

**SUSSEX-WANTAGE REGIONAL
SCHOOL DISTRICT**

**Sussex-Wantage Regional School District
Sussex, New Jersey**

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

Annual Comprehensive Financial Report

of the

**Sussex-Wantage Regional School District
Board of Education**

Sussex, New Jersey

For the Fiscal Year Ended June 30, 2024

Prepared by

**Sussex-Wantage Regional School District
Board Office**

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INTRODUCTORY SECTION
(UNAUDITED)

BOARD OF EDUCATION
SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT

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BRENDA VANWARNER
ADMINISTRATIVE ASSISTANT

NANCY SISTO
ADMINISTRATIVE ASSISTANT

December 6, 2024

The Honorable President and Members of
the Board of Education
Sussex-Wantage Regional School District
County of Sussex
Sussex, New Jersey

Dear Honorable President and Board Members:

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

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

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

The District provides a full range of educational services appropriate to grade levels Pre-K through 8. These include regular, vocational, as well as special education for handicapped youngsters. The District completed the 2023-2024 fiscal year with an average daily enrollment of 1,088 students, an increase of 39 students from the previous year's average daily enrollment.

(2) ECONOMIC CONDITION AND OUTLOOK: The economic condition of the municipalities comprising the District is influenced by the slow population growth. There was a net increase of ratables in Sussex Borough of 0.08%, while Wantage Township ratables increased 0.15%. Despite this, the percentage of commercial ratables to the total ratables is considerably less than in most areas in the State of New Jersey.

(3) MAJOR INITIATIVES: The total amount of State Aid for the 2023-2024 school year increased \$450,114 from the level of 2022-2023 funding. With this, the District was able to maintain class sizes at all grade levels.

To enhance Tier I MTSS (Multi-Tiered System of Supports), our district will focus on strengthening core instruction for all students by providing high-quality, evidence-based teaching practices in every classroom. We will use data-driven decision-making to monitor student progress and ensure that all learners receive appropriate support. Teachers will be equipped with the tools and professional development needed to differentiate instruction based on student needs, ensuring that every student is supported within the general education environment.

In terms of ELA (English Language Arts) instructional strategies, our district will emphasize research-based practices, such as explicit vocabulary instruction, guided reading, and comprehension strategies. We will focus on building literacy skills through differentiated instruction to address diverse student needs, and incorporate formative assessments to adjust teaching practices. Teachers will also be provided with ongoing professional development to refine instructional techniques and align curriculum to state standards.

Integrating wellness and mindfulness strategies will be a priority. Our district will implement Social-Emotional Learning (SEL) programs that promote self-awareness, emotional regulation, and interpersonal skills. Mindfulness practices will be incorporated into the school day, such as guided breathing exercises, reflection time, and activities designed to reduce stress and improve focus. By prioritizing the mental and emotional well-being of both students and staff, we aim to create a positive, supportive learning environment.

Finally, to maintain our PreK expansion goals, our district will work to ensure seamless transitions between PreK programs and elementary schools. This includes aligning curricula and instructional practices to ensure continuity of learning. We will focus on fostering strong partnerships with families, involving them in their child's education, and providing professional development for PreK educators. Additionally, we will focus on enhancing early learning opportunities, ensuring that PreK programs meet the developmental needs of young children while preparing them for future academic success.

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

(5) INTERNAL ACCOUNTING CONTROLS: Management of the District is responsible for establishing and maintaining an internal control system designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with GAAP.

The internal control system is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

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

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

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

(7) CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Basic Financial Statements", Note 3. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

(8) RISK MANAGEMENT: The Board carries various forms of insurance, including, but not limited to, general liability, excess liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.

The Board is a member of the School Alliance Insurance Fund ("SAIF"). The SAIF is a risk-sharing public entity risk management fund that is both an insured and self-administered group of school districts established for the purpose of providing low-cost insurance coverage to their members. The School Alliance Insurance Fund oversees risk management for the District. A schedule of insurance coverage is found on Exhibit J-20.

The Honorable President and Members of
the Board of Education
Sussex-Wantage Regional School District
Page 4
December 6, 2024

(9) OTHER INFORMATION: Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia LLP, CPAs, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and New Jersey's OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid.

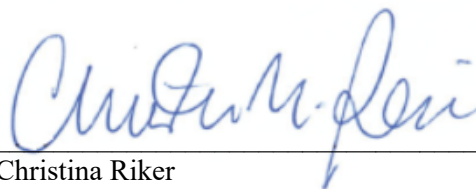
The auditors' report on the basic financial statements and specific required supplementary information are included in the financial section of this report. The auditors' reports related specifically to the single audit and Government Auditing Standards are included in the single audit section of this report.

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

Respectfully submitted,

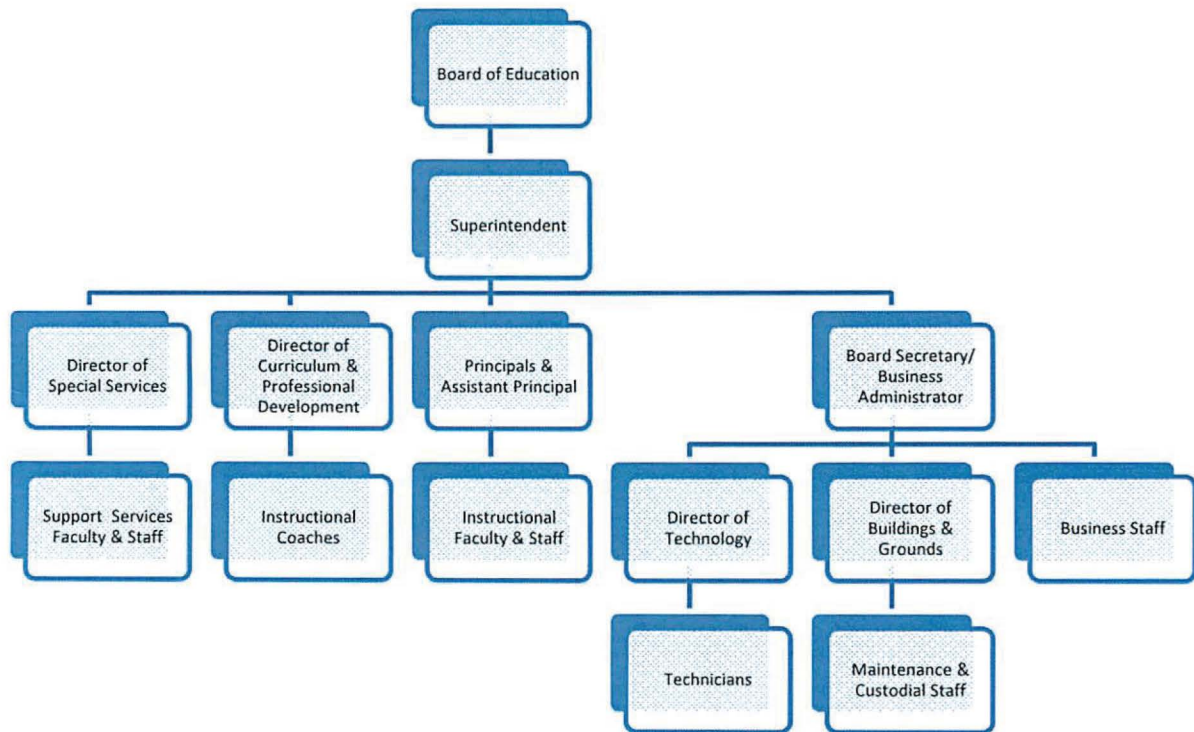


Michael Gall
Superintendent of Schools



Christina Riker
Business Administrator/Board Secretary

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
Organizational Chart
(Unit Control)



**SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
ROSTER OF OFFICIALS
JUNE 30, 2024**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Stephanie Tortorella, President	2025
Dorothy Witte, Vice President	2024
Nicholas D'agostino	2026
Caitlin Space	2026
Stevie Vallone	2026
Brittney Simmons	2025
Taylor Dely	2025
Danielle Zill-Barry	2024
Alissa Cecchini	2024

<u>Other Officers</u>	<u>Title</u>
Michael Gall	Superintendent
Christina Riker	Business Administrator/Board Secretary
Grant W. Rome, Treasurer	Treasurer

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT

Consultants and Advisors

Audit Firm

Nisivoccia LLP, CPAs
Mount Arlington Corporate Center
200 Valley Road Suite 300
Mount Arlington, NJ 07856-1320
and
Lawrence Business Park
11 Lawrence Road
Newton, NJ 07860
and
1140 Route 22 East, Suite 203
Bridgewater, NJ 08807

Attorney

Cleary, Giacobbe, Alfieri, Jacobs, LLC
7 James Street
Florham Park, NJ 07932

Official Depository

Lakeland Bancorp Inc.
250 Oak Ridge Road
Oak Ridge, NJ 07438-8906

Architect

Parette Somjen Architects, LLC
439 Route 46 East
Rockaway, NJ 07866

FINANCIAL SECTION

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Sussex-Wantage Regional School District
County of Sussex, New Jersey

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 6, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.

December 6, 2024
Mount Arlington, New Jersey

Nisivoccia LLP
NISIVOCCIA LLP

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

REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS

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

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

Overview of the Financial Statements

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

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

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

Figure A-1
Organization of the School District's Financial Report

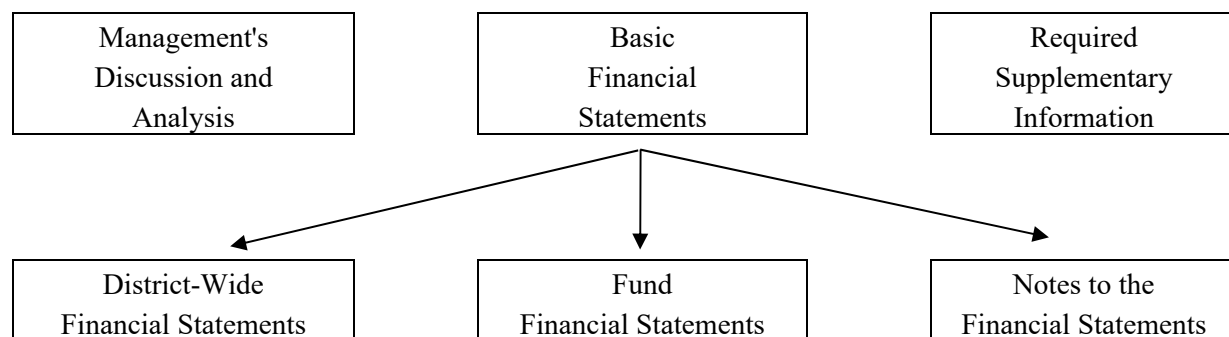


Figure A-2 summarizes the major features of the District’s financial statements, including the portion of the District’s activities they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis highlights that structure and contents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

Figure A-2

Major Features of the District-Wide and Fund Financial Statements

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

District-wide Statements

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

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

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

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

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

Fund Financial Statements

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

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

The District has two kinds of funds:

- *Governmental funds*: Most of the District's basic services are included in governmental funds, which generally focus on {1} how cash and other financial assets that can readily be converted to cash flow in and out, and {2} the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the District-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or difference) between them.
- *Proprietary funds*: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the District-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. *Internal service funds* (the other kind of proprietary fund) report activities that provide supplies and services for other programs and activities. The District currently does not maintain any internal service funds.

Notes to the Basic Financial Statements:

Provide additional information essential to a full understanding of the District-wide and fund financial statements.

Financial Analysis of the District as a Whole

Net Position. The District's combined net position increased by \$94,793. Net position from governmental activities increased by \$37,307 and net position from business-type activities increased by \$57,486. Net investment in capital assets increased by \$1,378,814, restricted net position decreased by \$1,092,202, and unrestricted net position decreased by \$191,819.

Figure A-3

Condensed Statement of Net Position							
	Governmental Activities		Business-Type Activities		Total School District		Percentage
	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024	2022/2023	Change
Assets:							
Current and							
Other Assets	\$ 8,359,335	\$ 7,693,579	\$ 495,810	\$ 502,955	\$ 8,855,145	\$ 8,196,534	
Capital Assets, Net	9,381,927	8,048,043	103,490	58,560	9,485,417	8,106,603	
Total Assets	17,741,262	15,741,622	599,300	561,515	18,340,562	16,303,137	12.50%
Deferred Outflows of							
Resources	430,228	603,757			430,228	603,757	-28.74%
Liabilities:							
Other Liabilities	3,951,734	1,416,721	39,782	59,483	3,991,516	1,476,204	
Long-Term Liabilities	4,740,469	5,146,071			4,740,469	5,146,071	
Total Liabilities	8,692,203	6,562,792	39,782	59,483	8,731,985	6,622,275	31.86%
Deferred Inflows of							
Resources	639,184	979,791			639,184	979,791	-34.76%
Net Position:							
Investment in							
Capital Assets	9,381,927	8,048,043	103,490	58,560	9,485,417	8,106,603	
Restricted	4,334,438	5,426,640			4,334,438	5,426,640	
Unrestricted/(Deficit)	(4,876,262)	(4,671,887)	456,028	443,472	(4,420,234)	(4,228,415)	
Total Net Position	\$ 8,840,103	\$ 8,802,796	\$ 559,518	\$ 502,032	\$ 9,399,621	\$ 9,304,828	1.02%

Changes in Net Position. The District's combined net position was \$9,399,621 on June 30, 2024, an increase of \$94,793 or 1.02% more than it was the year before (See Figure A-3). Net Investment in Capital Assets increased by \$1,378,814 due to the \$2,232,980 of current year capital assets additions by the \$854,166 of depreciation expense. Restricted net position decreased by \$1,092,202 due to the decrease in excess surplus of \$686,740, the budgeted withdrawals from the Capital Reserve of \$576,273 and the budgeted withdrawal from Maintenance Reserve of \$250,000 offset by the \$74,222 Board resolution transfer to the Capital Reserve and the return of \$82,429 of unexpended funds to the Capital Reserve, the \$250,000 Board transfer to the Maintenance Reserve, the \$4,445 increase in the Unemployment Compensation restricted fund balance and the \$9,715 increase in the Student Activities restricted fund balance. The unrestricted net position decreased by \$191,819 due primarily to the decrease in year-end encumbrances and the change in pension related deferred inflows and outflows offset by an excess in revenue and the unexpended budget appropriations as well as the decrease in the net pension liability.

Figure A-4

Changes in Net Position from Operating Results						
	Governmental	Business-	Governmental	Business-	Total	Total
	Activities	Type	Activities	Type	School	School
	2023/2024	Activities	2022/2023	Activities	District	District
	2023/2024	2023/2024	2022/2023	2022/2023	2023/2024	2022/2023
						Percentage
						Change
						2023/2024
Revenue:						
Program Revenue:						
Charges for Services	\$ 156,847	\$ 413,423	\$ 172,122	\$384,361	\$ 570,270	\$ 556,483
Operating Grants and Contributions	7,072,218	286,845	6,016,122	282,964	7,359,063	6,299,086
General Revenue:						
Property Taxes	17,717,204		16,968,153		17,717,204	16,968,153
Unrestricted State and Federal Aid	4,010,627		3,898,277		4,010,627	3,898,277
Other	291,817	10,181	147,440	5,842	301,998	153,282
Total Revenue	29,248,713	710,449	27,202,114	673,167	29,959,162	27,875,281
						7.48%
Expenses:						
Instruction	17,811,924		15,453,505		17,811,924	15,453,505
Pupil and Instruction Services	4,375,087		4,185,423		4,375,087	4,185,423
Administrative and Business	2,151,509		2,059,508		2,151,509	2,059,508
Maintenance and Operations	1,437,299		2,263,929		1,437,299	2,263,929
Transportation	1,740,262		1,648,513		1,740,262	1,648,513
Other	1,695,325	652,963	1,602,464	569,761	2,348,288	2,172,225
Total Expenses	29,211,406	652,963	27,213,342	569,761	29,864,369	27,783,103
						7.49%
Increase/(Decrease) in Net Position	\$ 37,307	\$ 57,486	\$ (11,228)	\$103,406	\$ 94,793	\$ 92,178
						2.84%

Governmental Activities

The financial position of the District improved slightly in the current year. However, maintaining existing programs for regular pupil enrollment and the provision of special programs and services for disabled pupils place great demands on the District's resources.

Careful management of expenses remains essential for the District to sustain its financial health.

It is crucial that the District examine its expenses carefully. Staff, parental and student demands for salary increases, new activities and programs must be evaluated thoroughly.

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

The net cost shows the financial burden placed on the District's taxpayers by each of the following functions:

Figure A-5

	Net Cost of Governmental Activities			
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
	<u>2023/2024</u>	<u>2023/2024</u>	<u>2022/2023</u>	<u>2022/2023</u>
Instruction	\$ 17,811,924	\$ 11,772,449	\$ 15,453,505	\$10,873,315
Pupil and Instruction Services	4,375,087	3,952,006	4,185,423	3,254,564
Administrative and Business	2,151,509	2,151,509	2,059,508	2,059,508
Maintenance and Operations	1,437,299	1,437,299	2,263,929	2,263,929
Transportation	1,740,262	973,753	1,648,513	971,318
Other	1,695,325	1,695,325	1,602,464	1,602,464
	<u>\$ 29,211,406</u>	<u>\$ 21,982,341</u>	<u>\$ 27,213,342</u>	<u>\$ 21,025,098</u>

Business-Type Activities

The District's business-type activities increased by \$57,486. In the Food Service Fund the increase of \$40,251 was due primarily to an excess of daily sales and federal and state subsidy reimbursements as well as a significant increase in interest earnings over operating expenses. The increase of \$17,235 in the Care Program was due to an excess of program fees over expenses.

Financial Analysis of the District's Funds

The District's financial position decreased significantly in the General Fund in the current year primarily due to fund balance utilized to support the budget offset by excess revenues and unexpended budget appropriations. As the number of low-income students rises, so do the expenditures related to meeting their additional needs.

All of these factors are likely to continue for the next several years. To maintain a stable financial position, the District must continue to practice sound fiscal management.

General Fund Budgetary Highlights

Over the course of the year, the District revised the annual operating budget several times. The budget was amended for transfers to prevent over-expenditures of specific line item accounts.

Capital Assets

Figure A-6

	Capital Assets (Net of Depreciation)						Percentage
	Government Activities		Business-Type Activities		Total School District		Change
	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024
Construction in Progress	\$ 842,114	\$ 1,642,580			\$ 842,114	\$ 1,642,580	
Buildings and Building Improvements	6,709,305	4,537,065			6,709,305	4,537,065	
Site Improvements	1,252,834	1,317,303			1,252,834	1,317,303	
Machinery and Equipment	577,674	551,095	\$ 103,490	\$ 58,560	681,164	609,655	
Total Capital Assets (Net of Depreciation)	\$ 9,381,927	\$ 8,048,043	\$ 103,490	\$ 58,560	\$ 9,485,417	\$ 8,106,603	17.01%

During the current fiscal year, the District had capital additions of \$2,232,980 and depreciated \$854,166 of its capital assets.

Long-term Liabilities

At year-end, the District had \$4,740,469 in long-term liabilities outstanding – a decrease of \$405,602 from last year – as shown in Figure A-7. (More detailed information about the District's long-term liabilities is presented in Note 8 to the financial statements.)

Figure A-7

	Outstanding Long-Term Liabilities		Percentage Change
	Total School District		
	2023/2024	2022/2023	
Net Pension Liability	\$ 3,977,958	\$ 4,395,971	
Compensated Absences Payable	762,511	750,100	
Total Long-Term Liabilities	\$ 4,740,469	\$ 5,146,071	-7.88%

The District's long-term liabilities decreased by \$405,602 or 7.88% due to the decrease in net pension liability of \$418,013, offset by the increase in compensated absences payable of \$12,411.

Factors Bearing on the District's Future

The Sussex-Wantage Regional School District remains financially stable even with continued uncertainty in State funding and the long-lasting effects of the COVID-19 pandemic that began in mid-March 2020. The District has and will continue to maintain programs and class size despite the uncertainty.

The District will continue to look at ways to contain and cut costs, in addition to, working to ensure the health, safety and well-being of our students and staff.

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers and creditors with a general overview of the School District's finances and to reflect the School District's accountability for the money it receives. Questions about this report or additional financial information needs should be directed to Christina Riker, School Business Administrator, Sussex-Wantage Regional Board of Education, 27 Bank Street, Sussex, New Jersey.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2024

	Governmental Activities	Business-type Activities	Total
<u>ASSETS</u>			
Cash and Cash Equivalents	\$ 4,053,281	\$ 536,001	\$ 4,589,282
Internal Balances	128,893	(128,893)	
Tax Levy Receivable	1,344,544		1,344,544
Receivables from State Government	1,080,234	744	1,080,978
Receivables from Federal Government	268,015	12,239	280,254
Other Accounts Receivable	7,757	54,717	62,474
Inventories		21,002	21,002
Restricted Assets:			
Cash and Cash Equivalents	1,476,611		1,476,611
Capital Assets, Net:			
Construction in Progress	842,114		842,114
Depreciable Site Improvements, Buildings and Building Improvements and Machinery and Equipment	8,539,813	103,490	8,643,303
Total Assets	17,741,262	599,300	18,340,562
<u>DEFERRED OUTFLOWS OF RESOURCES:</u>			
Deferred Outflows Related to Pensions	430,228		430,228
Total Deferred Outflows of Resources	430,228		430,228
<u>LIABILITIES</u>			
Current Liabilities:			
Accounts Payable	2,231,370	8,545	2,239,915
Payable to State Government	270,831		270,831
Unearned Revenue	1,449,533	31,237	1,480,770
Noncurrent Liabilities:			
Due Within One Year	77,668		77,668
Due Beyond One Year	4,662,801		4,662,801
Total Liabilities	8,692,203	39,782	8,731,985
<u>DEFERRED INFLOWS OF RESOURCES:</u>			
Deferred Inflows Related to Pensions	639,184		639,184
Total Deferred Inflows of Resources	639,184		639,184
<u>NET POSITION</u>			
Investment in Capital Assets	9,381,927	103,490	9,485,417
Restricted for:			
Capital Projects	550,000		550,000
Maintenance Reserve	250,000		250,000
Excess Surplus	2,857,827		2,857,827
Unemployment Compensation	527,134		527,134
Student Activities	149,477		149,477
Unrestricted/(Deficit)	(4,876,262)	456,028	(4,420,234)
Total Net Position	\$ 8,840,103	\$ 559,518	\$ 9,399,621

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:						
Instruction:						
Regular	\$ 10,534,849	\$ 10,295	\$ 2,662,884	\$ (7,861,670)		\$ (7,861,670)
Special Education	6,180,101		3,183,886	(2,996,215)		(2,996,215)
Other Special Instruction	744,479		163,603	(580,876)		(580,876)
School Sponsored/Other Instruction	352,495		18,807	(333,688)		(333,688)
Support Services:						
Tuition	802,019		204,781	(597,238)		(597,238)
Student and Instruction Related Services	3,573,068	82,564	135,736	(3,354,768)		(3,354,768)
General Administrative Services	497,448			(497,448)		(497,448)
School Administrative Services	1,051,836			(1,051,836)		(1,051,836)
Central Services	368,648			(368,648)		(368,648)
Administrative Information Technology	233,577			(233,577)		(233,577)
Plant Operations and Maintenance	1,437,299			(1,437,299)		(1,437,299)
Pupil Transportation	1,740,262	63,988	702,521	(973,753)		(973,753)
Unallocated Depreciation	708,028			(708,028)		(708,028)
Transfer of Funds to Charter School	987,297			(987,297)		(987,297)
Total Governmental Activities	29,211,406	156,847	7,072,218	(21,982,341)		(21,982,341)
Business-Type Activities:						
Food Service	506,642	249,867	286,845		\$ 30,070	30,070
Care Program	146,321	163,556			17,235	17,235
Total Business-Type Activities	652,963	413,423	286,845		47,305	47,305
Total Primary Government	\$ 29,864,369	\$ 570,270	\$ 7,359,063	(21,982,341)	47,305	(21,935,036)

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Net (Expense) Revenue and Changes in Net Position		
	Governmental Activities	Business-type Activities	Total
General Revenue:			
Property Taxes, Levied for General Purposes	\$ 17,717,204		\$ 17,717,204
Federal and State Aid not Restricted	4,010,627		4,010,627
Interest Earnings		\$ 10,181	10,181
Miscellaneous Income	291,817		291,817
Total General Revenues	22,019,648	10,181	22,029,829
Change in Net Position	37,307	57,486	94,793
Net Position - Beginning	8,802,796	502,032	9,304,828
Net Position - Ending	<u>\$ 8,840,103</u>	<u>\$ 559,518</u>	<u>\$ 9,399,621</u>

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

FUND FINANCIAL STATEMENTS

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
ASSETS				
Cash and Cash Equivalents	\$ 2,650,277	\$ 1,375,367	\$ 27,637	\$ 4,053,281
Tax Levy Receivable	1,344,544			1,344,544
Interfund Receivable	128,893			128,893
Receivables From State Government	1,080,234			1,080,234
Receivables From Federal Government		268,015		268,015
Other Accounts Receivable	7,757			7,757
Restricted Cash and Cash Equivalents	1,327,134	149,477		1,476,611
Total Assets	<u>\$ 6,538,839</u>	<u>\$ 1,792,859</u>	<u>\$ 27,637</u>	<u>\$ 8,359,335</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 1,712,210	\$ 154,024		\$ 1,866,234
Payable to State Government		270,831		270,831
Unearned Revenue	450	1,449,083		1,449,533
Total Liabilities	<u>1,712,660</u>	<u>1,873,938</u>		<u>3,586,598</u>
Fund Balances:				
Restricted:				
Excess Surplus - Restricted for 2025-2026	1,405,312			1,405,312
Excess Surplus - Restricted for 2024-2025	1,452,515			1,452,515
Capital Reserve Account	550,000			550,000
Maintenance Reserve Account	250,000			250,000
Unemployment Compensation	527,134			527,134
Student Activities		149,477		149,477
Committed			\$ 27,637	27,637
Assigned:				
Year-end Encumbrances	379,756			379,756
Unassigned/(Deficit)	261,462	(230,556)		30,906
Total Fund Balances/(Deficit)	<u>4,826,179</u>	<u>(81,079)</u>	<u>27,637</u>	<u>4,772,737</u>
Total Liabilities and Fund Balances	<u>\$ 6,538,839</u>	<u>\$ 1,792,859</u>	<u>\$ 27,637</u>	<u>\$ 8,359,335</u>
Amounts Reported for <i>Governmental Activities</i> in the Statement of Net Position (A-1) are Different Because:				
Fund Balance from Above				\$ 4,772,737
Capital Assets Used in Governmental Activities are not Financial Resources and Therefore are not Reported in the Funds.				9,381,927
Long-Term Liabilities, are not Due and Payable in the Current Period and Therefore are not Reported as Liabilities in the Funds.				(762,511)
The Net Pension Liability for PERS is not Due and Payable in the Current Period and is not Reported in the Governmental Funds.				(3,977,958)
Certain Amounts Related to the Net Pension Liability are Deferred and Amortized in the Statement of Activities and are not Reported in the Governmental Funds:				
Deferred Outflows				65,092
Deferred Inflows				(639,184)
Net Position of Governmental Activities				<u>\$ 8,840,103</u>

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
REVENUES:				
Local Sources:				
Local Tax Levy	\$ 17,717,204			\$ 17,717,204
Tuition	10,295			10,295
Transportation Fees	63,988			63,988
Restricted Miscellaneous Revenue	4,445	\$ 82,564		87,009
Unrestricted Miscellaneous Revenue	287,372			287,372
Total - Local Sources	18,083,304	82,564		18,165,868
State Sources	12,428,622	601,147		13,029,769
Federal Sources	96,211	1,296,460		1,392,671
Total Revenues	30,608,137	1,980,171		32,588,308
EXPENDITURES:				
Current:				
Regular Instruction	5,821,527	1,731,387		7,552,914
Special Education Instruction	3,904,444	199,979		4,104,423
Other Special Instruction	642,925			642,925
School-Sponsored	75,246			75,246
Support Services and Undistributed Costs:				
Tuition	597,238	204,781		802,019
Student and Other Instruction Related Services	2,637,878	72,849		2,710,727
General Administrative Services	490,226			490,226
School Administrative Services	764,033			764,033
Central Services	347,667			347,667
Administrative Information Technology	226,794			226,794
Plant Operations and Maintenance	2,258,370			2,258,370
Student Transportation	1,674,740			1,674,740
Unallocated Benefits	10,588,675			10,588,675
Capital Outlay	988,903	253,934		1,242,837
Transfer of Funds to Charter School	987,297			987,297
Total Expenditures	32,005,963	2,462,930		34,468,893
Excess/(Deficit) of Revenue Over/(Under) Expenditures	(1,397,826)	(482,759)		(1,880,585)
Other Financing Sources/(Uses):				
Transfer In		261,918		261,918
Transfer Out	(261,918)			(261,918)
Total Other Financing Sources/(Uses)	(261,918)	261,918		
Deficit of Revenue and Other Financing Sources Under Expenditures and Other Financing Uses	(1,659,744)	(220,841)		(1,880,585)
Fund Balance - July 1	6,485,923	139,762	\$ 27,637	6,653,322
Fund Balance/(Deficit) - June 30	\$ 4,826,179	\$ (81,079)	\$ 27,637	\$ 4,772,737

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Total Net Change in Fund Balances - Governmental Funds (from B-2) \$ (1,880,585)

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 differ from depreciation in the period.

Depreciation Expense	\$ (834,721)	
Capital Outlays	<u>2,168,605</u>	
		1,333,884

The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:

Change in Net Pension Liability	418,013
Change in Deferred Outflows	(162,201)
Change in Deferred Inflows	340,607

In the statement of activities, certain operating expenses, e.g., compensated absences are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).

(12,411)

Change in net position of governmental activities (A-2)	<u>\$ 37,307</u>
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THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2024

	Business-Type Activities - Enterprise Funds		
	Major Fund Food Service	Non-Major Fund	Total
ASSETS:			
Current Assets:			
Cash and Cash Equivalents	\$ 343,928	\$ 192,073	\$ 536,001
Intergovernmental Accounts Receivable:			
State	744		744
Federal	12,239		12,239
Other Accounts Receivable	35,594	19,123	54,717
Inventories	21,002		21,002
Total Current Assets	413,507	211,196	624,703
Non-Current Assets:			
Capital Assets	371,593		371,593
Accumulated Depreciation	(268,103)		(268,103)
Total Non-Current Assets	103,490		103,490
Total Assets	516,997	211,196	728,193
LIABILITIES:			
Current Liabilities:			
Accounts Payable	600	7,945	8,545
Interfund Payable	128,893		128,893
Unearned Revenue - Supply Chain Assistance	7,287		7,287
Unearned Revenue - Donated Commodities	8,968		8,968
Unearned Revenue - Prepaid Sales/Fees	4,807	10,175	14,982
Total Current Liabilities	150,555	18,120	168,675
NET POSITION:			
Investment in Capital Assets	103,490		103,490
Unrestricted	262,952	193,076	456,028
Total Net Position	\$ 366,442	\$ 193,076	\$ 559,518

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Business-Type Activities - Enterprise Funds		
	Major Fund	Non-Major	
	Food Service	Fund	Total
Operating Revenue:			
Local Sources:			
Daily Sales - Reimbursable Programs	\$ 182,842		\$ 182,842
Daily Sales - Non-Reimbursable Programs	67,025		67,025
Child Care Fees		\$ 163,556	163,556
Total Operating Revenue	249,867	163,556	413,423
Operating Expenses:			
Cost of Goods Sold - Reimbursable Programs	164,767		164,767
Cost of Goods Sold - Non-Reimbursable Programs	60,941		60,941
Salaries	173,652	143,284	316,936
Employee Benefits and Payroll Taxes	53,773		53,773
Purchased Services	16,712	2,034	18,746
Supplies and Materials	17,352	1,003	18,355
Depreciation	19,445		19,445
Total Operating Expenses	506,642	146,321	652,963
Operating Income/(Loss)	(256,775)	17,235	(239,540)
Non-Operating Revenue:			
State Sources:			
School Breakfast Program	1,023		1,023
State School Lunch Program	7,888		7,888
School Breakfast Program - NJEIE	421		421
State School Lunch Program - NJEIE	2,283		2,283
Federal Sources:			
School Breakfast Program	38,715		38,715
National School Lunch Program	156,741		156,741
Supply Chain Assistance	38,144		38,144
Local Food for Schools Cooperative Agreement Program	264		264
COVID-19 - Pandemic EBT	653		653
Food Distribution Program	40,713		40,713
Local Sources:			
Interest Revenue	10,181		10,181
Total Non-Operating Revenue	297,026		297,026
Change in Net Position	40,251	17,235	57,486
Net Position - Beginning of Year	326,191	175,841	502,032
Net Position - End of Year	\$ 366,442	\$ 193,076	\$ 559,518

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Business-Type Activities - Enterprise Funds		
	Major Fund Food Service	Non-Major Fund	Total
Cash Flows for Operating Activities:			
Receipts from Customers	\$ 250,539	\$ 146,127	\$ 396,666
Payments for Salaries, Payroll Taxes and Benefits	(227,425)	(135,339)	(362,764)
Payments to Suppliers	(227,914)	(4,667)	(232,581)
Net Cash Provided by/(Used for) Operating Activities	(204,800)	6,121	(198,679)
Cash Flows from Noncapital Financing Activities:			
Federal and State Sources Received in Food Service Fund	264,844		264,844
Interfund Advanced	(10,557)		(10,557)
Net Cash Provided by Noncapital Financing Activities	254,287		254,287
Cash Flows from Investing Activities:			
Interest on Investments	10,181		10,181
Net Cash Provided by Investing Activities	10,181		10,181
Net Increase in Cash and Cash Equivalents	59,668	6,121	65,789
Cash and Cash Equivalents, July 1	284,260	185,952	470,212
Cash and Cash Equivalents, June 30	\$ 343,928	\$ 192,073	\$ 536,001
Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities			
Operating Income/(Loss)	\$ (256,775)	\$ 17,235	\$ (239,540)
Adjustment to Reconcile Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:			
Depreciation	19,445		19,445
Food Distribution Program	40,713		40,713
Changes in Assets and Liabilities:			
(Increase)/Decrease in Inventory	1,368		1,368
(Increase)/Decrease in Other Accounts Receivable	(11,547)	(442)	(11,989)
Increase/(Decrease) in Accounts Payable	600	6,315	6,915
Increase/(Decrease) in Interfund Payable	956		956
Increase/(Decrease) in Unearned Revenue:			
Donated Commodities	(232)		(232)
Prepaid Sales/Fees	672	(16,987)	(16,315)
Net Cash Provided by/(Used for) Operating Activities	\$ (204,800)	\$ 6,121	\$ (198,679)

Non-Cash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$40,481 and utilized commodities valued at \$40,713 for the fiscal year ended June 30, 2024.

The General Fund purchased \$64,375 of equipment on behalf of the Food Service Fund which is included in the interfund payable to the General Fund at June 30, 2024.

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

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

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

B. Basis of Presentation:

District-Wide Financial Statements:

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

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function. Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements. Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

B. Basis of Presentation (Cont'd)

program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements:

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

The District reports the following governmental funds:

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

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

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

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

B. Basis of Presentation (Cont'd)

The District reports the following proprietary fund:

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

C. Measurement Focus and Basis of Accounting

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

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

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

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

D. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general and special revenue funds. The budget for fiscal year ending June 30, 2024 was submitted to the County office and was approved

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

D. Budgets/Budgetary Control (Cont'd)

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

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

The accounting records of the special revenue fund are maintained on the grant accounting budgetary basis except for student activities. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports. The general and special revenue funds budgetary revenue differs from GAAP revenue due to a difference in recognition of the last two state aid payments for the current year. Since the State is recording the last two state aid payments in the subsequent fiscal year, the District cannot recognize these payments on the GAAP financial statements.

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 30,698,703	\$ 2,063,464
Differences - Budgetary to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, Whereas the GAAP Basis Does Not:		
Prior Year Encumbrances		452,867
Cancellation of Prior Year Encumbrances		(33,461)
Current Year Encumbrances		(272,143)
Prior Year State Aid Payments Recognized for GAAP Purposes, not Recognized for Budgetary Statements	526,397	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	<u>(616,963)</u>	<u>(230,556)</u>
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 30,608,137</u>	<u>\$ 1,980,171</u>

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

D. Budgets/Budgetary Control (Cont'd)

Uses/Outflows of Resources:

Actual Amounts (Budgetary Basis) "Total Outflows" from the

Budgetary Comparison Schedule	\$ 32,005,963	\$ 2,315,667
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Differences - Budgetary to GAAP:

Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes:

Prior Year Encumbrances	452,867
Cancellation of Prior Year Encumbrances	(33,461)
Current Year Encumbrances	<u>(272,143)</u>

Total Expenditures as Reported on the Statement of Revenue,

Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 32,005,963</u>	<u>\$ 2,462,930</u>
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E. Cash and Cash Equivalents and Investments

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

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

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

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

F. Interfund Transactions:

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

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

G. Allowance for Uncollectible Accounts:

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

H. Encumbrances:

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

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

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

I. Short-term Interfund Receivables/Payables:

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

J. Inventories and Prepaid Expenses:

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

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

K. Capital Assets:

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

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

	<u>Estimated Useful Life</u>
Buildings and Building Improvements	40 years
Site Improvements	20 years
Machinery and Equipment	10 to 12 years

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

L. Lease Assets

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

M. Subscription Assets

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

N. Long Term Liabilities:

In the district-wide and enterprise fund statements of net position, long-term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or enterprise funds. Bond premiums and discounts are amortized over the term of the related debt using the straight-line method of amortization. In the fund financial statements, the face amount of debt issued is reported as other financing sources.

Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

O. Accrued Salaries and Wages

Certain District employees, who provide services to the District over the ten-month academic year, have the option to have their salaries evenly disbursed during the entire twelve month year. New Jersey statutes require that these earned but undisbursed amounts be retained in a separate bank account. As of June 30, 2024, the amount earned by these employees but not disbursed was \$721,082.

P. Compensated Absences

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's various employee contracts/agreements. 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 contracts/agreements.

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

Q. Lease Payable

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

R. Subscription Payable

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

S. Unearned Revenue

Unearned revenue in the special revenue fund represents cash which has been received but not yet earned.

T. Fund Balance Appropriated:

General Fund: Of the \$4,826,179 General Fund fund balance at June 30, 2024, \$550,000 is restricted in a capital reserve; \$250,000 is restricted in a maintenance reserve; \$1,452,515 is restricted as prior year excess surplus which has been appropriated and included as anticipated revenue for the fiscal year ended June 30, 2025; \$1,405,312 is restricted as current year excess surplus and will be appropriated and included as anticipated revenue for the fiscal year ended June 30, 2026; \$379,756 is assigned for year-end encumbrances; \$527,134 is restricted for unemployment compensation. Additionally, there is \$261,462 of unassigned fund balance which is \$616,963 less than the actual year-end unassigned fund balance, on a GAAP Basis, due to the final two state aid payments, which are not recognized until the fiscal year ended June 30, 2025.

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

T. Fund Balance Appropriated: (Cont'd)

Special Revenue Fund: Of the (\$81,079) Special Revenue Fund fund balance at June 30, 2024, \$149,477 is restricted for student activities offset by a deficit of \$230,556 in unassigned fund balance. This deficit is due to the last two June state aid payments, which are not recognized until the fiscal year ended June 30, 2025 on a GAAP basis.

Capital Projects Fund: The entire \$27,637 fund balance at June 30, 2024 is committed.

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

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

U. Net Position:

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

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

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

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

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

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

U. Net Position: (Cont'd)

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

V. Deficit Net Position

There is a deficit in unrestricted governmental activities net position of \$4,876,262 which is primarily a result of compensated absences payable, net pension liability and the related deferred inflows and outflows offset by assigned and unassigned General Fund fund balances. There is also a deficit in unassigned fund balance of \$230,556 in the Special Revenue Fund due to the two June state aid payments which are not recognized on a GAAP basis until the fiscal year ended June 30, 2025. These deficits do not indicate that the District is in financial difficulties and is a permitted practice under generally accepted accounting principles.

W. Fund Balance Restrictions, Commitments and Assignments:

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

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

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

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

X. Revenue - Exchange and Nonexchange Transactions:

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

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

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

Y. Operating Revenue and Expenses:

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

Z. Management Estimates:

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

AA. Pensions:

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

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

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

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

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

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

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

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

Deposits:

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

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

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

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

Deposits: (Cont'd)

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

Investments:

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

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located;
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983, c.313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by local units;
- (6) Local government investment pools;
- (7) Deposits with the State of New Jersey Cash Management Fund establish pursuant to section 1 of P.L. 1977,C.281 (C.52:18A-90.4); or
- (8) Agreements for the repurchase of fully collateralized securities if:
 - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.). ;
 - (b) the custody of collateral is transferred to a third party;
 - (c) the maturity of the agreement is not more than 30 days;
 - (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

Investments: (Cont'd)

- (e) a master repurchase agreement providing for the custody and security of collateral is executed; or
- (9) Deposit of funds in accordance with the following conditions:
 - (a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;
 - (b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;
 - (c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;
 - (d) The designated public depository acts as custodian for the school district with respect to these deposits; and
 - (e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

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

	Cash and	Restricted Cash and Cash Equivalents				
	Cash	Capital	Maintenance	Unemployment	Student	
	Equivalents	Reserve	Reserve	Compensation	Activities	Total
Checking Accounts	\$ 4,589,282	\$ 550,000	\$ 250,000	\$ 527,134	\$ 149,477	\$ 6,065,893

The carrying amount of the Board's cash and cash equivalents at June 30, 2024, was \$6,065,893 and the bank balance was \$6,742,810.

NOTE 4. CAPITAL RESERVE ACCOUNT

A capital reserve account in the amount of \$400,000 was established by Board resolution on June 26, 2013 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 4. CAPITAL RESERVE ACCOUNT (Cont'd)

balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line item appropriation amounts, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6:23A-5.1(d)7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning Balance, July 1, 2023	\$ 969,622
Add:	
Unexpended Balance of Budgeted Withdrawal	82,429
Deposit - Board Resolution June 30, 2024	74,222
Less:	
Budgeted Withdrawal	<u>(576,273)</u>
Ending Balance, June 30, 2024	<u>\$ 550,000</u>

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

NOTE 5. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account in the amount of \$250,000 was established by resolution on June 24, 2021. These funds may be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building. Pursuant to N.J.A.C. 6A:26A-4.2 funds may be deposited into the maintenance reserve account at any time by board resolution to meet the required maintenance of the District by transferring unassigned general fund balance or by transferring excess unassigned general fund balance that is anticipated to be deposited during the current year in the advertised recapitulation of balances of the subsequent year's budget that is certified for taxes. Funds may be withdrawn from the maintenance reserve account and appropriated into the required maintenance account lines at budget time or any time during the year by Board resolution for use on required maintenance activities by school facility as reported in the comprehensive maintenance plan. Funds withdrawn from the maintenance reserve account are restricted to required maintenance appropriations and may not be transferred to any other line-item account. In any year that maintenance reserve account funds are withdrawn, unexpended required maintenance appropriations, up to the amount of maintenance reserve account funds withdrawn, shall be restored to the maintenance reserve account at year-end.

At no time, shall the maintenance reserve account have a balance that exceeds four percent of the replacement cost of the current year of the District's school facilities. If the account exceeds this maximum amount at June 30, the excess shall be restricted and designated in the subsequent year's budget.

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 5. MAINTENANCE RESERVE ACCOUNT (Cont'd)

The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget. The activity of the maintenance reserve for the July 1, 2023 to June 30, 2024 fiscal year is as follows:

Beginning Balance, July 1, 2023	\$ 250,000
Add:	
Deposit - Board Resolution June 30, 2024	250,000
Less:	
Budgeted Withdrawal	<u>(250,000)</u>
Ending Balance, June 30, 2024	<u>\$ 250,000</u>

NOTE 6. CAPITAL ASSETS

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

	Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Governmental Activities:				
Capital Assets not Being Depreciated:				
Construction in Progress	\$ 1,642,580		\$(800,466)	\$ 842,114
Total Capital Assets Not Being Depreciated	<u>1,642,580</u>		<u>(800,466)</u>	<u>842,114</u>
Capital Assets Being Depreciated:				
Buildings and Building Improvements	12,061,449	\$ 1,933,703	800,466	14,795,618
Site Improvements	2,118,503	81,630		2,200,133
Machinery and Equipment	2,201,121	153,272		2,354,393
Total Capital Assets Being Depreciated	<u>16,381,073</u>	<u>2,168,605</u>	<u>800,466</u>	<u>19,350,144</u>
Governmental Activities Capital Assets	<u>18,023,653</u>	<u>2,168,605</u>		<u>20,192,258</u>
Less Accumulated Depreciation for:				
Buildings and Building Improvements	(7,524,384)	(561,929)		(8,086,313)
Site Improvements	(801,200)	(146,099)		(947,299)
Machinery and Equipment	<u>(1,650,026)</u>	<u>(126,693)</u>		<u>(1,776,719)</u>
	<u>(9,975,610)</u>	<u>(834,721)</u>		<u>(10,810,331)</u>
Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 8,048,043</u>	<u>\$ 1,333,884</u>	<u>\$ -0-</u>	<u>\$ 9,381,927</u>
Business Type Activities:				
Capital Assets Being Depreciated:				
Machinery and Equipment	\$ 307,218	\$ 64,375		\$ 371,593
Less Accumulated Depreciation	<u>(248,658)</u>	<u>(19,445)</u>		<u>(268,103)</u>
Business Type Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 58,560</u>	<u>\$ 44,930</u>	<u>\$ -0-</u>	<u>\$ 103,490</u>

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 6. CAPITAL ASSETS (Cont'd)

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 13,524
Student and Instruction Related Services	16,612
General Administrative Services	5,871
School Administrative Services	27,516
Central Services	1,046
Plant Operations and Maintenance	17,273
Pupil Transportation	44,851
Unallocated	708,028
	<u>\$ 834,721</u>

NOTE 7: TRANSFERS TO CAPITAL OUTLAY

During the year ended June 30, 2024, the District made no transfers to the capital outlay accounts.

NOTE 8. LONG-TERM LIABILITIES

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

	<u>Balance</u> <u>6/30/2023</u>	<u>Accrued</u>	<u>Retired</u>	<u>Balance</u> <u>6/30/2024</u>
Compensated Absences Payable	\$ 750,100	\$ 70,499	\$ 58,088	\$ 762,511
Net Pension Liability	<u>4,395,971</u>	<u></u>	<u>418,013</u>	<u>3,977,958</u>
	<u>\$ 5,146,071</u>	<u>\$ 70,499</u>	<u>\$ 476,101</u>	<u>\$ 4,740,469</u>

A. Bonds Authorized But Not Issued / Bonds Payable:

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

B. Financed Purchase and Leases Payable:

As of June 30, 2024, the District has no finance purchases or leases payable.

C. Compensated Absences Payable:

The liability for compensated absences of the governmental fund types is \$762,511. The liability for compensated absences of the governmental fund types is recorded in the long-term liabilities. The current portion is \$77,668 and \$684,843 is the long-term portion. The General Fund will be used to liquidate the Compensated Absences Payable.

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 8. LONG-TERM LIABILITIES (Cont'd)

C. Compensated Absences Payable: (Cont'd)

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2024, no liability existed for compensated absences in the Enterprise Funds.

D. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in the current and long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2024 is \$-0- and the long-term portion is \$3,977,958. See Note 9 for further information on the PERS.

NOTE 9. PENSION PLANS

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

A. Public Employees' Retirement System (PERS)

Plan Description

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

Benefits Provided

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

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65.

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Benefits Provided (Cont'd)

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

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years, beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. District contributions to PERS amounted to \$367,061 for fiscal year 2024. During the fiscal year ended June 30, 2023, the State of New Jersey contributed \$12,406 to the PERS for normal pension benefits on behalf of the District.

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

Special Funding Situation

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

At June 30, 2024, the District's liability was \$3,977,958 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022 which was rolled forward to June 30, 2023. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2023, the District's proportion was 0.0274%, which was a decrease of 0.0017% from its proportion measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the District recognized an actual pension benefit in the amount of \$229,357 related to the District's proportionate share of the net pension liability. Additionally, for the fiscal year ended June 30, 2023, the State recognized pension expense on behalf of the District in the amount of \$12,406 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2024 financial statements.

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

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

	Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2019	5.21		\$ 21,608
	2020	5.16		196,613
	2021	5.13	\$ 8,739	
	2022	5.04		22,860
			<u>8,739</u>	<u>241,081</u>
Changes in Proportion	2019	5.21		2,783
	2020	5.16		30,820
	2021	5.13		110,270
	2022	5.04		15,060
	2023	5.08		222,909
				<u>381,842</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2020	5.00	61,604	
	2021	5.00	(512,327)	
	2022	5.00	609,545	
	2023	5.00	(140,503)	
			<u>18,319</u>	
Difference Between Expected and Actual Experience	2019	5.21	1,651	
	2020	5.16	10,954	
	2021	5.13		6,950
	2022	5.04		9,311
	2023	5.08	25,429	
			<u>38,034</u>	<u>16,261</u>
District Contribution Subsequent to the Measurement Date	2023	1.00	365,136	
			<u>\$ 430,228</u>	<u>\$ 639,184</u>

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Total</u>
2024	\$ (212,804)
2025	(148,046)
2026	53,545
2027	(44,376)
2028	(222,410)
	<u>\$ (574,092)</u>

Actuarial Assumptions

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

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

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

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

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

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

Discount Rate

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

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

	June 30, 2023		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
District's proportionate share of the Net Pension Liability	\$ 5,178,454	\$ 3,977,958	\$ 2,956,176

Pension Plan Fiduciary Net Position

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

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

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

For additional information about the TPAF, please refer to the Division's annual financial statements which can be found at www.state.nj.us/treasury/pensions/annual-reports.shtml.

Benefits Provided

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Benefits Provided (Cont'd)

The following represents the membership tiers for TPAF:

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

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

Contributions

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

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer. During the fiscal year ended 2024, the State of New Jersey contributed \$3,839,692 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required contribution of \$1,058,776.

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

At June 30, 2024, the State's proportionate share of the net pension liability associated with the District was \$43,097,315. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022 which was rolled forward to June 30, 2023. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2023, the District's proportion was 0.0844%, which was a decrease of .0033% from its proportion measured as of June 30, 2022.

District's Proportionate Share of the Net Pension Liability	\$ -0-
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>43,097,315</u>
Total	<u><u>\$ 43,097,315</u></u>

For the fiscal year ended June 30, 2023, the State recognized pension expense on behalf of the District in the amount of \$1,058,776 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2024 financial statements.

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

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

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

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

Actuarial Assumptions

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

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

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

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

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

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Discount Rate – TPAF

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

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

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

	June 30, 2023		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
State's Proportionate Share of the Net Pension Liability Associated with the District	\$ 50,819,555	\$ 43,097,315	\$ 37,242,448

Pension Plan Fiduciary Net Position - TPAF

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

C. Defined Contribution Retirement Program (DCRP)

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

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

For DCRP, the District recognized pension expense of \$42,963 for the fiscal year ended June 30, 2024. Employee contributions to DCRP amounted to \$74,649 for the fiscal year ended June 30, 2024.

NOTE 10. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions; injuries to employees; and natural disasters. Health benefits are provided through Horizon Blue Cross/Blue Shield of NJ.

Property and Liability Insurance

The Sussex-Wantage Regional School District is a member of the School Alliance Insurance Fund (the "Fund"). This public entity risk management pool provides general liability, property and automobile coverage and workers' compensation for its members. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report. The Fund is a risk-sharing public entity risk management pool that is an insured and self-administered group of school boards established for the purpose of providing low-cost insurance for its respective members in order to keep local property taxes to a minimum.

Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for the Fund are elected.

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 10. RISK MANAGEMENT (Cont'd)

Property and Liability Insurance (Cont'd)

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

	<u>School Alliance Insurance Fund</u>
Total Assets	\$ 58,120,778
Net Position	\$ 19,896,776
Total Revenue	\$ 60,984,350
Total Expenses	\$ 61,472,363
Change in Net Position	\$ (488,013)
Member Dividends	\$ -0-

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

Public Entity Group Administrative Services
51 Everett Drive
Suite B-40
West Windsor, NJ 08550
(609) 275-1155

New Jersey Unemployment Compensation Insurance

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

<u>Fiscal Year</u>	<u>Interest Earned</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2023-2024	\$ 750	\$ 48,834	\$ 45,139	\$ 527,134
2022-2023	727	74,810	53,921	522,689
2021-2022	781	37,831	37,831	501,073

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 11. ECONOMIC DEPENDENCY

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

NOTE 12. INTERFUND RECEIVABLES AND PAYABLES

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 128,893	
Food Service Fund		128,893
	<u>\$ 128,893</u>	<u>\$ 128,893</u>

The interfund payable in the Food Service Fund due to the General Fund is for equipment purchases and repairs paid by the General Fund on behalf of the Food Service Fund in the prior year and the current year, offset by current year subsidy claim reimbursements received in the General Fund and not turned over to the Food Service Fund.

NOTE 13. DEFERRED COMPENSATION

The Board offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Sections 403(b) and 457. The plans, which are administered by the entities listed below, permit participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency.

The 403(b) plan administrators are as follows:

Variable Annuity Life (VALIC)	Lincoln Investment Planning
Equitable Life Insurance Company	Lincoln National Life
Metropolitan Life Insurance Company	Security Benefit Corp.

Equitable Life Insurance Company is the plan administrator for the District's Internal Revenue Code Section 457 plan.

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

NOTE 14. TAX CALENDAR

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

Taxes are collected by the constituent municipalities and are remitted to the local school district on predetermined mutually agreed-upon schedules.

NOTE 15. COMMITMENTS AND CONTINGENCIES

Grant Programs

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

Litigation

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

Encumbrances

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

<u>General</u> <u>Fund</u>	<u>Special</u> <u>Revenue</u> <u>Fund</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
<u>\$ 379,756</u>	<u>\$ 272,143</u>	<u>\$ 651,899</u>

On the District's Governmental Funds Balance Sheet as of June 30, 2024, \$-0- is assigned for year-end encumbrances in the Special Revenue Fund, which is \$272,143 less than the actual year-end encumbrances on a budgetary basis. On the GAAP basis, encumbrances are not recognized until paid and this non-recognition of encumbrances on a GAAP basis is also reflected as either a reduction in grants receivable or an increase in unearned revenue in the Special Revenue Fund.

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
(Continued)

NOTE 16. ACCOUNTS PAYABLE

	<u>Governmental Funds</u>		<u>District</u> <u>Contribution</u>		<u>Business-Type</u> <u>Activities</u>
	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Revenue</u> <u>Fund</u>	<u>Subsequent to</u> <u>Measurement</u> <u>Date</u>	<u>Total</u> <u>Governmental</u> <u>Activities</u>	<u>Proprietary</u> <u>Funds</u>
Vendors	\$ 821,864	\$ 154,024		\$ 975,888	\$ 8,545
Payroll Deductions and Withholdings	169,264			169,264	
Accrued Salaries and Wages	721,082			721,082	
Due to State of New Jersey			\$ 365,136	365,136	
	<u>\$1,712,210</u>	<u>\$ 154,024</u>	<u>\$ 365,136</u>	<u>\$ 2,231,370</u>	<u>\$ 8,545</u>

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

State Health Benefit Program Fund – Local Education Retired Employees Plan

General Information about the OPEB Plan

Plan Description and Benefits Provided

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

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

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

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

Plan Description and Benefits Provided (Cont'd)

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

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

Employees Covered by Benefit Terms

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

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

Total Nonemployer OPEB Liability

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

Actuarial Assumptions and Other Inputs

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

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

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

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

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

Mortality Rates

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

Health Care Trend Assumptions

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

Discount Rate

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

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

	<u>Total OPEB Liability</u>
Balance at June 30, 2022	\$ 57,717,420
Changes for Year:	
Service Cost	1,785,922
Interest on the Total OPEB Liability	2,151,973
Changes of Assumptions	123,158
Differences between Expected and Actual Experience	946,888
Gross Benefit Payments by the State	(1,677,498)
Contributions from Members	<u>55,147</u>
Net Changes	<u>3,385,590</u>
Balance at June 30, 2023	<u><u>\$ 61,103,010</u></u>

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

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

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

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

	June 30, 2023		
	At 1% Decrease (2.65%)	At Discount Rate (3.65%)	At 1% Increase (4.65%)
Total OPEB Liability Attributable to the District	\$ 71,632,789	\$ 61,103,010	\$ 52,648,820

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

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

	June 30, 2023		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability Attributable to the District	\$ 50,724,919	\$ 61,103,010	\$ 74,682,769

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

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

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

For the fiscal year ended June 30, 2024 the District recognized OPEB expense of \$498,263 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

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

	Deferral Year	Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		\$ 2,201,772
	2018	9.51		2,279,031
	2019	9.29	\$ 335,280	
	2020	9.24	8,197,073	
	2021	9.24	46,655	
	2022	9.13		12,381,443
	2023	9.30	109,916	
			<u>8,688,924</u>	<u>16,862,246</u>
Differences between Expected and Actual Experience	2018	9.51		2,154,394
	2019	9.29		3,946,282
	2020	9.24	7,639,994	
	2021	9.24		8,972,170
	2022	9.13	1,275,111	
	2023	9.30		1,021,077
			<u>8,915,105</u>	<u>16,093,923</u>
Changes in Proportion	N/A	N/A	<u>2,240,289</u>	<u>3,114,836</u>
			<u>\$ 19,844,318</u>	<u>\$ 36,071,005</u>

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

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

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

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

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Total</u>
2024	\$ (3,047,148)
2025	(3,047,147)
2026	(2,648,401)
2027	(1,561,397)
2028	(319,599)
Thereafter	<u>(4,728,448)</u>
	<u>\$ (15,352,140)</u>

SCHEDULES OF REQUIRED
SUPPLEMENTARY INFORMATION

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
 REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
 SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 PUBLIC EMPLOYEES RETIREMENT SYSTEM
 LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
District's proportion of the net pension liability	0.0321296257%	0.0319647358%	0.0328190778%	0.0329008244%	0.0313916000%	0.0310869035%	0.0304780048%	0.0292602897%	0.0291290255%	0.0274637870%
District's proportionate share of the net pension liability	\$ 6,015,545	\$ 7,175,443	\$ 9,720,070	\$ 7,658,786	\$ 6,180,850	\$ 5,601,388	\$ 4,970,166	\$ 3,466,320	\$ 4,395,971	\$ 3,977,958
District's covered employee payroll	\$ 2,191,492	\$ 2,205,424	\$ 2,271,942	\$ 2,171,489	\$ 2,139,147	\$ 2,176,370	\$ 2,141,306	\$ 2,138,878	\$ 2,083,108	\$ 1,952,239
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	274.50%	325.35%	427.83%	352.70%	288.94%	257.37%	232.11%	162.06%	211.03%	203.76%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	62.91%	65.23%

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually required contribution	\$ 264,872	\$ 274,811	\$ 292,386	\$ 307,366	\$ 319,628	\$ 303,259	\$ 333,415	\$ 342,672	\$ 367,331	\$ 367,061
Contributions in relation to the contractually required contribution	(264,872)	(274,811)	(292,386)	(307,366)	(319,628)	(303,259)	(333,415)	(342,672)	(367,331)	(367,061)
Contribution deficiency/(excess)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
District's covered employee payroll	\$ 2,205,424	\$ 2,271,942	\$ 2,171,489	\$ 2,139,147	\$ 2,176,370	\$ 2,141,306	\$ 2,138,878	\$ 2,083,108	\$ 1,952,239	\$ 2,001,063
Contributions as a percentage of covered employee payroll	12.01%	12.10%	13.46%	14.37%	14.69%	14.16%	15.59%	16.45%	18.82%	18.34%

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
 REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
 SCHEDULE OF STATE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY ATTRIBUTABLE TO THE DISTRICT
 ASSOCIATED WITH THE DISTRICT
 TEACHERS' PENSION AND ANNUITY FUND
 LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
State's proportion of the net pension liability attributable to the District	0.0987102624%	0.09902234474%	0.0967929031%	0.0982149259%	0.0982084846%	0.0955000726%	0.0949225677%	0.0960548329%	0.0876833440%	0.0844544120%
State's proportionate share of the net pension liability attributable to the District	\$ 52,757,423	\$ 62,587,047	\$ 76,143,460	\$ 66,220,045	\$ 62,478,128	\$ 58,609,296	\$ 62,505,369	\$ 46,178,542	\$ 45,239,709	\$ 43,097,315
District's covered employee payroll	\$ 9,723,839	\$ 9,630,467	\$ 10,159,774	\$ 10,058,856	\$ 9,863,448	\$ 10,456,315	\$ 9,858,265	\$ 9,693,836	\$ 10,488,668	\$ 10,756,281
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	542.56%	649.89%	749.46%	658.33%	633.43%	560.52%	634.04%	476.37%	431.32%	400.67%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%	35.52%	32.29%	34.68%

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
 REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
 SCHEDULE OF STATE CONTRIBUTIONS
 TEACHERS' PENSION AND ANNUITY FUND
 LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually required contribution	\$ 2,838,845	\$ 3,821,503	\$ 5,721,122	\$ 4,587,389	\$ 3,642,256	\$ 3,456,933	\$ 3,886,850	\$ 1,086,601	\$ 1,217,527	\$ 1,058,776
Contributions in relation to the contractually required contribution	(535,357)	(774,962)	(1,066,097)	(1,446,265)	(1,878,255)	(2,082,015)	(2,792,198)	(3,609,622)	(3,452,385)	(3,839,692)
Contribution deficiency/(excess)	\$ 2,303,488	\$ 3,046,541	\$ 4,655,025	\$ 3,141,124	\$ 1,764,001	\$ 1,374,918	\$ 1,094,652	\$ (2,523,021)	\$ (2,234,858)	\$ (2,780,916)
District's covered employee payroll	9,723,839	9,630,467	10,159,774	10,058,856	9,863,448	9,858,265	9,693,836	10,488,668	10,756,281	11,029,294
Contributions as a percentage of covered employee payroll	5.51%	8.05%	10.49%	14.38%	19.04%	21.12%	28.80%	34.41%	32.10%	34.81%

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

	Fiscal Years Ending June 30,						
	2017	2018	2019	2020	2021	2022	2023
Service Cost							
Interest on the Total OPEB Liability	\$ 2,341,403	\$ 1,948,967	\$ 1,629,896	\$ 1,639,158	\$ 2,895,086	\$ 2,363,876	\$ 1,785,922
Changes of Benefit Terms	2,074,882	2,398,940	2,172,888	1,731,421	1,754,379	1,529,575	2,151,973
Changes in Assumptions	(8,371,803)	(6,338,186)	722,906	14,282,975	(71,983)	(15,483,216)	123,158
Differences between Expected and Actual Experience		(7,118,728)	(9,829,462)	13,374,006	(13,869,547)	3,144,210	946,888
Contributions from Members	56,092	51,044	44,118	41,260	44,851	48,605	55,147
Gross Benefit Payments by the State	(1,523,308)	(1,476,893)	(1,488,325)	(1,361,257)	(1,381,960)	(1,515,090)	(1,677,498)
Net Change in Total OPEB Liability	(5,422,734)	(10,534,856)	(6,747,979)	29,707,563	(10,562,452)	(9,912,040)	3,385,590
Total OPEB Liability - Beginning	71,189,918	65,767,184	55,232,328	48,484,349	78,191,912	67,629,460	57,717,420
Total OPEB Liability - Ending	\$ 65,767,184	\$ 55,232,328	\$ 48,484,349	\$ 78,191,912	\$ 67,629,460	\$ 57,717,420	\$ 61,103,010
District's Covered Employee Payroll *	\$ 12,431,716	\$ 12,230,345	\$ 12,002,595	\$ 12,632,685	\$ 11,999,571	\$ 11,832,714	\$ 12,571,776
Total OPEB Liability as a Percentage of Covered Employee Payroll	529%	452%	404%	619%	564%	488%	486%

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

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

There were none

B. TEACHERS' PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

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

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

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

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

BUDGETARY COMPARISON SCHEDULES

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues from Local Sources:					
Local Tax Levy	\$ 17,717,204		\$ 17,717,204	\$ 17,717,204	
Tuition From Individuals	24,000		24,000	10,295	\$ (13,705)
Transportation Fees From Other LEAs	129,000		129,000	63,988	(65,012)
Unrestricted Miscellaneous Revenues	84,000		84,000	287,372	203,372
Other Restricted Miscellaneous Revenues				4,445	4,445
Total Revenues from Local Sources	17,954,204		17,954,204	18,083,304	129,100
Revenues from State Sources:					
School Choice Aid	36,978		36,978	36,978	
Categorical Transportation Aid	784,782		784,782	784,782	
Extraordinary Aid	625,000		625,000	966,049	341,049
Categorical Special Education Aid	1,036,363		1,036,363	1,036,363	
Equalization Aid	3,763,770		3,763,770	3,763,770	
Categorical Security Aid	155,733		155,733	155,733	
Nonpublic Transportation Aid	15,000		15,000	21,814	6,814
Tuition Reimbursement for State-Responsible Homeless Children and Youth				13,910	13,910
TPAF Post Retirement Contributions (Non-Budgeted)				1,056,942	1,056,942
TPAF Pension Contributions (Non-Budgeted)				3,839,692	3,839,692
TPAF Non-Contributory Insurance (Non-Budgeted)				43,790	43,790
TPAF Long-Term Disability Insurance (Non-Budgeted)				1,424	1,424
Reimbursed TPAF Social Security Contributions				797,941	797,941
Total Revenues from State Sources	6,417,626		6,417,626	12,519,188	6,101,562
Revenues from Federal Sources:					
Medicaid Reimbursement	48,233		48,233	96,211	47,978
Total Revenues from Federal Sources	48,233		48,233	96,211	47,978
TOTAL REVENUE	24,420,063		24,420,063	30,698,703	6,278,640

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
GENERAL CURRENT EXPENSE					
Regular Programs - Instruction:					
Kindergarten - Salaries of Teachers	\$ 479,925		\$ 479,925	\$ 473,298	\$ 6,627
Grades 1-5 - Salaries of Teachers	2,904,759	\$ 76,125	2,980,884	2,980,884	
Grades 6-8 - Salaries of Teachers	1,987,761	19,216	2,006,977	2,006,977	
Regular Programs - Home Instruction:					
Salaries of Teachers	5,000		5,000		5,000
Purchased Professional-Educational Services	5,000	(5,000)			
Other Objects		5,000	5,000	440	4,560
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	170,000	(86,021)	83,979	70,057	13,922
Purchased Professional-Educational Services	132,115	7,506	139,621	139,221	400
Purchased Technical Services	3,300	8,702	12,002	10,765	1,237
Other Purchased Services (400-500 series)	5,000		5,000	3,024	1,976
General Supplies	302,231	(94,839)	207,392	103,347	104,045
Textbooks	3,000	(3,000)			
Other Objects	32,933	581	33,514	33,514	
Total Regular Programs - Instruction	6,031,024	(71,730)	5,959,294	5,821,527	137,767
Special Education - Instruction:					
Learning and/or Language Disabilities - Mild/Moderate:					
Salaries of Teachers	232,510	69,318	301,828	301,795	33
Other Salaries for Instruction	225,204	61,213	286,417	284,910	1,507
General Supplies	5,900		5,900	4,016	1,884
Textbooks	600		600		600
Total Learning and/or Language Disabilities - Mild/Moderate	464,214	130,531	594,745	590,721	4,024
Multiple Disabilities:					
Salaries of Teachers	339,475	(101,546)	237,929	237,296	633
Other Salaries for Instruction	325,949	222,618	548,567	547,190	1,377
General Supplies	5,550		5,550	4,378	1,172
Total Multiple Disabilities	670,974	121,072	792,046	788,864	3,182

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Resource Room/Resource Center:					
Salaries of Teachers	\$ 1,904,573	\$ (206,449)	\$ 1,698,124	\$ 1,690,819	\$ 7,305
Other Salaries for Instruction	231,109	(158,311)	72,798	68,794	4,004
General Supplies	17,600		17,600	11,751	5,849
Total Resource Room/Resource Center	2,153,282	(364,760)	1,788,522	1,771,364	17,158
Autism:					
Salaries of Teachers	74,795	152,142	226,937	225,898	1,039
Other Salaries for Instruction	174,385	(44,630)	129,755	127,071	2,684
General Supplies	2,400		2,400	653	1,747
Total Autism	251,580	107,512	359,092	353,622	5,470
Preschool Disabilities - Part-Time:					
Salaries of Teachers	252,542	(91,755)	160,787	151,074	9,713
Other Salaries for Instruction	187,486	50,285	237,771	233,470	4,301
General Supplies	4,400		4,400	2,688	1,712
Total Preschool Disabilities - Part-Time	444,428	(41,470)	402,958	387,232	15,726
Home Instruction:					
Salaries of Teachers	32,000	239	32,239	12,641	19,598
Total Home Instruction	32,000	239	32,239	12,641	19,598
TOTAL SPECIAL EDUCATION - INSTRUCTION	4,016,478	(46,876)	3,969,602	3,904,444	65,158
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	265,504	28,876	294,380	294,380	
General Supplies	6,600		6,600	4,137	2,463
Total Basic Skills/Remedial - Instruction	272,104	28,876	300,980	298,517	2,463

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Bilingual Education - Instruction:					
Salaries of Teachers	\$ 40,530	\$	\$ 40,530	\$ 40,033	\$ 497
General Supplies	1,000		1,000	240	760
Total Bilingual Education - Instruction	41,530		41,530	40,273	1,257
School-Spon. Cocurricular & Extracurricular Actvts. - Inst.:					
Salaries	81,026		81,026	73,024	8,002
Purchased Services (300-500 series)	5,000		5,000	1,950	3,050
Supplies and Materials	5,000		5,000	272	4,728
Total School-Spon. Cocurricular & Extracurricular Actvts. - Inst.	91,026		91,026	75,246	15,780
Other Supplemental/At Risk Programs - Instruction:					
Salaries of Teachers	93,497		93,497	82,523	10,974
Salaries of Reading Specialists	258,665	\$ (50,921)	207,744	138,532	69,212
General Supplies	3,500	1,214	4,714	3,074	1,640
Total Other Suppl/at-risk Prog - Instruction	355,662	(49,707)	305,955	224,129	81,826
Total Other Supplemental/at-risk Programs	355,662	(49,707)	305,955	224,129	81,826
Other Alternative Ed Program - Instruction:					
Salaries of Teachers	81,954		81,954	79,765	2,189
General Supplies	2,600	(300)	2,300	241	2,059
Total Other Alternative Ed Prog - Instruction	84,554	(300)	84,254	80,006	4,248
Total Other Alternative Education Program	84,554	(300)	84,254	80,006	4,248
TOTAL INSTRUCTION	10,892,378	(139,737)	10,752,641	10,444,142	308,499
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Special	115,425	58,767	174,192	169,300	4,892
Tuition to Priv. Sch. for the Handicap. W/I State	306,926	122,791	429,717	427,938	1,779
Total Undistributed Expenditures - Instruction	422,351	181,558	603,909	597,238	6,671

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expend. - Attend. & Social Work:					
Salaries of Drop-Out Prevention Officer/Coordinators	\$ 1,000	\$ (1,000)			
Other Purchased Services (400-500 series)		1,000	\$ 1,000		\$ 1,000
Total Undist. Expend. - Attendance and Social Work	1,000		1,000		1,000
Undistributed Expenditures - Health Services:					
Salaries	275,911		275,911	\$ 256,203	19,708
Purchased Professional and Technical Services	2,500		2,500		2,500
Other Purchased Services (400-500 series)	10,000		10,000	10,000	
Supplies and Materials	16,725	900	17,625	13,438	4,187
Other Objects	8,446	(900)	7,546	2,387	5,159
Total Undist. Expenditures - Health Services	313,582		313,582	282,028	31,554
Undist. Expend. - Speech, OT, PT, Related Svcs:					
Salaries	243,875	126,163	370,038	367,585	2,453
Purchased Professional - Educational Services	226,345	41,806	268,151	267,401	750
Supplies and Materials	4,125	1,336	5,461	4,018	1,443
Total Undist. Expend. - Speech, OT, PT, Related Svcs	474,345	169,305	643,650	639,004	4,646
Undist.Expend.-Guidance:					
Salaries of Other Professional Staff	226,724		226,724	223,528	3,196
Total Undist Expend. - Guidance	226,724		226,724	223,528	3,196
Undist. Expend.-Child Study Team:					
Salaries of Other Professional Staff	1,016,972	(117,450)	899,522	899,522	
Salaries of Secretarial and Clerical Assistants	135,615		135,615	134,808	807
Purchased Professional - Educational Services	14,446		14,446	9,779	4,667
Total Undist Expend. - Child Study Team	1,167,033	(117,450)	1,049,583	1,044,109	5,474

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Edu. Media Serv./Sch. Library:					
Salaries	\$ 253,230		\$ 253,230	\$ 250,268	\$ 2,962
Salaries of Technology Coordinators	155,540		155,540	128,404	27,136
Supplies and Materials	25,300		25,300	19,360	5,940
Total Undist Expend-Edu. Media Serv./Sch. Library	434,070		434,070	398,032	36,038
Undist.Expend.-Instructional Staff Training Services:					
Salaries of Supervisors of Instruction	24,919		24,919	24,919	
Salaries of Secretarial and Clerical Assistants	24,630		24,630	23,608	1,022
Purchased Professional - Educational Service	37,000		37,000	2,650	34,350
Supplies and Materials	4,500		4,500	4,500	0
Other Objects	500		500	500	0
Total Undist.Expend.-Instructional Staff Training Services	91,549		91,549	51,177	40,372
Undist. Expend.-Support Serv.-Gen. Admin.:					
Salaries	191,016	\$ 9,845	200,861	200,643	218
Legal Services	50,000	(6,750)	43,250	40,718	2,532
Audit Fees	67,750	6,750	74,500	37,500	37,000
Architectural/Engineering Services	5,000	(5,000)			
Other Purchased Professional Services	37,810	5,000	42,810	40,252	2,558
Communications / Telephone	79,920		79,920	71,881	8,039
Other Purch. Serv. (400-500 series other than 530 & 585)	70,113	1,920	72,033	72,033	0
General Supplies	5,000	(515)	4,485	3,708	777
BOE In-house training/ Meeting Supplies	500	(500)			
Miscellaneous Expenditures	14,496	547	15,043	12,943	2,100
BOE Membership Dues and Fees	12,000	(1,452)	10,548	10,548	0
Total Undist. Expend.-Support Serv.-Gen. Admin.	533,605	9,845	543,450	490,226	53,224

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Support Serv.-School Admin.:					
Salaries of Principals/Assistant Principals/Prog Director	\$ 457,890		\$ 457,890	\$ 457,890	
Salaries of Secretarial and Clerical Assistants	300,482	\$ (9,845)	290,637	279,259	\$ 11,378
Supplies and Materials	26,715		26,715	10,494	16,221
Other Objects	29,328	1,930	31,258	16,390	14,868
Total Undist. Expend.-Support Serv.-School Adm.	814,415	(7,915)	806,500	764,033	42,467
Undist. Expend. - Central Services:					
Salaries	342,593		342,593	336,424	6,169
Purchased Professional Services	10,000		10,000	3,495	6,505
Supplies and Materials	5,000	1,814	6,814	6,498	316
Other Objects	3,680	(1,814)	1,866	1,250	616
Total Undist. Expend. - Central Services	361,273		361,273	347,667	13,606
Undist. Expend. - Admin. Info. Technology:					
Salaries	114,468	2	114,470	114,470	
Purchased Professional Services	155,491	(56,470)	99,021	98,766	255
Supplies and Materials	20,426		20,426	9,303	11,123
Other Objects	10,083		10,083	4,255	5,828
Total Undist. Expend. - Admin. Info. Technology	300,468	(56,468)	244,000	226,794	17,206
Undist. Expend.-Required Maintenance for School Facilities:					
Salaries	394,423		394,423	335,583	58,840
Cleaning, Repair, and Maintenance Services	123,185	(10,000)	113,185	101,772	11,413
General Supplies	91,676		91,676	50,450	41,226
Total Undist. Expend.- Required Maint. for School Facilities	609,284	(10,000)	599,284	487,805	111,479

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Custodial Services:					
Salaries	\$ 490,487	\$ 61,161	\$ 551,648	\$ 534,180	\$ 17,468
Salaries of Non-Instructional Aides	61,161	(61,161)			
Cleaning, Repair, and Maintenance Services	389,500	(138,741)	250,759	175,907	74,852
Other Purchased Property Services	111,800		111,800	81,644	30,156
Insurance	277,356	3,456	280,812	280,812	
Miscellaneous Purchased Services	124,860		124,860	105,926	18,934
General Supplies	81,675	(10,000)	71,675	36,164	35,511
Energy (Natural Gas)	142,000		142,000	129,465	12,535
Energy (Electricity)	178,000		178,000	131,449	46,551
Other Objects	14,450	(3,459)	10,991	8,857	2,134
Total Undist. Expend.-Custodial Services	1,871,289	(148,744)	1,722,545	1,484,404	238,141
Security:					
Salaries	269,016	11,128	280,144	280,144	
Purchased Professional and Technical Services	15,000	(15,000)			
General Supplies	32,500	(15,269)	17,231	4,034	13,197
Other Objects	500	1,483	1,983	1,983	
Total Security	317,016	(17,658)	299,358	286,161	13,197
Total Undist. Expend.-oper. And Maint. Of Plant Serv.	2,797,589	(176,402)	2,621,187	2,258,370	362,817

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Student Transportation Serv.:					
Salaries of Non-Instructional Aides	\$ 68,322	\$ 328,310	\$ 396,632	\$ 348,878	\$ 47,754
Sal. for Pupil Trans. (Bet. Home and Sch.)-Reg.	328,310	(328,310)			
Other Purchased Professional and Technical Services	6,500	2,962	9,462	9,462	
Cleaning, Repair, and Maint. Services	40,000		40,000	32,729	7,271
Rental Payments - School Buses	10,000	(1,363)	8,637	4,500	4,137
Contract. Serv. - Aid in Lieu of Payments-Nonpublic Studis	31,303		31,303	28,646	2,657
Contract. Serv.(Bet. Home & Sch.)-Vendors	831,285	(4,765)	826,520	826,520	
Contract. Serv.(Oth. than Bet. Home & Sch.)-Vend.	130,329	4,465	134,794	112,626	22,168
Contract. Serv.(Bet. Home & Sch.)-Joint Agrmnts.	60,752	1,363	62,115	61,356	759
Contract. Serv.(Spl. Ed. Students)-Joint Agrmnts	217,735	(38,504)	179,231	158,599	20,632
Misc. Purchased Serv. - Transportation	150		150		150
Transportation Supplies	85,000	(119)	84,881	59,365	25,516
Other Objects	61,561	(2,844)	58,717	32,059	26,658
Total Undist. Expend.-Student Trans. Serv.	1,871,247	(38,805)	1,832,442	1,674,740	157,702
ALLOCATED BENEFITS					
Security:					
Group Insurance		7,659	7,659	5,295	2,364
Total Security		7,659	7,659	5,295	2,364
TOTAL ALLOCATED BENEFITS		7,659	7,659	5,295	2,364
UNALLOCATED BENEFITS					
Social Security Contributions	375,000	22,377	397,377	397,377	
Other Retirement Contributions - PERS	376,464		376,464	367,061	9,403
Other Retirement Contributions - Regular		42,963	42,963	42,963	
Workers Compensation	177,595	986	178,581	175,081	3,500
Health Benefits	3,841,657	(51,605)	3,790,052	3,773,159	16,893
Tuition Reimbursement	62,000	(11,934)	50,066	28,719	21,347
Other Employee Benefits	36,500	22,731	59,231	59,231	
Unused Sick Payment to Terminated/Retired Staff	74,746	(74,746)			
TOTAL UNALLOCATED BENEFITS	4,943,962	(49,228)	4,894,734	4,843,591	51,143

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)					
TPAF Post Retirement Contributions (Non-Budgeted)				\$ 1,056,942	\$ (1,056,942)
TPAF Pension Contributions (Non-Budgeted)				3,839,692	(3,839,692)
TPAF Non-Contributory Insurance (Non-Budgeted)				43,790	(43,790)
TPAF Long-Term Disability Insurance (Non-Budgeted)				1,424	(1,424)
Reimbursed TPAF Social Security Contributions				797,941	(797,941)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)				5,739,789	(5,739,789)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	\$ 4,943,962	\$ (41,569)	\$ 4,902,393	10,588,675	(5,686,282)
TOTAL UNDISTRIBUTED EXPENDITURES	14,753,213	(77,901)	14,675,312	19,585,621	(4,910,309)
TOTAL GENERAL CURRENT EXPENSE	25,645,591	(217,638)	25,427,953	30,029,763	(4,601,810)
CAPITAL OUTLAY					
Equipment	72,346	(71,666)	680		680
Grades 1-5	2,000		2,000	1,373	627
Grades 6-8					
Undistributed:					
Undist.Expend.-Support Serv. - Students - Reg.		2,744	2,744		2,744
Undistributed Expenditures - Admin. Info. Tech.	141,861	10,346	152,207	108,502	43,705
Undist. Expend. - Required Maint for School Fac.	7,000		7,000	3,118	3,882
Undistributed Expenditures - Non-Inst. Serv.		58,576	58,576		58,576
Total Equipment	223,207		223,207	112,993	110,214
Facilities Acquisition and Construction Serv.:					
Other Purchased Prof. and Tech. Services	94,407		94,407	24,384	70,023
Construction Services	1,445,407	50,000	1,495,407	850,253	645,154
Supplies and Materials	50,000	(50,000)			
Assessment for Debt Service on SDA Funding	1,273		1,273	1,273	
Total Facilities Acquisition and Const. Serv.	1,591,087		1,591,087	875,910	715,177
TOTAL CAPITAL OUTLAY	1,814,294		1,814,294	988,903	825,391

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Transfer of Funds to Charter Schools	\$ 1,031,577	\$ (44,280)	\$ 987,297	\$ 987,297	
TOTAL EXPENDITURES	28,491,462	(261,918)	28,229,544	32,005,963	\$ (3,776,419)
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(4,071,399)	261,918	(3,809,481)	(1,307,260)	2,502,221
Other Financing Uses:					
Transfer to Special Revenue Fund - Preschool Inclusion		(261,918)	(261,918)	(261,918)	
Total Other Financing Uses		(261,918)	(261,918)	(261,918)	
Excess/(Deficit) of Revenues Over/(Under) Expenditures and Other Financing Uses	(4,071,399)		(4,071,399)	(1,569,178)	2,502,221
Fund Balance, July 1	7,012,320		7,012,320	7,012,320	
Fund Balance, June 30	\$ 2,940,921	\$ -0-	\$ 2,940,921	\$ 5,443,142	\$ 2,502,221
Recapitulation:					
Restricted Fund Balance:					
Excess Surplus - Restricted For 2025-2026				\$ 1,405,312	
Excess Surplus - Restricted For 2024-2025				1,452,515	
Capital Reserve				550,000	
Maintenance Reserve				250,000	
Unemployment Compensation				527,134	
Assigned Fund Balance:					
Year End Encumbrances				379,756	
Unassigned Fund Balance				878,425	
				5,443,142	
Reconciliation to Governmental Funds Statement (GAAP):					
Last State Aid Payments not Recognized on GAAP basis				(616,963)	
Fund Balance per Governmental Funds (GAAP)				\$ 4,826,179	

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
 (UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources		\$ 82,564	\$ 82,564	\$ 82,564	
State Sources	\$ 103,447	2,414,386	2,517,833	828,191	\$ (1,689,642)
Federal Sources	1,596,212	405,592	2,001,804	1,152,709	(849,095)
Total Revenues	1,699,659	2,902,542	4,602,201	2,063,464	(2,538,737)
Other Financing Sources					
Transfer In - Board Contributions - General Fund		261,918	261,918	261,918	
Total Revenues and Other Financing Sources	1,699,659	3,164,460	4,864,119	2,325,382	(2,538,737)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	222,000	661,327	883,327	479,638	403,689
Other Salaries	55,373	310,112	365,485	95,216	270,269
Purchased Professional and Educational Services	8,744	28,018	36,762	3,864	32,898
Tuition	175,739	66,101	241,840	204,781	37,059
General Supplies	17,425	533,231	550,656	243,297	307,359
Textbooks	4,290	279	4,569	4,096	473
Other Objects		114,000	114,000	85,642	28,358
Total Instruction	483,571	1,713,068	2,196,639	1,116,534	1,080,105
Support Services:					
Salaries of Supervisors of Instruction	85,000	55,000	140,000		140,000
Salaries of Principal		34,391	34,391		34,391
Salaries of Other Professional Staff	173,854	176,397	350,251	270,074	80,177
Salaries of Secretaries and Clerical Assistants		20,000	20,000		20,000
Other Salaries		63,697	63,697	35,168	28,529
Salaries of Master Teachers		86,708	86,708	55,560	31,148
Personal Services - Employee Benefits	45,000	528,395	573,395	45,654	527,741
Purchased Professional and Technical Services	118,203	19,934	138,137	77,144	60,993
Purchased Professional and Educational Services	17,615	50,327	67,942	18,387	49,555
Other Purchased Professional Services		14,200	14,200	3,664	10,536
Purchased Services - Contracted Pre-K		331,383	331,383	289,626	41,757
Purchased Services - Head Start		99,940	99,940	41,871	58,069
Contractual Services - Transportation		73,832	73,832		73,832
Contractual Services - Transportation (Field Trips)		5,000	5,000		5,000
Supplies and Materials	16,416	56,117	72,533	50,146	22,387
Student Activities		82,564	82,564	72,849	9,715
Total Support Services	456,088	1,697,885	2,153,973	960,143	1,193,830
Facilities Acquisition and Construction Services:					
Instructional Equipment	760,000	(322,544)	437,456	183,875	253,581
Non-Instructional Equipment		76,051	76,051	55,115	20,936
Total Facilities Acquisition and Construction Services	760,000	(246,493)	513,507	238,990	274,517
Total Expenditures	\$ 1,699,659	\$ 3,164,460	\$ 4,864,119	\$ 2,315,667	\$ 2,548,452
Deficit of Revenue Under Expenditures	\$ -0-	\$ -0-	\$ -0-	\$ 9,715	\$ (9,715)

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources		
Actual Amounts (Budgetary Basis) "Revenue"		
from the Budgetary Comparison Schedule	\$ 30,698,703	\$ 2,063,464
Differences - Budgetary to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue While the GAAP Basis Does Not:		
Prior Year Encumbrances		452,867
Cancellation of Prior Year Encumbrances		(33,461)
Current Year Encumbrances		(272,143)
Prior Year State Aid Payments Recognized for GAAP Purposes, not Recognized for Budgetary Statements	526,397	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(616,963)	(230,556)
	<u>526,397</u>	<u>(230,556)</u>
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 30,608,137</u>	<u>\$ 1,980,171</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 32,005,963	\$ 2,315,667
Differences - Budgetary to GAAP		
Encumbrances for Supplies and Equipment Ordered but Not Received are Reported in the Year the Order is Placed for Budgetary Purposes, but in the Year the Supplies are Received for Financial Reporting Purposes:		
Prior Year Encumbrances		452,867
Cancellation of Prior Year Encumbrances		(33,461)
Current Year Encumbrances		(272,143)
	<u> </u>	<u>(272,143)</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 32,005,963</u>	<u>\$ 2,462,930</u>

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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

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

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

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

SPECIAL REVENUE FUND

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	I.D.E.A. Part B			Elementary and Secondary Education Act			
	Basic	Preschool	ARP- Basic	Title IA	Title IA - SIA	Title II - Part A	Title IV
	FY24 & FY23			FY24 & FY23	FY23		
REVENUES:							
Local Sources							
State Sources							
Federal Sources	\$ 384,784	\$ 21,506	\$ 498	\$ 130,110	\$ 2,403	\$ 13,954	\$ 5,228
Total Revenues	384,784	21,506	498	130,110	2,403	13,954	5,228
Other Financing Sources							
Transfer In - Board Contributions - General Fund							
Total Revenues and Other Financing Sources	384,784	21,506	498	130,110	2,403	13,954	5,228
EXPENDITURES:							
Instruction:							
Salaries of Teachers	44,437			84,000			
Other Salaries							
Purchased Professional and Educational Services							
Tuition	204,781						
General Supplies	3,979		498	456	2,403		5,228
Textbooks							
Other Objects							
Total Instruction	253,197		498	84,456	2,403		5,228
Support Services:							
Salaries of Other Professional Staff	65,303	21,506					
Other Salaries							
Salaries of Master Teachers							
Personal Services - Employee Benefits				45,654			
Purchased Professional and Technical Services	66,284					10,860	
Purchased Professional and Educational Services							
Other Purchased Professional Services						3,094	
Purchased Services - Contracted Pre-K							
Purchased Services - Head Start							
Supplies and Materials							
Student Activities							
Total Support Services	131,587	21,506		45,654		13,954	
Facilities Acquisition and Construction Services:							
Instructional Equipment							
Non-Instructional Equipment							
Total Facilities Acquisition and Construction Services							
Total Expenditures	\$ 384,784	\$ 21,506	\$ 498	\$ 130,110	\$ 2,403	\$ 13,954	\$ 5,228

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	ARP					
	CRRSA ESSER II	ESSER III	Accelerated Learning	Comprehensive Beyond the School Day	Mental Health Support Staffing	Homeless II
REVENUES:						
Local Sources						
State Sources						
Federal Sources	\$ 41,416	\$ 494,609	\$ 12,771	\$ 40,000	\$ 4,860	\$ 570
Total Revenues	41,416	494,609	12,771	40,000	4,860	570
Other Financing Sources						
Transfer In - Board Contributions - General Fund						
Total Revenues and Other Financing Sources	41,416	494,609			4,860	570
EXPENDITURES:						
Instruction:						
Salaries of Teachers		69,415				
Other Salaries						
Purchased Professional and Educational Services						
Tuition						
General Supplies	2,099	157,278	12,771		642	
Textbooks						
Other Objects						
Total Instruction	2,099	226,693	12,771		642	
Support Services:						
Salaries of Other Professional Staff	39,025	13,985		40,000		
Other Salaries		35,168				
Salaries of Master Teachers						
Personal Services - Employee Benefits						
Purchased Professional and Technical Services						
Purchased Professional and Educational Services						
Other Purchased Professional Services						570
Purchased Services - Contracted Pre-K						
Purchased Services - Head Start						
Supplies and Materials	292	24,542			4,218	
Student Activities						
Total Support Services	39,317	73,695		40,000	4,218	570
Facilities Acquisition and Construction Services:						
Instructional Equipment		183,875				
Non-Instructional Equipment		10,346				
Total Facilities Acquisition and Construction Services		194,221				
Total Expenditures	\$ 41,416	\$ 494,609	\$ 12,771	\$ 40,000	\$ 4,860	\$ 570

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Preschool Expansion Aid	Chapter 192 Auxiliary Aid Compensatory Education	Chapter 193 Nonpublic Handicapped Aid		
			Examination and Classification	Supplementary Instruction	Corrective Speech
REVENUES:					
Local Sources					
State Sources	\$ 743,767	\$ 17,173	\$ 13,989	\$ 5,947	\$ 5,394
Federal Sources					
Total Revenues	743,767	17,173	13,989	5,947	5,394
Other Financing Sources					
Transfer In - Board Contributions - General Fund	261,918				
Total Revenues and Other Financing Sources	1,005,685	17,173	13,989	5,947	5,394
EXPENDITURES:					
Instruction:					
Salaries of Teachers	245,230	17,173	13,989		5,394
Other Salaries	95,216				
Purchased Professional and Educational Services					
Tuition					
General Supplies	36,422				
Textbooks					
Other Objects	85,642				
Total Instruction	462,510	17,173	13,989		5,394
Support Services:					
Salaries of Other Professional Staff	90,255				
Other Salaries					
Salaries of Master Teachers	55,560				
Personal Services - Employee Benefits					
Purchased Professional and Technical Services					
Purchased Professional and Educational Services				5,947	
Other Purchased Professional Services					
Purchased Services - Contracted Pre-K	289,626				
Purchased Services - Head Start	41,871				
Supplies and Materials	21,094				
Student Activities					
Total Support Services	498,406			5,947	
Facilities Acquisition and Construction Services:					
Instructional Equipment					
Non-Instructional Equipment	44,769				
Total Facilities Acquisition and Construction Services	44,769				
Total Expenditures	\$ 1,005,685	\$ 17,173	\$ 13,989	\$ 5,947	\$ 5,394

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Nonpublic				Student	
	Textbooks	Nursing	Technology Initiative	Security	Activities	Totals
REVENUES:						
Local Sources					\$ 82,564	\$ 82,564
State Sources	\$ 4,096	\$ 12,440	\$ 3,864	\$ 21,521		828,191
Federal Sources						1,152,709
Total Revenues	4,096	12,440	3,864	21,521	82,564	2,063,464
Other Financing Sources						
Transfer In - Board Contributions - General Fund						261,918
Total Revenues and Other Financing Sources	4,096	12,440	3,864	21,521	82,564	2,325,382
EXPENDITURES:						
Instruction:						
Salaries of Teachers						479,638
Other Salaries						95,216
Purchased Professional and Educational Services			3,864			3,864
Tuition						204,781
General Supplies				21,521		243,297
Textbooks	4,096					4,096
Other Objects						85,642
Total Instruction	4,096		3,864	21,521		1,116,534
Support Services:						
Salaries of Other Professional Staff						270,074
Other Salaries						35,168
Salaries of Master Teachers						55,560
Personal Services - Employee Benefits						45,654
Purchased Professional and Technical Services						77,144
Purchased Professional and Educational Services		12,440				18,387
Other Purchased Professional Services						3,664
Purchased Services - Contracted Pre-K						289,626
Purchased Services - Head Start						41,871
Supplies and Materials						50,146
Student Activities					72,849	72,849
Total Support Services		12,440			72,849	960,143
Facilities Acquisition and Construction Services:						
Instructional Equipment						183,875
Non-Instructional Equipment						55,115
Total Facilities Acquisition and Construction Services						238,990
Total Expenditures	\$ 4,096	\$ 12,440	\$ 3,864	\$ 21,521	\$ 72,849	\$ 2,315,667

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
PRESCHOOL EDUCATION AID SCHEDULE OF EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

District-Wide Total

	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
EXPENDITURES:			
Instruction:			
Salaries of Teachers	\$ 630,411	\$ 245,230	\$ 385,181
Other Salaries	138,372	95,216	43,156
General Supplies	112,000	36,422	75,578
Other Objects	114,000	85,642	28,358
Total Instruction	<u>994,783</u>	<u>462,510</u>	<u>532,273</u>
Support Services:			
Salaries of Supervisors of Instruction	90,000		90,000
Salaries of Principal	34,391		34,391
Salaries of Other Professional Staff	121,131	90,255	30,876
Salaries of Secretaries and Clerical Assistants	20,000		20,000
Other Salaries	63,697		63,697
Salaries of Master Teachers	86,708	55,560	31,148
Personal Services – Employee Benefits	424,288		424,288
Purchased Services - Contracted Pre-K	331,383	289,626	41,757
Purchased Education Services - Head Start	99,940	41,871	58,069
Contractual Services - Transportation	73,832		73,832
Contractual Services - Transportation (Field Trips)	5,000		5,000
Supplies and Materials	30,000	21,094	8,906
Total Support Services	<u>1,380,370</u>	<u>498,406</u>	<u>881,964</u>
Equipment:			
Noninstructional Equipment	45,829	44,769	1,060
Total Equipment	<u>45,829</u>	<u>44,769</u>	<u>1,060</u>
Total Expenditures	<u>\$ 2,420,982</u>	<u>\$ 1,005,685</u>	<u>\$ 1,415,297</u>

CALCULATION OF BUDGET & CARRYOVER

Total Revised 2023-2024 Preschool Education Aid Allocation	\$ 2,159,064
Actual Preschool Expansion Aid Carryover (June 30, 2023)	-0-
Add: Budgeted Transfer from General Fund 2023-2024	261,918
Add: Budgeted Tuition 2023-2024	-0-
Total Preschool Education Aid Funds Available for 2023-2024	2,420,982
Less: 2023-2024 Budgeted Preschool Education Expansion Aid Funds	(2,420,982)
Available & Unbudgeted Preschool Education Expansion Aid Funds as of June 30, 2024	-0-
Add: June 30, 2024 Unexpended Preschool Education Expansion Aid	1,415,297
Add: Cancellation of Prior Year Encumbrances	-0-
Less: 2023-2024 Commissioner Approved Transfer to the General Fund	-0-
2023-2024 Carryover - Preschool Education Expansion Aid	<u>\$ 1,415,297</u>
2023-2024 Carryover - Preschool Education Expansion Aid	
Budgeted for Preschool Programs in 2024-2025	<u>\$ -0-</u>

CAPITAL PROJECTS FUND

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

Fund Balance - Beginning	<u>\$ 27,637</u>
Fund Balance - Ending	<u><u>\$ 27,637</u></u>
<u>Recapitulation:</u>	
Committed	<u>\$ 27,637</u>
Fund Balance per Governmental Funds (GAAP)/(Budgetary)	<u><u>\$ 27,637</u></u>

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
SOLAR PANEL PROJECT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
Contribution from Private Source	<u>\$ 70,680</u>	<u></u>	<u>\$ 70,680</u>	<u>\$ 70,680</u>
Total Revenue and Other Financing Sources	<u>70,680</u>	<u></u>	<u>70,680</u>	<u>70,680</u>
Expenditures:				
Purchased Professional and Technical Services	<u>43,043</u>	<u></u>	<u>43,043</u>	<u>70,680</u>
Total Expenditures	<u>43,043</u>	<u></u>	<u>43,043</u>	<u>70,680</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under)Expenditures	<u>\$ 27,637</u>	<u>\$ -0-</u>	<u>\$ 27,637</u>	<u>\$ -0-</u>
Additional Project Information:				
Project Number(s)	N/A			
Grant Date(s)	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	<u>\$ 20,000</u>			
Additional Funds	<u>\$ 50,680</u>			
Revised Authorized Cost	<u>\$ 70,680</u>			
Change Order Percentage	253.40%			
Percentage Completion	60.90%			
Original Target Completion Date	06/30/13			
Revised Target Completion Date	06/30/25			

PROPRIETARY FUNDS

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2024

	<u>Major Fund</u> <u>Food</u> <u>Service</u>	<u>Non-Major</u> <u>Fund</u> <u>Care Program</u>	<u>Total</u>
ASSETS:			
Current Assets:			
Cash and Cash Equivalents	\$ 343,928	\$ 192,073	\$ 536,001
Intergovernmental Accounts Receivable:			
State	744		744
Federal	12,239		12,239
Other Accounts Receivable	35,594	19,123	54,717
Inventories	21,002		21,002
Total Current Assets	<u>413,507</u>	<u>211,196</u>	<u>624,703</u>
Non-Current Assets:			
Capital Assets	371,593		371,593
Accumulated Depreciation	<u>(268,103)</u>		<u>(268,103)</u>
Total Non-Current Assets	<u>103,490</u>		<u>103,490</u>
Total Assets	<u>516,997</u>	<u>211,196</u>	<u>728,193</u>
LIABILITIES:			
Current Liabilities:			
Accounts Payable	600	7,945	8,545
Interfund Payable	128,893		128,893
Unearned Revenue - Supply Chain Assistance	7,287		7,287
Unearned Revenue - Donated Commodities	8,968		8,968
Unearned Revenue - Prepaid Sales/Fees	<u>4,807</u>	<u>10,175</u>	<u>14,982</u>
Total Current Liabilities	<u>150,555</u>	<u>18,120</u>	<u>168,675</u>
NET POSITION:			
Investment in Capital Assets	103,490		103,490
Unrestricted	<u>262,952</u>	<u>193,076</u>	<u>456,028</u>
Total Net Position	<u>\$ 366,442</u>	<u>\$ 193,076</u>	<u>\$ 559,518</u>

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Major Fund</u> <u>Food</u> <u>Service</u>	<u>Non-Major</u> <u>Fund</u> <u>Care Program</u>	<u>Total</u>
Operating Revenue:			
Local Sources:			
Daily Sales - Reimbursable Programs	\$ 182,842		\$ 182,842
Daily Sales - Non Reimbursable Programs	67,025		67,025
Child Care Fees		\$ 163,556	163,556
Total Operating Revenue	249,867	163,556	413,423
Operating Expenses:			
Cost of Goods Sold - Reimbursable Programs	164,767		164,767
Cost of Goods Sold - Non-Reimbursable Programs	60,941		60,941
Salaries	173,652	143,284	316,936
Employee Benefits and Payroll Taxes	53,773		53,773
Purchased Services	16,712	2,034	18,746
Supplies and Materials	17,352	1,003	18,355
Depreciation	19,445		19,445
Total Operating Expenses	506,642	146,321	652,963
Operating Income/(Loss)	(256,775)	17,235	(239,540)
Non-Operating Revenue:			
State Sources:			
School Breakfast Program	1,023		1,023
State School Lunch Program	7,888		7,888
School Breakfast Program - NJEIE	421		421
State School Lunch Program - NJEIE	2,283		2,283
Federal Sources:			
School Breakfast Program	38,715		38,715
National School Lunch Program	156,741		156,741
Supply Chain Assistance	38,144		38,144
Local Food for Schools Cooperative Agreement Program	264		264
COVID-19 -Pandemic EBT	653		653
Food Distribution Program	40,713		40,713
Local Sources:			
Interest Revenue	10,181		10,181
Total Non-Operating Revenue	297,026		297,026
Change in Net Position	40,251	17,235	57,486
Net Position - Beginning of Year	326,191	175,841	502,032
Net Position - End of Year	\$ 366,442	\$ 193,076	\$ 559,518

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Major Fund</u> <u>Food</u> <u>Service</u>	<u>Non-Major</u> <u>Fund</u> <u>Care Program</u>	<u>Total</u>
Cash Flows for Operating Activities:			
Receipts from Customers	\$ 250,539	\$ 146,127	\$ 396,666
Payments for Salaries, Payroll Taxes and Benefits	(227,425)	(135,339)	(362,764)
Payments to Suppliers	(227,914)	(4,667)	(232,581)
Net Cash Provided by/(Used for) Operating Activities	(204,800)	6,121	(198,679)
Cash Flows from Noncapital Financing Activities:			
Federal and State Sources Received in Food Service Fund	264,844		264,844
	(10,557)		(10,557)
Net Cash Provided by Noncapital Financing Activities	254,287		254,287
Cash Flows from Investing Activities:			
Interest on Investments	10,181		10,181
Net Cash Provided by Investing Activities	10,181		10,181
Net Increase in Cash and Cash Equivalents	59,668	6,121	65,789
Cash and Cash Equivalents, July 1	284,260	185,952	470,212
Cash and Cash Equivalents, June 30	<u>\$ 343,928</u>	<u>\$ 192,073</u>	<u>\$ 536,001</u>
Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities			
Operating Income/(Loss)	\$ (256,775)	\$ 17,235	\$ (239,540)
Adjustment to Reconcile Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:			
Depreciation	19,445		19,445
Food Distribution Program	40,713		40,713
Changes in Assets and Liabilities:			
(Increase)/Decrease in Inventory	1,368		1,368
(Increase)/Decrease in Other Accounts Receivable	(11,547)	(442)	(11,989)
Increase/(Decrease) in Accounts Payable	600	6,315	6,915
Increase/(Decrease) in Interfund Payable	956		956
Increase/(Decrease) in Unearned Revenue:			
Donated Commodities	(232)		(232)
Prepaid Sales/Fees	672	(16,987)	(16,315)
Net Cash Provided by/(Used for) Operating Activities	<u>\$ (204,800)</u>	<u>\$ 6,121</u>	<u>\$ (198,679)</u>

Non-Cash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$40,481 and utilized commodities valued at \$40,713 for the fiscal year ended June 30, 2024.

The General Fund purchased \$64,375 of equipment on behalf of the Food Service Fund which is included in the interfund payable to the General Fund at June 30, 2024.

STATISTICAL SECTION
(UNAUDITED)

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

Contents

Exhibit

Financial Trends

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

J-1 thru J-5

Revenue Capacity

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

J-6 thru J-9

Debt Capacity

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

J-10 thru J-13

Demographic and Economic Information

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

J-14 thru J-15

Operating Information

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

J-16 thru J-20

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT

NET POSITION BY COMPONENT,

LAST TEN FISCAL YEARS

UNAUDITED

(Accrual Basis of Accounting)

	June 30,			
	2015	2016	2017	2018
Governmental Activities				
Net Investment in Capital Assets	\$ 4,669,704	\$ 5,360,753	\$ 5,881,645	\$ 5,981,976
Restricted	3,429,754	3,691,146	4,111,516	4,670,087
Unrestricted/(Deficit)	(6,651,551)	(7,024,574)	(7,596,477)	(7,581,360)
Total Governmental Activities Net Position	\$ 1,447,907	\$ 2,027,325	\$ 2,396,684	\$ 3,070,703
Business-type Activities				
Investment in Capital Assets	\$ 44,334	\$ 36,263	\$ 33,354	\$ 26,975
Unrestricted	320,376	350,610	336,727	314,392
Total Business-type Activities Net Position	\$ 364,710	\$ 386,873	\$ 370,081	\$ 341,367
District-wide				
Net Investment in Capital Assets	\$ 4,714,038	\$ 5,397,016	\$ 5,914,999	\$ 6,008,951
Restricted	3,429,754	3,691,146	4,111,516	4,670,087
Unrestricted/(Deficit)	(6,331,175)	(6,673,964)	(7,259,750)	(7,266,968)
Total District Net Position	\$ 1,812,617	\$ 2,414,198	\$ 2,766,765	\$ 3,412,070

Source: School District Financial Reports

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT

NET POSITION BY COMPONENT,

LAST TEN FISCAL YEARS

UNAUDITED

(Accrual Basis of Accounting)

(Continued)

	June 30,			
	2020	2021	2022	2023
				2024
Governmental Activities				
Net Investment in Capital Assets	\$ 6,709,860	\$ 6,769,149	\$ 7,936,886	\$ 8,048,043
Restricted	5,400,538	6,494,569	6,311,677	5,426,640
Unrestricted/(Deficit)	(6,851,016)	(5,602,428)	(5,434,539)	(4,671,887)
Total Governmental Activities Net Position	<u>\$ 5,259,382</u>	<u>\$ 7,661,290</u>	<u>\$ 8,814,024</u>	<u>\$ 8,802,796</u>
Business-type Activities				
Investment in Capital Assets	\$ 72,849	\$ 63,538	\$ 48,268	\$ 58,560
Unrestricted	181,876	164,680	350,358	443,472
Total Business-type Activities Net Position	<u>\$ 254,725</u>	<u>\$ 228,218</u>	<u>\$ 398,626</u>	<u>\$ 502,032</u>
District-wide				
Net Investment in Capital Assets	\$ 6,782,709	\$ 6,832,687	\$ 7,985,154	\$ 8,106,603
Restricted	5,400,538	6,494,569	6,311,677	5,426,640
Unrestricted/(Deficit)	(6,669,140)	(5,437,748)	(5,084,181)	(4,228,415)
Total District Net Position	<u>\$ 5,514,107</u>	<u>\$ 7,889,508</u>	<u>\$ 9,212,650</u>	<u>\$ 9,304,828</u>
				<u>\$ 9,399,621</u>

Source: School District Financial Reports

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS

UNAUDITED

(Accrual Basis of Accounting)

	Fiscal Year Ending June 30,				
	2015	2016	2017	2018	2019
Expenses					
Governmental activities					
Instruction:					
Regular	\$ 9,386,010	\$ 10,110,172	\$ 10,899,507	\$ 11,078,743	\$ 10,255,051
Special Education	6,147,885	6,305,932	6,799,286	6,754,881	6,504,414
Other Special Instruction	240,738	359,275	459,473	655,672	644,500
School Sponsored/Other Instruction	204,447	213,454	225,918	350,737	292,546
Support Services:					
Tuition	543,788	730,477	703,092	419,181	510,811
Student & Instruction Related Services	3,513,977	4,049,811	4,517,681	5,003,519	4,608,302
General Administrative Services	550,495	583,752	594,740	663,506	651,284
School Administrative Services	1,090,413	1,119,758	1,267,044	1,354,059	1,170,361
Central Services	434,597	470,012	504,295	528,495	477,838
Administrative Information Technology	303,185	314,352	249,937	241,778	220,478
Plant Operations and Maintenance	1,923,511	2,153,881	2,202,076	2,338,916	2,323,621
Pupil Transportation	1,923,286	1,906,495	2,003,454	1,843,522	1,837,694
Transfer of Funds to Charter School	778,092	718,282	744,422	570,457	810,925
Unallocated Depreciation	283,294	331,462	368,667	406,714	411,506
Capital Outlay			1,273	48,174	105,405
Total Governmental Activities Expenses	27,323,718	29,367,115	31,540,865	32,258,354	30,824,736

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS

UNAUDITED

(Accrual Basis of Accounting)
(Continued)

	Fiscal Year Ending June 30,			
	2015	2016	2017	2018
Business-type Activities:				
Food Service	\$ 346,436	\$ 348,186	\$ 343,679	\$ 323,024
Care Program	122,567	125,903	170,717	174,585
Total Business-type Activities Expense	469,003	474,089	514,396	497,609
Total District Expenses	<u>\$ 27,792,721</u>	<u>\$ 29,841,204</u>	<u>\$ 32,055,261</u>	<u>\$ 32,755,963</u>
Program Revenues:				
Governmental Activities:				
Charges for Services:		\$ 43,179	\$ 128,426	\$ 77,523
Instruction (Tuition)				\$ 46,647
Student and Instruction Related Services				
Transportation Fees		86,841	84,396	76,485
Operating Grants and Contributions	\$ 6,856,688	7,877,610	9,780,109	11,274,867
Capital Grants and Contributions				9,161,556
Total Governmental Activities Program Revenues	<u>6,856,688</u>	<u>8,007,630</u>	<u>9,992,931</u>	<u>11,428,875</u>
Business-type Activities:				
Charges for Services:				
Food Service	175,445	173,167	162,973	153,065
Care Program	138,521	160,837	153,207	142,356
Operating Grants and Contributions	182,707	161,976	181,142	173,179
Total Business-type Activities Program Revenues	496,673	495,980	497,322	468,600
Total District Program Revenues	<u>\$ 7,353,361</u>	<u>\$ 8,503,610</u>	<u>\$ 10,490,253</u>	<u>\$ 11,897,475</u>
Net (Expense)/Revenue				
Governmental Activities	\$ (20,467,030)	\$ (21,359,485)	\$ (21,547,934)	\$ (20,829,479)
Business-Type Activities	27,670	21,891	(17,074)	(29,009)
Total District-Wide Net Expense	<u>\$ (20,439,360)</u>	<u>\$ (21,337,594)</u>	<u>\$ (21,565,008)</u>	<u>\$ (20,858,488)</u>

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS

UNAUDITED

(Accrual Basis of Accounting)
(Continued)

	Fiscal Year Ending June 30,			
	2015	2016	2017	2018
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property Taxes Levied for General Purposes, net	\$ 15,310,804	\$ 15,617,020	\$ 15,546,520	\$ 15,130,100
Unrestricted Grants and Contributions	6,259,289	6,266,361	6,296,006	6,164,414
Miscellaneous Income	65,157	55,522	74,767	208,984
Other Item:				
Cancellation of Prior Year Accounts Payable				
Total Governmental Activities	21,635,250	21,938,903	21,917,293	21,503,498
Business-type Activities:				
Interest Income	257	272	282	295
Total Business-Type Activities	257	272	282	295
Total District-Wide	\$ 21,635,507	\$ 21,939,175	\$ 21,917,575	\$ 21,503,793
Change in Net Position				
Governmental Activities	\$ 1,168,220	\$ 579,418	\$ 369,359	\$ 674,019
Business-type Activities	27,927	22,163	(16,792)	(28,714)
Total District	\$ 1,196,147	\$ 601,581	\$ 352,567	\$ 645,305

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS

UNAUDITED

(Accrual Basis of Accounting)
(Continued)

	Fiscal Year Ending June 30,			
	2020	2021	2022	2023
				2024
Expenses				
Governmental activities				
Instruction:				
Regular	\$ 8,805,516	\$ 9,433,284	\$ 9,482,425	\$ 8,860,833
Special Education	6,246,371	5,918,125	5,916,280	5,253,713
Other Special Instruction	591,227	618,096	691,143	909,690
School Sponsored/Other Instruction	248,506	235,897	337,543	429,269
				352,495
Support Services:				
Tuition	447,102	350,516	480,550	567,997
Student & Instruction Related Services	3,915,729	3,859,678	3,874,978	3,617,426
General Administrative Services	618,748	596,714	560,839	506,125
School Administrative Services	920,969	955,640	940,779	1,000,550
Central Services	431,094	431,464	386,038	356,853
Administrative Information Technology	244,210	254,652	206,857	195,980
Plant Operations and Maintenance	2,011,461	2,039,292	2,121,315	2,263,929
Pupil Transportation	1,529,080	1,491,213	1,641,600	1,648,513
Transfer of Funds to Charter School	717,530	801,400	845,790	1,034,019
Unallocated Depreciation	481,399	526,170	542,807	568,445
Capital Outlay	17,335	1,273		
Total Governmental Activities Expenses	27,226,277	27,513,414	28,028,944	27,213,342
				29,211,406

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS

UNAUDITED

(Accrual Basis of Accounting)
(Continued)

	Fiscal Year Ending June 30,			
	2020	2021	2022	2023
Business-type Activities:				
Food Service	\$ 288,190	\$ 271,882	\$ 520,400	\$ 459,783
Care Program	114,166	40,450	119,745	109,978
Total Business-type Activities Expense	402,356	312,332	640,145	569,761
Total District Expenses	\$ 27,628,633	\$ 27,825,746	\$ 28,669,089	\$ 27,783,103
Program Revenues:				
Governmental Activities:				
Charges for Services:				
Instruction (Tuition)	\$ 51,489	\$ 6,370	\$ 24,590	\$ 21,980
Student and Instruction Related Services			40,096	65,868
Transportation Fees	77,036	66,607	89,401	84,274
Operating Grants and Contributions	7,358,349	8,045,324	8,065,132	6,016,122
Capital Grants and Contributions		41,637		
Total Governmental Activities Program Revenues	7,486,874	8,159,938	8,219,219	6,188,244
Business-type Activities:				
Charges for Services:				
Food Service	99,457		23,217	251,760
Care Program	104,673	25,388	166,421	132,601
Operating Grants and Contributions	150,898	260,172	620,610	282,964
Total Business-type Activities Program Revenues	355,028	285,560	810,248	667,325
Total District Program Revenues	\$ 7,841,902	\$ 8,445,498	\$ 9,029,467	\$ 6,855,569
Net (Expense)/Revenue				
Governmental Activities	\$ (19,739,403)	\$ (19,353,476)	\$ (19,809,725)	\$ (21,025,098)
Business-Type Activities	(47,328)	(26,772)	170,103	97,564
Total District-Wide Net Expense	\$ (19,786,731)	\$ (19,380,248)	\$ (19,639,622)	\$ (20,927,534)

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS

UNAUDITED
(Accrual Basis of Accounting)
(Continued)

	Fiscal Year Ending June 30,			
	2020	2021	2022	2023
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property Taxes Levied for General Purposes, net	\$ 15,800,221	\$ 16,816,591	\$ 16,643,603	\$ 16,968,153
Unrestricted Grants and Contributions	5,528,615	4,898,614	4,217,744	3,898,277
Miscellaneous Income	167,660	40,179	101,112	147,440
Other Item:				
Cancellation of Prior Year Accounts Payable	3,169			
Total Governmental Activities	21,499,665	21,755,384	20,962,459	21,013,870
Business-type Activities:				
Interest Income	1,457	265	305	5,842
Total Business-Type Activities	1,457	265	305	5,842
Total District-Wide	\$ 21,501,122	\$ 21,755,649	\$ 20,962,764	\$ 21,019,712
Change in Net Position				
Governmental Activities	\$ 1,760,262	\$ 2,401,908	\$ 1,152,734	\$ (11,228)
Business-type Activities	(45,871)	(26,507)	170,408	103,406
Total District	\$ 1,714,391	\$ 2,375,401	\$ 1,323,142	\$ 92,178

Source: School District Financial Reports

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS,

LAST TEN FISCAL YEARS

UNAUDITED

(Modified Accrual Basis of Accounting)

	June 30,			
	2015	2016	2017	2018
				2019
General Fund				
Restricted	\$ 3,429,754	\$ 3,691,146	\$ 4,111,516	\$ 3,832,735
Assigned	441,568	235,562	255,329	789,987
Unassigned				77,540
Total General Fund	<u>\$ 3,871,322</u>	<u>\$ 3,926,708</u>	<u>\$ 4,366,845</u>	<u>\$ 4,700,262</u>
All Other Governmental Funds				
Restricted				
Committed	\$ 27,637	\$ 27,637	\$ 27,637	\$ 27,637
Unassigned/(Deficit)				
Total All Other Governmental Funds/(Deficit)	<u>\$ 27,637</u>	<u>\$ 27,637</u>	<u>\$ 27,637</u>	<u>\$ 27,637</u>
Total Governmental Funds	<u>\$ 3,898,959</u>	<u>\$ 3,954,345</u>	<u>\$ 4,394,482</u>	<u>\$ 4,727,899</u>

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS,

LAST TEN FISCAL YEARS

UNAUDITED

(Modified Accrual Basis of Accounting)
(Continued)

	June 30,			
	2020	2021	2022	2023
General Fund				
Restricted	\$ 5,260,645	\$ 6,357,511	\$ 6,171,624	\$ 5,286,878
Assigned	693,510	1,437,673	656,780	1,153,074
Unassigned	346,548	561,228	661,603	45,971
Total General Fund	\$ 6,300,703	\$ 8,356,412	\$ 7,490,007	\$ 6,485,923
All Other Governmental Funds				
Restricted	\$ 139,893	\$ 137,058	\$ 140,053	\$ 139,762
Committed	27,637	27,637	27,637	27,637
Unassigned/(Deficit)				(230,556)
Total All Other Governmental Funds/(Deficit)	\$ 167,530	\$ 164,695	\$ 167,690	\$ 167,399
Total Governmental Funds	\$ 6,468,233	\$ 8,521,107	\$ 7,657,697	\$ 6,653,322
				\$ 4,772,737

Source: School District Financial Reports

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,

LAST TEN FISCAL YEARS

UNAUDITED

(Modified Accrual Basis of Accounting)

	Fiscal Year Ending June 30,				
	2015	2016	2017	2018	2019
Revenues					
Tax Levy	\$ 15,310,804	\$ 15,617,020	\$ 15,546,520	\$ 15,130,100	\$ 15,232,726
Tuition Charges		43,179	128,426	77,523	46,647
Transportation Fees		86,841	84,396	76,485	78,654
State Sources	10,074,504	10,452,114	10,786,380	10,953,244	11,551,522
Federal Sources	737,985	645,316	634,710	813,589	766,381
Miscellaneous	65,157	55,522	74,767	208,984	69,010
Total Revenue	26,188,450	26,899,992	27,255,199	27,259,925	27,744,940
Expenditures					
Instruction					
Regular Instruction	5,830,314	6,025,010	5,693,620	5,634,659	5,795,601
Special Education Instruction	3,894,236	3,651,112	3,795,004	3,352,583	3,570,348
Other Special Instruction	182,566	255,162	281,210	405,364	457,044
School-Sponsored/Other Instruction	93,912	84,772	87,757	101,339	93,180
Support Services:					
Tuition	543,788	730,477	703,092	419,181	510,811
Student & Other Instruction Related Services	2,342,721	2,595,077	2,631,997	2,810,817	2,828,637
General Administrative Services	466,473	471,737	438,449	499,121	511,463
School Administrative Services	689,019	674,856	711,550	720,636	695,954
Central Services	299,833	310,922	304,586	306,035	317,232
Administrative Information Technology	260,961	261,226	187,184	170,715	168,760
Plant Operations and Maintenance	1,552,161	1,694,577	1,696,499	1,707,667	1,857,287
Student Transportation	1,620,347	1,542,729	1,603,296	1,457,778	1,575,867

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,

LAST TEN FISCAL YEARS

UNAUDITED

(Modified Accrual Basis of Accounting)
(Continued)

	Fiscal Year Ending June 30,				
	2015	2016	2017	2018	2019
Expenditures					
Employee Benefits	\$ 6,021,058	\$ 6,644,444	\$ 6,911,193	\$ 7,662,161	\$ 8,242,289
Capital Outlay	684,273	1,184,223	1,025,203	651,156	843,381
Transfer of Funds to Charter School	778,092	718,282	744,422	570,457	810,925
Total Expenditures	<u>25,259,754</u>	<u>26,844,606</u>	<u>26,815,062</u>	<u>26,469,669</u>	<u>28,278,779</u>
Excess/(Deficit) of Revenues					
Over/(Under) Expenditures	<u>928,696</u>	<u>55,386</u>	<u>440,137</u>	<u>790,256</u>	<u>(533,839)</u>
Other Financing Sources/(Uses)					
Cancel Prior Year Interfund/Accounts Payable					77,000
Total Other Financing Sources/(Uses)					<u>77,000</u>
Net Change in Fund Balances	<u>\$ 928,696</u>	<u>\$ 55,386</u>	<u>\$ 440,137</u>	<u>\$ 790,256</u>	<u>\$ (456,839)</u>
Debt Service as a Percentage of					
Noncapital Expenditures	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>

LAST TEN FISCAL YEARS

UNAUDITED

(Modified Accrual Basis of Accounting)

(Continued)

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SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,

LAST TEN FISCAL YEARS

UNAUDITED

(Modified Accrual Basis of Accounting)
(Continued)

	Fiscal Year Ending June 30,				
	2020	2021	2022	2023	2024
Expenditures					
Employee Benefits	\$ 8,140,627	\$ 8,927,112	\$ 9,164,114	\$ 9,559,754	\$ 10,588,675
Capital Outlay	1,067,930	681,873	1,813,319	832,056	1,242,837
Transfer of Funds to Charter School	717,530	801,400	845,790	1,034,019	987,297
Total Expenditures	26,921,729	27,304,826	30,498,122	30,921,060	34,468,893
Excess/(Deficit) of Revenues					
Over/(Under) Expenditures	1,118,307	2,052,874	(863,410)	(1,004,375)	(1,880,585)
Other Financing Sources/(Uses)					
Cancel Prior Year Interfund/Accounts Payable	3,169				
Total Other Financing Sources/(Uses)	3,169				
Net Change in Fund Balances	\$ 1,121,476	\$ 2,052,874	\$ (863,410)	\$ (1,004,375)	\$ (1,880,585)
Debt Service as a Percentage of					
Noncapital Expenditures	0.00%	0.00%	0.00%	0.00%	0.00%

Source: School District Financial Reports

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
UNAUDITED
 (Modified Accrual Basis of Accounting)

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Tuition</u>	<u>Transportation</u> <u>Revenue</u>	<u>Prior Year</u> <u>Refunds</u>	<u>Miscellaneous</u>	<u>Total</u>
2015	\$ 4,426				\$ 60,731	\$ 65,157
2016	9,372	\$ 43,179	\$ 86,841		46,150	185,542
2017	10,339	128,426	84,396		64,428	287,589
2018	11,865	77,523	76,485	\$ 60,053	137,066 *	362,992
2019	11,170	46,647	78,654	17,480	37,768	191,719
2020	59,525	51,489	77,036	40,386	67,749	296,185
2021	21,327		66,607	11,572	7,280	106,786
2022	17,554	24,590	89,401	3,243	80,315	215,103
2023	128,100	21,980	84,274	3,534	13,920	251,808
2024	156,732	10,295	63,988	49,413	85,672	366,100

* Includes cancellation of prior year accounts payable of \$44,273.

Source: School District records

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
 LAST TEN YEARS
UNAUDITED

Year Ended Dec. 31,	Vacant Land	Residential	Farm Regular	Farm Qualified	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
<u>Borough of Sussex</u>												
2014	\$ 1,804,600	\$ 80,772,200	\$ 640,100	\$ 21,500	\$ 25,254,600	\$ 787,300	\$ 16,234,700	\$ 125,515,000	\$ 835,798	\$ 126,350,798	\$ 1.74	\$ 123,628,837
2015	1,838,400	80,688,700	640,100	21,500	24,735,400	787,300	16,190,200	124,901,600	1,107,571	126,009,171	1.76	125,959,230
2016	1,791,200	80,820,200	640,100	21,500	24,657,400	787,300	14,503,400	123,221,100	-0-	123,221,100	1.87	127,045,159
2017	1,791,200	80,740,000	640,100	21,500	26,734,600	787,300	14,484,100	125,198,800	-0-	125,198,800	1.84	130,280,646
2018	2,570,700	80,386,800	640,100	20,700	25,456,500	787,300	14,484,100	124,346,200	-0-	124,346,200	1.86	126,728,700
2019	2,250,900	80,462,800	640,100	22,100	25,350,100	787,300	14,484,100	123,997,400	-0-	123,997,400	1.83	127,638,746
2020	2,203,300	80,528,200	640,100	22,100	25,204,300	787,300	14,484,100	123,871,400	-0-	123,871,400	1.84	131,565,909
2021	2,203,800	80,808,900	640,100	20,800	25,188,500	787,300	14,484,100	124,133,500	-0-	124,133,500	1.93	133,284,831
2022	2,203,800	81,064,500	640,100	20,800	24,765,500	787,300	14,484,100	123,966,100	-0-	123,966,100	1.94	137,918,021
2023	2,198,200	82,231,800	640,100	21,400	24,500,200	787,300	14,484,100	124,863,100	-0-	124,863,100	2.01	154,415,128
<u>Township of Wantage</u>												
2014	* \$ 30,572,600	\$ 899,760,106	\$ 133,737,300	\$ 7,501,900	\$ 116,927,091	\$ 1,541,400	\$ 11,621,250	\$ 1,201,661,647	\$ 3,383,457	\$ 1,205,045,104	\$ 1.72	\$ 1,195,626,385
2015	30,651,700	899,500,006	133,712,100	7,500,200	116,927,091	1,541,400	11,621,250	1,201,453,747	3,805,642	1,205,259,389	1.77	1,188,264,413
2016	29,938,700	898,143,806	134,981,300	7,172,500	116,639,030	1,541,400	11,621,200	1,200,037,936	-0-	1,200,037,936	1.83	1,167,238,533
2017	29,631,300	899,354,006	134,672,100	7,014,152	114,342,284	1,541,400	11,621,200	1,198,176,442	-0-	1,198,176,442	1.76	1,169,093,206
2018	31,423,050	898,028,906	134,724,100	6,944,872	112,741,984	1,541,400	13,521,200	1,198,925,512	-0-	1,198,925,512	1.73	1,273,420,618
2019	32,050,650	897,450,506	134,527,100	6,968,972	112,958,834	1,541,400	15,896,200	1,201,393,662	-0-	1,201,393,662	1.76	1,279,831,695
2020	33,246,950	899,020,606	134,458,700	6,768,600	113,279,234	1,541,400	21,121,200	1,209,436,690	-0-	1,209,436,690	1.85	1,265,208,954
2021	32,576,400	902,816,300	134,583,400	6,585,400	108,002,700	1,541,400	21,121,200	1,207,226,800	-0-	1,207,226,800	1.92	1,287,351,865
2022	33,695,100	906,538,100	134,586,700	6,576,400	107,169,200	1,541,400	21,121,200	1,211,228,100	-0-	1,211,228,100	1.94	1,343,552,600
2023	32,828,600	909,115,100	135,840,600	6,784,300	106,781,400	1,541,400	21,121,200	1,214,012,600	-0-	1,214,012,600	1.97	1,448,563,588

* Revaluation was effective in this year.

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

^a Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies
^b Tax rates are per \$100 of Assessed Valuation

Source: Municipal Tax Assessor

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES

LAST TEN YEARS

UNAUDITED

(Rate per \$100 of Assessed Value)

Year Ended December 31,	School District			Overlapping Rates		Total Direct and Overlapping Tax Rate						
	Direct Rate		Total Direct Tax Rate	Municipality	Sussex County							
	General											
	Obligation Debt Service ^b											
Basic Rate ^a												
<u>Borough of Sussex</u>												
2014	\$	1.743	\$	-0-	\$	1.743	\$	0.673	\$	0.499	\$	2.915
2015		1.755		-0-		1.755		0.729		0.509		2.993
2016		1.865		-0-		1.865		0.752		0.558		3.175
2017		1.836		-0-		1.836		0.758		0.596		3.190
2018		1.857		-0-		1.857		0.782		0.626		3.265
2019		1.827		-0-		1.827		0.797		0.597		3.221
2020		1.836		-0-		1.836		0.801		0.621		3.258
2021		1.927		-0-		1.927		0.825		0.633		3.385
2022		1.942		-0-		1.942		0.847		0.626		3.415
2023		2.006		-0-		2.006		0.885		0.638		3.529
<u>Township of Wantage</u>												
2014	* \$	1.721	\$	-0-	\$	1.721	\$	0.280	\$	0.519	\$	2.520
2015		1.774		-0-		1.774		0.300		0.513		2.587
2016		1.827		-0-		1.827		0.300		0.546		2.673
2017		1.764		-0-		1.764		0.294		0.557		2.615
2018		1.730		-0-		1.730		0.299		0.575		2.604
2019		1.762		-0-		1.762		0.308		0.617		2.687
2020		1.847		-0-		1.847		0.308		0.612		2.767
2021		1.922		-0-		1.922		0.313		0.633		2.868
2022		1.939		-0-		1.939		0.315		0.623		2.877
2023		1.972		-0-		1.972		0.324		0.615		2.911

* Revaluation was effective in this year.

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

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

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

Source: Municipal Tax Collector and School Business Administrator

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS,
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

2023				2014			
Taxpayer	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxpayer	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
<u>Borough of Sussex</u>							
Alpine Village Apt LLC	\$ 7,506,000	1	6.01%	Alpine Village Apt LLC	\$ 9,192,800	1	7.28%
Jimkev Realty, LLC/JTS, Inc.	3,700,000	2	2.96%	Wilson Manor Associates	3,700,000	2	2.93%
MPT of Morris, LLC	2,100,000	3	1.68%	Franklin Sussex Realty, LLC	1,929,500	3	1.53%
Franklin Sussex Realty, LLC	1,929,500	4	1.55%	RBND, LLC	1,896,300	4	1.50%
Individual Taxpayer #1	1,702,800	5	1.36%	Individual Taxpayer #1	1,852,400	5	1.47%
Sussex Plaza Realty LLC	1,170,600	6	0.94%	Sussex Plaza Realty LLC	1,170,600	6	0.93%
Great Gorge Holdings, LLC	1,046,800	7	0.84%	Sussex Creamery LLC	1,046,800	7	0.83%
RBND, LLC	985,600	8	0.79%	Individual Taxpayer #2	975,000	8	0.77%
Munson Street Dev., LLC	894,200	9	0.72%	Munson Street Dev., LLC	894,200	9	0.71%
Individual Taxpayer #2	883,700	10	0.71%	JP Morgan Chase	859,300	10	0.68%
Total	\$ 21,919,200		17.55%	Total	\$ 23,516,900		18.61%
<u>Township of Wantage</u>							
Wantage 2002 LLC	\$ 12,041,500	1	0.99%	Main Land Sussex Co	11,449,000	1	0.95%
Main Land Sussex Co	9,697,300	2	0.80%	Wantage 2002 LLC	11,200,500	2	0.93%
Tenneco, Inc	9,044,500	3	0.75%	Tenneco, Inc	9,871,200	3	0.82%
Regency Apartments	5,539,000	4	0.46%	Awbury Apartments LP	6,294,000	4	0.52%
Space Farms, Inc.	4,676,600	5	0.39%	Ames Rubber Corp.	5,389,100	5	0.45%
PS, LLC	3,400,900	6	0.28%	Space Farms, Inc.	4,376,900	6	0.36%
Ames Rubber Corp.	3,393,100	7	0.28%	PS, LLC	2,917,400	7	0.24%
Sussex Rural Electric Corp	3,132,700	8	0.26%	MAJ Wantage Land LLC	2,840,000	8	0.24%
United Telephone Co. of NJ	3,113,073	9	0.26%	Sussex Rural Electric Corp	3,132,700	9	0.26%
Rolling Wantage, Inc.	3,026,400	10	0.25%	Majestic Hills, Inc.	2,753,600	10	0.23%
Total	\$ 57,065,073		4.70%	Total	\$ 60,224,400		5.00%

Note - Individual taxpayers may be different in each year presented.

Source: Municipal Tax Assessors

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS,
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	\$ 15,310,804	\$ 15,310,804	100.00%	\$ -0-
2016	15,617,020	15,617,020	100.00%	-0-
2017	15,546,520	15,546,520	100.00%	-0-
2018	15,130,100	15,130,100	100.00%	-0-
2019	15,232,726	15,232,726	100.00%	-0-
2020	15,800,221	15,800,221	100.00%	-0-
2021	16,816,591	16,816,591	100.00%	-0-
2022	16,643,603	16,643,603	100.00%	-0-
2023	16,968,153	16,968,153	100.00%	-0-
2024	17,717,204	16,372,660	92.41%	1,344,544

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

Source: School District records including the Certificate and Report of School Taxes (A4F form)

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities				Bond		Business-Type Activities		Total District	Percentage of Personal Income ^a	Debt Per Capita ^a
	Loans	Certificates of Participation	Financed Purchase Agreements	Financed Purchase Agreements	Anticipation Notes (BANs)		Financed Purchase Agreements				
2015	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	-0-	0.0000%	\$ -0-
2016	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	0.0000%	-0-
2017	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	0.0000%	-0-
2018	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	0.0000%	-0-
2019	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	0.0000%	-0-
2020	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	0.0000%	-0-
2021	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	0.0000%	-0-
2022	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	0.0000%	-0-
2023	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	0.0000%	-0-
2024	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	0.0000%	-0-

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

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of	
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Net Valuation ^a Taxable	Per Capita ^b
2015	\$ -0-	\$ -0-	\$ -0-	0.00%	\$ -0-
2016	-0-	-0-	-0-	0.00%	-0-
2017	-0-	-0-	-0-	0.00%	-0-
2018	-0-	-0-	-0-	0.00%	-0-
2019	-0-	-0-	-0-	0.00%	-0-
2020	-0-	-0-	-0-	0.00%	-0-
2021	-0-	-0-	-0-	0.00%	-0-
2022	-0-	-0-	-0-	0.00%	-0-
2023	-0-	-0-	-0-	0.00%	-0-
2024	-0-	-0-	-0-	0.00%	-0-

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

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

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

Source: School District Financial Reports

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2023
UNAUDITED

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid With Property Taxes			
Borough of Sussex	\$ 1,077,500	100.00%	\$ 1,077,500
Township of Wantage	5,035,400	100.00%	5,035,400
Sussex County General Obligation Debt (Borough Share)	88,319,376	0.73%	643,727
Sussex County General Obligation Debt (Township Share)	88,319,376	6.84%	6,038,781
Subtotal, Overlapping Debt			12,795,407
Sussex-Wantage Regional School District Direct Debt			-0-
Total Direct and Overlapping Debt			<u>\$ 12,795,407</u>

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

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

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION,
LAST TEN FISCAL YEARS
UNAUDITED

Equalized Valuation Basis:

	Legal Debt Margin Calculation for Fiscal Year 2024		
	Sussex Borough	Wantage Township	Total
2023	\$ 155,767,340	\$ 1,562,838,054	\$ 1,718,605,394
2022	152,086,983	1,441,423,420	1,593,510,403
2021	136,906,915	1,335,427,876	1,472,334,791
	<u>\$ 444,761,238</u>	<u>\$ 4,339,689,350</u>	<u>\$ 4,784,450,588</u>
Average Equalized Valuation of Taxable Property			<u>\$ 1,594,816,863</u>
Debt Limit (3% of average equalization value ^a)			\$ 47,844,506
Net Bonded Debt as of June 30, 2024			-0-
Legal Debt Margin			<u>\$ 47,844,506</u>

	Fiscal Year				
	2015	2016	2017	2018	2019
Debt Limit	\$ 39,604,062	\$ 39,206,389	\$ 39,183,210	\$ 39,162,619	\$ 40,186,408
Total Net Debt Applicable to Limit	-0-	-0-	-0-	-0-	-0-
Legal Debt Margin	<u>\$ 41,108,009</u>	<u>\$ 39,604,062</u>	<u>\$ 39,206,389</u>	<u>\$ 39,183,210</u>	<u>\$ 39,162,619</u>
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%

	Fiscal Year				
	2020	2021	2022	2023	2024
Debt Limit	\$ 41,077,406	\$ 42,012,616	\$ 42,734,471	\$ 44,835,740	\$ 47,844,506
Total Net Debt Applicable to Limit	-0-	-0-	-0-	-0-	-0-
Legal Debt Margin	<u>\$ 40,186,408</u>	<u>\$ 41,077,406</u>	<u>\$ 42,734,471</u>	<u>\$ 28,011,123</u>	<u>\$ 47,844,506</u>
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%

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

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

<u>Wantage Township</u>				
Year	Population ^a	Personal Income ^b	Sussex County Per Capita Personal Income ^c	Unemployment Rate ^d
2014	\$ 11,144	\$ 603,068,704	\$ 54,116	7.90%
2015	11,020	614,056,440	55,722	5.10%
2016	10,943	627,329,361	57,327	4.70%
2017	10,893	644,255,592	59,144	4.30%
2018	10,861	668,288,191	61,531	3.90%
2019	10,912	701,467,008	64,284	3.50%
2020	10,899	739,104,786	67,814	8.80%
2021	10,866	772,127,094	71,059	5.60%
2022	10,933	776,888,047 ***	71,059 *	3.70%
2023	10,933 **	783,579,043 ***	71,671 *	4.40%

<u>Sussex Borough</u>				
Year	Population ^a	Personal Income ^b	Sussex County Per Capita Personal Income ^c	Unemployment Rate ^d
2014	\$ 2,059	\$ 111,424,844	\$ 54,116	6.70%
2015	2,036	113,449,992	55,722	6.90%
2016	2,022	115,915,194	57,327	5.70%
2017	2,010	118,879,440	59,144	5.80%
2018	2,002	123,185,062	61,531	5.30%
2019	1,991	127,989,444	64,284	4.90%
2020	1,979	134,203,906	67,814	10.20%
2021	2,034	144,534,006	71,059	7.50%
2022	2,048	145,528,832	71,059	4.90%
2023	2,050	146,925,550	71,671	5.70%

N/A - Information Not Available

Source:

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

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

^c Per capita personal income for Sussex County is estimated based upon the 2000 Census published by the US Bureau of Economic Analysis

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

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

Employer	2023	
	Employees	Percentage of Total Employment
Selective Insurance Group Inc.	1,000-4,999	1.43%-7.17%
Crystal Springs Resort	1,000-4,999	0.72%-1.43%
Newton Medical Center	500-999	0.72%-1.43%
Sussex County Offices	500-999	0.36%-0.72%
Thorlabs	500-999	0.14%-0.36%
Mountain Creek Resort	500-999	0.14%-0.36%
Shop Rite	250-499	0.14%-0.36%
Sussex County Community College	250-499	0.14%-0.36%
United Methodist Community Bristol Glen	250-499	0.14%-0.36%
Not Available		
	<u>4,850-15,740</u>	<u>4.07%-12.91%</u>
Total Employment	<u>75,673</u>	

Employer	2014	
	Employees	Percentage of Total Employment
Crystal Springs Golf and Spa Resort	2,000	2.66%
Newton Memorial Hospital	1,200	1.59%
Selective Insurance	900	1.20%
County of Sussex	830	1.10%
Mountain Creek Resort	800	1.06%
Ames Rubber Corp	445	0.59%
Shop Rite (Ronetco)	301	0.40%
Andover Subacute & Rehab Center	300	0.40%
Sussex County Community College	300	0.40%
SCARC, Inc.	287	0.38%
	<u>7,363</u>	<u>9.78%</u>
Total Employment	<u>73,737</u>	

Source: Sussex County Chamber of Commerce

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM,
LAST TEN FISCAL YEARS
UNAUDITED

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Instruction										
Regular	75.1	77.0	75.5	76.5	74.9	70.9	69.4	71.5	72.6	71.0
Special Education	35.5	34.0	37.0	33.0	30.5	31.5	30.0	33.0	33.5	32.5
Other Instruction	40.3	48.5	47.5	44.1	50.4	46.6	46.4	45.4	42.3	52.5
Support Services:										
Student & Instruction Related Services	27.4	27.0	26.0	31.0	30.0	30.0	27.5	26.9	27.5	30.3
General and Business Administrative Services	7.0	7.0	7.0	7.0	7.4	6.5	6.5	6.5	6.5	5.9
School Administrative Services	4.0	4.0	4.0	4.0	4.0	3.0	3.0	3.0	3.8	4.5
Other Administrative Services	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
Administrative Information Technology	3.5	4.0	4.0	4.0	3.5	3.3	3.3	3.5	4.5	4.5
Transportation	15.5	15.5	15.5	15.5	15.5	13.5	11.3	12.0	10.2	9.3
Plant Operations and Maintenance	17.3	17.0	16.7	16.7	20.2	20.2	20.2	20.3	20.8	22.8
Total	231.6	240.0	239.2	237.8	242.4	231.5	223.6	228.1	227.7	239.3

Source: School District Personnel Records

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
OPERATING STATISTICS,
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year End June 30,	Enrollment	Operating Expenditures ^a	Cost Per Pupil ^b	Percentage Change	Teaching Staff ^c	Pupil/Teacher Ratio		Average Daily Enrollment (ADE) ^d	Average Daily Attendance (ADA) ^d	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School				
2015	1,199	\$ 24,575,481	\$ 20,497	7.54%	137	10.3:1	10.3:1	1,155	1,106	-5.87%	95.76%
2016	1,110	25,660,383	23,117	12.79%	138	9.6:1	9.6:1	1,072	1,021	-7.19%	95.24%
2017	1,096	25,789,859	23,531	1.79%	139	9.3:1	9.3:1	1,059	1,008	-1.21%	95.18%
2018	1,033	25,818,513	24,994	6.22%	137.5	7.5:1	7.5:1	1,020	966	-3.68%	94.71%
2019	1,037	27,435,398	26,457	5.85%	133.4	8.2:1	7.6:1	1,037	984	1.67%	94.89%
2020	1,041	25,853,799	24,836	-6.13%	130	8.5:1	7.0:1	1,038	998	0.10%	96.15%
2021	1,052	26,622,953	25,307	1.90%	128	8.5:1	7.2:1	1,021	975	-1.64%	95.49%
2022	1,063	28,684,803	26,985	6.63%	141	7.5:1	7.5:1	1,041	940	1.96%	90.30%
2023	1,093	30,089,004	27,529	2.02%	134	7.9:1	8.1:1	1,049	966	0.77%	92.09%
2024	1,103	33,226,056	30,123	9.42%	133	8.3:1	8.0:1	1,088	1,006	3.72%	92.46%

Note:

- ^a Operating expenditures equal total expenditures less debt service and capital outlay
- ^b Cost per pupil represents operating expenditures divided by enrollment. This Cost Per Pupil may be different from other Cost Per Pupil calculations.
- ^c Teaching staff includes only full-time equivalents of certificated staff.
- ^d Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

Source: School District records.

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<u>District Building</u>										
<u>Elementary</u>										
Clifton E. Lawrence Elementary School										
Square Feet	48,200	48,200	48,200	48,200	48,200	48,200	48,200	48,200	48,200	48,200
Capacity (students)	450	450	450	450	450	450	450	450	450	450
Enrollment	379	366	361	331	353	376	350	387	384	383
Wantage Elementary School										
Square Feet	48,583	48,583	48,583	48,583	48,583	48,583	48,583	48,583	48,583	48,583
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	359	357	345	341	356	338	326	302	336	354
<u>Middle School</u>										
Sussex Middle School										
Square Feet	65,489	65,489	65,489	65,489	65,489	65,489	65,489	65,489	65,489	64,589
Capacity (students)	612	612	612	612	612	612	612	612	612	612
Enrollment	461	387	390	361	328	327	376	374	373	366
<u>Other</u>										
Environmental Trails Center										
Square Feet	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of Schools										
Elementary = 2										
Middle School = 1										

N/A - Not Applicable

Source: School District records.

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS
UNAUDITED

UNDISTRIBUTED EXPENDITURES - REQUIRED
 MAINTENANCE FOR SCHOOL FACILITIES *
 11-000-261-xxxx

Fiscal Year Ended June 30,	Lawrence	Sussex	Wantage	Environmental Trail Center	Board Office	Total
2015	\$ 169,275	\$ 185,583	\$ 136,700	\$ 5,889	\$ 7,196	\$ 504,643
2016	158,199	186,966	161,727	10,101	9,150	526,143
2017	153,370	175,923	132,841	919	14,607	477,660
2018	165,921	146,218	116,178	855	7,706	436,878
2019	177,685	184,622	120,237	804	10,006	493,354
2020	130,688	149,240	121,081	821	5,133	406,963
2021	145,885	146,520	126,035	833	7,868	427,141
2022	140,858	162,752	122,170	901	10,457	437,138
2023	176,437	202,944	125,537	945	5,871	511,734
2024	144,076	174,924	153,195	921	14,689	487,805

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

Source: School District records.

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2024
UNAUDITED

	<u>Coverage</u>		<u>Deductible</u>
<u>SCHOOL ALLIANCE INSURANCE FUND:</u>			
School Package Policy	\$ 500,000,000		
Building and Personal Property			\$ 2,500
Auto Physical Damage			1,000
General Liability including Auto, Employee Benefits	10,000,000		
Each Occurrence			
General Aggregate	100,000,000		
Product Completed Operations			
Personal Injury			
Fire Damage	2,500,000		
Medical Expenses	10,000		
(Excluding Students Taking Part in Athletics)			
Automobile Coverage	10,000,000	Occurrence	1,000
Combined Single Limit			
Hired/Non Owned			
Cyber Liability	First Party 750,000		Various
	Third Party 2,000,000		Various
Environmental Impairment Liability	1,000,000/10,000,000	Fund Aggregate	50,000
Excludes mold/fungi/fungus/legionella			
Crime Coverage	50,000	Inside/Outside	1,000
Blanket Dishonesty Bond	500,000		1,000
Boiler and Machinery	100,000,000		2,500
Excess Liability (AL/GL)	5,000,000		
School Board Legal	5,000,000		10,000
Workers' Compensation	Statutory		
Employer's Liability	5,000,000		
Supplemental Indemnity	Statutory		
<u>SELECTIVE INSURANCE:</u>			
Business Administrator/Board Secretary Bond	50,000	Selective Insurance	
Treasurer of School Monies Bond	250,000	Selective Insurance	
<u>BOLLINGER</u>			
Student Accident Coverage			
Base Plan - Students including Sports Except Football	25,000		
Catastrophic Plan - Students including Sports Except Football	1,000,000		

Source: School District records.

SINGLE AUDIT SECTION

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

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Sussex-Wantage Regional School District
County of Sussex, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Department"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Sussex-Wantage Regional School District, in the County of Sussex (the "Board") as of and for the fiscal year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 6, 2024.

Report on Internal Control Over Financial Reporting

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

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

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

The Honorable President and Members
of the Board of Education
Sussex-Wantage Regional School District
County of Sussex, New Jersey
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Report on Compliance and Other Matters

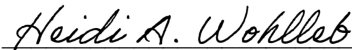
As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material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

Purpose of this Report

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

December 6, 2024
Mount Arlington, New Jersey


NISIVOC CIA LLP


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

Report on Compliance For Each Major Federal and State Program;
Report on Internal Control Over Compliance Required by the Uniform Guidance and NJOMB 15-08

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Sussex-Wantage Regional School District
County of Sussex, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

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

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

Basis for Opinion on Each Major Federal and State Program

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

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

Responsibilities of Management for Compliance

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

The Honorable President and Members
of the Board of Education
Sussex-Wantage Regional School District
County of Sussex, New Jersey
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Auditors' Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

The Honorable President and Members
of the Board of Education
Sussex-Wantage Regional School District
County of Sussex, New Jersey
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Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

December 6, 2024
Mount Arlington, New Jersey

Nisivoccia LLP
NISIVOCCIA LLP

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
SCHEDULE OF OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass Through Grantor/ Program/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2023			Cancellation of Prior Year's Encumbrances	Balance, June 30, 2024			Amounts Provided to Subrecipients	
					Budgetary Accounts Receivable	Budgetary Unearned Revenue	Cash Received		Budgetary Expendi- tures	Budgetary Unearned Revenue	Budgetary Accounts Receivable		
U.S. Department of Agriculture:													
Passed-through State Department of Agriculture:													
Enterprise Fund													
Child Nutrition Cluster:													
Food Distribution Program	10.555	N/A	7/1/22-6/30/23	\$ 40,253		\$ 9,200	\$ 40,481	\$ (9,200)		\$ 8,968			
Food Distribution Program	10.555	N/A	7/1/23-6/30/24	40,481			32,544	(31,513)					
National School Lunch Program	10.555	N/A	7/1/22-6/30/23	160,843	\$ (32,544)		146,830	(156,741)		\$ (9,911)			
National School Lunch Program	10.555	N/A	7/1/23-6/30/24	156,741			7,662						
School Breakfast Program	10.553	N/A	7/1/22-6/30/23	35,532	(7,662)		36,387	(38,715)		(2,328)			
School Breakfast Program	10.553	N/A	7/1/23-6/30/24	38,715			28,076	(38,144)		7,287			
COVID 19 - Supply Chain Assistance	10.555	N/A	7/1/22-6/30/24	87,396			291,980	(274,313)		16,255	(12,239)		
Total Child Nutrition Cluster					(40,206)	26,555							
Local Food for Schools Cooperative Agreement Program	10.185	N/A	7/1/23-6/30/24	264			264	(264)					
COVID-19 Pandemic Electronic Benefit Transfer	10.649	N/A	7/1/23-6/30/24	653			653	(653)					
Total Enterprise Fund/U.S. Department of Agriculture/Child Nutrition Cluster					(40,206)	26,555	292,897	(275,230)		16,255	(12,239)		
U.S. Department of Education:													
Passed-through State Department of Education:													
Special Revenue Fund													
Elementary and Secondary Education Act Consolidated:													
Title I	84.010A	ESEA5100-24	7/1/23-9/30/24	215,760			67,607	(123,019)			(55,412)		
Title I	84.010A	ESEA5100-23	7/1/22-9/30/23	155,748	(74,344)		81,435	(7,091)					
Title I - SIA	84.010A	ESEA5100-23	7/1/22-9/30/23	18,300	(839)		3,242	(2,403)					
Total Title I					(75,183)		152,284	(132,513)			(55,412)		
Title IIA	84.367A	ESEA5100-24	7/1/23-9/30/24	60,256			13,109	(13,954)			(845)		
Title IIA	84.367A	ESEA5100-23	7/1/22-9/30/23	28,203	(10,106)		9,651	\$ 455					
Total Title IIA					(10,106)		22,760	(13,954)	455		(845)		
Title IV	84.424A	ESEA5100-24	7/1/23-9/30/24	23,528			5,228	(5,228)					
Title IV	84.424A	ESEA5100-23	7/1/22-9/30/23	11,416	(3,617)		3,617						
Total Title IV					(3,617)		8,845	(5,228)					
Special Education Cluster (IDEA):													
ID.E.A. Part B, Basic	84.027A	IDEA510024	7/1/23-9/30/24	465,286			326,352	(328,988)			(2,636)		
ID.E.A. Part B, Basic	84.027A	IDEA510023	7/1/22-9/30/23	399,155	(194,684)		250,480	(55,796)					
COVID-19 ARP - ID.E.A. Part B, Basic	84.027X	IDEA510022	7/1/21-9/30/23	50,649	(28,870)		28,870	(498)	498				
ID.E.A. Preschool	84.173A	IDEA510024	7/1/23-9/30/24	21,506			17,505	(21,506)			(4,001)		
Total Special Education Cluster (IDEA)					(223,554)		623,207	(406,788)	498		(6,637)		

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
SCHEDULE OF OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass Through Grantor/ Program/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2023			Cash Received	Budgetary Expendi- tures	Cancellation of Prior Year's Encumbrances	Balance, June 30, 2024			Amounts Provided to Subrecipients
					Budgetary Accounts Receivable	Budgetary Unearned Revenue					Budgetary Unearned Revenue	Budgetary Accounts Receivable		
Education Stabilization Fund:														
COVID-19 - CRRSA-ESSER II	84.425D	S425D210027	3/13/20-9/30/23	\$ 527,173	\$ (91,142)		\$ 132,558	\$ (41,416)						
COVID-19 - CRRSA - Mental Health	84.425D	S425D210027	3/13/20-9/30/23	45,000	(42,000)		42,000							
COVID-19 - ARP - ESSER III	84.425U	S425U210027	3/13/20-9/30/24	1,184,788	(480,493)		518,816	(494,609)	\$ 32,486		\$ (423,800)			
COVID-19 - ARP - Accelerated Learning Coaching and Educator Support	84.425U	S425U210027	3/13/20-9/30/24	95,655				(12,771)			(12,771)			
COVID-19 - ARP - Evidence-Based Comprehensive Beyond the School Day Activities	84.425U	S425U210027	3/13/20-9/30/24	40,000				(40,000)			(40,000)			
COVID-19 - ARP - NITSS Mental Health Support Staffing	84.425U	S425U210027	3/13/20-9/30/24	45,000			4,167	(4,860)			(693)			
COVID-19 - ARP - Homeless II	84.425W	S425W210027	4/23/21-9/30/24	570			570	(570)						
Total Education Stabilization Fund					(613,635)		698,111	(594,226)	32,486		(477,264)			
Total Special Revenue Fund and U.S. Department of Education					(926,095)		1,505,207	(1,152,709)	33,439		(540,158)			
U.S. Department of Health and Human Services - General Fund														
Medicaid Cluster:														
Medicaid Assistance Program	93.778	N/A	7/1/23-6/30/24	96,211			96,211	(96,211)						
Total General Fund/Medicaid Cluster							96,211	(96,211)						
Total Federal Awards					\$ (966,301)	\$ 26,555	\$ 1,894,315	\$ (1,524,150)	\$ 33,439	\$ 16,255	\$ (552,397)	\$ -0-		

N/A - Not Applicable

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2023		Cancellation of Prior Year Encumbrances	Repayment of Prior Years' Balances	Balance at June 30, 2024		MEMO	
				Budgetary Accounts Receivable	Due to Grantor			GAAP Accounts Receivable	Budgetary Unearned Revenue	Budgetary Receivable	Cumulative Total Expenditures
State Department of Education											
General Fund State Aid:											
Special Education Categorical Aid	23-495-034-5120-089	7/1/22-6/30/23	\$ 833,307	\$ (82,337)	\$	\$ 82,337					\$ 833,307
School Choice Aid	23-495-034-5120-068	7/1/22-6/30/23	33,975	(3,357)		3,357					33,975
Equalization Aid	23-495-034-5120-078	7/1/22-6/30/23	3,519,715	(347,773)		347,773					3,519,715
Security Aid	23-495-034-5120-084	7/1/22-6/30/23	155,733	(15,388)		15,388					155,733
Transportation Aid	23-495-034-5120-014	7/1/22-6/30/23	784,782	(77,542)		77,542					784,782
Nonpublic Transportation Costs	23-495-034-5120-014	7/1/22-6/30/23	12,279	(12,279)		12,279					12,279
Extraordinary Special Education Costs Aid Reimbursed TPAF Social Security	23-495-034-5120-044	7/1/22-6/30/23	665,325	(665,325)		665,325					665,325
Contributions	23-495-034-5094-003	7/1/22-6/30/23	765,125	(76,380)		76,380					765,125
Special Education Categorical Aid	24-495-034-5120-089	7/1/23-6/30/24	1,036,363			925,696	\$ (1,036,363)	\$		(110,667)	1,036,363
School Choice Aid	24-495-034-5120-068	7/1/23-6/30/24	36,978			33,029	(36,978)			(3,949)	36,978
Equalization Aid	24-495-034-5120-078	7/1/23-6/30/24	3,763,770			3,361,856	(3,763,770)			(401,914)	3,763,770
Security Aid	24-495-034-5120-084	7/1/23-6/30/24	155,733			139,103	(155,733)			(16,630)	155,733
Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24	784,782			700,979	(784,782)			(83,803)	784,782
Nonpublic Transportation Costs	24-495-034-5120-014	7/1/23-6/30/24	21,814				(21,814)	\$ (21,814)		(21,814)	21,814
Extraordinary Special Education Costs Aid Reimbursed TPAF Social Security	24-495-034-5120-044	7/1/23-6/30/24	966,049				(966,049)	(966,049)		(966,049)	966,049
Contributions	24-495-034-5094-003	7/1/23-6/30/24	797,941			756,205	(797,941)	(41,736)		(41,736)	797,941
On-Behalf TPAF Post Medical Retirement Contributions	24-495-034-5094-001	7/1/23-6/30/24	1,056,942			1,056,942	(1,056,942)				1,056,942
On-Behalf Long Term Disability Insurance Contributions	24-495-034-5094-004	7/1/23-6/30/24	1,424			1,424	(1,424)				1,424
On-Behalf TPAF Pension Contributions	24-495-034-5094-002	7/1/23-6/30/24	3,839,692			3,839,692	(3,839,692)				3,839,692
On-Behalf TPAF Non-Contributory Insurance	24-495-034-5094-004	7/1/23-6/30/24	43,790			43,790	(43,790)				43,790
Subtotal - General Fund				(1,280,381)		12,139,097	(12,505,278)	(1,029,599)		(1,646,562)	19,275,519
Special Revenue Fund Aid											
Nonpublic Auxiliary Services											
Compensatory Education	24-100-034-5120-067	7/1/23-6/30/24	125,871			125,871	(17,173)		\$ 108,698		17,173
English as a Second Language	24-100-034-5120-067	7/1/23-6/30/24	30,215			30,215			30,215		
Nonpublic Handicapped Services											
Supplementary Instruction	24-100-034-5120-066	7/1/23-6/30/24	55,342			55,342	(5,947)		49,395		5,947
Corrective Speech Examination	24-100-034-5120-066	7/1/23-6/30/24	80,050			80,050	(5,394)		74,656		5,394
and Classification N.J. Nonpublic	24-100-034-5120-066	7/1/23-6/30/24	21,192			21,192	(13,989)		7,203		13,989
Textbook Aid	24-100-034-5120-064	7/1/23-6/30/24	4,567			4,567	(4,096)		471		4,096
N.J. Nonpublic Nursing Aid	24-100-034-5120-070	7/1/23-6/30/24	12,600			12,600	(12,440)		160		12,440
N.J. Nonpublic Technology Initiative	24-100-034-5120-373	7/1/23-6/30/24	3,871			3,871	(3,864)		7		3,864
N.J. Nonpublic Security Aid	24-100-034-5120-509	7/1/23-6/30/24	21,525			21,525	(21,521)		4		21,521
Nonpublic Auxiliary Services											
Compensatory Education	23-100-034-5120-067	7/1/22-6/30/23	29,057	\$ 4,942				\$ (4,942)			24,115
English as a Second Language	23-100-034-5120-067	7/1/22-6/30/23	6,014	6,014				(6,014)			
Nonpublic Handicapped Services											
Supplementary Instruction	23-100-034-5120-066	7/1/22-6/30/23	8,095	1,817				(1,817)			6,278
Corrective Speech	23-100-034-5120-066	7/1/22-6/30/23	9,300	1,743				(1,743)			7,557
Examination and Classification	23-100-034-5120-066	7/1/22-6/30/23	20,854	9,607				(9,607)			11,247
N.J. Nonpublic Nursing Aid	23-100-034-5120-070	7/1/22-6/30/23	9,520	76				(76)			9,444
N.J. Nonpublic Technology Initiative	23-100-034-5120-373	7/1/22-6/30/23	2,730	54				(54)	22		2,654
Preschool Education Aid	24-495-034-5120-086	7/1/23-6/30/24	2,159,064			1,928,508	(745,767)		\$ 1,415,297	(230,556)	743,767
Subtotal - Special Revenue Fund - Department of Education				24,253		2,283,741	(828,191)		1,415,297	(230,556)	892,067
Total State Department of Education				(1,280,381)	24,253	14,422,838	(13,333,469)	(1,029,599)	1,415,297	(1,877,118)	20,167,586

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

State Grantor/Program Title	Project Number	Grant Period	Award Amount	Balance at June 30, 2023			Cash Received	Budgetary Expenditures	Cancellation of Prior Year Encumbrances	Repayment of Prior Years' Balances	Balance at June 30, 2024			MEMO	
				Budgetary Accounts Receivable	Due to Grantor						GAAP Accounts Receivable	Budgetary Unearned Revenue	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
State Department of Children and Families Tuition Reimbursement for State-Responsible Homeless Children and Youth	N/A	7/1/23-6/30/24	\$ 13,910					\$ (13,910)			\$ (13,910)			\$ (13,910)	\$ 13,910
	N/A	7/1/23-6/30/23	36,725	\$ (36,725)							(36,725)			(36,725)	36,725
				<u>(36,725)</u>				<u>(13,910)</u>			<u>(50,635)</u>			<u>(50,635)</u>	<u>50,635</u>
State Department of Agriculture Enterprise Fund:	23-100-010-3350-023	7/1/23-6/30/23	7,192	(1,453)		\$ 1,453		(7,888)			(491)			(491)	7,192
	24-100-010-3350-023	7/1/23-6/30/24	7,888			7,397		(2,283)			(134)			(134)	7,888
	State School Lunch Program	7/1/23-6/30/24	2,283			2,149									2,283
	State School Lunch Program - NJIE	7/1/23-6/30/23	532	(104)		104									532
	State School Breakfast Program	7/1/23-6/30/23	1,023			956		(1,023)			(67)			(67)	1,023
	State School Breakfast Program	7/1/23-6/30/24	421			369		(421)			(52)			(52)	421
	State School Breakfast Program - NJIE	7/1/23-6/30/24		(1,557)		12,428		(11,615)			(744)			(744)	19,339
Subtotal - Enterprise Fund/State Department of Agriculture															
Total State Awards				\$ (1,318,663)	\$ 24,253	\$ 14,435,266		\$ (13,358,994)	\$ 22	\$ (24,253)	\$ (1,080,978)	\$ 1,415,297	\$ 270,831	\$ (1,928,497)	\$ 20,237,560
Less: On-Behalf TPAF Pension System Contributions:															
On-Behalf TPAF Post Medical Retirement Contributions								\$ 1,056,942							
On-Behalf Long Term Disability Insurance Contributions								1,424							
On-Behalf TPAF Pension Contributions								3,839,692							
On-Behalf TPAF Non-Contributory Insurance								43,790							
Subtotal - On-Behalf TPAF Pension System Contributions								4,941,848							
Total State Awards - for Major Program Determination								\$ (8,417,146)							
N/A - Not Available															

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 1. BASIS OF PRESENTATION

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 3. INDIRECT COST RATE

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

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$90,566) for the general fund and (\$83,293) for the special revenue fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and the special revenue funds.

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

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

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

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 96,211	\$ 12,428,622	\$12,524,833
Special Revenue Fund	1,296,460	601,147	1,897,607
Food Service Fund	<u>275,230</u>	<u>11,615</u>	<u>286,845</u>
Total Awards	<u>\$ 1,667,901</u>	<u>\$ 13,041,384</u>	<u>\$14,709,285</u>

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. OTHER

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

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Section I - Summary of Auditors' Results

Financial Statements

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

Unmodified

Internal control over financial reporting:

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

Federal Awards

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

Unmodified

Internal control over major programs:

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

_____ Yes _____ X No

Identification of major programs:

Program Name or Cluster	Assistance Listing No.	Grant Period		Award Amount	Budgetary Expenditures
		Start	End		
Child Nutrition Cluster:					
Food Distribution Program	10.555	7/1/22	6/30/23	\$ 40,253	\$ 9,200
Food Distribution Program	10.555	7/1/23	6/30/24	40,481	31,513
National School Lunch Program	10.555	7/1/23	6/30/24	156,741	156,741
School Breakfast Program	10.553	7/1/23	6/30/24	38,715	38,715
COVID 19 - Supply Chain Assistance	10.555	7/1/22	6/30/24	87,396	38,144
Special Education Cluster (IDEA):					
I.D.E.A. Part B, Basic	84.027A	7/1/23	9/30/24	465,286	328,988
I.D.E.A. Part B, Basic	84.027A	7/1/22	9/30/23	399,155	55,796
I.D.E.A. Preschool	84.173A	7/1/23	9/30/24	21,506	21,506

Dollar threshold used to distinguish between Type A and B programs

\$ 750,000

Auditee qualified as low-risk auditee?

_____ Yes _____ X No

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(Continued)

State Awards

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

Internal control over major programs:

1.) Material weakness identified?	_____ Yes	_____ X	No
2.) Significant deficiencies identified?	_____ Yes	_____ X	None reported
Noncompliance material to basic financial statements noted?	_____ Yes	_____ X	No
Any audit findings disclosed that are required to be reported in accordance with New Jersey's OMB Circular 15-08?			
	_____ Yes	_____ X	No

Identification of major programs:

Program Name or Cluster	State Grant No.	Grant Period		Award Amount	Budgetary Expenditures
		Start	End		
State Aid Public:					
Equalization Aid	24-495-034-5120-078	7/1/23	6/30/24	\$ 3,763,770	\$ 3,763,770
Special Education Categorical Aid	24-495-034-5120-089	7/1/23	6/30/24	1,036,363	1,036,363
Security Aid	24-495-034-5120-084	7/1/23	6/30/24	155,733	155,733
School Choice Aid	24-495-034-5120-068	7/1/23	6/30/24	36,978	36,978
Extraordinary Special Education Costs Aid	24-495-034-5120-044	7/1/23	6/30/24	966,049	966,049

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

Auditee qualified as low-risk auditee? _____ Yes X No

Section II - Financial Statement Findings - N/A**Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs - N/A**

SUSSEX-WANTAGE REGIONAL SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Status of Prior Year Findings:

The District had no prior year audit findings.