:					
Local Tax Levy	\$ 567,486	-	567,486	567,486	-
Interest	101		101	250	149
Miscellaneous	5,260	-	5,260	9,649	4,389
Total Local Sources	<u>572,847</u>	<u>-</u>	<u>572,847</u>	<u>577,385</u>	<u>4,538</u>
State Sources:					
Categorical Special Education Aid	23,271		23,271	23,271	-
Categorical Security Aid	10,018		10,018	10,018	-
Adjustment Aid	1,741		1,741	1,741	-
Categorical Transportation Aid	30,123		30,123	30,123	-
Total State Sources	<u>65,153</u>	<u>-</u>	<u>65,153</u>	<u>65,153</u>	<u>-</u>
Total Revenues	<u>638,000</u>	<u>-</u>	<u>638,000</u>	<u>642,538</u>	<u>4,538</u>
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEAs within State-Regular	209,784		209,784	209,761	23
Tuition to Other LEAs within State-Special	173,405		173,405	173,373	32
Total Instruction	<u>383,189</u>	<u>-</u>	<u>383,189</u>	<u>383,134</u>	<u>55</u>

SEASIDE PARK SCHOOL DISTRICT

Exhibit C-1

Sheet 2 of 5

BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Support Services - General Administration:					
Legal Services	5,500		5,500	5,366	134
Audit Fees	6,500		6,500	6,300	200
Architectural/Engineering Services	3,000	(402)	2,598		2,598
Communications/Telephone	8,000		8,000	5,583	2,417
Other Purchased Professional Services	21,000		21,000	20,891	109
General Supplies	850		850	386	464
BOE In-House Training/Meeting Supplies	350		350		350
Miscellaneous Expenses	250		250		250
BOE Membership Dues and Fees	1,750	402	2,152	2,152	-
Total Support Services - General Administration	<u>47,200</u>	<u>-</u>	<u>47,200</u>	<u>40,678</u>	<u>6,522</u>
Central Services:					
Purchased Professional Services	47,000		47,000	25,682	21,318
Purchased Technical Services	1,500	1,500	3,000	1,500	1,500
Total Central Services	<u>48,500</u>	<u>1,500</u>	<u>50,000</u>	<u>27,182</u>	<u>22,818</u>
Administrative Information Technology:					
Purchased Professional Services	8,000		8,000	8,000	-
Total Administrative Information Technology	<u>8,000</u>	<u>-</u>	<u>8,000</u>	<u>8,000</u>	<u>-</u>
Required Maintenance for School Facilities:					
Cleaning, Repair & Maintenance Services	15,500		15,500	14,748	752
General Supplies	760		760	516	244
Total Required Maintenance for School Facilities	<u>16,260</u>	<u>-</u>	<u>16,260</u>	<u>15,264</u>	<u>996</u>

SEASIDE PARK SCHOOL DISTRICT**Exhibit C-1
Sheet 3 of 5****BUDGETARY COMPARISON SCHEDULE - GENERAL FUND****FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Custodial Services:					
Purchased Professional & Technical Services	2,000		2,000	1,325	675
Cleaning, Repair & Maintenance Services	4,000		4,000	4,000	-
Other Purchased Property Services	2,000		2,000	840	1,160
Insurance	30,000		30,000	29,808	192
General Supplies	4,500		4,500	1,134	3,366
Energy (Electricity)	7,500		7,500	5,055	2,445
Energy (Natural Gas)	20,000		20,000	16,689	3,311
Total Custodial Services	<u>70,000</u>	<u>-</u>	<u>70,000</u>	<u>58,851</u>	<u>11,149</u>
Security:					
Purchased Professional & Technical Services	1,500		1,500		1,500
General Supplies	1,000		1,000		1,000
Total Security	<u>2,500</u>	<u>-</u>	<u>2,500</u>	<u>-</u>	<u>2,500</u>
Total Custodial	<u>88,760</u>	<u>-</u>	<u>88,760</u>	<u>74,115</u>	<u>14,645</u>
Student Transportation:					
Contracted Services (Aid in Lieu Payments)	2,000		2,000		2,000
Contracted Services (Between Home & School) - Joint Agreements	50,000	27,750	77,750	77,170	580
Contracted Services (Special Ed. Students)-Vendors	25,000	(25,000)	-		-
Miscellaneous Purchased Services	250		250		250
Total Student Transportation	<u>77,250</u>	<u>2,750</u>	<u>80,000</u>	<u>77,170</u>	<u>2,830</u>
Maintenance Reserve Interest	<u>26</u>	<u>-</u>	<u>26</u>	<u>-</u>	<u>26</u>

SEASIDE PARK SCHOOL DISTRICT

Exhibit C-1

Sheet 4 of 5

BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Total Undistributed Expenditures	<u>652,925</u>	<u>4,250</u>	<u>657,175</u>	<u>610,279</u>	<u>46,896</u>
Total General Current Expense	<u>652,925</u>	<u>4,250</u>	<u>657,175</u>	<u>610,279</u>	<u>46,896</u>
Capital Outlay					
Architectural/Engineering Services	10,000	10,494	20,494	5,200	15,294
Construction Services	100,000		100,000		100,000
Interest on Capital Reserve	<u>75</u>		<u>75</u>		<u>75</u>
Total Capital Outlay	<u>110,075</u>	<u>10,494</u>	<u>120,569</u>	<u>5,200</u>	<u>115,369</u>
Total Expenses	<u>763,000</u>	<u>14,744</u>	<u>777,744</u>	<u>615,479</u>	<u>162,265</u>
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(125,000)	(14,744)	(139,744)	27,059	166,803
Fund Balance July 1	<u>845,579</u>	<u>-</u>	<u>845,579</u>	<u>845,579</u>	<u>-</u>
Fund Balance June 30	<u>\$ 720,579</u>	<u>(14,744)</u>	<u>705,835</u>	<u>872,638</u>	<u>166,803</u>

SEASIDE PARK SCHOOL DISTRICT

**Exhibit C-1
Sheet 5 of 5**

BUDGETARY COMPARISON SCHEDULE - GENERAL FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Recapitulation:					
Restricted Fund Balance:					
Capital Reserve				\$ 191,750	
Maintenance Reserve				164,186	
Assigned Fund Balance:					
Year End Encumbrances				41,356	
Withdrawal from Capital Reserve for Local Share				100,000	
Excess Surplus for use in 2025/26 Budget				125,346	
Unassigned Fund Balance				<u>250,000</u>	
				872,638	
Reconciliation to Governmental Funds Statements (GAAP):					
Final State Aid Payments not Recognized on GAAP Basis				<u>(6,515)</u>	
Fund Balance Per Governmental Funds (GAAP)				<u>\$ 866,123</u>	

SEASIDE PARK SCHOOL DISTRICT

Exhibit C-2

BUDGETARY COMPARISON SCHEDULE

SPECIAL REVENUE FUND

JUNE 30, 2024

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Expenditures:					
Support Services:					
Student Activities	<u>\$ -</u>		<u>-</u>	<u>60</u>	<u>(60)</u>
Total Support Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>60</u>	<u>(60)</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>60</u>	<u>(60)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>(60)</u>	<u>60</u>
Fund Balance, July 1				<u>1,471</u>	
Fund Balance, June 30				<u>\$ 1,411</u>	
Recapitulation:					
Restricted:					
Student Activities				<u>\$ 1,411</u>	
Total Fund Balance				<u>\$ 1,411</u>	

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

SEASIDE PARK SCHOOL DISTRICTREQUIRED SUPPLEMENTARY INFORMATION

Exhibit C-3

BUDGET-TO-GAAP RECONCILIATIONNOTE TO RSIFOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>General Fund</u>	<u>Special Revenue Fund</u>
<u>Sources/Inflows of Resources</u>		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	\$ 642,538	-
State aid payment prior year	6,893	
The last state aid payment is recognized as revenue for budgetary purposes and differs from GAAP which does not recognize this revenue until the subsequent year when the state recognizes the related expense (GASB 33)	<u>(6,515)</u>	
Total revenue as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$ 642,916</u>	<u>-</u>
<u>Uses/Outflows of Resources</u>		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	<u>\$ 615,479</u>	<u>60</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 615,479</u>	<u>60</u>

REQUIRED SUPPLEMENTARY INFORMATION – PART III

**SCHEDULES RELATED TO ACCOUNTING AND REPORTING
FOR PENSIONS (GASB 68) – L**

SEASIDE PARK SCHOOL DISTRICTSCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THENET PENSION LIABILITY - PERSLAST TEN FISCAL YEARS

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's Proportion of the Net Pension Liability	0.00000%	0.00006%	0.00006%	0.00006%	0.00077%	0.00079%	0.00078%	0.00076%	0.00074%	0.00072%
District's Proportionate Share of the Net Pension Liability	<u>\$ -</u>	<u>9,622</u>	<u>7,607</u>	<u>10,584</u>	<u>139,987</u>	<u>154,796</u>	<u>181,902</u>	<u>226,299</u>	<u>166,063</u>	<u>135,449</u>
District's Covered-Employee Payroll	\$ -	26,340	30,094	28,702	28,692	79,227	55,228	54,699	53,368	51,050
District's Proportionate Share of the Net Pension Liability as a percentage of its Covered-Employee Payroll	0.00%	273.75%	395.61%	271.18%	20.50%	51.18%	30.36%	24.17%	32.14%	37.69%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	48.45%	46.41%	42.90%	42.90%	42.04%	40.45%	36.78%	31.20%	38.21%	42.74%

SEASIDE PARK SCHOOL DISTRICTSCHEDULE OF DISTRICT CONTRIBUTIONS - PERSLAST TEN FISCAL YEARS

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 1,708	861	710	7,557	7,820	8,000	6,788	6,360	5,964	6,286
Contributions in Relation to the Contractually Required Contribution	1,708	861	710	7,557	7,820	8,000	6,788	6,360	5,964	6,286
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
District's Covered-Employee Payroll	\$ -	26,340	30,094	28,702	28,692	79,227	55,228	54,699	53,368	51,050
Contributions as a Percentage of Covered-Employee Payroll	0.00%	3.27%	2.36%	26.33%	27.25%	10.10%	12.29%	11.63%	11.18%	12.31%

SEASIDE PARK SCHOOL DISTRICT

Exhibit L-3

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE**NET PENSION LIABILITY - TPAF****LAST TEN FISCAL YEARS**

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's Proportion of the Net Pension Liability	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%
District's Proportionate Share of the Net Pension Liability	\$ -	-	-	-	-	-	-	-	-	-
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>116,445</u>	<u>119,511</u>	<u>114,122</u>	<u>159,762</u>	<u>151,588</u>	<u>160,154</u>	<u>171,836</u>	<u>192,436</u>	<u>158,877</u>	<u>135,130</u>
Total	<u>\$ 116,445</u>	<u>119,511</u>	<u>114,122</u>	<u>159,762</u>	<u>151,588</u>	<u>160,154</u>	<u>171,836</u>	<u>192,436</u>	<u>158,877</u>	<u>135,130</u>
District's Covered-Employee Payroll	\$ 14,064	27,300	26,248	26,244	26,244	26,249	26,244	26,244	25,971	25,228
District's Proportionate Share of the Net Pension Liability as a percentage of its Covered-Employee Payroll	12.08%	22.84%	23.00%	16.43%	17.31%	16.39%	15.27%	13.64%	16.35%	18.67%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%

SEASIDE PARK SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE SCHOOL DISTRICT'S CONTRIBUTIONS
TEACHER'S PENSION AND ANNUITY FUND (TPAF)
LAST TEN FISCAL YEARS

L-4

This schedule is not applicable.

The School District is not required to make any contributions towards TPAF.

There is a special funding situation where the State of New Jersey pays 100% of the required contributions.

SEASIDE PARK SCHOOL DISTRICT

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION – PART III

L-5

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Public Employee's Retirement System (PERS)

Changes in Benefit Terms – None

Changes in Assumptions – The discount rate remained at 7.00% as of June 30, 2022, and as of June 30, 2023, in accordance with Paragraph 44 of GASB Statement No. 67.

Teachers' Pension and Annuity Fund (TPAF)

Changes in Benefit Terms – None

Changes in Assumption – The discount rate remained at 7.00% as of June 30, 2022, and as of June 30, 2023, in accordance with Paragraph 44 of GASB Statement No. 67.

**SCHEDULES RELATED TO ACCOUNTING AND REPORTING
FOR OPEB (GASB 75) - M**

SEASIDE PARK SCHOOL DISTRICT

SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS

Exhibit M-1

LAST EIGHT FISCAL YEARS

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
District's Proportionate Share of OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
District's Proportionate of the Net OPEB Liability	\$ -	-	-	-	-	-	-	-
<u>State's OPEB Liability Attributable to the District</u>								
Service Cost	\$ -	-	-	4,270	7,409	5,037	5,863	*
Interest	47,934	35,209	39,308	46,994	70,215	73,335	64,714	*
Change in Benefit Terms		-	(1,613)					*
Benefit Payments	(37,365)	(34,876)	(30,964)	(31,999)	(41,558)	(48,851)	(47,871)	*
Member Contributions	1,228	1,119	1,005	970	1,232	1,688	1,763	*
Difference between Expected and Actual Experience	17,897	168,267	(332,018)	128,273	(530,580)	(61,457)		*
Change of Assumptions	2,743	(356,406)	1,495	335,751	20,185	(209,646)	(245,368)	*
Net Change in Total OPEB Liability	<u>32,437</u>	<u>(186,687)</u>	<u>(322,787)</u>	<u>484,259</u>	<u>(473,097)</u>	<u>(239,894)</u>	<u>(220,899)</u>	<u>*</u>
Total Attributable OPEB Liability - Beginning	<u>1,328,589</u>	<u>1,515,276</u>	<u>1,838,063</u>	<u>1,353,804</u>	<u>1,826,901</u>	<u>2,066,795</u>	<u>2,287,694</u>	<u>*</u>
Total Attributable OPEB Liability - Ending	<u>\$ 1,361,026</u>	<u>1,328,589</u>	<u>1,515,276</u>	<u>1,838,063</u>	<u>1,353,804</u>	<u>1,826,901</u>	<u>2,066,795</u>	<u>2,287,694</u>
District's Covered Payroll	\$ 14,064	53,640	56,342	54,946	54,936	105,476	81,472	80,943
District's Contribution	None	None	None	None	None	None	None	None
District's Proportionate Share of OPEB Liability as a Percentage of its Covered-Employee Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the total OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
State's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the District as a Percentage of Covered Payroll	9677.37%	2476.86%	2689.43%	3345.22%	2464.33%	1732.05%	2536.82%	2826.30%

* - Information not available

Source: GASB 75 report on State of New Jersey Health Benefits Program; District Records.

Note: This schedule is required by GASB 75 to show information for a 10 year period. However, information is only currently available for eight years. Additional years will be presented as they become available.

SEASIDE PARK SCHOOL DISTRICT**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION****FOR THE FISCAL YEAR ENDED JUNE 30, 2024****Exhibit M-2****Change of Benefit Terms**

Refer to Note 5 - Notes to Financial Statements

Difference Between Expected and Actual Experience

The change in the liability from June 30, 2022 to June 30, 2023 is due to changes in the census, claims and premiums experience.

Changes of Assumptions

The Discount Rate changed from 3.54% as of June 30, 2022 to 3.65% as of June 30, 2023.

OTHER SUPPLEMENTARY INFORMATION

SEASIDE PARK SCHOOL DISTRICTSPECIAL REVENUE FUND

Exhibit E-1

COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURESBUDGETARY BASISFOR FISCAL YEAR ENDED JUNE 30, 2024

	<u>Student Activities</u>	<u>Total</u>
Revenues:		
Local Sources	\$ -	-
Total Revenues	-	-
Expenditures:		
Support Services:		
Student Activities	60	60
Total Support Services	60	60
Total Expenditures	60	60
Excess (Deficiency) of Revenues Over (Under)		
Expenditures	(60)	(60)
Fund Balance, July 1	1,471	1,471
Fund Balance, June 30	\$ 1,411	1,411

CAPITAL PROJECTS FUND – F

N/A

PROPRIETARY FUNDS – G

N/A

FIDUCIARY FUND – H

N/A

LONG-TERM DEBT – I

N/A

STATISTICAL SECTION

(Unaudited)

BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-1

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Governmental Activities										
Invested in Capital Assets, net of related Debt	\$ 301,312	310,436	319,560	328,684	133,992	88,111	356,056	365,180	374,304	383,428
Restricted	624,049	597,050	902,203	957,534	560,395	441,312	230,817	373,590	402,853	325,749
Unrestricted	<u>243,485</u>	<u>166,553</u>	<u>159,444</u>	<u>(43,977)</u>	<u>96,449</u>	<u>98,407</u>	<u>(206,708)</u>	<u>(188,912)</u>	<u>(176,459)</u>	<u>83,722</u>
Total Governmental Activities	<u>\$ 1,168,846</u>	<u>1,074,039</u>	<u>1,381,207</u>	<u>1,242,241</u>	<u>790,836</u>	<u>627,830</u>	<u>380,165</u>	<u>549,858</u>	<u>600,698</u>	<u>792,899</u>
Business Type Activities										
Invested in Capital Assets, net of related Debt	\$ -	-	-	-	-	-	-	-	-	-
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,306</u>	<u>6,306</u>
Total Business Type Activities	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,306</u>	<u>6,306</u>
District-wide										
Invested in Capital Assets, net of related Debt	\$ 301,312	310,436	319,560	328,684	133,992	88,111	356,056	365,180	374,304	383,428
Restricted	624,049	597,050	902,203	957,534	560,395	441,312	230,817	373,590	402,853	325,749
Unrestricted	<u>243,485</u>	<u>166,553</u>	<u>159,444</u>	<u>(43,977)</u>	<u>96,449</u>	<u>98,407</u>	<u>(206,708)</u>	<u>(188,912)</u>	<u>(170,153)</u>	<u>90,028</u>
Total District Assets	<u>\$ 1,168,846</u>	<u>1,074,039</u>	<u>1,381,207</u>	<u>1,242,241</u>	<u>790,836</u>	<u>627,830</u>	<u>380,165</u>	<u>549,858</u>	<u>607,004</u>	<u>799,205</u>

BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-2

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Expenses:										
Governmental Activities	\$ 624,663	832,772	447,660	554,116	595,896	549,800	912,791	875,967	949,434	750,219
Business Type Activities										
Total District Expenses	<u>624,663</u>	<u>832,772</u>	<u>447,660</u>	<u>554,116</u>	<u>595,896</u>	<u>549,800</u>	<u>912,791</u>	<u>875,967</u>	<u>949,434</u>	<u>750,219</u>
Program Revenues:										
Governmental Activities									-	-
Business Type Activities										
Total District Program Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net (Expense):										
Governmental Activities	(624,663)	(832,772)	(447,660)	(554,116)	(595,896)	(549,800)	(912,791)	(875,967)	(949,434)	(750,219)
Business Type Activities	-	-	-	-	-	-	-	-	-	-
Total District-wide Net Expense	<u>(624,663)</u>	<u>(832,772)</u>	<u>(447,660)</u>	<u>(554,116)</u>	<u>(595,896)</u>	<u>(549,800)</u>	<u>(912,791)</u>	<u>(875,967)</u>	<u>(949,434)</u>	<u>(750,219)</u>
General Revenues and Other Changes in Net Position:										
Governmental Activities	719,470	525,604	586,626	1,003,871	758,902	797,465	743,098	818,821	757,233	787,082
Business Type Activities										
Total District-wide	<u>719,470</u>	<u>525,604</u>	<u>586,626</u>	<u>1,003,871</u>	<u>758,902</u>	<u>797,465</u>	<u>743,098</u>	<u>818,821</u>	<u>757,233</u>	<u>787,082</u>
Change in Net Position:										
Governmental Activities	94,807	(307,168)	138,966	449,755	163,006	247,665	(169,693)	(57,146)	(192,201)	36,863
Business Type Activities	-	-	-	-	-	-	-	-	-	-
Total District	<u>\$ 94,807</u>	<u>(307,168)</u>	<u>138,966</u>	<u>449,755</u>	<u>163,006</u>	<u>247,665</u>	<u>(169,693)</u>	<u>(57,146)</u>	<u>(192,201)</u>	<u>36,863</u>

BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
FUND BALANCES, GOVERNMENT FUNDS
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-3

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
General Fund:										
Reserved	\$ 622,638	595,579	903,733	929,998	560,395	441,312	230,817	373,630	402,893	325,749
Unreserved	<u>243,485</u>	<u>243,107</u>	<u>240,273</u>	<u>239,079</u>	<u>236,015</u>	<u>235,763</u>	<u>235,757</u>	<u>234,975</u>	<u>234,910</u>	<u>234,910</u>
Total General Fund	<u>\$ 866,123</u>	<u>838,686</u>	<u>1,144,006</u>	<u>1,169,077</u>	<u>796,410</u>	<u>677,075</u>	<u>466,574</u>	<u>608,605</u>	<u>637,803</u>	<u>560,659</u>
All Other Governmental Funds:										
Unreserved, Reported in:										
Special Revenue Fund	\$ 1,411	1,471	1,530							
Debt Service Fund	<u>-</u>	<u>-</u>	<u>27,536</u>	<u>27,536</u>	<u>27,536</u>	<u>37,907</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total All Other Government Funds	<u>\$ -</u>	<u>-</u>	<u>29,066</u>	<u>27,536</u>	<u>27,536</u>	<u>37,907</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
NET CHANGES IN FUND BALANCE
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-4

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Revenues:										
Local Tax Levy	\$ 567,486	411,890	451,844	583,307	605,244	632,481	578,481	578,481	593,281	613,281
Other Local Revenue	9,899	2,426	21,133	285,413	3,257	3,702	807	59,985	854	2,136
State Revenue	65,531	111,288	113,649	135,151	150,401	161,282	163,492	165,069	163,098	162,231
Federal Revenue				2,492	-	-	-	15,286		9,434
Total Revenues	642,916	525,604	586,626	1,006,363	758,902	797,465	742,780	818,821	757,233	787,082
Expenditures:										
Instruction:										
Regular										
Special										
Other										
Total Instruction	-	-	-	-	-	-	-	-	-	-
Undistributed:										
Instruction	383,134	558,040	340,034	334,867	322,718	288,171	602,291	597,610	450,316	367,628
General Administration	75,860	97,332	94,567	92,150	83,467	88,860	135,966	110,928	123,309	153,883
Operations and Maintenance	74,115	73,835	71,350	60,399	60,984	62,326	60,647	58,231	54,467	68,890
Student Transportation	77,170	82,385	36,276	46,903	35,078	41,541	50,500	48,821	22,349	33,279
Benefits		17,082	18,071	14,410	19,726	20,290	35,725	30,755	29,648	43,215
Other				-				-		
Total Undistributed	610,279	828,674	560,298	548,729	521,973	501,188	885,129	846,345	680,089	666,895
Capital Outlay:										
Equipment	5,200	28,256		18,105	63,594	31,776	-	7,900	-	58,461
Total Capital Outlay	5,200	28,256	-	18,105	63,594	31,776	-	7,900	-	58,461
Total General Fund Expenditures	615,479	856,930	560,298	566,834	585,567	532,964	885,129	854,245	680,089	725,356
Special Revenue:										
Federal & State	60	59	60	2,552					-	
Total Special Revenue Expenditures	60	59	60	2,552	-	-	-	-	-	-
Debt Service	-	-	52,929	64,370	64,371	16,093				
Total Governmental Fund Expenditures	615,539	856,989	613,287	633,756	649,938	549,057	885,129	854,245	680,089	725,356
Other Financing Sources (Uses)								6,306		
Net Changes in Fund Balance	\$ 27,377	(331,385)	(26,661)	372,607	108,964	248,408	(142,349)	(29,118)	77,144	61,726

Source: District Records

BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30

	<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>
Interest	\$ -	\$ -	\$ 214	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,574	\$ 250
Sale of Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 269,117	\$ -	\$ -	\$ -
Refund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous	\$ 2,619	\$ 854	\$ 59,771	\$ 807	\$ 3,702	\$ 3,257	\$ 16,296	\$ 5,040	\$ 852	\$ 9,649
	<u>\$ 2,619</u>	<u>\$ 854</u>	<u>\$ 59,985</u>	<u>\$ 807</u>	<u>\$ 3,702</u>	<u>\$ 3,257</u>	<u>\$ 285,413</u>	<u>\$ 5,040</u>	<u>\$ 2,426</u>	<u>\$ 9,899</u>

Source: District Records

Exhibit J-6

BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
UNAUDITED

<u>Total Tax Year</u>		Col 6 Net Assessed <u>Valuation Taxable</u>	Col 11 <u>Net Valuation</u>	Percentage of Net Assessed to Estimated <u>Full Cash Valuations</u>
2014	\$	1,118,987,352	1,177,308,447	95.18%
2015		1,115,980,500	1,224,576,355	94.23%
2016		1,116,807,400	1,146,498,340	97.54%
2017		1,120,117,400	1,187,473,734	94.45%
2018		1,124,119,500	1,191,397,957	94.47%
2019		1,134,411,800	1,173,289,701	96.81%
2020		1,150,844,000	1,184,023,683	97.31%
2021		1,155,477,800	1,282,476,589	90.55%
2022		1,160,077,000	1,282,476,589	90.55%
2023		1,166,529,000	1,503,690,522	77.65%

Source: Abstract of Ratables, County Board of Taxation

Exhibit J-7

BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
UNAUDITED

<u>Year Ending</u> <u>December 31st</u>	<u>Total Direct School</u> <u>Tax Rate</u>	<u>Municipality of</u> <u>Seaside Park</u>	<u>Ocean County</u>	<u>Total Direct and</u> <u>Overlapping Tax</u> <u>Rate</u>
2014	\$ 0.431	0.449	0.428	1.308
2015	0.481	0.449	0.439	1.369
2016	0.405	0.480	0.427	1.312
2017	0.469	0.508	0.434	1.411
2018	0.430	0.522	0.438	1.390
2019	0.546	0.517	0.424	1.487
2020	0.534	0.553	0.416	1.503
2021	0.559	0.553	0.407	1.519
2022	0.561	0.572	0.419	1.552
2023	0.557	0.464	0.588	1.609

Source: Abstract of Ratables, Ocean County

Exhibit J-8

**BOROUGH OF SEASIDE PARK
SCHEDULE OF PRINCIPAL TAXPAYERS
CURRENT YEAR AS OF JUNE 30TH
UNAUDITED**

<u>Taxpayer</u>	2024	As a Percentage of District's Net Assessed Valuation
Friedland Family Trust	\$ 4,442,000	0.38%
Joy-Jam, Inc. (Windjammer Motor Inn)	3,499,000	0.30%
Taxpayer #1	3,287,800	0.28%
Taxpayer #2	2,606,500	0.23%
Taxpayer #3	2,436,400	0.21%
Taxpayer #4	2,374,900	0.21%
Taxpayer #5	2,310,100	0.20%
Taxpayer #6	2,207,700	0.19%
Taxpayer #7	2,183,700	0.19%
Taxpayer #8	<u>2,100,000</u>	<u>0.18%</u>
 Total Net Taxable Value	 <u>\$ 27,448,100</u>	 <u>2.38%</u>

Source: Seaside Park Tax Assessor

Exhibit J-9

BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS
UNAUDITED

Collected within the Year of the Levy

<u>Year Ended</u> <u>Dec. 31</u>	<u>Taxes Levied for</u> <u>the Year</u>	<u>Amount</u>	<u>Percentage of Levy</u>	<u>Collections in Sub</u> <u>Years</u>
2014	\$ 14,680,872	14,355,679	97.78%	0
2015	15,161,730	15,034,546	99.16%	0
2016	14,703,289	14,524,805	98.79%	0
2017	15,878,313	15,683,165	98.77%	0
2018	15,698,801	15,583,535	99.27%	0
2019	16,993,391	16,720,457	98.39%	0
2020	17,343,181	17,189,188	99.11%	0
2021	17,597,231	17,473,237	99.30%	0
2022	17,997,254	17,759,000	98.68%	0
2023	18,843,994	18,375,515	97.51%	0

Note: Dollar amounts are rounded to the nearest whole dollar.

Source: Seaside Park Tax Collector

BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended <u>June 30</u>	General Obligation <u>Bonds</u>	Loans Payable	Capital Leases	Bonded Debt Anticipation Notes (BANs)	Capital Leases	Total District	Percentage of Personal Income	Per Capita
2015	0	0	0	0	0	0	0	0
2016	0	\$ 258,821	0	0	0	\$ 258,821	Unavailable	\$ 166.87
2017	0	\$ 258,821	0	0	0	\$ 258,821	Unavailable	\$ 166.87
2018	0	\$ 258,821	0	0	0	\$ 258,821	Unavailable	\$ 166.87
2019	0	\$ 258,821	0	0	0	\$ 258,821	Unavailable	\$ 166.87
2020	0	\$ 203,816	0	0	0	\$ 203,816	Unavailable	\$ 131.41
2021	0	\$ 142,154	0	0	0	\$ 142,154	Unavailable	\$ 91.65
2022	0	-	0	0	0	0	0	0
2023	0	-	0	0	0	0	0	0
2024	0	-	0	0	0	0	0	0

Source: Abstract of Ratables, Ocean County

BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
RATIO OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		
	General Obligation <u>Bonds</u>	<u>Deductions</u>	Net General Bonded <u>Debt Outstanding</u>	Percentage of Actual Taxable Value # of <u>Property</u>	Net Bonded Debt <u>Per Capita</u>
2015	0	0	0	0	0
2016	0	0	0	0	0
2017	0	0	0	0	0
2018	0	0	0	0	0
2019	0	0	0	0	0
2020	0	0	0	0	0
2021	0	0	0	0	0
2022	0	0	0	0	0
2023	0	0	0	0	0
2024	0	0	0	0	0

Note: Dollar amounts are rounded to the nearest whole dollar.

Source: Seaside Park Chief Financial Officer

**BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT
FOR THE YEAR ENDED DECEMBER 31, 2023
UNAUDITED**

Net Direct Debt of School District as of December 31, 2023		\$	-
Net Overlapping Debt of School District:			
Seaside Park Borough	Borough Debt		14,091,759
County (Boro Share 1.1%):	County		<u>6,356,493</u>
Total Direct and Overlapping Bonded Debt			
As of December 31, 2023		\$	<u><u>20,448,252</u></u>

Source: Seaside Park

**BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
COMPUTATION OF LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED**

Year Ended December 31st

Legal Debt Margin for Year 2021

Equalized valuation basis

2021	\$ 1,276,066,041
2022	1,493,981,970
2023	<u>1,680,635,355</u>
	<u>4,450,683,366</u>

Average equalized valuation of taxable property 1,483,561,122

Debt limit (3.5% of average equalization value) 51,924,639

Total Net Debt Applicable to Limit

-

Legal debt margin

51,924,639

	<u>2014</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>
Debt Limit	\$ 42,094,983	\$ 41,057,758	\$ 40,994,698	\$ 40,797,618	\$ 40,994,698	\$ 40,980,536	\$ 40,980,536	\$ 42,360,965	\$ 45,800,000	\$ 51,924,639
Total net debt applicable to limit	\$ -	\$ -	\$ 258,821	\$ 258,821	\$ 258,821	\$ 203,816	\$ 142,154	\$ -	\$ -	\$ -
Legal debt margin	<u>\$ 42,094,983</u>	<u>\$ 41,057,758</u>	<u>\$ 40,735,877</u>	<u>\$ 40,538,797</u>	<u>\$ 40,735,877</u>	<u>\$ 40,776,720</u>	<u>\$ 40,838,382</u>	<u>\$ 42,360,965</u>	<u>\$ 45,800,000</u>	<u>\$ 51,924,639</u>

Source: Annual Report of the State of NJ

Exhibit J-14

BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

<u>Year Ended</u> <u>December 31</u>	<u>Population</u>		<u>Personal Income</u>	<u>Per Capita</u> <u>Personal Income</u>	<u>Unemployment</u> <u>Rate</u>
2014	1,559	\$	70,075,491.00	44,949	7.5%
2015	1,544	\$	72,694,608.00	47,082	7.4%
2016	1,543	\$	74,820,070.00	48,490	5.9%
2017	1,538	\$	76,513,962.00	49,749	5.6%
2018	1,539	\$	79,604,775.00	51,725	5.3%
2019	1,543	\$	82,576,731.00	53,517	3.3%
2020	1,561	\$	89,513,984.00	57,344	9.1%
2021	1,463	\$	88,984,049.00	60,823	5.7%
2022	1,473	\$	87,396,036.00	59,332	4.1%
2023	1,471		Unavailable	Unavailable	4.7%

Source : State of New Jersey

Exhibit J-15

**BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED**

2015

DATA NOT AVAILABLE

2024

DATA NOT AVAILABLE

BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	<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>
Function/Program										
Instruction										
Regular										
Spec Ed										
Other Spec Ed										
Vocational										
Other Instruction										
Nonpublic school programs										
Adult/continuing education programs										
Support Services										
Student & Instruction related services										
General administration	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	
School administrative services										
Other administrative services	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	
Central Services										
Administrative Information Technology										
Plant Operation & Maintenance	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6	0.6	
Pupil transportation										
Other support services										
Special Schools										
Food Service										
Child Care										
Total	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	0.0

In 2023/2024 - Seaside Park BOE entered into a shared services agreement with Lavallette BOE
Source: District Personnel Records

BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

PUPIL/TEACHER RATIO

<u>Fiscal Year</u>	<u>Enrollment</u>	<u>Operating Expenditures</u>	<u>Cost Per Pupil</u>	<u>Percentile Change</u>	<u>Elementary</u>	<u>Average Daily Enrollment</u>	<u>Average Daily Attendance</u>	<u>% Change in ADE</u>	<u>Student Attendance Percentage</u>
2015	30.0	725,356	24,179		*				
2016	43.0	680,089	15,816		*				
2017	51.0	854,325	16,751		*				
2018	51.0	885,129	17,355		*				
2019	30.0	532,964	17,765		*				
2020	28.0	649,938	23,212		*				
2021	28.0	566,834	20,244		*				
2022	27.0	560,298	20,752		*				
2023	33.0	856,930	25,968		*				
2024	27.0	615,539	22,798		*				

Source: District Records

* Note - Seaside Park Students attend Lavallette School District and Toms River Regional

**BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
BUILDINGS
LAST TEN FISCAL YEARS
UNAUDITED**

Fiscal Year Ended June 30

	<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>
Seaside Park Elementary										
Square Feet	18,952	18,952	18,952	18,952	18,952	18,952	18,952	18,952	18,952	18,952
Capacity (Students)	132	132	132	132	132	132	132	132	132	132
Enrollment	*	*	*	*	*	*	*	*	*	*
 Other										
Administration Building										
Square Feet	750	750	750	750	750	750	0	0	0	0
 Total Square Feet	<u>19,702</u>	<u>19,702</u>	<u>19,702</u>	<u>19,702</u>	<u>19,702</u>	<u>19,702</u>	<u>18,952</u>	<u>18,952</u>	<u>18,952</u>	<u>18,952</u>

Source: District Records

Exhibit J-19

BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
FOR THE LAST TEN FISCAL YEARS ENDED
UNAUDITED

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

<u>School Facilities</u>	<u>Seaside Park Elementary</u>	<u>Total School Facilities</u>
2015	\$ 30,241	30,241
2016	13,720	13,720
2017	13,915	13,915
2018	17,931	17,931
2019	16,379	16,379
2020	12,762	12,762
2021	12,499	12,499
2022	17,058	17,058
2023	14,996	14,996
2024	15,264	15,264

School facilities as defined under EFCFA (N.J.A.C. 6A:26-1.2 and
Source: District Records

**BOROUGH OF SEASIDE PARK SCHOOL DISTRICT
INSURANCE SCHEDULE
FOR FISCAL YEAR ENDED JUNE 30, 2024**

UNAUDITED

	Coverage		Deductible
Blanket Building & Contents (Replacement Cost Values)	\$	300,000,000	\$ 1,000
Extra Expense Section		25,000,000	1,000
Electronic Data Equipment		130,000	1,000
Crime - Blanket incl. Faithful Performance		250,000	1,000
Bonds:			
Treasurer	\$	100,000	\$ 1,000
Board Secretary		100,000	1,000
Money & Securities	\$	10,000.00	\$ 1,000
Boiler & Machinery (pool limits)	\$	100,000,000	\$ 1,000
Comprehensive General Liability	\$	16,000,000	
Employee Benefits Liability	\$	16,000,000	\$ 1,000
Workers Compensation			
Part II Employers Liability Limits (each)	\$	2,000,000	
Premium Basis: Professional Payroll		1,048,000	
Premium Basis: Non Professional Payroll		28,000	
Supplemental Workers Compensation			
Weekly Limit for total of 51 Weeks	\$	2,000	7 days
School Board Legal			
Coverage A Limits	\$	16,000,000	\$ 5,000
Coverage B Limits		100,000/300,000	5,000
Automobile			
Liability - Combined Single Limit	\$	16,000,000	
Student Accident	\$	5,000,000	

SINGLE AUDIT SECTION

Robert A. Hulsart and Company
 CERTIFIED PUBLIC ACCOUNTANTS

ARMOUR S. HULSART, C.P.A., R.M.A., P.S.A. (1959-1992)
 ROBERT A. HULSART, C.P.A., R.M.A., P.S.A.
 ROBERT A. HULSART, JR., C.P.A., P.S.A.
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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND REPORTING ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

K-1

Honorable President and Members
 of the Board of Education
 Seaside Park School District
 County of Ocean
 Seaside Park, New Jersey 08752

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Seaside Park Board of Education, County of Ocean, State of New Jersey as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Seaside Park Board of Education, County of Ocean, State of New Jersey's basic financial statements, and have issued our report thereon dated December 9, 2024.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Seaside Park Board of Education, County of Ocean, State of New Jersey's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions of the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Seaside Park Board of Education, County of Ocean, State of New Jersey's internal control. Accordingly, we do not express an opinion on the effectiveness of the Seaside Park Board of Education, County of Ocean, and State of New Jersey'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Seaside Park Board of Education, County of Ocean, State of New Jersey's financial statements are free from material misstatement, we performed tests of it compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

ROBERT A. HULSART AND COMPANY

Robert A. Hulsart

**Licensed Public School Accountant
No. 322
Robert A. Hulsart and Company
Wall Township, New Jersey**

December 9, 2024

SEASIDE PARK SCHOOL DISTRICT

Schedule B
K-4

SCHEDULE OF STATE FINANCIAL ASSISTANCE

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

State Grantor/Program State Department of Education:	Grant or State Project Number	Grant Period		Program or Award Amount	Balance June 30, 2023		Cash Received	Budgetary Expenditures	Repayment of Prior Years Balances	Balance at June 30, 2024			MEMO	
		From	To		Def. Revenue/ Acct. Receivable	Due to Grantor				(Accounts Receivable)	Deferred Revenue	Due to Grantor	Budgetary Receivable	Total Cumulative Expenditures
Special Education Aid	24-495-034-5120-089	07/01/2023	06/30/2024	\$ 23,271	\$ -		23,271	(23,271)					2,327	23,271
Security Aid	24-495-034-5120-084	07/01/2023	06/30/2024	10,018			10,018	(10,018)					1,002	10,018
Adjustment Aid	24-495-034-5120-085	07/01/2023	06/30/2024	1,741			1,741	(1,741)					174	1,741
Transportation Aid	24-495-034-5120-014	07/01/2023	06/30/2024	30,123			30,123	(30,123)					3,012	30,123
Extraordinary Aid	23-495-034-5120-044	07/01/2022	06/30/2023	24,565	(24,565)		24,565							
					(24,565)	-	89,718	(65,153)	-	-	-	-	6,515	65,153
Total State Financial Assistance					\$ (24,565)	-	89,718	(65,153)	-	-	-	-	6,515	65,153

The accompanying Notes to Schedules of Expenditures of Awards and Financial Assistance are an integral part of this statement.

BOARD OF EDUCATION

K-5

SEASIDE PARK SCHOOL DISTRICT**NOTES TO SCHEDULES OF FINANCIAL ASSISTANCE****JUNE 30, 2024****NOTE 1: General**

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

NOTE 2: Basis of Accounting

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of program recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in the Note 1 to the Board's general-purpose financial statements.

NOTE 3: Relationship to General Purpose Financial Statements

The general-purpose 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 state aid payment in the current budget year, which is mandated pursuant to *N.J.S.A. 18A:22-44.2*. For GAAP purposes that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment in the subsequent year.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$378 for the general fund. See Note 1 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's general-purpose financial statements on a GAAP basis as presented below:

NOTE 3: Relationship to General Purpose Financial Statements (Continued)

	<u>General Fund</u>
<u>State Assistance</u>	
Actual Amounts (Budgetary)	
"Revenues" from the Schedule	
of Expenditures of State	
Financial Assistance	\$ 65,153
 Difference – Budget to "GAAP"	
Grant Accounting Budgetary	
Basis Differs from GAAP	
in that Encumbrances are	
Recognized as Expenditures	
and the Related Revenue	
is Recognized	
 The Last State Aid Payment	
Is Recognized as Revenue	
for Budgetary Purposes,	
and Differs from GAAP	
Which does not Recognize	
This Revenue Until the	
Subsequent Year When the	
State Recognizes the Related	
Expense (GASB 33)	<u>378</u>
 Total State Revenue as Reported	
on the Statement of Revenues,	
Expenditures and Changes in	
Fund Balances	<u>\$ 65,531</u>

NOTE 4: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

SEASIDE PARK SCHOOL DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

K-6

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Part I - Summary of Auditor's Results

Financial Statement Section

(A) Type of auditor's report issued on financial statements

Description

Unmodified

(B) Internal control over financial reporting:

1) Material weakness(es) identified?

 Yes x No

2) Significant deficiencies identified that are
not considered to be material weaknesses?

 Yes x None Reported

Noncompliance material to basic financial statements noted?

 Yes x No

Federal Awards

NOT APPLICABLE

State Awards

NOT APPLICABLE

SEASIDE PARK SCHOOL DISTRICT**SCHEDULE OF FINDINGS AND QUESTIONED COSTS****K-6****FOR THE FISCAL YEAR ENDED JUNE 30, 2024*****Part II - Schedule of Financial Statement Findings***

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with Chapter 5.18 of *Government Auditing Standards*.

There are none.

SEASIDE PARK SCHOOL DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

K-6

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

***Part III - Schedule of Federal Awards and State Financial Assistance
Findings and Questioned Costs***

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance including questioned costs, related to the audit of major federal and state programs, as required by Title 2 U.S. Code of Federal Regulations Part 200 and New Jersey OMB's Circular 15-08, as amended.

Current Year Federal Awards

Not Applicable

Current Year State Awards

Not Applicable

SEASIDE PARK SCHOOL DISTRICT**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS****K-7****FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

This section identifies the status of prior year findings related to the basic financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, Title 2 U.S. Code of Federal Regulations Part 200 and New Jersey OMB's Circular 15-08.

Status of Prior Year Findings

There were none.