

TEANECK BOARD OF EDUCATION
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Teaneck, New Jersey

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT
of the
Teaneck Board of Education
Teaneck, New Jersey
For The Fiscal Year Ended June 30, 2024**

**Prepared by
Business Office**

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INTRODUCTORY SECTION

TEANECK BOARD OF EDUCATION

Andre D. Spencer, Ed. D.
Superintendent

Victor Anaya
Interim Business Administrator/Board Secretary
vanaya@teaneckschools.org



January 7, 2025

Honorable President and
Members of the Board of Education
Teaneck Board of Education
651 Teaneck Road
Teaneck, NJ 07666

Honorable President and Members of the Teaneck Board:

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

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

The annual comprehensive financial report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart, and a list of principal officials. The financial section includes the Independent Auditors' Report, Management's Discussion and Analysis and basic financial statements including the District-Wide financial statements presented in accordance with the provisions of the Governmental Accounting Standards Board (GASB) Statements. The basic financial statements also include individual fund financial statements, Notes to Financial Statements and Required Supplementary Information (RSI). The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the requirements of 2 CFR 200-Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (U.S. Uniform Guidance), and the State 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 auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and questioned costs, are included in the single audit section of this report.

REPORTING ENTITY AND ITS SERVICES

The Teaneck Board of Education is an independent reporting entity within the criteria adopted by the GASB. All funds of the District are included in this report. The Teaneck Board of Education constitutes the District's reporting entity. The District has no component units included in this report which meet the criteria of legally separate entities for which the District is financially accountable. In addition, the District is not includable in any other reporting entity as a component unit.

The District provides a full range of educational services appropriate to grade levels PreK through 12. These include regular, advanced placement courses, bilingual instruction in Spanish, English as a second language, vocational as well as special education for handicapped youngsters. The District completed the 2023/2024 fiscal year with an enrollment of 3,906 which is 9 students less than the previous year's enrollment. The following details the changes in the student enrollment of the District over the last ten years.

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2023/2024	3,906	-.23%
2022/2023	3,915	1.93%
2021/2022	3,841	-1.92%
2020/2021	3,916	-0.28%
2019/2020	3,927	0.69%
2018/2019	3,900	-1.84%
2017/2018	3,973	0.40%
2016/2017	3,957	-1.54%
2015/2016	4,019	-1.30%
2014/2015	4,072	-0.63%

ECONOMIC CONDITION AND OUTLOOK

The Teaneck Board of Education continues to provide a high-quality education while maintaining a fiscally conservative approach. The Board has controlled costs and been mindful of the impact of its decisions on the local taxpayer. The result is that District has consistently ranked near the bottom in per pupil spending in the county, while provided its students with an excellent education. The State of New Jersey continues to add costly mandates while maintaining or reducing state aid with a 2% budget CAP. Despite the challenging environment, the Teaneck Board of Education is committed to moving forward with the expectation of full compliance with regulations, adherence to the strict budget CAP and understanding of the difficult economic conditions of our taxpayers while continuing to provide high quality instruction to students.

The District continues to find itself in a strong economic position as indicated by its AA (Stable) long-term credit rating from Standard & Poor's, Inc. Global ("S&P"), Ratings Services. The S&P report dated September 15, 2021 noted that the Teaneck Board of Education is characterized by stable and positive operating financial profile, which has allowed the district to build its fund balance over the last several years.

RELEVANT FINANCIAL POLICIES

The operations of the Teaneck Board of Education are financed primarily through the local property tax levy; however, the District receives additional revenue from state and federal aid along with other miscellaneous local revenues. The school portion of the property tax levy, the largest revenue source for the district, has been held relatively stable over the past five years despite increases in contractual salaries and benefits, special educational placements and related transportation.

The administration continues to operate under the District's Standard Operating Procedures and Internal Controls which are reviewed and updated annually by the School Business Administrator. The policies include internal controls, accounting, budget development and purchasing in addition to other standardized procedures.

INTERNAL ACCOUNTING CONTROLS

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. As a recipient of federal and state financial assistance, the District also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs.

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

BUDGETARY CONTROLS

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

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

LONG-TERM FINANCIAL PLANNING

Each year, as part of the annual budget development process, the administration sets forth the District's statement of priorities. This statement is used to document a District's initiatives, goals and priorities and how they relate to the budget process. The goals presented often balance fiscal and program issues.

The following 2023-2024 Budget Goals were adopted by the Board and used to guide the budget development process:

Proposed 2023-2024 School Board Goals

GOAL 1: Teachers and administrators in the Teaneck Public Schools will further elevate academic programs by creating varied learning pathways and by improving student supports.

GOAL 2: The Teaneck Public Schools will continue to improve facilities and technology in support of 21st Century learning opportunities.

GOAL 3: The Teaneck Public Schools will execute effective communications and solidify quality relationships with educational partners within and throughout the community.

GOAL 4: The Teaneck Public Schools will create equitable and inclusive learning opportunities for all students.

GOAL 5: The Teaneck Public Schools will ensure operational excellence in hiring, developing and retaining staff.

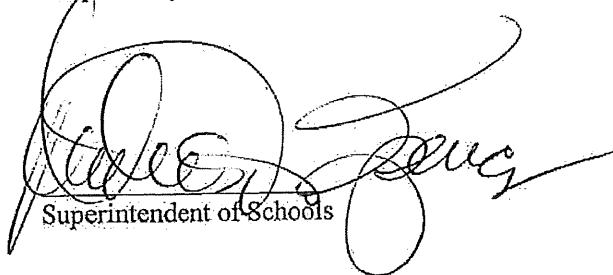
OTHER INFORMATION

Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Lerch, Vinci and Bliss, LLP, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the U.S. Uniform Guidance and the State OMB Circular 15-08. The auditor's report on the basic financial statements is included in the financial section of this report. The auditor's report related specifically to the single audit and Government Auditing Services is included in the single audit section of this report.

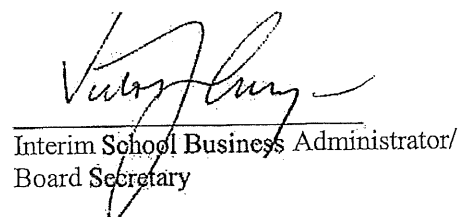
ACKNOWLEDGEMENTS

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

Respectfully submitted,



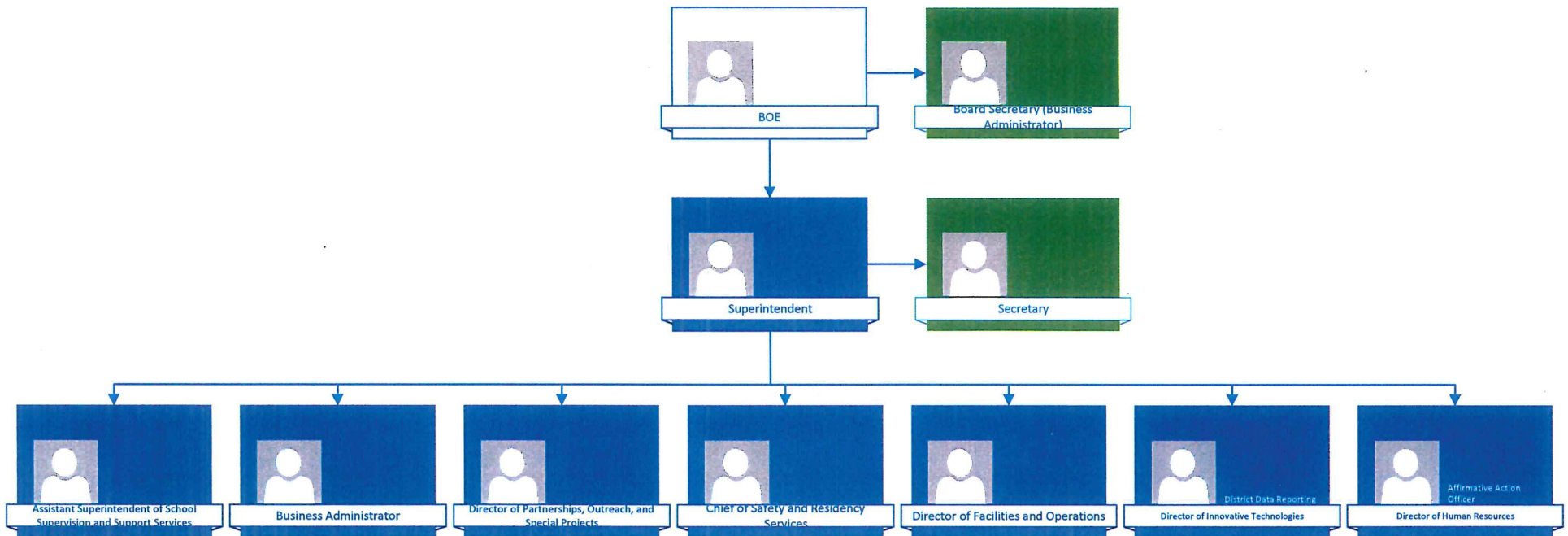
Superintendent of Schools



Interim School Business Administrator/
Board Secretary

Teaneck Public Schools Organizational Chart

District Cabinet Members



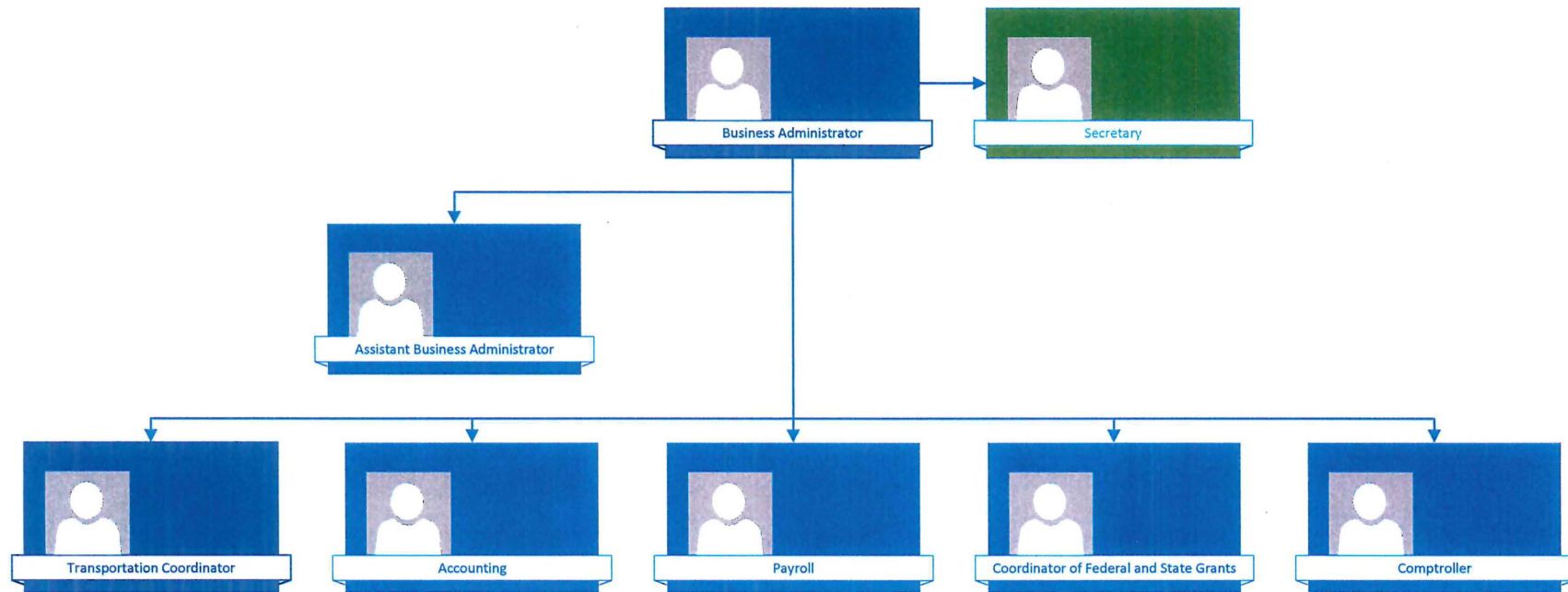
Teaneck Public Schools Organizational Chart

Office of Assistant Superintendent of School Supervision and Support Services



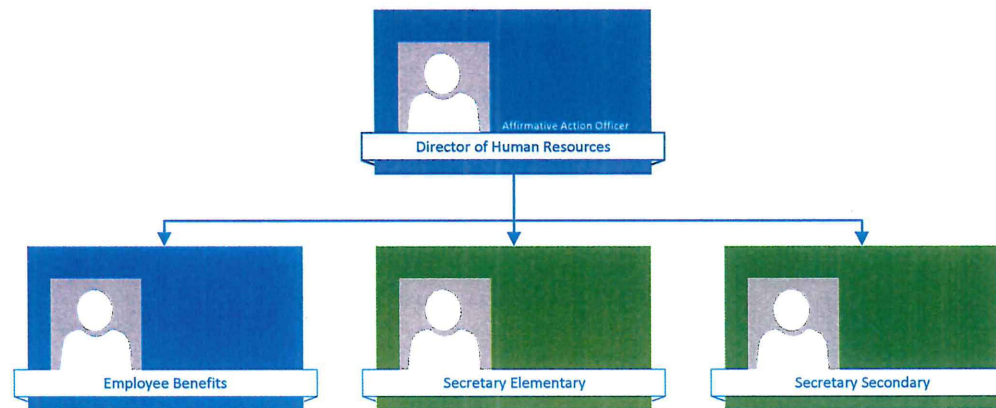
Teaneck Public Schools Organizational Chart

Business Office



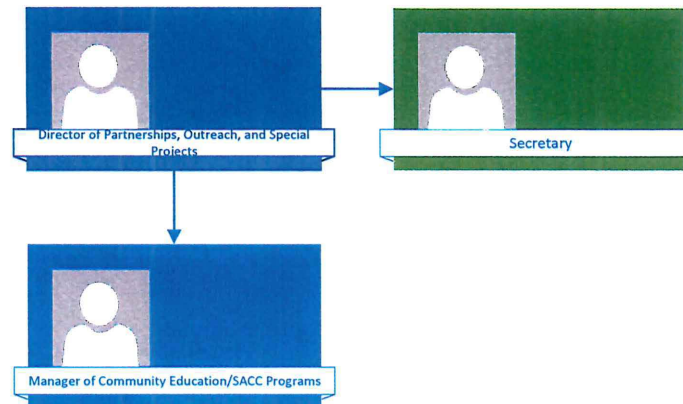
Teaneck Public Schools Organizational Chart

Office of Human Resources



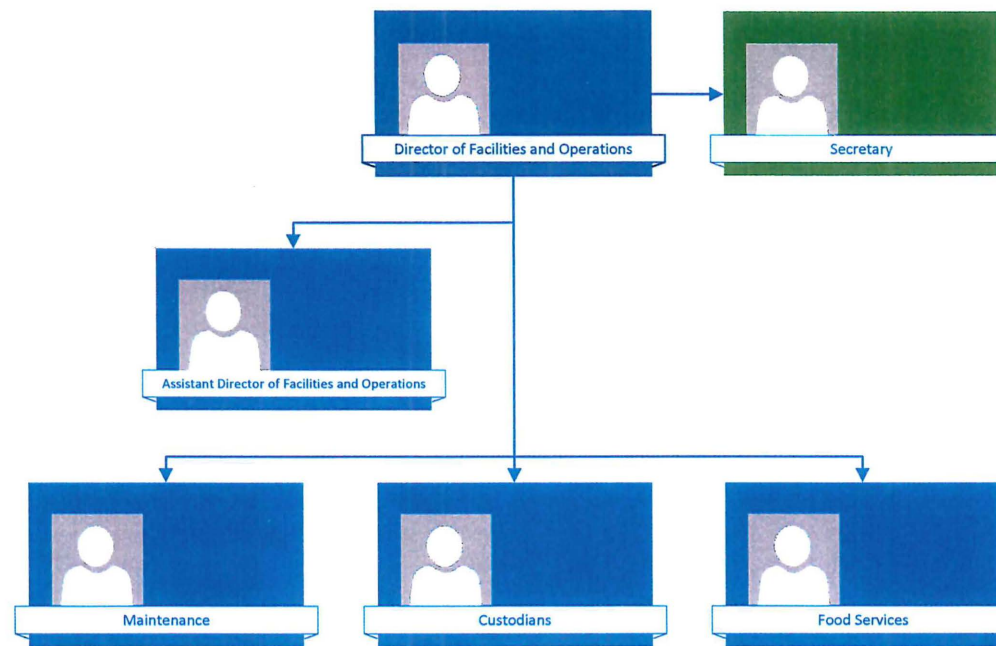
Teaneck Public Schools Organizational Chart

Office of Partnerships, Outreach, and Special Projects



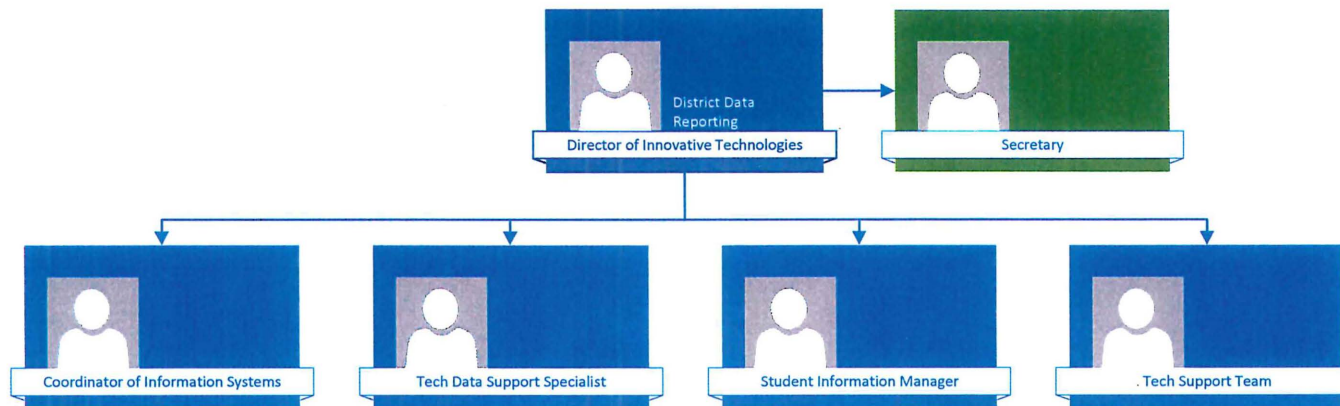
Teaneck Public Schools Organizational Chart

Office of Operations and Maintenance



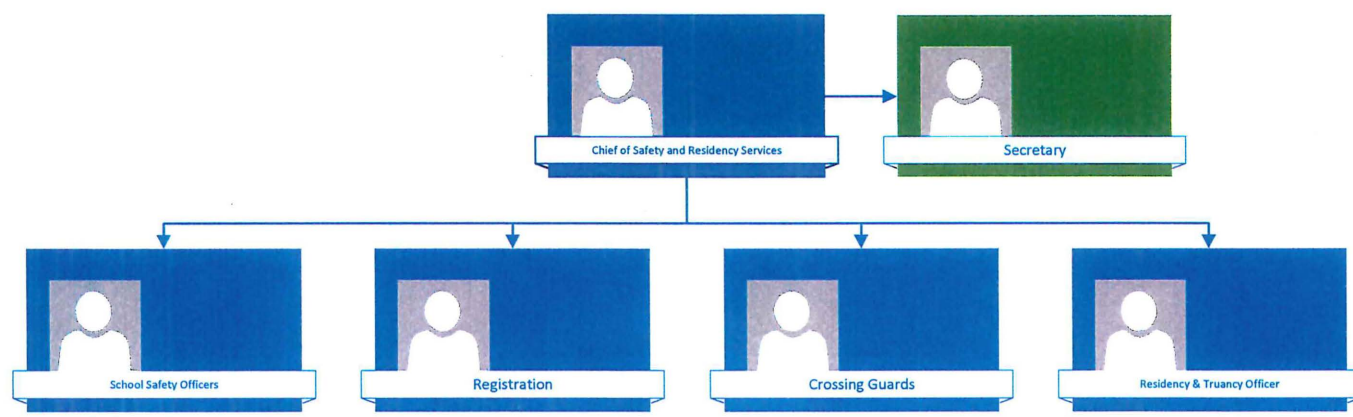
Teaneck Public Schools Organizational Chart

Office of Innovative Technologies



Teaneck Public Schools Organizational Chart

Office of Safety and Residency Services



**TEANECK BOARD OF EDUCATION
ROSTER OF OFFICIALS
JUNE 30, 2024**

<u>MEMBERS OF THE BOARD OF EDUCATION</u>	<u>TERM EXPIRES</u>
Clara Williams, President	2025
Kassandra Reyes, Vice President	2025
Dr. David Gruber	2026
Dr. Gerald Kirshenbaum	2026
Victoria Fisher	2024
Dr. Dennis Klein	2024
Jonathan Rodriguez	2024
Edward Ha	2025
James Wolff	2026

Other Officials

Dr. Andre D. Spencer, Superintendent of Schools
Haquisha Q. Taylor, School Business Administrator/Board Secretary
Irene Gray, Assistant School Business Administrator/Board Secretary
Antoinette Kelly, Treasurer of School Monies

**TEANECK BOARD OF EDUCATION
CONSULTANTS AND ADVISORS**

Audit Firm

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

Attorneys

General Counsel

Weiner Law Group
629 Parsippany Road
Parsippany Troy Hills, NJ 07054

Special Education

Cleary Giacobbe Alfieri Jacobs, LLC
Mark A. Wenczel

Negotiations/Labor

DiFrancesco Bateman
Phil Stern

Official Depositories

TD Bank, N.A.
540 River Street
Hackensack, NJ 07666

Teaneck Federal Credit Union
100 Elizabeth Avenue
PO Box 1016
Teaneck, NJ 07666

FINANCIAL SECTION



LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

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

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

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Teaneck Board of Education
651 Teaneck Road
Teaneck, New Jersey 07666

Report on the Financial Statements

Opinions

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

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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


Other Information


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

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated January 7, 2025 on our consideration of the Teaneck Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Teaneck Board of Education's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Teaneck Board of Education's internal control over financial reporting and compliance.


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


Gary J. Vinci
Public School Accountant
PSA Number CS00829

Fair Lawn, New Jersey
January 7, 2025

REQUIRED SUPPLEMENTARY INFORMATION – PART I
MANAGEMENT’S DISCUSSION AND ANALYSIS

TEANECK BOARD OF EDUCATION

Management's Discussion and Analysis

This section of Teaneck Board of Education's annual comprehensive financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2024. The intent of this section is to look at the District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the District's financial performance.

Management's Discussion and Analysis (MD&A) is an element of the Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement. Certain comparative information between the current year (2023-2024) and the prior year (2022-2023) is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

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

- The assets and deferred outflows of resources of the Teaneck Board of Education exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$54,225,190 (net position).
- Overall District revenues were \$138,777,686. General revenues accounted for \$102,293,808 or 74% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$36,483,878 of total revenues.
- The School District had \$130,315,720 in expenses for governmental activities; only \$32,881,514 of these expenses were offset by program specific charges, grants or contributions. General revenues (predominantly property taxes and unrestricted State aid) of \$102,293,808 were adequate to provide for these programs.
- As of the close of the current fiscal year, the District's governmental funds reported a combined ending fund balance of \$19,231,772 an increase of \$1,169,722 when compared to the ending fund balance at June 30, 2023 of \$18,062,050.
- The General Fund unassigned fund balance at June 30, 2024 was \$860,474, a decrease of \$288,049 when compared with the ending fund balance of \$1,148,523 at June 30, 2023.
- The General Fund unassigned budgetary fund balance at June 30, 2024 was \$3,124,210 which represents a decrease of \$317,888 when compared to the ending unassigned fund balance at June 30, 2023 of \$3,442,098.

TEANECK BOARD OF EDUCATION

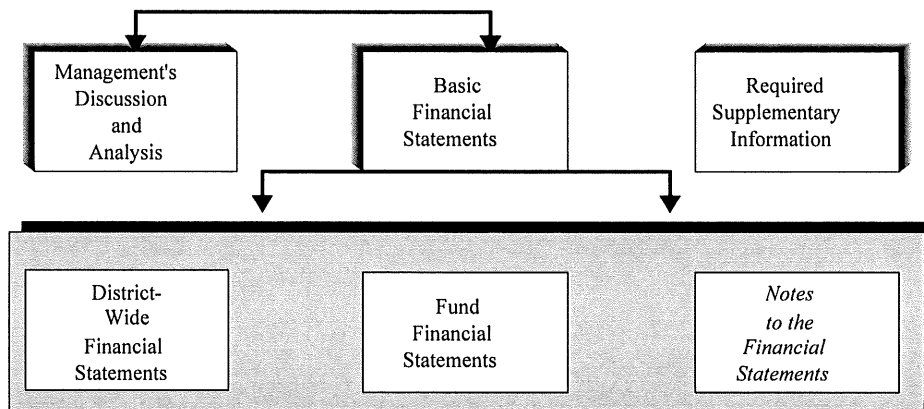
Management's Discussion and Analysis

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of the annual report consists of four parts – Independent Auditor's Report, required supplementary information which includes the management's discussion and analysis (this section), the basic financial statements, and supplemental information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are district wide financial statements that provide both short-term and long-term information about the District's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the District, reporting the District's operations in more detail than the district-wide statements.
 - The Governmental Funds statements tell how basic services were financed in the short term as well as what remains for future spending.
 - Proprietary Funds statements offer short-term and long-term financial information about the activities the district operated like businesses.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The table below shows how the various parts of this annual report are arranged and related to one another.



TEANECK BOARD OF EDUCATION

Management's Discussion and Analysis

OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

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 are summarized below. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

Major Features of the District-Wide and Fund Financial Statements

	District-Wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire district	The activities of the district that are not proprietary or fiduciary, such as instruction, special education building maintenance, and community education	Activities the district operates similar to private businesses: Enterprise funds
Required financial statements	Statements of Net Position Statement of Activities	Balance Sheet Statement of Revenues, Expenditures and Changes in Fund Balances	Statement of Net Position Statement of Revenues, Expenses, and Changes in Net Position Statement of Cash Flows
Accounting Basis and Measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets, deferred outflows, liabilities, deferred inflows, 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 or long-term liabilities included	All assets, deferred outflows, liabilities, deferred inflows, both financial and capital, and short-term and long-term
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or Paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable.	All revenues and expenses during the year, regardless of when cash is received or paid.

TEANECK BOARD OF EDUCATION

Management's Discussion and Analysis

District-Wide Financial 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 outflows of resources, liabilities and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

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

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

In the district-wide financial statements the District's activities are shown in two categories:

- *Governmental Activities* – Most of the District's basic services are included here, such as regular instruction and special education, transportation, administration, and plant operation and maintenance. Property taxes and State and Federal Aids finance most of these activities.
- *Business Type Activities* – These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The District's Food Service Fund and Community School Programs 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 bond covenants.
- The District establishes other funds to control and manage money for particular purposes or to show that it is properly using certain revenues (federal and state grants).

TEANECK BOARD OF EDUCATION

Management's Discussion and Analysis

Fund Financial Statements (Continued)

The District has two kinds of funds:

- *Governmental funds* – Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps to determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the district-wide statements, we provide additional information at the bottom of the governmental funds statements that explains the relationship (or differences) between them.
- *Proprietary funds* – Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the district-wide statements. The District's Enterprise Fund is established to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that costs of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

Notes to the Financial Statements

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

Other Information

In addition to the financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budget process. The District adopts an annual expenditure budget for the general, special revenue and debt service funds. A budgetary comparison statement has been provided for these funds as required supplementary information. The required supplementary information can be found following the notes to the financial statements.

The District also presents required supplementary information regarding the accounting and reporting for pensions as required under GASB Statement No. 68 and post-retirement medical benefits as required under GASB Statement No. 75. The required supplementary information can be found following the notes to the financial statements.

Combining statements and schedules are presented immediately following the major budgetary comparisons if required.

TEANECK BOARD OF EDUCATION

Management's Discussion and Analysis

DISTRICT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of the District's financial position. The District's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$54,225,190 and \$48,858,503 as of June 30, 2024 and 2023, respectively, as shown below.

By far the largest portion of the District's net position reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment); less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Statement of Net Position
As of June 30, 2024 and 2023

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Assets						
Current and Other Assets	\$ 26,526,823	\$ 24,351,985	\$ 4,888,537	\$ 4,533,369	\$ 31,415,360	\$ 28,885,354
Capital Assets	<u>58,773,333</u>	<u>57,073,734</u>	<u>250,979</u>	<u>215,937</u>	<u>59,024,312</u>	<u>57,289,671</u>
Total Assets	<u>85,300,156</u>	<u>81,425,719</u>	<u>5,139,516</u>	<u>4,749,306</u>	<u>90,439,672</u>	<u>86,175,025</u>
Deferred Outflows of Resources						
Deferred Amounts of Refunding of Debt	110,758	134,695			110,758	134,695
Deferred Amount of Net Pension Liability	<u>2,932,389</u>	<u>2,616,444</u>	<u>-</u>	<u>-</u>	<u>2,932,389</u>	<u>2,616,444</u>
Total Deferred Outflows of Resources	<u>3,043,147</u>	<u>2,751,139</u>	<u>-</u>	<u>-</u>	<u>3,043,147</u>	<u>2,751,139</u>
Total Assets and Deferred Outflows of Resources	<u>88,343,303</u>	<u>84,176,858</u>	<u>5,139,516</u>	<u>4,749,306</u>	<u>93,482,819</u>	<u>88,926,164</u>
Liabilities						
Long-Term Liabilities	30,737,812	30,842,933			30,737,812	30,842,933
Other Liabilities	<u>7,563,733</u>	<u>6,580,111</u>	<u>27,716</u>	<u>146,169</u>	<u>7,591,449</u>	<u>6,726,280</u>
Total Liabilities	<u>38,301,545</u>	<u>37,423,044</u>	<u>27,716</u>	<u>146,169</u>	<u>38,329,261</u>	<u>37,569,213</u>
Deferred Inflows of Resources						
Deferred Commodities Revenue			21,026	19,448	21,026	19,448
Deferred Amount of Net Pension Liability	<u>907,342</u>	<u>2,479,000</u>	<u>-</u>	<u>-</u>	<u>907,342</u>	<u>2,479,000</u>
Total Deferred Inflows of Resources	<u>907,342</u>	<u>2,479,000</u>	<u>21,026</u>	<u>19,448</u>	<u>928,368</u>	<u>2,479,000</u>
Total Liabilities and Deferred Inflows of Resources	<u>39,208,887</u>	<u>39,902,044</u>	<u>48,742</u>	<u>165,617</u>	<u>39,257,629</u>	<u>40,048,213</u>
Net Position:						
Net Investment in Capital Assets	45,051,720	42,254,626	250,979	215,937	45,302,699	42,470,563
Restricted	8,840,728	5,220,876			8,840,728	5,220,876
Unrestricted	<u>(4,758,032)</u>	<u>(3,200,688)</u>	<u>4,839,795</u>	<u>4,367,752</u>	<u>81,763</u>	<u>1,167,064</u>
Total Net Position	<u>\$ 49,134,416</u>	<u>\$ 44,274,814</u>	<u>\$ 5,090,774</u>	<u>\$ 4,583,689</u>	<u>\$ 54,225,190</u>	<u>\$ 48,858,503</u>

TEANECK BOARD OF EDUCATION

Management's Discussion and Analysis

The changes in net position for fiscal years ended 2024 and 2023 are as follows:

Changes in Net Position For the Fiscal Years Ended June 30, 2024 and 2023						
	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Revenues						
Program Revenues						
Charges for Services	\$ 389,307	\$ 311,778	\$ 2,452,525	\$ 1,804,749	\$ 2,841,832	\$ 2,116,527
Operating Grants and Contributions	31,728,530	30,149,456	1,149,839	5,731,396	32,878,369	35,880,852
Capital Grants and Contributions	763,677	602,749			763,677	602,749
General Revenues						
Property Taxes	100,980,972	97,617,357			100,980,972	97,617,357
Investment Earnings	1,095,716	460,518			1,095,716	460,518
Other Miscellaneous	217,120	641,064	-	-	217,120	641,064
Total Revenues	<u>135,175,322</u>	<u>129,782,922</u>	<u>3,602,364</u>	<u>7,536,145</u>	<u>138,777,686</u>	<u>137,319,067</u>
Expenses						
Instruction						
Regular	49,720,572	49,047,284			49,720,572	49,047,284
Special Education	28,489,950	28,696,295			28,489,950	28,696,295
Other Instruction/School Sponsored Activities	3,180,167	4,619,662			3,180,167	4,619,662
Support Services						
Student and Instruction Related Services	21,055,577	20,039,847			21,055,577	20,039,847
General Administrative Services	1,909,724	1,695,372			1,909,724	1,695,372
School Administrative Services	4,945,361	4,931,751			4,945,361	4,931,751
Business and Other Support Services	1,959,019	1,568,316			1,959,019	1,568,316
Plant Operations and Maintenance	10,264,881	10,288,527			10,264,881	10,288,527
Pupil Transportation	8,320,004	7,726,396			8,320,004	7,726,396
Interest and Other Charges on Long-Term Debt	470,465	447,596			470,465	447,596
Food Services			2,088,003	5,993,450	2,088,003	5,993,450
Community School	-	-	1,007,276	472,667	1,007,276	472,667
Total Expenses	<u>130,315,720</u>	<u>129,061,046</u>	<u>3,095,279</u>	<u>6,466,117</u>	<u>133,410,999</u>	<u>135,527,163</u>
Change in Net Position	4,859,602	721,876	507,085	1,070,028	5,366,687	1,791,904
Net Position, Beginning of Year	<u>44,274,814</u>	<u>43,552,938</u>	<u>4,583,689</u>	<u>3,513,661</u>	<u>48,858,503</u>	<u>47,066,599</u>
Net Position, End of Year	<u>\$ 49,134,416</u>	<u>\$ 44,274,814</u>	<u>\$ 5,090,774</u>	<u>\$ 4,583,689</u>	<u>\$ 54,225,190</u>	<u>\$ 48,858,503</u>

TEANECK BOARD OF EDUCATION

Management's Discussion and Analysis

Governmental Activities

The financial position of the District improved in 2023-2024. However, maintaining existing programs with enrollment changes, the provision of a multitude of special programs/services for disabled pupils, and increases in District health benefits costs places a great demand on the District's resources. As a result, careful management of expenses remains essential for the District to sustain its financial health.

Total and Net Cost of Governmental Activities. The following schedule presents the District's total costs of services provided by major activity. After applying program revenues, derived from charges for services, operating grants and contributions and capital grants and contributions, the net cost of these services is presented. The following is a comparative analysis of the total and the net cost of governmental activities for the fiscal years ended June 30, 2024 and 2023.

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Instruction				
Regular	49,720,572	\$ 49,047,284	\$ 39,559,737	\$ 38,297,858
Special Education	28,489,950	28,696,295	18,726,223	21,484,206
Other Instruction/School Sponsored Activities	3,180,167	4,619,662	2,406,743	3,559,739
Support Services				
Student and Instruction Related Services	21,055,577	20,039,847	14,567,870	13,190,003
General Administration	1,909,724	1,695,372	1,853,191	1,647,329
School Administration Services	4,945,361	4,931,751	4,356,766	4,351,309
Business Services	1,959,019	1,568,316	1,874,784	1,518,678
Plant Operation and Maintenance	10,264,881	10,288,527	8,333,293	8,644,567
Pupil Transportation	8,320,004	7,726,396	5,285,134	4,855,778
Interest and Other Charges on Long-Term Debt	<u>470,465</u>	<u>447,596</u>	<u>470,465</u>	<u>447,596</u>
Total	<u>\$ 130,315,720</u>	<u>\$ 129,061,046</u>	<u>\$ 97,434,206</u>	<u>\$ 97,997,063</u>

TEANECK BOARD OF EDUCATION

Management's Discussion and Analysis

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

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

The financial performance of the District as a whole is reflected in its governmental funds as well. As the District completed the year, its governmental funds reported a combined fund balance of \$19,231,772, an increase of \$1,169,722 from last year's fund balance of \$18,062,050.

Revenues and other financing sources for the District's governmental funds were \$148,047,082; total expenditures and other financing uses were \$146,877,360.

General Fund - The General Fund is the chief operating fund of the District and includes the primary operations in providing educational services to students.

Revenues of the General Fund were \$133,399,251 for the fiscal year ended June 30, 2024. State sources amounted to \$31,680,759, federal sources totaled \$24,683 and local sources were \$101,693,809.

Expenditures of the General Fund were \$132,640,062. Instructional expenditures were \$84,281,117, expenditures for support services were \$43,221,564, capital expenditures totaled \$3,236,744 and debt service expenditures totaled \$1,900,637 for the fiscal year ended June 30, 2024.

Special Revenue Fund - The Special Revenue Fund includes all restricted Federal and State sources as well as local grants and donations utilized in the operations of the district in providing educational services to students.

Revenues of the Special Revenue Fund were \$12,108,176 for the fiscal year ended June 30, 2024. State sources amounted to \$5,599,759, federal sources totaled \$6,118,508 and local sources were \$389,909.

Expenditures of the Special Revenue Fund were \$12,633,578. Instructional expenditures were \$5,929,707, expenditures for support services were \$5,949,728 and capital expenditures totaled \$754,143 for the fiscal year ended June 30, 2024.

Capital Projects - The capital projects expenditures were \$23,835, exceeding revenues of \$9,534 by \$14,301. In addition, there were transfers of \$249,600 from the General Fund Capital Reserve, thereby increasing fund balance from \$30,787 at June 30, 2023 to \$266,086 at June 30, 2024.

TEANECK BOARD OF EDUCATION

Management's Discussion and Analysis

Proprietary Funds

The District maintains three Enterprise Funds to account for activities, which are supported in part through user fees.

Enterprise Fund - The District uses Enterprise Funds to report activities related to the Food Services and Community School Programs. The District's Enterprise Fund provides the same type of information found in the district-wide financial statements, business-type activities, but in more detail. Factors concerning the finances of this Fund have already been addressed in the discussion of the District's business-type activities.

GENERAL FUND BUDGETARY HIGHLIGHTS

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

- Implementing budgets for specially funded projects, which include both federal and state grants.
- Reappropriation of June 30, 2023 encumbrances.
- Withdrawal from the Capital Reserve

CAPITAL ASSETS

The District's investment in capital assets for its governmental and business type activities as of June 30, 2024 and 2023 amounts to \$59,024,312 and \$57,289,671 (net of accumulated depreciation), respectively. The capital assets consist of land, site improvements, buildings, building improvements, computers, specialized machinery and various other types of equipment. Depreciation charges for the fiscal year 2023-2024 amounted to \$2,315,123 for governmental activities and \$38,255 for the Business-Type activities.

The following is a comparative analysis of capital assets at June 30, 2024 and 2023.

	Governmental		Business- Type		Total	
	<u>Activities</u>		<u>Activities</u>		<u>Total</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Land	\$ 1,601,471	\$ 1,601,471			\$ 1,601,471	\$ 1,601,471
Construction in Progress	6,603,454	5,492,496			6,603,454	5,492,496
Improvements Other Than Bldgs	2,220,973	1,419,285			2,220,973	1,419,285
Buildings and Improvements	44,901,083	44,860,158			44,901,083	44,860,158
Machinery and Equipment	<u>3,446,352</u>	<u>3,700,324</u>	<u>\$ 250,979</u>	<u>\$ 215,937</u>	<u>3,697,331</u>	<u>3,916,261</u>
Total	<u>\$ 58,773,333</u>	<u>\$ 57,073,734</u>	<u>\$ 250,979</u>	<u>\$ 215,937</u>	<u>\$ 59,024,312</u>	<u>\$ 57,289,671</u>

Additional information on the District's capital assets are presented in the Notes to the Financial Statements.

TEANECK BOARD OF EDUCATION

Management's Discussion and Analysis

LONG TERM LIABILITIES

At June 30, 2024, the District's long-term liabilities consisted of compensated absences payable of \$3,258,493, serial bonds of \$5,925,914 (including unamortized premium), capital financing agreements of \$7,937,244 and net pension liability of \$13,616,161 totaling \$30,737,812. This is in comparison to long-term liabilities at June 30, 2023 of \$30,842,933 or a decrease of \$105,121.

Additional information on the District's long-term liabilities are presented in the Notes to the Financial Statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Many factors were considered by the District's administration during the process of developing the fiscal year 2024-2025 budget. The primary factors were the District's projected student population, anticipated state and federal aid as well as increasing labor and related employee benefit costs. Other budgetary increases are anticipated with special education, and utilizes the required investment to repair the District's aging facilities.

These expenditures are to be paid for by the mandated 2% CAP on the property tax levy with certain allowable adjustments to the tax levy. In the future, any such allowable adjustments may not be permitted.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional information contact the Business Office, Teaneck Board of Education, 651 Teaneck Road, Teaneck, NJ 07666.

FINANCIAL STATEMENTS

**TEANECK BOARD OF EDUCATION
STATEMENT OF NET POSITION
AS OF JUNE 30, 2024**

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 21,709,126	\$ 4,744,767	\$ 26,453,893
Receivables, net	4,715,013	197,270	4,912,283
Inventories		49,184	49,184
Internal Balances	102,684	(102,684)	
Capital Assets			
Not Being Depreciated	8,204,925		8,204,925
Being Depreciated, Net	<u>50,568,408</u>	<u>250,979</u>	<u>50,819,387</u>
Total Assets	<u>85,300,156</u>	<u>5,139,516</u>	<u>90,439,672</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amount on Refunding of Debt	110,758		110,758
Deferred Amounts on Net Pension Liability	<u>2,932,389</u>	<u>-</u>	<u>2,932,389</u>
Total Deferred Outflows of Resources	<u>3,043,147</u>	<u>-</u>	<u>3,043,147</u>
Total Assets and Deferred Outflows of Resources	<u>88,343,303</u>	<u>5,139,516</u>	<u>93,482,819</u>
LIABILITIES			
Accounts Payable and Other Current Liabilities	5,038,690	927	5,039,617
Accrued Interest Payable	268,682		268,682
Intergovernmental Payables	363,796		363,796
Unearned Revenue	1,892,565	26,789	1,919,354
Noncurrent Liabilities			
Due Within One Year	2,872,458		2,872,458
Due Beyond One Year	<u>27,865,354</u>	<u>-</u>	<u>27,865,354</u>
Total Liabilities	<u>38,301,545</u>	<u>27,716</u>	<u>38,329,261</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Commodities Revenue		21,026	21,026
Deferred Amounts on Net Pension Liability	<u>907,342</u>	<u>-</u>	<u>907,342</u>
Total Deferred Inflows of Resources	<u>907,342</u>	<u>21,026</u>	<u>928,368</u>
Total Liabilities and Deferred Inflows of Resources	<u>39,208,887</u>	<u>48,742</u>	<u>39,257,629</u>
NET POSITION			
Net Investment in Capital Assets	45,051,720	250,979	45,302,699
Restricted for			
Capital Projects	5,029,883		5,029,883
Other Purposes	3,810,845		3,810,845
Unrestricted	<u>(4,758,032)</u>	<u>4,839,795</u>	<u>81,763</u>
Total Net Position	<u>\$ 49,134,416</u>	<u>\$ 5,090,774</u>	<u>\$ 54,225,190</u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities							
Instruction							
Regular	\$ 49,720,572	\$ 23,167	\$ 10,104,536	\$ 33,132	\$ (39,559,737)		\$ (39,559,737)
Special Education	28,489,950		9,763,727		(18,726,223)		(18,726,223)
Other Instruction	1,307,199		229,748		(1,077,451)		(1,077,451)
School Sponsored Activities	1,872,968	298,139	245,537		(1,329,292)		(1,329,292)
Support Services					-		-
Student and Instruction Related Services	21,055,577	52,114	6,435,593		(14,567,870)		(14,567,870)
General Administrative Services	1,909,724		56,533		(1,853,191)		(1,853,191)
School Administrative Services	4,945,361		588,595		(4,356,766)		(4,356,766)
Business and Other Support Services	1,959,019		84,235		(1,874,784)		(1,874,784)
Plant Operations and Maintenance	10,264,881		1,201,043	730,545	(8,333,293)		(8,333,293)
Transportation	8,320,004	15,887	3,018,983		(5,285,134)		(5,285,134)
Interest and Other Charges on Long-Term Debt	470,465	-	-	-	(470,465)	-	(470,465)
 Total Governmental Activities	 130,315,720	 389,307	 31,728,530	 763,677	 (97,434,206)	 -	 (97,434,206)
Business-Type Activities							
Food Service	2,088,003	836,519	1,149,839			\$ (101,645)	(101,645)
Community School	1,007,276	1,616,006	-	-	-	608,730	608,730
 Total Business-Type Activities	 3,095,279	 2,452,525	 1,149,839	 -	 -	 507,085	 507,085
 Total Primary Government	 \$ 133,410,999	 \$ 2,841,832	 \$ 32,878,369	 \$ 763,677	 (97,434,206)	 507,085	 (96,927,121)
General Revenues:							
Property Taxes - General Purposes					100,341,919		100,341,919
Property Taxes -Debt Service					639,053		639,053
Interest Earnings					1,095,716		1,095,716
Miscellaneous Income					217,120	-	217,120
 Total General Revenues and Transfers					 102,293,808	 -	 102,293,808
 Change in Net Position					 4,859,602	 507,085	 5,366,687
Net Position, Beginning of Year					44,274,814	4,583,689	48,858,503
Net Position, End of Year					\$ 49,134,416	\$ 5,090,774	\$ 54,225,190

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

FUND FINANCIAL STATEMENTS

**TEANECK BOARD OF EDUCATION
GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF JUNE 30, 2024**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and Cash Equivalents	\$ 21,317,643	\$ 356,910	\$ 34,571	\$ 2	\$ 21,709,126
Intergovernmental Receivables	785,750	3,762,863	166,400		4,715,013
Due From Other Funds	<u>977,340</u>	<u>-</u>	<u>221,981</u>	<u>-</u>	<u>1,199,321</u>
Total Assets	<u>\$ 23,080,733</u>	<u>\$ 4,119,773</u>	<u>\$ 422,952</u>	<u>\$ 2</u>	<u>\$ 27,623,460</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts Payable	\$ 2,154,430	\$ 788,712			\$ 2,943,142
Payroll Deductions and Withholdings Payable	2,095,548				2,095,548
Intergovernmental Payable					
State		278,199			278,199
Federal		85,597			85,597
Due To Other Funds	221,981	874,656			1,096,637
Unearned Revenue	<u>-</u>	<u>1,735,699</u>	<u>156,866</u>	<u>-</u>	<u>1,892,565</u>
Total Liabilities	<u>4,471,959</u>	<u>3,762,863</u>	<u>156,866</u>	<u>-</u>	<u>8,391,688</u>
Fund Balances					
Restricted					
Capital Reserve	3,882,284				3,882,284
Capital Reserve - Designated for					
Subsequent Year's Budget	912,300				912,300
Maintenance Reserve	2,089,715				2,089,715
Maintenance Reserve - Designated for					
Subsequent Year's Budget	1,079,056				1,079,056
Tuition Reserve	150,000				150,000
Tuition Reserve - Designated for					
Subsequent Year's Budget	135,162				135,162
Excess Surplus	3,399,556				3,399,556
Excess Surplus - Designated for					
Subsequent Year's Budget	1,315,650				1,315,650
Student Activities		216,043			216,043
Scholarship Awards		140,867			140,867
Capital Projects			266,086		266,086
Debt Service				\$ 2	2
Committed					
Encumbrances	1,451,237				1,451,237
Assigned					
Encumbrances	291,242				291,242
Designated for Subsequent					
Year's Budget	3,042,098				3,042,098
Unassigned	<u>860,474</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>860,474</u>
Total Fund Balances	<u>18,608,774</u>	<u>356,910</u>	<u>266,086</u>	<u>2</u>	<u>19,231,772</u>
Total Liabilities and Fund Balances	<u>\$ 23,080,733</u>	<u>\$ 4,119,773</u>	<u>\$ 422,952</u>	<u>\$ 2</u>	<u>\$ 27,623,460</u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

**TEANECK BOARD OF EDUCATION
GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF JUNE 30, 2024**

Total Fund Balances - Governmental Funds (Exhibit B-1)	\$ 19,231,772
Amounts reported for governmental activities in the Statement of Net Position (A-1) are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$98,172,754 and the accumulated depreciation is \$39,399,421	58,773,333
Deferred Inflows and Outflows related to debt refundings and net pension liability are not reported in the funds. (See Note 2)	2,135,805
The District has financed capital assets through the issuance of general obligation bonds and capital financing agreements. The interest accrual at year end is:	(268,682)
Long-term liabilities, including bonds payable and net pension liability are not due and payable in the current period and therefore are not reported as liabilities in the funds. (See Note 2)	<u>(30,737,812)</u>
Net Position of Governmental Activities (Exhibit A-1)	<u>\$ 49,134,416</u>

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
REVENUES					
Local Sources					
Property Taxes	\$ 100,341,919			\$ 639,053	\$ 100,980,972
Tuition	23,167				23,167
Transportation Fees	15,887				15,887
Rents and Royalties	8,743				8,743
Interest	1,095,716				1,095,716
Miscellaneous	208,377	\$ 389,909	-	-	598,286
Total - Local Sources	101,693,809	389,909	-	639,053	102,722,771
State Sources	31,680,759	5,599,759	\$ 9,534		37,290,052
Federal Sources	24,683	6,118,508	-	-	6,143,191
Total Revenues	133,399,251	12,108,176	9,534	639,053	146,156,014
EXPENDITURES					
Current					
Instruction					
Regular Instruction	51,353,073	4,435,873			55,788,946
Special Education Instruction	29,582,107	1,222,547			30,804,654
Other Instruction	1,530,372				1,530,372
School Sponsored Activities	1,815,565	271,287			2,086,852
Support Services					
Student and Instruction Related Services	16,811,046	5,656,644			22,467,690
General Administrative Services	2,000,183				2,000,183
School Administrative Services	5,685,478				5,685,478
Business and Other Support Services	2,021,506				2,021,506
Plant Operations and Maintenance	8,393,840	268,442			8,662,282
Transportation	8,309,511	24,642			8,334,153
Capital Outlay	3,236,744	754,143	23,835		4,014,722
Debt Service					
Principal	1,510,766			525,000	2,035,766
Interest and Other Charges	389,871	-	-	138,700	528,571
Total Expenditures	132,640,062	12,633,578	23,835	663,700	145,961,175
Excess (Deficiency) of Revenues Over Expenditures	759,189	(525,402)	(14,301)	(24,647)	194,839
OTHER FINANCING SOURCES					
Capital Financing Agreements	974,883				974,883
Transfers In		666,585	249,600		916,185
Transfers Out	(916,185)	-	-	-	(916,185)
Total Other Financing Sources	58,698	666,585	249,600	-	974,883
Net Change in Fund Balances	817,887	141,183	235,299	(24,647)	1,169,722
Fund Balance, Beginning of Year	17,790,887	215,727	30,787	24,649	18,062,050
Fund Balance, End of Year	\$ 18,608,774	\$ 356,910	\$ 266,086	\$ 2	\$ 19,231,772

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

**TEANECK BOARD OF EDUCATION
RECONCILIATION OF THE STATEMENT OF REVENUES, 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 (Exhibit B-2) \$ 1,169,722

Amounts reported for governmental activities in the Statement
of Activities (A-2) are different because:

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement and allocated over their estimated useful lives as annual depreciation expense.

Depreciation Expense	\$ (2,315,123)	
Capital Outlays	<u>4,014,722</u>	1,699,599

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources. Neither transaction, however, has any effect on net position.

Repayment of Debt Principal		
Serial Bonds	1,205,000	
Capital Financing Agreements	830,766	
Issuance of Debt		
Capital Financing Agreements	<u>(974,883)</u>	1,060,883

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. Governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas, these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Amortization of Premium	60,549	
Amortization of Deferred Amount on Refunding Bonds	<u>(23,937)</u>	36,612

Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.

Decrease in Accrued Interest		21,494
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In the statement of activities, certain operating expenses, e.g., compensated absences and net pension liability are measured by the amounts earned or incurred 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 or incurred amount exceeds the paid amount, the difference is reduction in the reconciliation; when the paid amount exceeds the earned or incurred amount the difference is an addition to the reconciliation.

Increase in Compensated Absences	(79,475)	
Net Decrease in Pension Expense	<u>950,767</u>	871,292

Change in Net Position of Governmental Activities (Exhibit A-2) \$ 4,859,602

**TEANECK BOARD OF EDUCATION
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
AS OF JUNE 30, 2024**

	Business-Type Activities- Enterprise Funds		
	<u>Food Services</u>	<u>Community School</u>	<u>Totals</u>
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 2,756,489	\$ 1,988,278	\$ 4,744,767
Intergovernmental Accounts Receivable	30,486		30,486
Other Accounts Receivables	166,784		166,784
Inventories	49,184	-	49,184
Total Current Assets	<u>3,002,943</u>	<u>1,988,278</u>	<u>4,991,221</u>
Capital Assets			
Machinery and Equipment	743,662		743,662
Less: Accumulated Depreciation	<u>(492,683)</u>	<u>-</u>	<u>(492,683)</u>
Total Capital Assets	<u>250,979</u>	<u>-</u>	<u>250,979</u>
Total Assets	<u>3,253,922</u>	<u>1,988,278</u>	<u>5,242,200</u>
LIABILITIES			
Current Liabilities			
Accounts Payable		927	927
Due to Other Funds	102,684		102,684
Unearned Revenue	<u>23,989</u>	<u>2,800</u>	<u>26,789</u>
Total Current Liabilities	<u>126,673</u>	<u>3,727</u>	<u>130,400</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Commodities Revenue	<u>21,026</u>	<u>-</u>	<u>21,026</u>
Total Deferred Inflows of Resources	<u>21,026</u>	<u>-</u>	<u>21,026</u>
Total Liabilities and Deferred Inflows of Resources	<u>147,699</u>	<u>3,727</u>	<u>151,426</u>
NET POSITION			
Investment in Capital Assets	250,979	-	250,979
Unrestricted	<u>2,855,244</u>	<u>1,984,551</u>	<u>4,839,795</u>
Total Net Position	<u>\$ 3,106,223</u>	<u>\$ 1,984,551</u>	<u>\$ 5,090,774</u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

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

	Business-Type Activities- Enterprise Funds		
	<u>Food Services</u>	<u>Community School</u>	<u>Totals</u>
OPERATING REVENUES			
Charges for Services			
Daily Sales - Reimbursable Programs	\$ 574,757		\$ 574,757
Daily Sales - Non-Reimbursable Programs	210,202		210,202
Other Miscellaneous	51,560		51,560
Program Fees	-	\$ 1,616,006	1,616,006
Total Operating Revenues	836,519	1,616,006	2,452,525
OPERATING EXPENSES			
Cost of Sales - Reimbursable Programs	770,405		770,405
Cost of Sales - Non Reimbursable Programs	192,889		192,889
Salaries	812,900	610,877	1,423,777
Employee Benefits	16,610	33,980	50,590
Purchased Management Services	57,995		57,995
Other Purchased Services	74,414	278,935	353,349
Cleaning, Repairs and Maintenance	13,498		13,498
Insurance	103,474		103,474
Supplies and Materials		67,698	67,698
Miscellaneous	7,563	15,786	23,349
Depreciation	38,255	-	38,255
Total Operating Expenses	2,088,003	1,007,276	3,095,279
Operating Income (Loss)	(1,251,484)	608,730	(642,754)
NONOPERATING REVENUES			
Local Sources			
Vendor Subsidy - Operating Profit Guarantee	49,257		49,257
State Sources			
School Lunch Program	37,425		37,425
School Breakfast Program	2,637		2,637
NJEIE Lunch	11,908		11,908
NJEIE Breakfast	1,462		1,462
Federal Sources			-
School Breakfast Program	97,649		97,649
National School Lunch Program	705,104		705,104
Food Distribution Program	152,822		152,822
PEBT - Admin Costs	3,256		3,256
Covid Supply Chain Assistance	88,319	-	88,319
Total Nonoperating Revenues	1,149,839	-	1,149,839
Change in Net Position	(101,645)	608,730	507,085
Total Net Position, Beginning of Year	3,207,868	1,375,821	4,583,689
Total Net Position, End of Year	\$ 3,106,223	\$ 1,984,551	\$ 5,090,774

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

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

	Business-Type Activities- Enterprise Funds		
	<u>Food Services</u>	<u>Community School</u>	<u>Totals</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers	\$ 719,751	\$ 1,556,564	\$ 2,276,315
Payments to Employees for Salaries and Benefits	(829,510)	(644,857)	(1,474,367)
Payments to Suppliers for Goods and Services	(1,125,917)	(361,712)	(1,487,629)
Net Cash Provided by (Used for) Operating Activities	(1,235,676)	549,995	(685,681)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Receipts from State and Federal Subsidy Reimbursements	1,069,466	-	1,069,466
Vendor Subsidy - Operating Profit Guarantee	49,257		49,257
Due to Other Funds	-	(510,000)	(510,000)
Net Cash Provided by (Used for) Noncapital Financing Activities	1,118,723	(510,000)	608,723
Cash Flows Capital and Related Financing Activities			
Purchase of Capital Assets	(73,297)	-	(73,297)
Net Cash (Used for) Capital and Related Financing Activities	(73,297)	-	(73,297)
Net Increase (Decrease) in Cash and Cash Equivalents	(190,250)	39,995	(150,255)
Cash and Cash Equivalents, Beginning of Year	2,946,739	1,948,283	4,895,022
Cash and Cash Equivalents, End of Year	\$ 2,756,489	\$ 1,988,278	\$ 4,744,767
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities			
Operating Income (Loss)	\$ (1,251,484)	\$ 608,730	\$ (642,754)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities			
Depreciation	38,255		38,255
USDA Commodities	152,822		152,822
Change in Assets, Liabilities and Deferred Inflows of Resources			
(Increase)/Decrease in Inventories	135		135
(Increase)/Decrease in Other Accounts Receivable	(117,264)		(117,264)
Increase/(Decrease) in Accounts Payable	(60,214)	707	(59,507)
Increase/(Decrease) in Unearned Revenue	496	(59,442)	(58,946)
Increase/(Decrease) in Deferred Commodities Revenue	1,578	-	1,578
Total Adjustments	15,808	(58,735)	(42,927)
Net Cash Provided by (Used for) Operating Activities	\$ (1,235,676)	\$ 549,995	\$ (685,681)
Noncash Investing, Capital and Financing Activities			
Value Received - Food Distribution Program	\$ 154,400		

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

NOTES TO THE FINANCIAL STATEMENTS

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

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

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

The reporting entity is composed of the primary government, component units, and other organizations that are included to ensure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the Teaneck Board of Education this includes general operations, food service, community school programs and student related activities of the District.

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

B. New Accounting Standards

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

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

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

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. New Accounting Standards (Continued)

- GASB Statement No. 102, *Certain Risk Disclosures*, will be effective beginning with the fiscal year ending June 30, 2025. The requirements of this Statement will improve financial reporting by providing users of financial statements with essential information that currently is not often provided. The disclosures will provide users with timely information regarding certain concentrations or constraints and related events that have occurred or have begun to occur that make a school district vulnerable to a substantial impact. As a result, users will have better information with which to understand and anticipate certain risks to a school district's financial condition.
- GASB Statement No. 103, *Financial Reporting Model Improvements*, will be effective beginning with the fiscal year ending June 30, 2026. The requirements for MD&A will improve the quality of the analysis of changes from the prior year, which will enhance the relevance of that information. They also will provide clarity regarding what information should be presented in MD&A. The requirements for the separate presentation of unusual or infrequent items will provide clarity regarding which items should be reported separately from other inflows and outflows of resources. The definitions of operating revenues and expenses and of nonoperating revenues and expenses will replace accounting policies that vary from school district to school district, thereby improving comparability. The addition of a subtotal for operating income (loss) and noncapital subsidies will improve the relevance of information provided in the proprietary fund statement of revenues, expenses, and changes in fund net position. The requirement for presentation of major component unit information will improve comparability. The requirement that budgetary comparison information be presented as RSI will improve comparability, and the inclusion of the specified variances and the explanations of significant variances will provide more useful information for making decisions and assessing accountability.

C. Basis of Presentation - Financial Statements

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

District-Wide Financial Statements

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

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

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation - Financial Statements (Continued)

Fund Financial Statements

Separate fund financial statements are provided for governmental and proprietary activities, even though the latter are excluded from the district-wide financial statements. The emphasis of fund financial statements is on major individual governmental and enterprise funds, each reported as separate columns in the fund financial statements. The District considers all of its governmental and enterprise funds to be major funds.

The District reports the following major governmental funds:

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

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

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

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

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

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

The *community school fund* accounts for the activities of the District's community school which provides for the operation of the before and after school child care program and summer camp program.

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

Reclassifications

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

D. Measurement Focus and Basis of Accounting

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus and Basis of Accounting (Continued)

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

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

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

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

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

1. Cash, Cash Equivalents and Investments

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

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

2. Receivables

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

3. Inventories

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

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

4. *Capital Assets*

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Capital assets are defined by the Board as assets with an initial, individual cost of \$2,000 and an estimated useful life in excess of two years. The District was able to estimate the historical cost for the initial reporting of these capital assets through back trending. As the District constructs or acquires additional capital assets each period, they are capitalized and reported at historical cost, except for intangible right-to-use leased assets and intangible right-to-use IT subscription assets. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized.

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

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

<u>Assets</u>	<u>Years</u>
Land Improvements	15-20
Buildings	20-50
Building Improvements	7-50
Heavy Equipment and Vehicles	5-20
Office Equipment and Furniture	5-20
Computer Equipment	5-7

5. *Deferred Outflows/Inflows of Resources*

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

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

6. *Compensated Absences*

It is the District's policy to permit employees to accumulate (with certain restrictions) earned but unused vacation, personal, and sick leave benefits. A long-term liability of accumulated vacation, personal and sick leave and salary related payments has been recorded in the governmental activities in the district-wide financial statements, representing the Board's commitment to fund such costs from future operations. The District does not have an accumulated vacation, personal and sick leave liability in their proprietary funds. A liability is reported in the governmental funds only to the amount actually due at year end as a result of employee resignations and retirements.

7. *Pensions*

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

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

8. *Financing Agreements*

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

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

9. *Long-Term Obligations*

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

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

10 Net Position/Fund Balance

District-Wide Statements

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

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

Governmental Fund Statements

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

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

Capital Reserve – This restriction was created by the District in accordance with NJAC 6A:23A-14.1 to fund future capital expenditures (See Note 3B).

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

Maintenance Reserve – This restriction was created by the Board in accordance with NJAC 6A:23A-14.2 to accumulate funds for the required maintenance of school facilities in accordance with the EFCA (NJSA 18A:7G-9) for a thorough and efficient education. (See Note 3C).

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

Tuition Reserve – This restriction was created in accordance with NJAC 6A:23A-17.1(f)8 to represent foreseeable future tuition adjustments for the 2023/2024 contract year and is required to be appropriated in the 2025/2026 original budget certified for taxes.

Tuition Reserve - Designated for Subsequent Year's Budget – This restriction was created in accordance with NJAC 6A:23A-17.1(F)8 to represent foreseeable future tuition adjustments for the 2022/2023 contract year that is appropriated in the 2024/2025 original budget certified for taxes.

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

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

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

10. *Net Position/Fund Balance* (Continued)

Governmental Fund Statements (Continued)

Restricted Fund Balance (Continued)

Scholarship Awards – This restriction was created to represent the accumulation of donor restricted funds specifically earmarked for student scholarship awards.

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

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

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

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

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

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

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

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

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

11. *Fund Balance Policies*

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

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

11. Fund Balance Policies (Continued)

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

F. Revenues and Expenditures/Expenses

1. Program Revenues

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

2. Property Taxes

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

3. Tuition Revenues and Expenditures

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

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

4. On-Behalf Payments

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

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

5. Proprietary Funds, Operating and Nonoperating Revenues and Expenses

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

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

NOTE 2 RECONCILIATION OF DISTRICT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the district-wide statement of net position

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net position– governmental activities as reported in the district-wide statement of net position. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this difference are as follows:

General Obligation Bonds Payable, Including Unamortized Premium	\$ 5,925,914
Capital Financing Agreements	7,937,244
Compensated Absences	3,258,493
Net Pension Liability	<u>13,616,161</u>
	<u>\$ 30,737,812</u>

Another element of that reconciliation states that “deferred inflows and outflows related to debt refundings and net pension liability are not reported in the funds”. The details are as follows:

Deferred Inflows of Resources	
Deferred Amount on Net Pension Liability	\$ 907,342
Deferred Outflows of Resources	
Deferred Amount on Net Pension Liability	(2,932,389)
Deferred Amount on Refunding of Debt	<u>(110,758)</u>
	<u>\$ (2,135,805)</u>

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

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

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

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

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

A. Budgetary Information (Continued)

The annual budget is adopted in the spring of the preceding year for the general, special revenue and debt service funds. The District is not required to adopt an annual budget for the capital projects fund. The budget is submitted to the county superintendent for review and approval prior to adoption. Districts that have their school board members elected in November do not have to submit their budgets that meet levy cap requirements for voter approval. Only a school board decision to exceed the tax levy cap would require voter approval for the additional amount on the November ballot. The Board adopted a resolution to move its annual election to the date of the general elections in accordance with the law; therefore voter approval of the annual budget is not required.

Budget adoptions and amendments are recorded in the District's board minutes. The budget is amended by the Board of Trustees as needed throughout the year. The budget for revenues, other resources, other uses, and fund balances is prepared by fund source and amount. The budget for expenditures is prepared by fund, program, function, object and amount. The legal level of budgetary control is established at the line item account within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. The Board approved several budget transfers during 2023/2024. Also, during 2023/2024 the Board increased the original budget of the general fund by \$6,008,548 and the special revenue fund by \$8,221,538. The increases were funded by the appropriation of capital reserve, additional grant awards, student activity revenues, scholarship donations and the reappropriation of prior year general fund encumbrances.

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

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

B. Capital Reserve

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

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

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

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

B. Capital Reserve (Continued)

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

Balance, July 1, 2023		\$ 3,396,326
Increased by:		
Deposit Approved by Board Resolution	\$ 2,000,000	
Interest Earnings	<u>57,858</u>	
		<u>2,057,858</u>
		5,454,184
Decreased by:		
Withdrawal Approved in District Budget	410,000	
Withdrawal Approved by Board Resolution	<u>249,600</u>	
		<u>659,600</u>
Balance, June 30, 2024		<u>\$ 4,794,584</u>

The June 30, 2024 LRFP balance of the total costs of uncompleted capital projects is estimated by management to be \$63,574,729. The withdrawals from the capital reserve were for use in a department approved facilities project, consistent with the District’s Long Range Facilities Plan. \$912,300 of the capital reserve balance at June 30, 2024 was designated and appropriated for use in the 2024/2025 original budget certified for taxes.

C. Maintenance Reserve

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

Funds placed in the maintenance reserve are restricted to required maintenance activities for a school facility as reported in the comprehensive maintenance plan. A District may appropriate funds into the maintenance reserve in the annual General Fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line item appropriation amounts or both. Pursuant to N.J.A.C. 6A:23A-14.2(g), the balance in the reserve cannot at any time exceed four percent of the replacement cost of the school district’s school facilities for the current year.

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

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

C. Maintenance Reserve (Continued)

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

Balance, July 1, 2023		\$	1,381,216
Increased by:			
Deposit Approved by Board Resolution	\$	2,000,000	
Interest Earnings		<u>37,555</u>	
			<u>2,037,555</u>
			3,418,771
Decreased by:			
Withdrawal Approved in District Budget			<u>250,000</u>
Balance, June 30, 2024		\$	<u>3,168,771</u>

The June 30, 2024 comprehensive maintenance plan indicated a maximum maintenance reserve amount of \$3,745,673. The withdrawals from the maintenance reserve were for use in required maintenance activities for school facilities. \$1,079,056 of the maintenance reserve balance at June 30, 2023 was designated and appropriated for use in the 2024/2025 original budget certified for taxes.

E. Transfers to Capital Outlay

During the 2023/2024 school year, the district transferred \$327,191 to the non-equipment capital outlay accounts.

F. Calculation of Excess Surplus

In accordance with N.J.S.A. 18A:7F-7, as amended, the restricted fund balance for Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund fund balance in excess of 2% of budget expenditures at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The excess fund balance at June 30, 2024 is \$4,715,206. Of this amount, \$1,315,650 was designated and appropriated in the 2024/2025 original budget certified for taxes and the remaining amount of \$3,399,556 will be appropriated in the 2025/2026 original budget certified for taxes.

NOTE 4 DETAILED NOTES ON ALL FUNDS

A. Cash Deposits and Investments

Cash Deposits

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

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

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash Deposits and Investments (Continued)

Cash Deposits (Continued)

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to \$250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At June 30, 2024, the book value of the Board's deposits was \$26,453,893 and bank and brokerage firm balances of the Board's deposits amounted to \$31,722,002. The Board's deposits which are displayed on the various fund balance sheets as "cash and cash equivalents" are categorized as:

Depository Account

Insured	\$ 29,991,357
Uninsured and Collateralized	<u>1,730,645</u>
	<u>\$ 31,722,002</u>

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the Board's deposits may not be returned to it. The Board does not have a policy for custodial credit risk. As of June 30, 2024 the Board's bank balance of \$1,730,645 was exposed to custodial credit risk as follows:

Depository Account

Uninsured and Collateralized	
Collateral held by pledging financial institution's trust department not in the Board's name	<u>\$ 1,730,645</u>

Investments

The Board is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 18A:20-37. Examples of the allowable investments are bonds or other obligations of the United States or obligations guaranteed by the United States of America; Government Money Market Mutual Funds; any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor; bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located; Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law," (C.40A:5A-1 et seq.); Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by school districts; Local Government investment pools; deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); and agreements for the repurchase of fully collateralized securities, if transacted in accordance with the above statute.

As of June 30, 2024, the Board had no outstanding investments.

Custodial Credit Risk – Investments – For an investment, this is the risk, that in the event of the failure of the counterparty, the Board will not be able to recover the value of its investments or collateral securities that are held by an outside party. The Board does not have a policy for custodial credit risk.

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

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

B. Receivables

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

	<u>General</u>	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Food Service</u>	<u>Total</u>
Receivables:					
Accounts				\$ 166,784	\$ 166,784
Intergovernmental					
Federal		\$ 3,706,084		28,559	3,734,643
State	\$ 785,750	56,779	\$ 166,400	1,927	1,010,856
Other	-	-	-	-	-
	<u>785,750</u>	<u>3,762,863</u>	<u>166,400</u>	<u>197,270</u>	<u>4,912,283</u>
Gross Receivables	785,750	3,762,863	166,400	197,270	4,912,283
Less: Allowance for Uncollectibles	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Total Receivables	<u>\$ 785,750</u>	<u>\$ 3,762,863</u>	<u>\$ 166,400</u>	<u>\$ 197,270</u>	<u>\$ 4,912,283</u>

C. Unearned Revenue

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

	<u>Total</u>
Special Revenue Fund	
Unencumbered Grant Drawdowns	\$ 1,588,651
Grant Draw Downs Year-End Encumbrances	147,048
Capital Projects Fund	
Unrealized SDA Grant	<u>156,866</u>
Total Unearned Revenue for Governmental Funds	<u>\$ 1,892,565</u>

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

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

D. Capital Assets

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

	Balance, July 1, 2023	Increases	Transfers	Balance, June 30, 2024
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ 1,601,471			\$ 1,601,471
Construction In Progress	5,492,496	\$ 2,276,594	\$ (1,165,636)	6,603,454
Total Capital Assets, Not Being Depreciated	7,093,967	2,276,594	(1,165,636)	8,204,925
Capital Assets, Being Depreciated:				
Improvements Other Than Buildings	4,857,974	974,883		5,832,857
Buildings and Improvements	74,305,180	519,581	1,165,636	75,990,397
Machinery and Equipment	7,900,911	243,664	-	8,144,575
Total Capital Assets Being Depreciated	87,064,065	1,738,128	1,165,636	89,967,829
Less Accumulated Depreciation for:				
Improvements Other Than Buildings	(3,438,689)	(173,195)		(3,611,884)
Buildings and Improvements	(29,445,022)	(1,644,292)		(31,089,314)
Machinery and Equipment	(4,200,587)	(497,636)	-	(4,698,223)
Total Accumulated Depreciation	(37,084,298)	(2,315,123)	-	(39,399,421)
Total Capital Assets, Being Depreciated, Net	49,979,767	(576,995)	1,165,636	50,568,408
Governmental Activities Capital Assets, Net	\$ 57,073,734	\$ 1,699,599	\$ -	\$ 58,773,333
	Balance, July 1, 2023	Increases	Decreases	Balance, June 30, 2024
Business-Type Activities:				
Capital Assets, Being Depreciated:				
Machinery and Equipment	\$ 670,365	\$ 73,297	-	\$ 743,662
Total Capital Assets Being Depreciated	670,365	73,297	-	743,662
Less Accumulated Depreciation for:				
Machinery and Equipment	(454,428)	(38,255)	-	(492,683)
Total Accumulated Depreciation	(454,428)	(38,255)	-	(492,683)
Business-Type Activities Capital Assets, Net	\$ 215,937	\$ 35,042	\$ -	\$ 250,979

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

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

D. Capital Assets (Continued)

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

Governmental Activities:

Instruction

Regular	\$ 187,013
Special Education	12,205
Other Instruction	33,795
School Sponsored	<u>33,145</u>
Total Instruction	<u>266,158</u>

Support Services

Student and Instructional Related Services	26,784
School Administration	3,731
Business and Other Administrative Services	106,866
Operations and Maintenance of Plant	1,881,645
Transportation	<u>29,939</u>
Total Support Services	<u>2,048,965</u>

Total Depreciation Expense - Governmental Activities	<u><u>\$ 2,315,123</u></u>
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Business-Type Activities:

Food Service Fund	<u>\$ 38,255</u>
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Total Depreciation Expense-Business-Type Activities	<u><u>\$ 38,255</u></u>
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**TEANECK BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

D. Capital Assets (Continued)

Construction and Other Significant Commitments

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

<u>Project</u>	<u>Spent to Date</u>	<u>Remaining Commitment</u>
HVAC Upgrades		
Lowell Elementary School	\$ 296,400	\$ 79,600
Ben Franklin Middle School	152,000	262,000
Thomas Jefferson Middle School	294,500	600,500
Electrical Upgrades		
Ben Franklin Middle School	161,112	452,465
Teaneck High School	207,858	458,719
Fire Alarm Upgrades		
Teaneck High School	915,390	50,035
Bryant Elementary School - Pre-K Classrooms	23,835	5,865
	<u>\$ 2,051,095</u>	<u>\$ 1,909,184</u>

E. Interfund Receivables, Payables, and Transfers

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

Due To/From Other Funds

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Special Revenue Fund	\$ 874,656
General Fund	Food Service Enterprise Fund	102,684
Capital Projects Fund	General Fund	<u>221,981</u>
		<u>\$ 1,199,321</u>

The above balances are the result of revenues earned or other financing sources received in one fund which are due to another fund and/or expenditures paid by one fund on behalf of another fund.

The District expects all interfund balances to be liquidated within one year.

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

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

E. Interfund Receivables, Payables, and Transfers (Continued)

Interfund Transfers

	<u>Transfer In:</u>		
	Special Revenue Fund	Capital Projects Fund	Total
<u>Transfer Out:</u>			
General Fund	\$ 666,585	\$ 249,600	\$ 916,185

The above transfers are the result of revenues earned in one fund to finance expenditures in another fund.

F. Financing Agreements

Capital Financing Agreements

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

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

\$1,600,000, Fiscal Year 2020 agreement for HVAC Improvements due in annual installments of \$329,751 through March 15, 2025 interest at 1.55%	\$ 329,751
\$5,738,822, Fiscal Year 2020 agreement for HVAC Improvements under an Energy Savings Improvement Project (ESIP) due in annual installments of \$204,355 to \$411,477 through July 15, 2039 interest at 2.42%	4,734,633
\$2,270,594 Fiscal Year 2020 agreement for HVAC Improvements under an Energy Savings Improvement Project (ESIP) due in annual installments of \$71,708 to \$237,162 through July 15, 2039 interest at 2.42%	2,076,364
\$592,281, Fiscal Year 2024 agreement for network switches due in annual installments of \$112,203 to \$129,588, through 2027/28, interest at 4.92%	483,025
\$382,602, Fiscal Year 2023 agreement for network switches due in annual installments of \$72,643 to \$84,285, through 2027/28, interest at 5.08%	313,471
Total	\$ 7,937,244

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

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

F. Financing Agreements (Continued)

Other Financing Agreements

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

Governmental Activities:

Fiscal Year Ending June 30,	<u>Capital Agreements</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2025	\$ 847,458	\$ 209,620	\$ 1,057,078
2026	541,922	187,245	729,167
2027	544,634	169,159	713,793
2028	574,035	150,758	724,793
2029	380,126	131,386	511,512
2030-2034	2,226,650	508,649	2,735,299
2035-2039	2,349,596	221,947	2,571,543
2040	<u>472,823</u>	<u>11,442</u>	<u>484,265</u>
Total	<u>\$ 7,937,244</u>	<u>\$ 1,590,206</u>	<u>\$ 9,527,450</u>

G. Long-Term Debt

General Obligation Bonds

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

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

\$3,595,000, 2022 School Energy Savings Obligation Refunding Bonds installments of \$720,000 to \$785,000 through April 1, 2027, interest at 1.096%	\$2,255,000
\$7,615,000, 2016 Refunding Bonds, due in annual installments of \$465,000 to \$525,000 through July 15, 2030, interest at 3.50% to 4.00%	<u>3,485,000</u>
Total	<u>\$5,740,000</u>

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

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

G. Long-Term Debt (Continued)

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

Governmental Activities:

Fiscal Year	Serial Bonds		
Ending			
<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 1,245,000	\$ 147,665	\$ 1,392,665
2026	1,265,000	118,974	1,383,974
2027	1,295,000	90,254	1,385,254
2028	500,000	61,450	561,450
2029	490,000	42,263	532,263
2030-2031	<u>945,000</u>	<u>32,813</u>	<u>977,813</u>
	<u>\$ 5,740,000</u>	<u>\$ 493,419</u>	<u>\$ 6,233,419</u>

Statutory Borrowing Power

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

4% of Equalized Valuation Basis (Municipal)	\$ 286,934,483
Less: Net Debt Issued and Authorized But Not Issued	<u>5,740,000</u>
Remaining Borrowing Power	<u>\$ 281,194,483</u>

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

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

H. Other Long-Term Liabilities (Continued)

Changes in Long-Term Liabilities

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

	Balance, <u>July 1, 2023</u>	<u>Additions</u>	<u>Reductions</u>	Balance, <u>June 30, 2024</u>	Due Within <u>One Year</u>
Governmental Activities:					
Bonds Payable	\$ 6,945,000		\$ 1,205,000	\$ 5,740,000	\$ 1,245,000
Add: Premium on Bonds	246,463	-	60,549	185,914	-
Total Bonds Payable	7,191,463	-	1,265,549	5,925,914	1,245,000
Capital Financing Agreements	7,793,127	\$ 974,883	830,766	7,937,244	847,458
Compensated Absences	3,179,018	546,549	467,074	3,258,493	780,000
Net Pension Liability	12,679,325	1,887,603	950,767	13,616,161	-
Governmental Activity Long-Term Liabilities	<u>\$ 30,842,933</u>	<u>\$ 3,409,035</u>	<u>\$ 3,514,156</u>	<u>\$ 30,737,812</u>	<u>\$ 2,872,458</u>

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

NOTE 5 OTHER INFORMATION

A. Risk Management

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

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

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

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

NOTE 5 OTHER INFORMATION (Continued)

A. Risk Management (Continued)

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

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

B. Contingent Liabilities

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

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

C. Federal Arbitrage Regulations

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

D. Employee Retirement Systems and Pension Plans

Plan Descriptions and Benefits Provided

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

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

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

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

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Public Employees' Retirement System (PERS) (Continued)

The following represents the membership tiers for PERS:

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

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

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

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

The following represent the membership tiers for TPAF:

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

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

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

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

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

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

Other Pension Funds

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

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

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

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

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

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Plan Amendments

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

Measurement Focus and Basis of Accounting

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

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

Investment Valuation

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

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

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

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Collective Net Pension Liability

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

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

Actuarial Methods and Assumptions

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

Employer and Employee Pension Contributions

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

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

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

Fiscal Year Ended <u>June 30,</u>	<u>PERS</u>	On-Behalf <u>TPAF</u>	<u>DCRP</u>
2024	\$ 1,256,415	\$ 14,528,910	\$ 11,477
2023	1,059,495	14,491,253	7,198
2022	923,352	14,221,512	8,224

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

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Employer and Employee Pension Contributions (Continued)

In addition for fiscal years 2024, 2023 and 2022 the State contributed \$5,246, \$5,321 and \$5,043, respectively for TPAF for Long Term Disability Insurance Premium (LTDI).

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

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$3,020,607 during the fiscal year ended June 30, 2024 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount has been recognized in the district-wide financial statements (accrual basis) and the governmental fund financial statements (modified accrual basis) as both a revenue and expense/expenditure in accordance with GASB No. 85.

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

Public Employees Retirement System (PERS)

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

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

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

At June 30, 2024, the District reported in the statement of net position (accrual basis) a liability of \$13,616,161 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2023 and was determined by an actuarial valuation as of July 1, 2022. The District's proportionate share of the net pension liability was based on the ratio of the District's share of contributions to the pension plan relative to the total contributions of all participating governmental entities, for the year ended June 30, 2023. At June 30, 2023, the District's proportionate share was .09401 percent, which was an increase of .00999 percent from its proportionate share measured as of June 30, 2022 of .08402 percent.

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

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

For the fiscal year ended June 30, 2024, the District recognized in the district-wide statement of activities (accrual basis) pension expense of \$305,648 for PERS. The pension contribution made by the District during the current 2023/2024 fiscal year is the contribution that is applied to the net pension liability reported at the end of the current fiscal year of June 30, 2024 with a measurement date of the prior fiscal year end of June 30, 2023. Since the State of New Jersey applies the current year pension contribution towards the calculation of the net pension liability reported at the end of the current fiscal year, which has a measurement date of the preceding fiscal year end, there is no deferred outflows of resources reported as of June 30, 2024 for contributions made subsequent to the measurement date. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to PERS pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 130,188	\$ 55,658
Changes of Assumptions	29,912	825,198
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	62,704	
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	<u>2,709,585</u>	<u>26,486</u>
Total	<u>\$ 2,932,389</u>	<u>\$ 907,342</u>

At June 30, 2024, the amounts reported as deferred outflows of resources and deferred inflows of resources related to PERS pension will be recognized in pension expense/(benefit) as follows:

Year Ending <u>June 30,</u>	<u>Total</u>
2025	\$ 505,002
2026	505,002
2027	505,000
2028	465,847
2029	44,196
Thereafter	<u>-</u>
	<u>\$ 2,025,047</u>

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

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions

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

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	2.75-6.55%
	Based on Years of Service
Investment Rate of Return	7.00%

Mortality Rates

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

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

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

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the PERS's target asset allocation as of June 30, 2023 are summarized in the following table:

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

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

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Discount Rate

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

Sensitivity of Net Pension Liability

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

	1% Decrease <u>6.00%</u>	Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
District's Proportionate Share of the PERS Net Pension Liability	\$ <u>17,725,345</u>	\$ <u>13,616,161</u>	\$ <u>10,118,703</u>

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

Pension Plan Fiduciary Net Position

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

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

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF)

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

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and non-employer contributions by the State. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. For the fiscal year ended June 30, 2023, the State's pension contribution was more than the actuarial determined amount.

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

For the fiscal year ended June 30, 2024, the District recognized in the district-wide statement of activities (accrual basis) pension expense of \$4,383,356 for TPAF. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2024 the State's proportionate share of the net pension liability attributable to the District is \$178,423,890. The net pension liability was measured as of June 30, 2023 and was determined by an actuarial valuation as of July 1, 2022. The nonemployer allocation percentages are based on the ratio of the State's contributions made as a nonemployer attributable to the District adjusted for unpaid early retirement incentives relative to total contributions to TPAF during the year ended June 30, 2023. At June 30, 2023, the State's share of the net pension liability attributable to the District was .34963 percent, which was an increase of .00897 percent from its proportionate share measured as of June 30, 2022 of .34066 percent.

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

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Actuarial Assumptions

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

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	2.75-4.25%
	Based on Years of Service
Investment Rate of Return	7.00%

Mortality Rates

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

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

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

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the TPAF's target asset allocation as of June 30, 2023 are summarized in the following table:

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

Discount Rate

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

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

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Sensitivity of Net Pension Liability

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

	1% Decrease <u>(6.00%)</u>	Current Discount Rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
State's Proportionate Share of the TPAF Net Pension Liability Attributable to the District	<u>\$ 210,394,144</u>	<u>\$ 178,423,890</u>	<u>\$ 151,497,338</u>

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

Pension Plan Fiduciary Net Position

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

E. Post-Retirement Medical Benefits

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

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

Plan Description and Benefits Provided

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

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

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

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

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

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

Plan Membership

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

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

Measurement Focus and Basis of Accounting

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

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

Collective Net OPEB Liability

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

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

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

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

Actuarial Methods and Assumptions

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

Post-Retirement Medical Benefits Contributions

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

The State sets the contribution rate based on a pay as you go basis rather than the actuarial determined contribution an amount actuarially determined in accordance with the parameters of GASB Statement 75. The actuarial determined contribution represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and any unfunded actuarial liabilities (or funding excess) of the plan using a systematic and rational method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with OPEB through the Plan. The State's contributions, as a nonemployer contributing entity, to the State Health Benefits Program Fund – Local Education Retired Employees Plan for retirees' post-retirement benefits on behalf of the School District for the fiscal years ended June 30, 2024, 2023 and 2022 were \$3,954,238, \$3,806,817 and \$3,322,720, respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund – Local Education Retired Employees Plan for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey. The on-behalf OPEB contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB No. 85.

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

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

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

For the fiscal year ended June 30, 2024, the District recognized in the district-wide statement of activities (accrual basis) OPEB expense of \$3,119,100. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2024 the State's proportionate share of the OPEB liability attributable to the District is \$148,548,650. The nonemployer allocation percentages are based on the ratio of the State's proportionate share of the OPEB liability attributable to the District at June 30, 2023 to the total OPEB liability of the State Health Benefit Program Fund – Local Education Retired Employees Plan at June 30, 2023. At June 30, 2023, the state's share of the OPEB liability attributable to the District was .28370 percent, which was an increase of .00404 percent from its proportionate share measured as of June 30, 2021 of .27966 percent.

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

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

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

Actuarial Assumptions

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

	<u>PERS</u>	<u>TPAF</u>
Salary Increases	2.75% to 6.55% Based on Years of Service	2.75% to 4.25% Based on Years of Service

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

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

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

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 6.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend is, increasing to 14.8% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend is, increasing to 17.4% in fiscal year 2026 and decreases to 4.5% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.5% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

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

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

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

Discount Rate

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

Changes in the Total OPEB Liability

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

	Total OPEB Liability (State Share 100%)
Balance, June 30, 2022 Measurement Date	\$ 141,635,648
Changes Recognized for the Fiscal Year:	
Service Cost	5,612,948
Interest on the Total OPEB Liability	5,231,702
Differences Between Expected and Actual Experience	(286,934)
Changes of Assumptions	299,413
Gross Benefit Payments	(4,078,197)
Contributions from the Member	134,070
Net Changes	6,913,002
Balance, June 30, 2023 Measurement Date	\$ 148,548,650

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

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

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

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

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

Sensitivity of OPEB Liability

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

	1% Decrease <u>(2.65%)</u>	Current Discount Rate <u>(3.65%)</u>	1% Increase <u>(4.65%)</u>
State's Proportionate Share of the OPEB Liability Attributable to the District	<u>\$ 174,147,790</u>	<u>\$ 148,548,650</u>	<u>\$ 127,995,513</u>

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

	1% Decrease <u></u>	Healthcare Cost Trend Rates <u></u>	1% Increase <u></u>
State's Proportionate Share of the OPEB Liability Attributable to the District	<u>\$ 123,318,282</u>	<u>\$ 148,548,650</u>	<u>\$ 181,562,652</u>

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

F. Tax Abatements

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential school tax revenue must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district. For Teaneck Board of Education, the District's share of abated taxes resulting from the municipality having entered into a tax abatement agreement is indeterminate.

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

NOTE 6 RECENT HEALTHCARE DEVELOPMENTS

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

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

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

The Board has been awarded in excess of \$9.8 million in federal aid to address the effects of the COVID-19 pandemic.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

**TEANECK BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	Original Budget	Adjustments	Final Budget	Actual	Variance Final To Actual
REVENUES					
Local Sources					
Property Taxes	\$ 100,341,919		\$ 100,341,919	\$ 100,341,919	
Tuition - Other LEA's Within the State	25,000		25,000		\$ (25,000)
Tuition - Individuals				23,167	23,167
Transportation Fees from Individuals	5,000		5,000	15,887	10,887
Rents and Royalties			-	8,743	8,743
Unrestricted Miscellaneous Revenue	425,000		425,000	208,377	(216,623)
Interest				1,000,303	1,000,303
Interest on Maintenance Reserve	2,400		2,400	37,555	35,155
Interest on Capital Reserve	4,000	-	4,000	57,858	53,858
Total Local Sources	100,803,319	-	100,803,319	101,693,809	890,490
State Sources					
Transportation Aid	2,382,382		2,382,382	2,382,382	-
Extraordinary Aid	1,425,000		1,425,000	1,709,868	284,868
Special Education Aid	4,293,171		4,293,171	4,293,171	-
Security Aid	982,324		982,324	982,324	-
Other State Aids					
Non Public Transportation				617,895	617,895
Homeless Reimbursement				156,279	156,279
On-Behalf TPAF Contributions Non-Budgeted					
Pensions					
Normal Pension				14,365,084	14,365,084
NCGI Premium				163,826	163,826
Post Retirement Medical				3,954,238	3,954,238
Long Term Disability				5,246	5,246
Reimbursed TPAF Social Security Contribution	-	-	-	3,020,607	3,020,607
Total State Sources	9,082,877	-	9,082,877	31,650,920	22,568,043
Federal Sources					
Medicaid Reimbursement Program					
SEMI	63,345	-	63,345	24,683	(38,662)
Total Federal Sources	63,345	-	63,345	24,683	(38,662)
Total Revenues	109,949,541	-	109,949,541	133,369,412	23,419,871
CURRENT EXPENDITURES					
Regular Programs - Instruction					
Salaries of Teachers					
Kindergarten	945,905		945,905	930,471	15,434
Grades 1-5	6,984,151	\$ (325,854)	6,658,297	6,658,296	1
Grades 6-8	5,094,474	(371,629)	4,722,845	4,722,845	
Grades 9-12	8,643,314	682,739	9,326,053	9,322,246	3,807
Regular Programs - Home Instruction					
Salaries of Teachers	10,000	44,251	54,251	54,251	
Purchased Professional-Educational Svcs.	20,000	61,325	81,325	15,781	65,544
Regular Programs - Undistributed Instruction					
Other Salaries		147,493	147,493	147,493	
Purchased Professional-Educational Svcs.	64,000	1,189,935	1,253,935	1,062,480	191,455
Purchased Technical Services	712,550	(33,305)	679,245	599,551	79,694
Other Purchased Services	118,450	10,254	128,704	96,866	31,838
General Supplies	973,553	(139,774)	833,779	778,783	54,996
Textbooks	836,000	(52,878)	783,122	781,810	1,312
Other Objects	500	400	900	484	416
Total Regular Programs	24,402,897	1,212,957	25,615,854	25,171,357	444,497

**TEANECK BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
CURRENT EXPENDITURES (Continued)					
Special Education					
Learning / Language Disabilities					
Salaries of Teachers	\$ 1,538,779	\$ (84,746)	\$ 1,454,033	\$ 1,404,465	\$ 49,568
Purchased Professional-Educational Svcs.	268,377	457,396	725,773	612,196	113,577
Other Purchased Services		-			-
General Supplies	5,786	1,000	6,786	635	6,151
Other Objects	16,555	6,000	22,555	21,962	593
Total Learning / Language Disabilities	1,829,497	379,650	2,209,147	2,039,258	169,889
Behavioral Disabilities (Emotional Regulation)					
Salaries of Teachers	352,471	4,746	357,217	357,217	-
Purchased Professional-Educational Svcs.	358,039	(182,059)	175,980	41,436	134,544
General Supplies	440	-	440	-	440
Total Behavioral Disabilities	710,950	(177,313)	533,637	398,653	134,984
Multiple Disabilities					
Salaries of Teachers	553,250	-	553,250	518,292	34,958
Purchased Professional-Educational Svcs.	512,021	1,110,000	1,622,021	1,610,543	11,478
General Supplies	28,568	(4,906)	23,662	18,975	4,687
Other Objects	518	-	518	-	518
Total Multiple Disabilities	1,094,357	1,105,094	2,199,451	2,147,810	51,641
Resource Room / Resource Center					
Salaries of Teachers	5,955,393	(352,930)	5,602,463	5,225,887	376,576
Purchased Professional-Educational Svcs.	791,631	(257,735)	533,896	331,669	202,227
General Supplies	3,700	-	3,700	-	3,700
Total Resource Room / Resource Center	6,750,724	(610,665)	6,140,059	5,557,556	582,503
Preschool Disabilities - Full - Time					
Salaries of Teachers	652,431	-	652,431	591,418	61,013
Purchased Professional-Educational Svcs.	552,226	186,047	738,273	718,623	19,650
General Supplies	22,206	(16,790)	5,416	1,834	3,582
Total Preschool Disabilities - Full - Time	1,226,863	169,257	1,396,120	1,311,875	84,245
Home Instruction					
Salaries of Teachers	15,000	1,834	16,834	16,834	-
Purchased Professional-Educational Svcs.	16,045	166	16,211	3,528	12,683
Total Home Instruction	31,045	2,000	33,045	20,362	12,683
Total Special Education	11,643,436	868,023	12,511,459	11,475,514	1,035,945
Basic Skills/Remedial					
Salaries of Teachers	73,981	524,947	598,928	395,711	203,217
Total Basic Skills/Remedial	73,981	524,947	598,928	395,711	203,217
Bilingual Education					
Salaries of Teachers	415,235	40,133	455,368	455,368	-
Total Bilingual Education	415,235	40,133	455,368	455,368	-

**TEANECK BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
CURRENT EXPENDITURES (Continued)					
School Sponsored Co-Curricular Activities					
Salaries	\$ 242,500	\$ 69,492	\$ 311,992	\$ 311,991	\$ 1
Purchased Services	3,850	7,277	11,127	11,127	-
Supplies and Materials	15,000	(9,750)	5,250	5,250	-
Other Objects	12,500	359	12,859	12,858	1
Total School Sponsored Co-Curricular Activities	273,850	67,378	341,228	341,226	2
School Sponsored Athletics - Instruction					
Salaries	582,950	(34,626)	548,324	547,049	1,275
Purchased Services	60,000	17,100	77,100	77,100	-
Supplies and Materials	100,000	(9,488)	90,512	90,511	1
Other Objects	20,000	9,493	29,493	29,493	-
Transfers to Cover Deficit	57,500	(11,395)	46,105	46,105	-
Total School Sponsored Athletics	820,450	(28,916)	791,534	790,258	1,276
Total - Instruction	37,629,849	2,684,522	40,314,371	38,629,434	1,684,937
Undistributed Expenditures					
Instruction					
Tuition to Other LEAs Within the State-Regular	50,000	12,600	62,600	61,744	856
Tuition - Other LEA's Within State - Special	1,245,828	(626,947)	618,881	526,502	92,379
Tuition to County Voc. School Dist.-Regular	889,380	59,527	948,907	948,907	-
Tuition to County Voc. School Dist.-Special	437,904	(13,911)	423,993	425,897	(1,904)
Tuition to CSSD & Reg. Day Schools	2,502,794	341,460	2,844,254	2,725,090	119,164
Tuition to Private Schools - Disabled Within State	8,121,726	30,103	8,151,829	7,336,986	814,843
Tuition to Priv. Sch. Disabled & Other LEAs - Spl, O/S State	1,825,256	(747,000)	1,078,256	615,799	462,457
Total Undistributed Expenditures - Instruction	15,072,888	(944,168)	14,128,720	12,640,925	1,487,795
Attendance and Social Work Services					
Salaries	276,052	(2,715)	273,337	260,004	13,333
Salaries of Family Liaisons/Community Parent Involvement Specialist		-			-
Purchased Professional and Technical Svcs.	52,055	-	52,055	50,820	1,235
Other Purchased Services	250	-	250		250
Supplies and Materials	2,000	-	2,000	215	1,785
Total Attendance and Social Work Services	330,357	(2,715)	327,642	311,039	16,603
Health Services					
Salaries	609,300	91,747	701,047	701,047	-
Purchased Professional and Technical Svcs.	676,500	303,494	979,994	740,109	239,885
Other Purchased Services	2,500	200	2,700	394	2,306
Supplies and Materials	22,548	744	23,292	18,209	5,083
Total Health Services	1,310,848	396,185	1,707,033	1,459,759	247,274
Other Support Services - Students - Speech, OT, PT and Related Services					
Salaries	924,864	67,298	992,162	992,162	-
Purchased Professional-Educational Services	1,256,456	(77,798)	1,178,658	813,731	364,927
Supplies and Materials	11,134	-	11,134	7,634	3,500
Total Other Support Services - Students - Speech, OT, PT and Related Services	2,192,454	(10,500)	2,181,954	1,813,527	368,427

**TEANECK BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
CURRENT EXPENDITURES (Continued)					
Undistributed Expenditures (Continued)					
Other Support Services-Students-Extra Serv.					
Salaries	\$ 271,054	\$ 77,666	\$ 348,720	\$ 348,720	-
Purchased Professional-Educational Services	<u>2,000,812</u>	<u>(942,839)</u>	<u>1,057,973</u>	<u>350,660</u>	<u>\$ 707,313</u>
Total Other Support Services-Extra Serv.	<u>2,271,866</u>	<u>(865,173)</u>	<u>1,406,693</u>	<u>699,380</u>	<u>707,313</u>
Other Support Services-Students-Guidance					
Salaries of Other Professional Staff	1,639,862	38,663	1,678,525	1,601,641	76,884
Salaries of Secretarial and Clerical Assistants	297,069	-	297,069	269,661	27,408
Other Salaries	90,936	7,127	98,063	98,063	-
Purchased Professional-Educational Services	-	-	-	-	-
Purchased Professional and Technical Svcs.	19,000	(11,407)	7,593	6,732	861
Other Purchased Services	30,500	(11,720)	18,780	18,778	2
Supplies and Materials	<u>18,750</u>	<u>47,229</u>	<u>65,979</u>	<u>13,604</u>	<u>52,375</u>
Total Other Support Services-Students-Guidance	<u>2,096,117</u>	<u>69,892</u>	<u>2,166,009</u>	<u>2,008,479</u>	<u>157,530</u>
Other Support Services - Students - Child Study Team					
Salaries of Other Professional Staff	2,598,376	(109,540)	2,488,836	2,458,870	29,966
Salaries of Secretarial and Clerical Assistants	133,488	1,188	134,676	134,676	-
Salaries of ABA in Home Therapy	-	24,720	24,720	24,720	-
Purchased Professional-Educational Services	605,877	213,635	819,512	697,330	122,182
Other Purchased Prof. and Tech. Services	750	23,508	24,258	24,183	75
Other Purchased Services	25,358	(19,828)	5,530	3,373	2,157
Supplies and Materials	52,020	2,581	54,601	14,065	40,536
Other Objects	<u>600</u>	<u>-</u>	<u>600</u>	<u>-</u>	<u>600</u>
Total Other Support Services - Students - Child Study Team	<u>3,416,469</u>	<u>136,264</u>	<u>3,552,733</u>	<u>3,357,217</u>	<u>195,516</u>
Improvement of Instructional Services					
Salaries of Supervisors of Instruction	1,035,863	-	1,035,863	844,256	191,607
Salaries of Other Professional Staff	120,000	9,100	129,100	125,500	3,600
Salaries of Secretarial and Clerical Assistants	413,384	-	413,384	282,593	130,791
Other Salaries	114,788	25,700	140,488	106,869	33,619
Purchased Professional-Educational Services	269,457	(67,658)	201,799	89,298	112,501
Other Purchased Services	7,750	(436)	7,314	7,155	159
Supplies and Materials	13,500	(7,007)	6,493	2,428	4,065
Other Objects	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Improvement of Instruction Services	<u>1,974,742</u>	<u>(40,301)</u>	<u>1,934,441</u>	<u>1,458,099</u>	<u>476,342</u>
Educational Media Services/School Library					
Salaries	506,994	-	506,994	488,546	18,448
Salaries of Technology Coordinators	623,135	(57,000)	566,135	275,197	290,938
Purchased Professional and Technical Services	34,000	(13,618)	20,382	3,023	17,359
Supplies and Materials	<u>65,030</u>	<u>(10,538)</u>	<u>54,492</u>	<u>37,248</u>	<u>17,244</u>
Total Educational Media Services/School Library	<u>1,229,159</u>	<u>(81,156)</u>	<u>1,148,003</u>	<u>804,014</u>	<u>343,989</u>
Instructional Staff Training Services					
Salaries of Other Professional Staff	30,000	(10,000)	20,000	1,429	18,571
Other Salaries	-	10,000	10,000	6,900	3,100
Purchased Professional-Educational Services	8,500	616	9,116	5,298	3,818
Other Purchased Services	5,000	1,989	6,989	4,508	2,481
Supplies and Materials	500	-	500	241	259
Other Objects	<u>7,500</u>	<u>-</u>	<u>7,500</u>	<u>1,000</u>	<u>6,500</u>
Total Instructional Staff Training Services	<u>51,500</u>	<u>2,605</u>	<u>54,105</u>	<u>19,376</u>	<u>34,729</u>

**TEANECK BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
CURRENT EXPENDITURES (Continued)					
Undistributed Expenditures (Continued)					
Support Services General Administration					
Salaries	\$ 370,517	\$ 97,650	\$ 468,167	\$ 454,556	\$ 13,611
Legal Services	475,000	264,230	739,230	729,961	9,269
Audit Fees	50,000	11,250	61,250	61,246	4
Architectural/Engineering Services	15,000	1,365	16,365	1,365	15,000
Purchased Technical Services	17,000	40,015	57,015	53,231	3,784
Communications/Telephone	151,000	37,243	188,243	180,433	7,810
BOE Other Purchased Services	9,000	4,800	13,800	13,202	598
Miscellaneous Purchased Services	55,349	121,148	176,497	165,978	10,519
General Supplies	9,902	2,190	12,092	10,995	1,097
BOE In-House Training/Meeting Supplies	4,500	3,953	8,453	6,635	1,818
Miscellaneous Expenditures	19,395	(913)	18,482	17,087	1,395
BOE Membership Dues and Fees	32,500	(5,305)	27,195	27,195	-
Total Support Services General Administration	<u>1,209,163</u>	<u>577,626</u>	<u>1,786,789</u>	<u>1,721,884</u>	<u>64,905</u>
Support Services School Administration					
Salaries of Principals/Asst. Principals/Prog Dir	2,204,739	-	2,204,739	2,127,827	76,912
Salaries of Other Professional Staff	352,039	-	352,039	115,073	236,966
Salaries of Secretarial and Clerical Assistants	1,116,487	-	1,116,487	1,115,782	705
Other Purchased Services	43,754	3,200	46,954	39,946	7,008
Supplies and Materials	62,900	1,503	64,403	48,732	15,671
Other Objects	4,500	(916)	3,584	1,294	2,290
Total Support Services School Administration	<u>3,784,419</u>	<u>3,787</u>	<u>3,788,206</u>	<u>3,448,654</u>	<u>339,552</u>
Central Services					
Salaries	1,004,855	2,042	1,006,897	1,006,897	-
Purchased Professional Services	72,830	21,451	94,281	94,281	-
Purchased Technical Services	60,694	76,076	136,770	135,736	1,034
Misc. Purchased Services	44,450	(27,401)	17,049	16,473	576
Supplies and Materials	27,500	(3,678)	23,822	20,072	3,750
Miscellaneous Expenditures	8,500	(2,572)	5,928	5,927	1
Total Central Services	<u>1,218,829</u>	<u>65,918</u>	<u>1,284,747</u>	<u>1,279,386</u>	<u>5,361</u>
Admin. Info. Tech					
Salaries	32,500	6,747	39,247	39,247	-
Purchased Professional Services	12,500	18,755	31,255	31,254	1
Purchased Technical Services	25,000	7,239	32,239	27,620	4,619
Other Purchased Services	11,600	(9,286)	2,314	2,314	-
Supplies and Materials	45,000	42,862	87,862	74,688	13,174
Other Objects	1,540	(279)	1,261	1,260	1
Total Admin. Info. Tech.	<u>128,140</u>	<u>66,038</u>	<u>194,178</u>	<u>176,383</u>	<u>17,795</u>
Required Maintenance for School Facilities					
Salaries	996,964	-	996,964	895,934	101,030
Cleaning, Repair & Maintenance Services	735,682	(28,961)	706,721	571,019	135,702
General Supplies	347,000	1,844	348,844	269,344	79,500
Total Required Maintenance for School Facilities	<u>2,079,646</u>	<u>(27,117)</u>	<u>2,052,529</u>	<u>1,736,297</u>	<u>316,232</u>

**TEANECK BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
CURRENT EXPENDITURES (Continued)					
Undistributed Expenditures (Continued)					
Custodial Services					
Salaries	\$ 776,543	-	\$ 776,543	\$ 713,091	\$ 63,452
Unused Vacation Payment to Terminated / Retired Staff		-			-
Purchased Professional and Technical Services	20,100	-	20,100	12,700	7,400
Cleaning, Repair & Maintenance Services	1,847,018	\$ (223,538)	1,623,480	1,600,643	22,837
Lease Purchase Pymts-Energy Savings Impr Prog	334,863	-	334,863	334,862	1
Other Purchased Property Services	95,000	1,726	96,726	94,203	2,523
Insurance	926,280	(97,856)	828,424	782,525	45,899
Miscellaneous Purchased Services	333,000	(36,958)	296,042	274,965	21,077
General Supplies	370,500	(2,558)	367,942	240,376	127,566
Energy (Natural Gas)	325,000	134,458	459,458	321,515	137,943
Energy (Gasoline)		80,000	80,000	46,012	33,988
Energy (Heat Electricity)	370,000	98,848	468,848	416,208	52,640
Other Objects	15,000	-	15,000	7,341	7,659
Interest - Energy Savings Impr Prog Bonds	204,923	-	204,923	204,923	-
Principal-Energy Savings Impr. Prog. Bonds	1,007,661	-	1,007,661	1,007,661	-
Total Custodial Services	6,625,888	(45,878)	6,580,010	6,057,025	522,985
Care and Upkeep of Grounds					
Salaries	417,655	-	417,655	390,856	26,799
Cleaning, Repair & Maintenance Services	8,000	-	8,000	6,739	1,261
General Supplies	93,000	(1,045)	91,955	36,306	55,649
Total Care and Upkeep of Grounds	518,655	(1,045)	517,610	433,901	83,709
Security					
Salaries	586,793	36,000	622,793	536,505	86,288
Purchased Professional and Technical Services	25,500	35,178	60,678	55,598	5,080
General Supplies	17,400	93,037	110,437	109,980	457
Other Objects	-	-	-	-	-
Total Security	629,693	164,215	793,908	702,083	91,825
Student Transportation Services					
Salaries for Pupil Transportation					
(Between Home and School) - Regular	200,174	85,532	285,706	281,350	4,356
(Other than Between Home and School) - Regular	208,470	(77,150)	131,320	131,320	-
Other Purchased Prof. and Technical Serv.	40,667	30,070	70,737	70,736	1
Cleaning, Repair & Maintenance Services	12,000	(2,592)	9,408	4,883	4,525
Contracted Services - Aid in Lieu of Payments -		-			-
Non-Public Schools	434,350	27,088	461,438	458,526	2,912
Contracted Services (Between Home		-			-
and School) - Vendors	1,980,735	636,369	2,617,104	2,594,800	22,304
Contracted Services (Other Than Between Home		-			-
and School) - Vendors	255,902	5,650	261,552	220,741	40,811
Contracted Services (Spec Ed) - Vendors	1,527,522	(180,343)	1,347,179	1,287,712	59,467
Contracted Services (Reg. Students) - ESCs & CTSA's		26,188	26,188	25,289	899
Contracted Services (Spl. Ed. Students)-ESCs & CTSA's	2,999,012	58,834	3,057,846	3,008,761	49,085
Miscellaneous Purchased Services - Transportation		4,000	4,000	1,911	2,089
General Supplies	5,000	(1,677)	3,323	2,549	774
Transportation Supplies	8,000	30,818	38,818	38,818	-
Other Objects	-	400	400	275	125
Total Student Transportation Services	7,671,832	643,187	8,315,019	8,127,671	187,348

**TEANECK BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
CURRENT EXPENDITURES (Continued)					
Undistributed Expenditures (Continued)					
Unallocated Benefits					
Group Insurance	\$ 230,000	\$ 34,435	\$ 264,435	\$ 264,435	
Social Security Contributions	739,530	85,108	824,638	680,846	\$ 143,792
TPAF Contributions ERIP	19,000	-	19,000		19,000
Other Retirement Contributions - PERS	990,000	329,235	1,319,235	1,291,086	28,149
Other Retirement Contributions - DCRP		11,477	11,477	11,477	-
Unemployment Compensation	160,000	173,767	333,767	294,268	39,499
Workmen's Compensation	225,780	(16,667)	209,113	188,411	20,702
Health Benefits	11,522,383	(791,076)	10,731,307	9,777,371	953,936
Tuition Reimbursement	50,868	20,285	71,153	55,868	15,285
Other Employee Benefits	487,000	25,972	512,972	467,074	45,898
Total Unallocated Benefits	14,424,561	(127,464)	14,297,097	13,030,836	1,266,261
On-Behalf TPAF Contributions Non-Budgeted					
Pensions					
Normal Pension				14,365,084	(14,365,084)
NCGI Premium				163,826	(163,826)
Post Retirement Medical				3,954,238	(3,954,238)
Long Term Disability				5,246	(5,246)
TPAF Social Security	-	-	-	3,020,607	(3,020,607)
Total On-Behalf TPAF Contributions	-	-	-	21,509,001	(21,509,001)
Total Undistributed Expenditures	68,237,226	(19,800)	68,217,426	82,794,936	(14,577,510)
Interest Deposit to Maintenance Reserve	2,400	-	2,400	-	2,400
Total Current Expenditures	105,869,475	2,664,722	108,534,197	121,424,370	(12,890,173)
CAPITAL OUTLAY EXPENDITURES					
Equipment					
Kindergarten	2,000	-	2,000	\$ 1,477	523
Grades 1-5		-			-
Grades 6 - 8	95,000	1,986	96,986		96,986
Grades 9-12		7,213	7,213	7,213	-
Equipment		-			-
Undistributed Expenditures					
Multiple Disabilities		5,763	5,763	5,763	-
Child Study Teams	8,624	-	8,624		8,624
Central Services		36,000	36,000	32,586	3,414
Admin Info Tech		21,047	21,047	16,932	4,115
Required Maint. For School Facilities	40,700	50,345	91,045	91,045	-
Security	-	26,157	26,157	26,157	-
Assets Under Capital Financing Agreements (Nonbudgeted)	-	-	-	974,883	(974,883)
Total Equipment	146,324	148,511	294,835	1,156,056	(861,221)
Facilities Acquisition and Construction Serv.					
Architectural/Engineering Services	2,066	46,109	48,175	13,689	34,486
Other Purchased Professional & Technical Services		77,591	77,591	-	77,591
Construction Services	407,934	3,252,499	3,660,433	1,951,091	1,709,342
Assessment for Debt Service on SDA Funding	128,662	-	128,662	128,662	-
Total Facilities Acquisition and Construction Serv.	538,662	3,376,199	3,914,861	2,093,442	1,821,419
Interest Deposit to Capital Reserve	4,000	-	4,000	-	4,000
Total Capital Outlay	688,986	3,524,710	4,213,696	3,249,498	964,198
Transfer of Funds to Charter Schools	8,039,558	(73,364)	7,966,194	7,966,194	-
Total Expenditures	114,598,019	6,116,068	120,714,087	132,640,062	(11,925,975)

TEANECK BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Adjustments	Final Budget	Actual	Variance Final To Actual
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (4,648,478)	\$ (6,116,068)	\$ (10,764,546)	\$ 729,350	\$ (11,493,896)
Other Financing Sources (Uses)					
Capital Financing Agreements				974,883	(974,883)
Transfer Out- Special Revenue Fund	(666,585)	107,520	(559,065)	(666,585)	107,520
Transfer Out - Capital Projects Fund	-	-	-	(249,600)	249,600
Total Other Financing Sources (Uses)	(666,585)	107,520	(559,065)	58,698	(617,763)
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(5,315,063)	(6,008,548)	(11,323,611)	788,048	(12,111,659)
Fund Balances, Beginning of Year	20,084,462	-	20,084,462	20,084,462	-
Fund Balances, End of Year	\$ 14,769,399	\$ (6,008,548)	\$ 8,760,851	\$ 20,872,510	\$ (12,111,659)
Recapitulation					
Restricted					
Capital Reserve				\$ 3,882,284	
Capital Reserve, Designated for Subsequent Year's Budget				912,300	
Maintenance Reserve				2,089,715	
Maintenance Reserve, Designated for Subsequent Year's Budget				1,079,056	
Tuition Reserve				150,000	
Tuition Reserve, Designated for Subsequent Year's Budget				135,162	
Excess Surplus				3,399,556	
Excess Surplus - Designated for Subsequent Year's Budget				1,315,650	
Committed					
Encumbrances				1,451,237	
Assigned					
Encumbrances				291,242	
Designated for Subsequent Year's Budget				3,042,098	
Unassigned Fund Balance				3,124,210	
				20,872,510	
Reconciliation to Governmental Funds Statements (GAAP)					
State Aid Payments Not Recognized on GAAP Basis				(2,263,736)	
				\$ 18,608,774	
Fund Balance Per Governmental Funds (GAAP)					

**TEANECK BOARD OF EDUCATION
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUES					
Intergovernmental					
State	\$ 5,785,746	\$ 1,408,084	\$ 7,193,830	\$ 5,561,745	\$ 1,632,085
Federal	1,697,957	6,304,841	8,002,798	4,967,483	3,035,315
Other	-	508,613	508,613	389,909	118,704
Total Revenues	<u>7,483,703</u>	<u>8,221,538</u>	<u>15,705,241</u>	<u>10,919,137</u>	<u>4,786,104</u>
EXPENDITURES					
Instruction					
Salaries of Teachers	1,271,550	1,644,068	2,915,618	2,566,583	349,035
Purchased Prof and Educ Svcs	911,217	385,532	1,296,749	644,276	652,473
Purchased Prof and Tech Svcs		19,000	19,000	11,195	7,805
Tuition	959,436	(134,228)	825,208	974,854	(149,646)
General Supplies	46,000	1,219,037	1,265,037	489,825	775,212
Textbooks	494,188	(412,445)	81,743	72,667	9,076
Miscellaneous		12,193	12,193	10,750	1,443
Co-Curricular Student Activities	-	340,727	340,727	271,287	69,440
Total Instruction	<u>3,682,391</u>	<u>3,073,884</u>	<u>6,756,275</u>	<u>5,041,437</u>	<u>1,714,838</u>
Support Services					
Salaries of Supervisors of Instruction	143,948	465	144,413	144,413	-
Salaries of Program Directors	158,301	-	158,301	158,301	-
Salaries of Other Professional Staff	771,890	(368,238)	403,652	284,707	118,945
Salaries of Secretaries and Clerical Assistants	200,125	-	200,125	110,997	89,128
Other Salaries	148,415	1,065,190	1,213,605	1,149,344	64,261
Salaries of Community Parent Involvement	91,841	-	91,841	91,841	-
Salaries of Master Teachers	94,500	79,800	174,300	94,500	79,800
Personnel Services - Employee Benefits	612,168	878,892	1,491,060	1,117,009	374,051
Purchased Education Services - Contracted Pre-K	1,348,569	(899,046)	449,523	449,523	-
Other Purchased Professional -Ed. Services	697,304	3,152,499	3,849,803	2,039,743	1,810,060
Other Purchased Professional Services	5,000	-	5,000	3,224	1,776
Cleaning, Repairs and Maintenance	78,836	244,745	323,581	214,442	109,139
Rentals	60,000	-	60,000	54,000	6,000
Contracted Svcs. -Transportation		47,712	47,712	24,642	23,070
Travel		39,193	39,193	16,431	22,762
Miscellaneous Purchased Services	50,000	355,776	405,776	351,173	54,603
Supplies and Materials	5,000	252,861	257,861	84,303	173,558
Other Objects	2,000	25,177	27,177	26,316	861
Miscellaneous Expenditures - Scholarships	-	50,000	50,000	5,579	44,421
Total Support Services	<u>4,467,897</u>	<u>4,925,026</u>	<u>9,392,923</u>	<u>6,420,488</u>	<u>2,972,435</u>
Facilities Acquisition					
Instructional Equipment	-	115,108	115,108	50,410	64,698
Total Facilities Acquisition	<u>-</u>	<u>115,108</u>	<u>115,108</u>	<u>50,410</u>	<u>64,698</u>
Total Expenditures	<u>8,150,288</u>	<u>8,114,018</u>	<u>16,264,306</u>	<u>11,512,335</u>	<u>4,751,971</u>
Excess (Deficiency) of Revenues					
Over/(Under) Expenditures	(666,585)	107,520	(559,065)	(593,198)	(34,133)
Other Financing Sources (Uses)					
Transfer from General Fund	<u>666,585</u>	<u>(107,520)</u>	<u>559,065</u>	<u>666,585</u>	<u>107,520</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures	-	-	-	73,387	73,387
Fund Balance, Beginning of Year	<u>283,523</u>	<u>-</u>	<u>283,523</u>	<u>283,523</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 283,523</u>	<u>\$ -</u>	<u>\$ 283,523</u>	<u>\$ 356,910</u>	<u>\$ 73,387</u>

**TEANECK BOARD OF EDUCATION
GENERAL AND SPECIAL REVENUE FUNDS
NOTES TO BUDGETARY COMPARISON SCHEDULE
BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

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

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

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

	General Fund	Special Revenue Fund
Sources/inflows of resources		
Actual Revenues (Budgetary Basis)	\$ 133,369,412	\$ 10,919,137
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Encumbrances, June 30, 2024		(631,598)
Encumbrances, June 30, 2023 (net of cancellations)		1,752,841
State Aid payments recognized for GAAP purposes not recognized for Budgetary statements (2022/2023 State Aid)	2,293,575	67,796
State Aid payments recognized for budgetary purposes not recognized for GAAP statements (2023/2024 State Aid)	<u>(2,263,736)</u>	<u>-</u>
Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	<u>\$ 133,399,251</u>	<u>\$ 12,108,176</u>
Uses/outflows of resources		
Actual Expenditures (Budgetary Basis)	\$ 132,640,062	\$ 11,512,335
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Encumbrances, June 30, 2024		(631,598)
Encumbrances, June 30, 2023 (net of cancellations)	<u>-</u>	<u>1,752,841</u>
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 132,640,062</u>	<u>\$ 12,633,578</u>

REQUIRED SUPPLEMENTARY INFORMATION - PART III

PENSION INFORMATION

AND

OTHER POST-EMPLOYMENT BENEFITS INFORMATION

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

Public Employees Retirement System

Last Ten Fiscal Years*
(Dollar amounts in thousands)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's Proportion of the Net Position Liability (Asset)	0.09401 %	0.08402 %	0.07884 %	0.07100 %	0.06396 %	0.07253 %	0.08628 %	0.11099 %	0.13414 %	0.14204 %
District's Proportionate Share of the Net Pension Liability (Asset)	\$ 13,616,161	\$ 12,679,325	\$ 9,340,225	\$ 11,580,462	\$ 12,546,755	\$ 14,281,544	\$ 20,085,960	\$ 32,874,611	\$ 30,111,866	\$ 26,594,811
District's Covered-Employee Payroll	\$ 6,785,849	\$ 6,545,350	\$ 5,980,536	\$ 5,636,495	\$ 4,865,371	\$ 5,382,195	\$ 5,608,033	\$ 8,183,038	\$ 9,132,014	\$ 9,766,548
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll	200.66 %	193.72 %	156.18 %	205.46 %	257.88 %	265.35 %	358.16 %	401.74 %	329.74 %	272.31 %
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	65.23 %	62.91 %	70.33 %	73.38 %	78.30 %	83.06 %	48.10 %	40.14 %	47.93 %	52.09 %

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

**TEANECK BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF DISTRICT CONTRIBUTIONS**

Public Employees Retirement System

**Last Ten Fiscal Years
(Dollar amounts in thousands)**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually Required Contribution	\$ 1,256,415	\$ 1,059,495	\$ 923,352	\$ 776,853	\$ 677,321	\$ 721,477	\$ 799,346	\$ 986,096	\$ 1,153,249	\$ 1,171,003
Contributions in Relation to the Contractually Required Contribution	<u>1,256,415</u>	<u>1,059,495</u>	<u>923,252</u>	<u>776,853</u>	<u>677,321</u>	<u>721,477</u>	<u>799,346</u>	<u>986,096</u>	<u>1,153,249</u>	<u>1,171,003</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered-Employee Payroll	\$ 6,943,337	\$ 6,785,849	\$ 6,545,350	\$ 5,980,536	\$ 5,636,495	\$ 4,865,371	\$ 5,382,195	\$ 5,608,033	\$ 8,183,038	\$ 9,132,014
Contributions as a Percentage of Covered-Employee Payroll	18.10 %	15.61 %	14.11 %	12.99 %	12.02 %	14.83 %	14.85 %	17.58 %	14.09 %	12.82 %

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

Teachers Pension and Annuity Fund

Last Ten Fiscal Years*
(Dollar amounts in thousands)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's Proportion of the Net Position Liability (Asset)	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
District's Proportionate Share of the Net Pension Liability (Asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	<u>178,423,890</u>	<u>175,759,750</u>	<u>\$ 162,331,749</u>	<u>\$ 225,638,466</u>	<u>\$ 205,330,282</u>	<u>\$ 220,624,838</u>	<u>\$ 234,707,436</u>	<u>\$ 257,150,800</u>	<u>\$ 219,371,309</u>	<u>\$ 192,933,307</u>
Total	<u>\$ 178,423,890</u>	<u>\$ 175,759,750</u>	<u>\$ 162,331,749</u>	<u>\$ 225,638,466</u>	<u>\$ 205,330,282</u>	<u>\$ 220,624,838</u>	<u>\$ 234,707,436</u>	<u>\$ 257,150,800</u>	<u>\$ 219,371,309</u>	<u>\$ 192,933,307</u>
District's Covered-Employee Payroll	\$ 40,612,935	\$ 39,466,416	\$ 39,061,057	\$ 37,228,832	\$ 36,643,126	\$ 34,841,100	\$ 35,395,251	\$ 35,294,602	\$ 33,506,107	\$ 34,862,168
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
State's Proportionate Share of the Net Pension Liability Associated with the District as a percentage of the District's Covered-Employee Payroll	439.33 %	445.34 %	415.58 %	606.09 %	560.35 %	633.23 %	663.10 %	728.58 %	654.72 %	553.42 %
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	34.68 %	32.29 %	35.52 %	24.60 %	26.95 %	26.49 %	25.41 %	22.33 %	28.71 %	33.64 %

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

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

Change of Benefit Terms: None.

Change of Assumptions: Assumptions used in calculating the net pension liability and statutorily required employer contribution are presented in Note 5D.

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

Postemployment Health Benefit Plan

Last Seven Fiscal Years*

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Service Cost	\$ 5,612,948	\$ 7,202,143	\$ 8,243,330	\$ 4,539,247	\$ 4,256,837	\$ 4,824,717	\$ 5,742,154
Interest on Total OPEB Liability	5,231,702	3,753,501	4,388,706	4,291,734	5,322,134	5,636,868	4,906,873
Changes of Benefits Terms			(180,071)				
Differences Between Expected and Actual Experience	(286,934)	3,093,764	(29,737,950)	29,704,277	(23,161,345)	(10,806,089)	
Changes of Assumptions	299,413	(37,995,033)	166,909	34,641,424	1,784,270	(15,495,526)	(20,392,834)
Gross Benefit Payments	(4,078,197)	(3,717,954)	(3,457,071)	(3,301,544)	(3,673,472)	(3,610,691)	(2,989,225)
Member Contributions	<u>134,070</u>	<u>119,274</u>	<u>112,198</u>	<u>100,070</u>	<u>108,892</u>	<u>124,791</u>	<u>110,071</u>
Net Change in Total OPEB Liability	6,913,002	(27,544,305)	(20,463,949)	69,975,208	(15,362,684)	(19,325,930)	(12,622,961)
Total OPEB Liability - Beginning	<u>141,635,648</u>	<u>169,179,953</u>	<u>189,643,902</u>	<u>119,668,694</u>	<u>135,031,378</u>	<u>154,357,308</u>	<u>166,980,269</u>
Total OPEB Liability - Ending	<u>\$ 148,548,650</u>	<u>\$ 141,635,648</u>	<u>\$ 169,179,953</u>	<u>\$ 189,643,902</u>	<u>\$ 119,668,694</u>	<u>\$ 135,031,378</u>	<u>\$ 154,357,308</u>
District's Proportionate Share of OPEB Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of OPEB Liability	<u>148,548,650</u>	<u>141,635,648</u>	<u>169,179,953</u>	<u>189,643,902</u>	<u>119,668,694</u>	<u>135,031,378</u>	<u>154,357,308</u>
Total OPEB Liability - Ending	<u>\$ 148,548,650</u>	<u>\$ 141,635,648</u>	<u>\$ 169,179,953</u>	<u>\$ 189,643,902</u>	<u>\$ 119,668,694</u>	<u>\$ 135,031,378</u>	<u>\$ 154,357,308</u>
District's Covered-Employee Payroll	<u>\$ 47,398,784</u>	<u>\$ 46,011,766</u>	<u>\$ 45,981,766</u>	<u>\$ 45,041,593</u>	<u>\$ 42,865,327</u>	<u>\$ 41,508,497</u>	<u>\$ 40,223,295</u>
District's Proportionate Share of the Total OPEB Liability as a Percentage of its Covered-Employee Payroll	0%	0%	0%	0%	0%	0%	0%

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

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

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

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

Changes in Benefit Terms:

None.

Changes of Assumptions

Assumptions used in calculating the OPEB liability
are presented in Note 5E.

SCHOOL LEVEL SCHEDULES

GENERAL FUND

NOT APPLICABLE

SPECIAL REVENUE FUND

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

	Total Exhibit <u>E-1a</u>	Total Exhibit <u>E-1b</u>	Total Exhibit <u>E-1c</u>	Total Exhibit <u>E-1d</u>	Total Exhibit <u>E-1e</u>	<u>Totals</u>
REVENUES						
Intergovernmental						
State		\$ 385,609	\$ 354,551	\$ 1,069,454	\$ 3,752,131	\$ 5,561,745
Federal	\$ 2,230,551	1,208,032	1,528,900	-	-	4,967,483
Other	-	-	-	-	389,909	389,909
Total Revenues	<u>2,230,551</u>	<u>1,593,641</u>	<u>1,883,451</u>	<u>1,069,454</u>	<u>4,142,040</u>	<u>10,919,137</u>
EXPENDITURES						
Instruction						
Salaries of Teachers	356,303	185,930	566,995		1,457,355	2,566,583
Purchased Prof and Educ Svcs	22,068	6,800			615,408	644,276
Purchased Prof and Tech Svcs	-				11,195	11,195
Tuition	974,854					974,854
General Supplies	279,997	79,429	1,020	56,917	72,462	489,825
Textbooks			72,667			72,667
Miscellaneous		2,403			8,347	10,750
Co-Curricular Student Activities	-	-	-	-	271,287	271,287
Total Instruction	<u>1,633,222</u>	<u>274,562</u>	<u>640,682</u>	<u>56,917</u>	<u>2,436,054</u>	<u>5,041,437</u>
Support Services						
Salaries of Supervisors of Instruction					144,413	144,413
Salaries of Program Directors					158,301	158,301
Salaries of Other Professional Staff			-		284,707	284,707
Salaries of Secretaries and Clerical Assistants					110,997	110,997
Other Salaries	12,625	689,321	344,037		103,361	1,149,344
Salaries of Community Parent Involvement					91,841	91,841
Salaries of Master Teachers					94,500	94,500
Personnel Services - Employee Benefits	22,002	1,530	470,998		622,479	1,117,009
Purchased Education Services - Contracted Pre-K					449,523	449,523
Other Purchased Professional -Ed. Services	213,850	586,265	276,122	958,698	4,808	2,039,743
Other Purchased Professional Services					3,224	3,224
Cleaning, Repairs and Maintenance			90,422		124,020	214,442
Rentals					54,000	54,000
Contracted Svcs. -Transportation		-	8,000	15,267	1,375	24,642
Travel	12,482	3,375			574	16,431
Miscellaneous Purchased Services	282,531		27,260		41,382	351,173
Supplies and Materials	10,083	38,588	14,352	17,834	3,446	84,303
Other Objects	10,624		11,578	3,460	654	26,316
Miscellaneous Expenditures - Scholarships	-	-	-	-	5,579	5,579
Total Support Services	<u>564,197</u>	<u>1,319,079</u>	<u>1,242,769</u>	<u>995,259</u>	<u>2,299,184</u>	<u>6,420,488</u>
Facilities Acquisition						
Instructional Equipment	<u>33,132</u>	<u>-</u>	<u>-</u>	<u>17,278</u>	<u>-</u>	<u>50,410</u>
Total Facilities Acquisition	<u>33,132</u>	<u>-</u>	<u>-</u>	<u>17,278</u>	<u>-</u>	<u>50,410</u>
Total Expenditures	<u>2,230,551</u>	<u>1,593,641</u>	<u>1,883,451</u>	<u>1,069,454</u>	<u>4,735,238</u>	<u>11,512,335</u>
Excess (Deficiency) of Revenues						
Over/(Under) Expenditures	-	-	-	-	(593,198)	(593,198)
Other Financing Sources (Uses)						
Transfer from General Fund	-	-	-	-	666,585	666,585
Excess (Deficiency) of Revenues and Other						
Financing Sources Over/(Under) Expenditures	-	-	-	-	73,387	73,387
Fund Balance, Beginning of Year	-	-	-	-	283,523	283,523
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 356,910</u>	<u>\$ 356,910</u>

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

	IDEA <u>Basic</u>	IDEA <u>Preschool</u>	ACSERS	ESEA <u>Title I</u>	ESEA <u>Title III</u>	ESEA <u>Title II A</u>	ESEA <u>Title IV</u>	Total Exhibit <u>E-1a</u>
REVENUES								
Intergovernmental								
Federal	\$ 1,367,850	\$ 33,755	\$ 210,787	\$ 435,171	\$ 26,053	\$ 123,672	\$ 33,263	\$ 2,230,551
Other	-	-	-	-	-	-	-	-
Total Revenues	<u>1,367,850</u>	<u>33,755</u>	<u>210,787</u>	<u>435,171</u>	<u>26,053</u>	<u>123,672</u>	<u>33,263</u>	<u>2,230,551</u>
EXPENDITURES								
Instruction								
Salaries of Teachers			61,141	276,812	18,350			356,303
Purchased Prof and Educ Svcs					6,063		16,005	22,068
Tuition	825,208		149,646					974,854
General Supplies	<u>185,458</u>	<u>1,094</u>	<u>-</u>	<u>76,187</u>	<u>-</u>	<u>-</u>	<u>17,258</u>	<u>279,997</u>
Total Instruction	<u>1,010,666</u>	<u>1,094</u>	<u>210,787</u>	<u>352,999</u>	<u>24,413</u>	<u>-</u>	<u>33,263</u>	<u>1,633,222</u>
Support Services								
Other Salaries				12,625				12,625
Personnel Services - Employee Benefits				20,918	1,084			22,002
Purchased Education Services - Contracted Pre-K								-
Other Purchased Professional -Ed. Services	64,029	32,661		5,580		111,580		213,850
Rentals								-
Contracted Svcs. -Transportation (Field Trips)								-
Travel					390	12,092		12,482
Miscellaneous Purchased Services	<u>282,531</u>							<u>282,531</u>
Supplies and Materials	-	-	-	9,917	166	-	-	10,083
Other Objects	<u>10,624</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,624</u>
Total Support Services	<u>357,184</u>	<u>32,661</u>	<u>-</u>	<u>49,040</u>	<u>1,640</u>	<u>123,672</u>	<u>-</u>	<u>564,197</u>
Facilities Acquisition								
Instructional Equipment	-	-	-	33,132	-	-	-	33,132
Total Facilities Acquisition	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,132</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,132</u>
Total Expenditures	<u>1,367,850</u>	<u>33,755</u>	<u>210,787</u>	<u>435,171</u>	<u>26,053</u>	<u>123,672</u>	<u>33,263</u>	<u>2,230,551</u>
Excess (Deficiency) of Revenues								
Over/(Under) Expenditures	-	-	-	-	-	-	-	-
Other Financing Sources (Uses)								
Transfer from General Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures								
Fund Balance, Beginning of Year	-	-	-	-	-	-	-	-
Fund Balance, End of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

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

	<u>School Climate Transformation</u>	<u>School Based Youth Services</u>	<u>ARP Stabilization</u>	<u>High Impact Tutoring</u>	<u>NonPublic STEM</u>	<u>CRRSA ESSER II</u>	<u>CR Learning Acceleration</u>	<u>Total Exhibit E-1b</u>
REVENUES								
Intergovernmental								
State	\$	\$ 351,012			\$ 34,597		\$	\$ 385,609
Federal	\$ 532,631		\$ 417,046	\$ 88,320		\$ 142,860	\$ 27,175	1,208,032
Other	-	-	-	-	-	-	-	-
Total Revenues	532,631	351,012	417,046	88,320	34,597	142,860	27,175	1,593,641
EXPENDITURES								
Instruction								
Salaries of Teachers	5,559	1,000	114,353		34,597	6,496	23,925	185,930
Purchased Prof and Educ Svcs		6,800						6,800
Other Purchased Services								-
General Supplies			31,463			47,966		79,429
Miscellaneous	-	2,403	-	-	-	-	-	2,403
Total Instruction	5,559	10,203	145,816	-	34,597	54,462	23,925	274,562
Support Services								
Other Salaries	17,119	340,809	271,230			56,913	3,250	689,321
Personnel Services - Employee Benefits	1,530							1,530
Other Purchased Professional -Ed. Services	470,585			88,320		27,360		586,265
Rentals								-
Contracted Svcs. -Transportation								-
Travel	3,375							3,375
Miscellaneous Purchased Services								-
Supplies and Materials	34,463	-	-	-	-	4,125	-	38,588
Total Support Services	527,072	340,809	271,230	88,320	-	88,398	3,250	1,319,079
Facilities Acquisition								
Instructional Equipment	-	-	-	-	-	-	-	-
Total Facilities Acquisition	-	-	-	-	-	-	-	-
Total Expenditures	532,631	351,012	417,046	88,320	34,597	142,860	27,175	1,593,641
Excess (Deficiency) of Revenues								
Over/(Under) Expenditures	-	-	-	-	-	-	-	-
Other Financing Sources (Uses)								
Transfer from General Fund	-	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures								
Fund Balance, Beginning of Year	-	-	-	-	-	-	-	-
Fund Balance, End of Year	-	-	-	-	-	-	-	-

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

	ARP ESSER	Accelerated Learning Coach	Summer Learning and Enrichment	Beyond the School Day	Homeless	SDA Emergent and Capital Needs	Non Public Textbooks	Non Public Nursing	Total Exhibit E-1c
REVENUES									
Intergovernmental									
State						\$ 90,422	\$ 72,667	\$ 191,462	\$ 354,551
Federal	\$ 1,146,389	\$ 312,248	\$ 29,236	\$ 25,642	\$ 15,385				1,528,900
Other	-	-	-	-	-	-	-	-	-
Total Revenues	1,146,389	312,248	29,236	25,642	15,385	90,422	72,667	191,462	1,883,451
EXPENDITURES									
Instruction									
Salaries of Teachers	396,021	119,824	27,250	23,900					566,995
General Supplies	825				195				1,020
Textbooks	-	-	-	-	-	-	72,667	-	72,667
Total Instruction	396,846	119,824	27,250	23,900	195	-	72,667	-	640,682
Support Services									
Salaries of Other Professional Staff									-
Other Salaries	264,154	79,883							344,037
Personnel Services - Employee Benefits	358,729	108,541	1,986	1,742					470,998
Other Purchased Professional -Ed. Services	99,400							176,722	276,122
Cleaning, Repairs and Maintenance						90,422			90,422
Rentals									-
Contracted Svcs. -Transportation					8,000				8,000
Travel									-
Miscellaneous Purchased Services	27,260								27,260
Supplies and Materials	-	4,000	-	-	7,190	-	-	3,162	14,352
Other Objects	-	-	-	-	-	-	-	11,578	11,578
Total Support Services	749,543	192,424	1,986	1,742	15,190	90,422	-	191,462	1,242,769
Facilities Acquisition									
Instructional Equipment	-	-	-	-	-	-	-	-	-
Total Facilities Acquisition	-	-	-	-	-	-	-	-	-
Total Expenditures	1,146,389	312,248	29,236	25,642	15,385	90,422	72,667	191,462	1,883,451
Excess (Deficiency) of Revenues									
Over/(Under) Expenditures	-	-	-	-	-	-	-	-	-
Other Financing Sources (Uses)									
Transfer from General Fund	-	-	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures									
Fund Balance, Beginning of Year	-	-	-	-	-	-	-	-	-
Fund Balance, End of Year	-	-	-	-	-	-	-	-	-

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

	<u>Non Public Auxiliary Services (Chap. 192)</u>					<u>Non Public Handicapped Services (Chap 193)</u>			<u>Total</u>
	<u>Non Public</u>	<u>Non Public</u>	<u>Compensatory</u>	<u>ESL</u>	<u>Transportation</u>	<u>Examination and</u>	<u>Corrective</u>	<u>Supplementary</u>	<u>Exhibit</u>
	<u>Security</u>	<u>Technology</u>	<u>Education</u>			<u>Classification</u>	<u>Speech</u>	<u>Instruction</u>	<u>E-1d</u>
REVENUES									
Intergovernmental									
State	\$ 318,820	\$ 60,377	\$ 167,773	\$ 23,256	\$ 15,267	\$ 244,720	\$ 89,652	\$ 149,589	\$ 1,069,454
Federal									-
Other	-	-	-	-	-	-	-	-	-
Total Revenues	318,820	60,377	167,773	23,256	15,267	244,720	89,652	149,589	1,069,454
EXPENDITURES									
Instruction									
General Supplies	-	56,917	-	-	-	-	-	-	56,917
Total Instruction	-	56,917	-	-	-	-	-	-	56,917
Support Services									
Other Purchased Professional -Ed. Services	283,708		167,773	23,256		244,720	89,652	149,589	958,698
Contracted Svcs. -Transportation					15,267				15,267
Supplies and Materials	17,834	-	-	-	-	-	-	-	17,834
Other Objects	-	3,460	-	-	-	-	-	-	3,460
Total Support Services	301,542	3,460	167,773	23,256	15,267	244,720	89,652	149,589	995,259
Facilities Acquisition									
Instructional Equipment	17,278	-	-	-	-	-	-	-	17,278
Total Facilities Acquisition	17,278	-	-	-	-	-	-	-	17,278
Total Expenditures	318,820	60,377	167,773	23,256	15,267	244,720	89,652	149,589	1,069,454
Excess (Deficiency) of Revenues									
Over/(Under) Expenditures	-	-	-	-	-	-	-	-	-
Other Financing Sources (Uses)									
Transfer from General Fund	-	-	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues and Other									
Financing Sources Over/(Under) Expenditures									
Fund Balance, Beginning of Year	-	-	-	-	-	-	-	-	-
Fund Balance, End of Year	-	-	-	-	-	-	-	-	-

**TEANECK BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	Non Public Home Instruction	Juvenile Justice (2024)	Student Activity Funds	Scholarship Funds	Preschool Education Aid	Other Local Grants	Total Exhibit E-1e
REVENUES							
Intergovernmental							
State	\$ 5,245	\$ 49,956			\$ 3,696,930		\$ 3,752,131
Federal							
Other	-	-	\$ 298,139	\$ 52,114	-	\$ 39,656	389,909
Total Revenues	5,245	49,956	298,139	52,114	3,696,930	39,656	4,142,040
EXPENDITURES							
Instruction							
Salaries of Teachers		32,050			1,413,805	11,500	1,457,355
Purchased Prof and Educ Svcs					615,408		615,408
Purchased Prof and Tech Svcs	5,245	5,000				950	11,195
General Supplies		8,636			54,085	9,741	72,462
Miscellaneous		2,945				5,402	8,347
Co-Curricular Student Activities	-	-	271,287	-	-	-	271,287
Total Instruction	5,245	48,631	271,287	-	2,083,298	27,593	2,436,054
Support Services							
Salaries of Supervisors of Instruction					144,413		144,413
Salaries of Program Directors					158,301		158,301
Salaries of Other Professional Staff					284,707		284,707
Salaries of Secretaries and Clerical Assistants					110,997		110,997
Other Salaries					91,348	12,013	103,361
Salaries of Community Parent Involvement					91,841		91,841
Salaries of Master Teachers					94,500		94,500
Personnel Services - Employee Benefits					622,479		622,479
Purchased Education Services - Contracted Pre-K					449,523		449,523
Other Purchased Professional -Ed. Services					4,808		4,808
Other Purchased Professional Services					3,224		3,224
Cleaning, Repairs and Maintenance					124,020		124,020
Rentals					54,000		54,000
Contracted Svcs. -Transportation		1,325				50	1,375
Travel					574		574
Miscellaneous Purchased Services					41,382		41,382
Supplies and Materials					3,446		3,446
Other Objects					654		654
Miscellaneous Expenditures - Scholarships	-	-	-	5,579	-	-	5,579
Total Support Services	-	1,325	-	5,579	2,280,217	12,063	2,299,184
Total Expenditures	5,245	49,956	271,287	5,579	4,363,515	39,656	4,735,238
Excess (Deficiency) of Revenues							
Over/(Under) Expenditures	-	-	26,852	46,535	(666,585)	-	(593,198)

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

	Non Public Home <u>Instruction</u>	Juvenile <u>Justice (2024)</u>	Student Activity <u>Funds</u>	Scholarship <u>Funds</u>	Preschool Education <u>Aid</u>	Other Local <u>Grants</u>	Total Exhibit <u>E-1e</u>
Other Financing Sources (Uses)							
Transfer from General Fund	-	-	-	-	\$ 666,585	-	\$ 666,585
Excess (Deficiency) of Revenues and Other							
Financing Sources Over/(Under) Expenditures	-	-	\$ 26,852	\$ 46,535	-	-	73,387
Fund Balance, Beginning of Year	-	-	189,191	94,332	-	-	283,523
Fund Balance, End of Year	\$ -	\$ -	\$ 216,043	\$ 140,867	\$ -	\$ -	\$ 356,910

**TEANECK BOARD OF EDUCATION
SPECIAL REVENUE FUND
PRESCHOOL EDUCATION AID SCHEDULE OF EXPENDITURES
PRESCHOOL - ALL PROGRAMS
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Budget</u>	<u>Budget Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES					
Instruction					
Salaries of Teachers	\$ 1,271,550	\$ 260,000	\$ 1,531,550	\$ 1,413,805	\$ 117,745
Purchased Professional-Educational Services		1,203,158	1,203,158	615,408	587,750
General Supplies	<u>46,000</u>	<u>9,000</u>	<u>55,000</u>	<u>54,085</u>	<u>915</u>
Total Instruction	<u>1,317,550</u>	<u>1,472,158</u>	<u>2,789,708</u>	<u>2,083,298</u>	<u>706,410</u>
Support Services					
Salaries of Supervisors of Instruction	143,948	465	144,413	144,413	-
Salaries of Program Directors	158,301	-	158,301	158,301	-
Salaries of Other Professional Staff	324,317	79,335	403,652	284,707	118,945
Salaries of Secretaries and Clerical Assistants	200,125	-	200,125	110,997	89,128
Other Salaries	148,415	-	148,415	91,348	57,067
Salaries of Community Parent Involvement	91,841	-	91,841	91,841	-
Salaries of Master Teachers	94,500	79,800	174,300	94,500	79,800
Personnel Services - Employee Benefits	612,168	223,368	835,536	622,479	213,057
Purchased Education Services - Contracted Pre-K	2,198,569	(1,749,046)	449,523	449,523	-
Other Purchased Professional -Ed. Services	20,000	-	20,000	4,808	15,192
Other Purchased Professional Services	5,000	-	5,000	3,224	1,776
Cleaning, Repairs and Maintenance	78,836	64,654	143,490	124,020	19,470
Rentals	60,000	-	60,000	54,000	6,000
Travel		580	580	574	
Miscellaneous Purchased Services	50,000	880	50,880	41,382	9,498
Supplies and Materials	5,000	(100)	4,900	3,446	1,454
Other Objects	<u>2,000</u>	<u>(485)</u>	<u>1,515</u>	<u>654</u>	<u>861</u>
Total Support Services	<u>4,193,020</u>	<u>(1,300,549)</u>	<u>2,892,471</u>	<u>2,280,217</u>	<u>612,248</u>
Total Expenditures	<u>\$ 5,510,570</u>	<u>\$ 171,609</u>	<u>\$ 5,682,179</u>	<u>\$ 4,363,515</u>	<u>\$ 1,318,658</u>

Calculation of Budget Carryover

Total 2023-2024 Preschool Education Aid Allocation	\$ 4,755,434
Add Actual Preschool Education Carryover (June 30, 2023)	14,451
Add: Prior Year Encumbrances/Payables Cancelled	354,038
Add: Budgeted Transfer from General Fund	<u>666,585</u>
Total Preschool Education Aid Funds Available for 2023-2024 Budget	5,790,508
Less: 2023-2024 Budgeted Preschool Education Aid (Including prior year budgeted carryover)	<u>5,682,179</u>
Available and Unbudgeted Preschool Education Aid Funds as of June 30, 2024	108,329
Add: June 30, 2024 Unexpended Preschool Education Aid	<u>1,318,658</u>
2023-2024 Carryover - Preschool Education Aid /Preschool Programs	<u>\$ 1,426,987</u>
2023-2024 Preschool Education Aid Carryover Budgeted in 2024-2025	<u>\$ -</u>

CAPITAL PROJECTS FUND

**TEANECK BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

<u>Project Title/Description</u>	<u>Modified Appropriations</u>	<u>Expenditures to Date</u>		<u>Balance June 30, 2024</u>
		<u>Prior Years</u>	<u>Current Year</u>	
Energy Savings Improvement Program	\$ 8,009,416	\$ 7,978,629		\$ 30,787
Bryant Elementary - Interior Alterations	<u>416,000</u>	<u>-</u>	<u>\$ 23,835</u>	<u>392,165</u>
	<u>\$ 8,425,416</u>	<u>\$ 7,978,629</u>	<u>\$ 23,835</u>	<u>\$ 422,952</u>
Project Appropriation Balances				\$ 422,952
Less: Unrealized Grant				<u>(156,866)</u>
Fund Balance, GAAP Basis				<u>\$ 266,086</u>
 <u>Recapitulation of Fund Balance (Budgetary Basis):</u>				
Year-End Encumbrances				\$ 314,865
Restricted for Capital Projects				<u>108,087</u>
				<u>\$ 422,952</u>

**TEANECK BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

Revenues and Other Financing Sources

Transfer from Capital Reserve	\$ 249,600
Schools Development Authority "SDA" Grant	<u>166,400</u>

Total Revenues and Other Financing Sources	<u>416,000</u>
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Expenditures

Purchased Professional and Technical Services	<u>23,835</u>
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Total Expenditures	<u>23,835</u>
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Excess of Revenues and Other Financing Sources Over Expenditures	392,165
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Fund Balance, Beginning of Year	<u>30,787</u>
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Fund Balance, End of Year	<u><u>\$ 422,952</u></u>
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TEANECK BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
ENERGY SAVINGS IMPROVEMENT PROGRAM
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Capital Financing Agreement	\$ 8,009,416	-	\$ 8,009,416	\$ 8,009,416
Total Revenues	<u>8,009,416</u>	<u>-</u>	<u>8,009,416</u>	<u>8,009,416</u>
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services	851,646		851,646	1,793,316
Construction Services	7,021,868		7,021,868	6,216,100
Transfer to General Fund - Cancelled Lease Balance	<u>105,115</u>	<u>-</u>	<u>105,115</u>	<u>-</u>
Total Expenditures and Other Financing Uses	<u>7,978,629</u>	<u>-</u>	<u>7,978,629</u>	<u>\$ 8,009,416</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 30,787</u>	<u>\$ -</u>	<u>\$ 30,787</u>	
Additional Project Information:				
Project Number	N/A			
Capital Financing Agreement	\$ 8,009,416			
Original Authorized Cost	8,009,416			
Additional Authorized Cost				
Revised Authorized Cost	\$ 8,009,416			

TEANECK BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BRYANT ELEMENTARY SCHOOL - INTERIOR ALTERATIONS
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Transfer from Capital Reserve	-	\$ 249,600	\$ 249,600	\$ 249,600
Schools Development Authority "SDA" Grant	-	166,400	166,400	166,400
Total Revenues	-	416,000	416,000	416,000
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services	-	\$ 23,835	23,835	50,600
Construction Services	-	-	-	365,400
Total Expenditures and Other Financing Uses	-	23,835	23,835	\$ 416,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ 392,165	\$ 392,165	
Additional Project Information:				
Project Number	5150-080-23-PK02			
Original Authorized Cost	\$ 416,000			
Additional Authorized Cost				
Revised Authorized Cost	\$ 416,000			

PROPRIETARY FUNDS

**TEANECK BOARD OF EDUCATION
PROPRIETARY FUND
COMBINING STATEMENT OF NET POSITION
AS OF JUNE 30, 2024**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-4

**COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-5

**COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-6

FIDUCIARY FUNDS

NOT APPLICABLE

LONG-TERM DEBT

**TEANECK BOARD OF EDUCATION
SCHEDULE OF BONDS PAYABLE
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

<u>Issue</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Annual Maturities</u>		<u>Interest Rate</u>	<u>Balance, July 1, 2023</u>	<u>Issued</u>	<u>Paid</u>	<u>Balance, June 30, 2024</u>
School Energy Savings Obligation Refunding Bonds	1/6/2022	\$ 3,595,000	4/1/2025	\$ 720,000	1.096 %				
			4/1/2026	750,000	1.096				
			4/1/2027	785,000	1.096	\$ 2,935,000		\$ 680,000	\$ 2,255,000
School Refunding Bonds	4/27/2016	7,615,000	7/15/2024	525,000	4.000 %				
			7/15/2025	515,000	4.000				
			7/15/2026	510,000	4.000				
			7/15/2027	500,000	4.000				
			7/15/2028	490,000	3.750				
			7/15/2029	480,000	3.500				
			7/15/2030	465,000	3.500	4,010,000	-	525,000	3,485,000
						<u>\$ 6,945,000</u>	<u>\$ -</u>	<u>\$ 1,205,000</u>	<u>\$ 5,740,000</u>

**SCHEDULE OF OBLIGATIONS UNDER CAPITAL FINANCING AGREEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

<u>Description</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Interest Rate</u>	<u>Balance, July 1, 2023</u>	<u>Issued</u>	<u>Paid</u>	<u>Balance, June 30, 2024</u>
<u>Capital Financing Agreements</u>							
HVAC Improvements	3/27/2020	1,600,000	1.55%	\$ 654,469		\$ 324,718	\$ 329,751
Equipment Energy Savings Improvements	6/24/2020	5,738,822	2.42%	4,994,842		260,209	4,734,633
Energy Savings Improvements	8/4/2020	2,270,594	2.42%	2,143,816		67,452	2,076,364
Network Switches	9/12/2023	592,281	4.92%		\$ 592,281	109,256	483,025
Access Points	5/8/2023	382,602	5.08%	-	382,602	69,131	313,471
				<u>\$ 7,793,127</u>	<u>\$ 974,883</u>	<u>\$ 830,766</u>	<u>\$ 7,937,244</u>

**TEANECK BOARD OF EDUCATION
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
REVENUES					
Local Sources					
Property Taxes	\$ 639,053	-	\$ 639,053	\$ 639,053	\$ -
Total Revenues	639,053	-	639,053	639,053	-
EXPENDITURES					
Regular Debt Service					
Principal	525,000		525,000	525,000	
Interest	138,700	-	138,700	138,700	-
Total Expenditures	663,700	-	663,700	663,700	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(24,647)	-	(24,647)	(24,647)	-
Fund Balance, Beginning of Year	24,649	-	24,649	24,649	-
Fund Balance, End of Year	\$ 2	\$ -	\$ 2	\$ 2	\$ -

Recapitulation of Fund Balance:

Restricted for Debt Service:

Designated for Subsequent Year's Budget \$ 2

Total \$ 2

STATISTICAL SECTION

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

Contents

Exhibits

Financial Trends

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

J-1 to J-5

Revenue Capacity

These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.

J-6 to J-9

Debt Capacity

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

J-10 to J-13

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.

J-14 and J-15

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.

J-16 to J-20

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

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

	As Of June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental Activities										
Net Investment in Capital Assets	\$ 31,030,357	\$ 31,076,698	\$ 31,428,231	\$ 30,555,010	\$ 28,805,759	\$ 30,461,364	\$ 35,670,213	\$ 40,162,070	\$ 42,254,626	\$ 45,051,720
Restricted	324,625	833,187	1,788,028	5,380,642	15,372,914	18,226,640	18,465,908	16,226,403	5,220,876	8,840,728
Unrestricted	(33,550,664)	(30,514,996)	(28,346,121)	(25,696,694)	(25,922,713)	(23,805,755)	(19,248,819)	(12,959,235)	(3,200,688)	(4,758,032)
Total Governmental Activities Net Position	\$ (2,195,682)	\$ 1,394,889	\$ 4,870,138	\$ 10,238,958	\$ 18,255,960	\$ 24,882,249	\$ 34,887,302	\$ 43,429,238	\$ 44,274,814	\$ 49,134,416
Business-Type Activities										
Investment in Capital Assets	\$ 45,373	\$ 35,613	\$ 27,769	\$ 44,083	\$ 36,683	\$ 225,827	\$ 197,857	\$ 247,981	\$ 215,937	\$ 250,979
Unrestricted	201,619	325,827	617,185	859,418	886,890	696,194	1,374,476	3,164,539	4,367,752	4,839,795
Total Business-Type Activities Net Position	\$ 246,992	\$ 361,440	\$ 644,954	\$ 903,501	\$ 923,573	\$ 922,021	\$ 1,572,333	\$ 3,412,520	\$ 4,583,689	\$ 5,090,774
District-wide										
Net Investment in Capital Assets	\$ 31,075,730	\$ 31,112,311	\$ 31,456,000	\$ 30,599,093	\$ 28,842,442	\$ 30,687,191	\$ 35,868,070	\$ 40,410,051	\$ 42,470,563	\$ 45,302,699
Restricted	324,625	833,187	1,788,028	5,380,642	15,372,914	18,226,640	18,465,908	16,226,403	5,220,876	8,840,728
Unrestricted	(33,349,045)	(30,189,169)	(27,728,936)	(24,837,276)	(25,035,823)	(23,109,561)	(17,874,343)	(9,794,697)	1,167,064	81,763
Total District Net Position	\$ (1,948,690)	\$ 1,756,329	\$ 5,515,092	\$ 11,142,459	\$ 19,179,533	\$ 25,804,270	\$ 36,459,635	\$ 46,841,757	\$ 48,858,503	\$ 54,225,190

Note 2 - Net Position at June 30, 2014 is restated to reflect the implementation of GASB Statement No. 68, "Accounting and Financial Reporting for Pensions".

Source: District Records

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

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses										
Governmental Activities										
Instruction										
Regular	\$ 45,216,191	\$ 43,078,084	\$ 47,544,166	\$ 49,686,728	\$ 29,704,504	\$ 29,805,460	\$ 29,655,781	\$ 39,911,924	\$ 49,047,284	\$ 49,720,572
Special Education	22,910,881	22,521,039	25,413,050	25,491,773	11,726,104	10,791,784	11,276,918	26,040,162	28,696,295	28,489,950
Other Instruction and School Sponsored Act.	5,104,799	4,899,904	5,257,184	5,580,493	10,460,247	10,244,596	10,175,677	13,301,271	4,619,662	3,180,167
Support Services:										
Tuition					8,693,821	9,097,893	9,961,134			
Student and Instruction Related Services	15,985,738	17,767,423	17,174,153	16,090,033	14,551,481	16,049,950	18,666,489	22,204,995	20,039,847	21,055,577
General Administration	1,346,018	1,238,269	1,377,257	1,566,309	1,511,085	1,881,224	1,973,806	2,211,852	1,695,372	1,909,724
School Administrative Services	4,797,201	5,504,071	6,205,382	5,574,062	3,902,038	3,859,803	3,943,934	4,628,230	4,931,751	4,945,361
Business and Other Support Services	2,162,372	2,550,972	2,533,001	1,992,964	2,050,178	2,081,947	2,130,330	368,997	1,568,316	1,959,019
Plant Operations and Maintenance	8,742,070	7,863,553	7,926,277	9,722,253	7,808,758	8,073,700	8,309,077	6,585,697	10,288,527	10,264,881
Transportation	5,090,466	5,261,919	5,276,477	5,232,574	5,546,318	5,009,748	4,538,845	5,487,425	7,726,396	8,320,004
Interest and Other Charges on Long-Term Debt	682,245	556,367	503,691	445,359	270,032	185,259	326,548	(46,128)	447,596	470,465
Capital Outlay					1,735,427	2,520,371	293,912			
Unallocated Amortization					122,963	(43,760)	(48,578)			
Allocated Benefits					5,413,152	5,753,774	5,670,386			
Unallocated Benefits					11,489,829	12,001,638	18,639,583			
Unallocated Depreciation					1,971,687	1,946,416	1,879,090	1,639,357		
Total Governmental Activities Expenses	112,037,981	111,241,601	119,210,638	121,382,548	116,957,624	119,259,803	127,392,932	122,333,782	129,061,046	130,315,720
Business-Type Activities:										
Food Service	1,420,191	1,466,292	1,335,533	1,371,517	1,404,842	1,206,430	10,503,253	7,600,422	5,993,450	2,088,003
Community School	498,653	526,953	644,259	629,545	624,657	550,805	165,963	593,013	472,667	1,007,276
Total Business-Type Activities	1,918,844	1,993,245	1,979,792	2,001,062	2,029,499	1,757,235	10,669,216	8,193,435	6,466,117	3,095,279
Total District Expenses	\$ 113,956,825	\$ 113,234,846	\$ 121,190,430	\$ 123,383,610	\$ 118,987,123	\$ 121,017,038	\$ 138,062,148	\$ 130,527,217	\$ 135,527,163	\$ 133,410,999
Program Revenues										
Governmental Activities:										
Charges for Services	8,034	113,759	176,152	139,948			100,435	289,684	311,778	389,307
Operating Grants and Contributions	25,289,979	28,102,362	34,763,640	37,121,970	4,111,079	5,861,003	8,494,484	27,269,633	30,149,456	31,728,530
Capital Grants and Contributions	186,499	675,233	64,475	27,229		-	-	-	602,749	763,677
Total Governmental Activities Program Revenues	25,484,512	28,891,354	35,004,267	37,289,147	4,111,079	5,861,003	8,594,919	27,559,317	31,063,983	32,881,514
Business-Type Activities:										
Charges for Services										
Food Service	642,602	648,851	649,016	698,064	680,607	509,998	12,733	137,617	662,532	836,519
Other	594,605	675,314	856,987	843,936	760,015	659,060	105,361	793,479	1,142,217	1,616,006
Operating Grants and Contributions	732,801	783,528	757,303	794,663	810,413	655,484	11,195,241	9,102,526	5,731,396	1,149,839
Total Business Type Activities Program Revenues	1,970,008	2,107,693	2,263,306	2,336,663	2,251,035	1,824,542	11,313,335	10,033,622	7,536,145	3,602,364
Total District Program Revenues	\$ 27,454,520	\$ 30,999,047	\$ 37,267,573	\$ 39,625,810	\$ 6,362,114	\$ 7,685,545	\$ 19,908,254	\$ 37,592,939	\$ 38,600,128	\$ 36,483,878

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

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Net (Expense)/Revenue										
Governmental Activities	\$ (86,553,469)	\$ (82,350,247)	\$ (84,206,371)	\$ (84,093,401)	\$ (112,846,545)	\$ (113,398,800)	\$ (118,798,013)	\$ (94,774,465)	\$ (97,997,063)	\$ (97,434,206)
Business-Type Activities	51,164	114,448	283,514	335,601	221,536	67,307	644,119	1,840,187	1,070,028	507,085
Total District-Wide Net Expense	\$ (86,502,305)	\$ (82,235,799)	\$ (83,922,857)	\$ (83,757,800)	\$ (112,625,009)	\$ (113,331,493)	\$ (118,153,894)	\$ (92,934,278)	\$ (96,927,035)	\$ (96,927,121)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes Levied for General Purposes	\$ 80,505,489	\$ 83,928,341	\$ 85,606,908	\$ 87,319,046	\$ 89,541,831	\$ 91,332,668	\$ 93,159,321	\$ 95,022,507	\$ 96,922,957	\$ 100,341,919
Property Taxes Levied for Debt Service	1,845,977	1,489,284	1,461,209	1,336,939	1,313,882	1,303,675	1,274,463	716,950	694,400	639,053
Grants and Contributions					28,991,474	26,569,503	33,057,189	6,340,984		
Miscellaneous Income	332,687	523,193	613,503	317,682	865,778	762,058	1,034,035	1,235,961	1,101,582	1,312,836
Transfers				100,000						
Special Items				-	150,582	150,580	(19,070)	-		
Total Governmental Activities	82,684,153	85,940,818	87,681,620	89,073,667	120,863,547	120,118,484	128,505,938	103,316,402	98,718,939	102,293,808
Business-Type Activities:										
Miscellaneous Income							6,193			
Other Financing Sources/(Uses)				(100,000)	(201,464)	(200,000)	-	-		
Total Business-Type Activities	-	-	-	(100,000)	(201,464)	(200,000)	6,193	-	-	-
Total District-Wide	\$ 82,684,153	\$ 85,940,818	\$ 87,681,620	\$ 88,973,667	\$ 120,662,083	\$ 119,918,484	\$ 128,512,131	\$ 103,316,402	\$ 98,718,939	\$ 102,293,808
Change in Net Position										
Governmental Activities	\$ (3,869,316)	\$ 3,590,571	\$ 3,475,249	\$ 4,980,266	\$ 8,017,002	\$ 6,719,684	\$ 9,707,925	\$ 8,541,937	\$ 721,876	\$ 4,859,602
Business-Type Activities	51,164	114,448	283,514	235,601	20,072	(132,693)	650,312	1,840,187	1,070,028	507,085
Total District	\$ (3,818,152)	\$ 3,705,019	\$ 3,758,763	\$ 5,215,867	\$ 8,037,074	\$ 6,586,991	\$ 10,358,237	\$ 10,382,124	\$ 1,791,904	\$ 5,366,687

Source: District Records

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

	As of June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund										
Restricted	\$ 324,592	\$ 1,922,495	\$ 4,456,718	\$ 8,902,842	\$ 12,384,622	\$ 7,797,104	\$ 10,592,267	\$ 14,450,598	\$ 6,745,537	\$ 12,963,723
Committed										1,451,237
Assigned	1,420,357	1,569,653	2,596,779	2,451,442	2,925,041	5,037,340	4,407,575	1,433,650	9,896,827	3,333,340
Unassigned	(435,844)	499,672	679,845	721,040	1,581,699	1,728,201	3,965,734	4,816,088	1,148,523	860,474
Total General Fund	<u>\$ 1,309,105</u>	<u>\$ 3,991,820</u>	<u>\$ 7,733,342</u>	<u>\$ 12,075,324</u>	<u>\$ 16,891,362</u>	<u>\$ 14,562,645</u>	<u>\$ 18,965,576</u>	<u>\$ 20,700,336</u>	<u>\$ 17,790,887</u>	<u>\$ 18,608,774</u>
All Other Governmental Funds										
Restricted	\$ 1,647,932	\$ 502,159	\$ 67,653	\$ 67,091	\$ 63,251	\$ 5,302,196	\$ 3,466,066	\$ 366,803	\$ 338,959	\$ 622,998
Unassigned	-	-	-	-	-	-	-	(447,845)	(67,796)	-
Total All Other Governmental Funds	<u>\$ 1,647,932</u>	<u>\$ 502,159</u>	<u>\$ 67,653</u>	<u>\$ 67,091</u>	<u>\$ 63,251</u>	<u>\$ 5,302,196</u>	<u>\$ 3,466,066</u>	<u>\$ (81,042)</u>	<u>\$ 271,163</u>	<u>\$ 622,998</u>

Source: District Records

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

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues										
Property Taxes	\$ 82,351,466	\$ 85,417,625	\$ 87,068,117	\$ 88,655,985	\$ 90,855,713	\$ 92,636,343	\$ 94,433,784	\$ 95,739,457	\$ 97,617,357	\$ 100,980,972
Tuition Charges	8,034	113,759	176,152	139,948	88,373	74,311	25,922		15,529	23,167
Transportation					45,832	4,571	46,895		14,340	15,887
Rentals	24,813				71,749	96,399	1,778		25,418	8,743
Interest Earnings	24,538	17,195	24,426	73,568	6,510	137,976	6,000	31,420	460,518	1,095,716
Miscellaneous	606,879	872,144	933,306	292,776	642,914	7,718,204	3,234,015	1,196,727	967,205	598,286
State Sources	14,883,649	15,871,490	17,083,759	18,884,298	22,493,203	25,007,042	29,449,031	34,763,280	34,814,737	37,290,052
Federal Sources	1,764,121	1,762,558	1,994,360	2,055,129	2,005,665	2,260,483	3,027,262	4,190,499	6,121,816	6,143,191
Total Revenues	99,663,500	104,054,771	107,280,120	110,101,704	116,209,959	127,935,329	130,224,687	135,921,383	140,036,920	146,156,014
Expenditures										
Instruction										
Regular Instruction	39,789,210	36,630,907	38,013,929	40,233,331	24,933,948	26,239,139	26,246,371	30,494,017	54,383,577	55,788,946
Special Education Instruction	21,234,038	20,203,902	21,979,369	22,126,629	9,342,211	9,001,231	9,380,059	13,336,269	30,739,616	30,804,654
Other Instruction/School Sponsored Act.	4,350,846	3,998,073	4,004,204	4,314,200	3,393,339	3,078,566	2,908,466	10,116,748	5,207,869	3,617,224
Support Services:										
Tuition					8,693,821	9,097,893	9,961,134	12,341,483		
Student & Inst. Related Services	15,491,161	16,922,739	16,013,238	15,492,291	12,768,667	14,594,177	17,073,860	18,757,793	21,892,286	22,467,690
General Administration	1,388,638	1,264,599	1,355,640	1,439,293	1,398,528	1,759,629	1,845,663	2,502,366	1,824,551	2,000,183
School Administrative Services	4,340,892	4,799,231	5,181,268	4,921,124	3,103,690	3,220,126	3,303,261	3,314,765	5,716,354	5,685,478
Business and Other Support Services	2,075,126	2,448,307	2,362,775	1,978,763	1,790,626	1,811,549	1,844,892	1,714,997	1,653,238	2,021,506
Plant Operations and Maintenance	7,334,229	6,337,644	6,306,791	6,643,839	7,852,275	8,157,447	8,702,795	9,706,169	9,022,852	8,662,282
Pupil Transportation	5,086,630	5,243,572	5,255,958	5,196,030	5,521,065	4,975,660	4,489,077	5,736,648	7,772,993	8,334,153
Allocated Benefits					5,413,152	5,753,774	5,670,386			
Unallocated Employee Benefits					6,186,884	5,203,348	5,764,535	24,622,910		
On-Behalf Contributions					12,325,604	13,161,615	15,959,216			
Capital Outlay	992,268	1,839,461	2,966,297	511,933	2,174,076	10,498,567	9,156,893	4,267,499	2,074,427	4,014,722
Debt Service:										
Principal	2,210,634	2,162,849	2,708,873	2,408,414	1,065,000	1,080,000	1,085,000	555,000	1,791,875	2,035,766
Interest and Other Charges	822,229	786,133	544,756	594,437	252,722	223,675	189,462	161,950	514,527	528,571
Cost of Issuance		117,364								
Charter Schools					6,234,035	6,588,230	6,715,468			
Total Expenditures	105,115,901	102,754,781	106,693,098	105,860,284	112,449,643	124,444,626	130,296,538	137,628,614	142,594,165	145,961,175
Excess (Deficiency) of Revenues										
Over (Under) Expenditures	(5,452,401)	1,299,990	587,022	4,241,420	3,760,316	3,490,703	(71,851)	(1,707,231)	(2,557,245)	194,839

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

	Fiscal Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Other Financing Sources (Uses)										
Lease-Purchase/Capital Leases (non-budgeted)	\$ 1,550,990	\$ 112,235	\$ 2,719,994		\$ 901,300	\$ 7,338,822	\$ 2,270,594			
Capital Financing Agreements										\$ 974,883
Proceeds from Sale of Bonds		7,615,000								
Premium on Sale of Bonds		642,071						(105,115)		
Payment to Refunded Bond Escrow Agent		(8,132,354)								
Transfers In	718,431	1,001,453	440,000	100,000	200,000	6,670,427	2,173	36,025	194,216	916,185
Transfers Out	(718,431)	(1,001,453)	(440,000)		(49,418)	(6,519,847)	(21,243)	(36,025)	(194,216)	(916,185)
Total Other Financing Sources (Uses)	1,550,990	236,952	2,719,994	100,000	1,051,882	7,489,402	2,251,524	(105,115)	-	974,883
Net Change in Fund Balances	\$ (3,901,411)	\$ 1,536,942	\$ 3,307,016	\$ 4,341,420	\$ 4,812,198	\$ 10,980,105	\$ 2,179,673	\$ (1,812,346)	\$ (2,557,245)	\$ 1,169,722
Debt Service as a Percentage of										
Noncapital Expenditures	2.91%	2.92%	3.14%	2.85%	1.19%	1.14%	1.05%	0.54%	1.64%	1.81%

* Noncapital expenditures are total expenditures less capital outlay.

Source: District Records

**TEANECK BOARD OF EDUCATION
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN YEARS
(Unaudited)**

Fiscal Year Ended June 30,	<u>Tuition</u>	<u>Interest Earned</u>	<u>Transportation</u>	<u>Prior Year Refunds/Reimb</u>	<u>Energy Performance Rebates</u>	<u>Rentals</u>	<u>Miscellaneous</u>	<u>Total</u>
2015	\$ 8,034	\$ 24,444	\$ 12,900	\$ 79,909		\$ 24,813	\$ 190,527	\$ 340,627
2016	113,759	17,119	5,280	122,866	\$ 278,268	16,907	82,677	636,876
2017	176,152	22,773	66,295	110,870	295,402	23,470	93,040	788,002
2018	139,948	66,744	3,840	177,050	1,953	18,448	42,823	450,806
2019	88,373	133,220	45,832	357,830	20,520	71,749	91,338	808,862
2020	74,311	137,111	4,571	77,441	20,630	96,399	219,246	629,709
2021	25,922	41,574	46,895	62,711	123,170	1,778	593,741	895,791
2022		31,420	4,154	396,208		11,609	410,378	853,769
2023	15,529	460,518	14,340	134,440		25,418	481,206	1,131,451
2024	23,167	1,095,716	15,887			8,743	208,377	1,351,890

Source: District Records

TEANECK BOARD OF EDUCATION
ASSESSED VALUATION AND ACTUAL VALUATION OF TAXABLE PROPERTY
LAST TEN YEARS
(Unaudited)

Fiscal Year Ended June 30,	Vacant Land	Residential	Commercial	Industrial	Apartment	Total Assessed Valuation	Public Utilities	Net Valuation Table	Estimated (County Equalized) Value	Total Direct School Tax Rate ^a
2015	\$ 24,888,700	\$ 4,197,404,500	\$ 523,577,300	\$ 36,765,600	\$ 233,785,900	\$ 5,016,422,000	\$ 4,691,390	\$ 5,021,113,390	\$ 5,082,712,384	\$ 1.701
2016	28,296,600	4,199,996,400	516,527,300	36,765,600	231,869,900	5,013,455,800	4,418,973	5,017,874,773	5,298,002,372	1.735
2017	30,694,700	4,217,971,300	502,513,400	34,805,600	231,198,700	5,017,183,700	4,301,902	5,021,485,602	5,498,094,904	1.766
2018	28,885,600	4,241,567,100	501,407,900	34,805,600	229,331,700	5,035,997,900	4,471,088	5,040,468,988	5,600,641,438	1.803
2019	23,693,300	4,259,287,200	557,122,000	34,805,600	227,837,700	5,102,745,800		5,102,745,800	5,924,981,003	1.816
2020	28,814,200	4,277,118,800	531,918,300	35,730,600	278,958,300	5,152,540,200		5,152,540,200	6,275,118,244	1.833
2021	18,140,900	4,290,898,000	510,457,800	35,730,600	333,745,100	5,188,972,400		5,188,972,400	6,388,049,392	1.846
2022	21,775,100	4,310,716,600	519,149,200	33,574,300	345,452,400	5,230,667,600		5,230,667,600	6,560,153,453	1.848
2023	34,513,300	4,323,724,100	517,084,200	30,026,300	346,458,100	5,251,806,000		5,251,806,000	7,204,312,111	1.833
2024	58,846,900	6,944,429,700	799,246,300	57,413,800	576,957,700	8,436,894,400		8,436,894,400	8,184,071,804	1.211

Source: County Abstract of Ratables

^a Tax rates are per \$100

(1) The Township of Teaneck undertook a revaluation of real property values effective for the calendar year 2024.

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

Calendar Year	Overlapping Rates				Total Direct and Overlapping Tax Rate
	School District	Municipality	County of Bergen		
2015	\$ 1.701	\$ 1.095	\$ 0.251	\$	3.047
2016	1.735	1.092	0.269		3.096
2017	1.766	1.092	0.285		3.143
2018	1.803	1.089	0.281		3.173
2019	1.816	1.100	0.281		3.197
2020	1.833	1.098	0.303		3.234
2021	1.846	1.103	0.307		3.256
2022	1.848	1.103	0.286		3.237
2023	1.833	1.141	0.328		3.302
2024	1.211	0.747	0.226		2.184

Source: County Abstract of Ratables

- (1) The Township of Teaneck undertook a revaluation of real property values effective for calendar year 2024.

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

Taxpayer	2024		2015	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
A. Sanzari Enterprises	\$ 229,114,700	2.72 %		
Avalonbay Communities	72,802,000	0.86		
1500 Teaneck Rd Realest LLC	55,583,500	0.66		
Glenpointe Associates	-	0.00	\$ 56,210,100	1.12 %
Glenpointe Associates III			43,186,000	0.86
Glenpointe Associates II			40,714,500	0.81
SNH Teaneck Properties, LLC	56,850,100	0.67	38,000,000	0.76
Glenpointe Associates IV	54,447,400	0.65		
Heritage Point of Teaneck			35,000,000	0.70
Glenpointe Associates			31,324,200	0.62
SHP V Teaneck	45,339,500	0.54		
1480 Realty, LP	37,071,100	0.44		
Teaneck Garden Owners Corp.	29,835,000	0.35	16,500,000	0.33
Glenpointe Associates II			13,469,200	0.27
Care One at Teaneck, LLC			12,000,000	0.24
Teaneck Urban Renewal LLC	19,125,000	0.23		
411 Alfred LLC	18,827,400		10,750,000	0.21
	<u>\$ 618,995,700</u>	<u>\$ 7.11 %</u>	<u>\$ 297,154,000</u>	<u>\$ 5.92 %</u>

Source: Municipal Tax Assessor

**TEANECK BOARD OF EDUCATION
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	\$ 82,351,466	\$ 82,351,466	100%	N/A
2016	85,417,625	85,417,625	100%	N/A
2017	87,068,117	87,068,117	100%	N/A
2018	88,655,985	88,655,985	100%	N/A
2019	90,855,713	90,855,713	100%	N/A
2020	92,636,343	92,636,343	100%	N/A
2021	94,433,784	94,433,784	100%	N/A
2022	95,739,457	95,739,457	100%	N/A
2023	97,617,357	97,617,357	100%	N/A
2024	100,980,972	100,980,972	100%	N/A

N/A - Not Applicable

Source: District records

**TEANECK BOARD OF EDUCATION
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year Ended June 30,	<u>Governmental Activities</u>		<u>Total District</u>	<u>Population</u>	<u>Per Capita</u>
	<u>General Obligation Bonds</u>	<u>Leases and Financing Agreements</u>			
2015	\$ 19,075,000	\$ 2,165,970	\$ 21,240,970	40,421	\$ 525
2016	17,300,000	1,545,356	18,845,356	40,538	465
2017	15,645,000	3,211,477	18,856,477	40,620	464
2018	14,115,000	2,333,063	16,448,063	40,545	406
2019	12,550,000	2,154,419	14,704,419	40,290	365
2020	10,925,000	8,492,935	19,417,935	40,446	480
2021	9,240,000	9,730,961	18,970,961	41,678	455
2022	8,135,000	8,395,002	16,530,002	41,631	397
2023	6,945,000	7,793,127	14,738,127	41,697	353
2024	5,740,000	7,937,244	13,677,244	41,697 *	328

Source: District records

* Estimated

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

<u>General Bonded Debt Outstanding</u>					
<u>Fiscal Year Ended June 30,</u>	<u>General Obligation Bonds</u>	<u>Deductions</u>	<u>Net General Bonded Debt Outstanding</u>	<u>Percentage of Actual Taxable Value of Property</u>	<u>Per Capita</u>
2015	\$ 19,075,000		\$ 19,075,000	0.38%	\$ 472
2016	17,300,000		17,300,000	0.34%	427
2017	15,645,000		15,645,000	0.31%	385
2018	14,115,000		14,115,000	0.28%	348
2019	12,550,000		12,550,000	0.25%	311
2020	10,925,000		10,925,000	0.21%	270
2021	9,240,000		9,240,000	0.18%	222
2022	8,135,000		8,135,000	0.16%	195
2023	6,945,000		6,945,000	0.13%	167
2024	5,740,000		5,740,000	0.07%	138

Source: District records

TEANECK BOARD OF EDUCATION
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES BOND DEBT
AS OF DECEMBER 31, 2023
(Unaudited)

	<u>Total Debt</u>
Direct Debt:	
Teaneck Board of Education (as of June 30, 2024)	\$ 5,740,000
Township of Teaneck (1)	<u>71,238,037</u>
	<u>76,978,037</u>
Overlapping Debt Apportioned to the Municipality:	
Bergen County:	
County of Bergen (A)	54,500,162
Bergen County Utilities Authority - Water Pollution (B)	<u>12,613,156</u>
	<u>67,113,318</u>
Total Direct and Overlapping Debt	<u>\$ 144,091,355</u>

Source:

(1) Township of Teaneck's 2023 Annual Debt Statement

(A) The debt for this entity was apportioned to the Township of Teaneck by dividing the municipality's 2023 equalized value by the total 2023 equalized value for Bergen County.

(B) The debt was computed based upon usage

TEANECK BOARD OF EDUCATION
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year Ended June 30,

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt Limit	\$ 211,547,745	\$ 208,277,979	\$ 212,020,125	\$ 217,488,318	\$ 218,623,183	\$ 234,478,208	\$ 240,403,441	\$ 245,451,534	\$ 266,334,581	\$ 286,934,483
Total Net Debt Applicable to Limit	19,075,000	17,300,000	15,645,000	14,115,000	12,550,000	10,925,000	9,240,000	8,135,000	6,945,000	5,740,000
Legal Debt Margin	<u>\$ 192,472,745</u>	<u>\$ 190,977,979</u>	<u>\$ 196,375,125</u>	<u>\$ 203,373,318</u>	<u>\$ 206,073,183</u>	<u>\$ 223,553,208</u>	<u>\$ 231,163,441</u>	<u>\$ 237,316,534</u>	<u>\$ 259,389,581</u>	<u>\$ 281,194,483</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	9.02%	8.31%	7.38%	6.49%	5.74%	4.66%	3.84%	3.31%	2.61%	2.00%

Source: Annual Debt Statements

Legal Debt Margin Calculation June 30, 2024

Equalized Valuation Basis

2023	\$ 7,870,232,279
2022	7,160,393,703
2021	6,489,460,230
	<u>\$ 21,520,086,212</u>

Average Equalized Valuation of Taxable Property	\$ 7,173,362,071
Debt Limit (4 % of average equalization value)	286,934,483
Less: Total Net Debt Applicable to Limit	<u>5,740,000</u>
Legal Debt Margin	<u>\$ 281,194,483</u>

**TEANECK BOARD OF EDUCATION
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(Unaudited)**

<u>Fiscal Year Ended June 30,</u>	<u>Population</u>	<u>County Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2015	40,421	\$ 77,323	4.40%
2016	40,538	78,836	4.20%
2017	40,620	81,024	3.90%
2018	40,545	85,191	3.40%
2019	40,290	88,241	3.00%
2020	40,446	91,972	8.70%
2021	41,678	97,343	5.80%
2022	41,631	97,138	3.40%
2023	41,697	N/A	4.10%
2024	41,697 *	N/A	N/A

Source: New Jersey State Department of Education

N/A - Information was not available.

* - Estimate

**TEANECK BOARD OF EDUCATION
PRINCIPAL EMPLOYERS,
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)**

Information Not Available

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

<u>Function/Program</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Instruction										
Regular	246	236	225	228	231	233	283	246	239	242
Special Education	136	108	104	112	113	118	117	109	104	99
Other Instruction	3	3	3	3	3	3	5	4	3	4
Support Services:										
Student & Instruction Related Services	79	77	74	73	67	81	93	83	79	81
General Administration	4	4	4	4	4	6	3	4	5	5
School Administrative Services	32	30	33	30	28	31	35	32	33	23
Plant Operations and Maintenance	60	27	23	22	23	27	28	29	27	24
Security						1	2	6	15	13
Pupil Transportation	1	1	1	1	2	4	5	7	5	5
Business and Other Support Services	15	12	8	8	12	16	19	9	14	13
Community School	2	1	1	2	2	2	-	2	3	3
Total	<u>578</u>	<u>499</u>	<u>476</u>	<u>483</u>	<u>485</u>	<u>522</u>	<u>590</u>	<u>531</u>	<u>527</u>	<u>512</u>

Source: District Personnel Records

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

Fiscal Year	Enrollment ^a	Operating Expenditures ^b	Cost Per Pupil ^c	Percentage Change	Teaching Staff	Teacher/Pupil Ratio			Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	Senior High School				
2015	4,071	101,090,770	24,832	4.67%	448.0	8.1	7.1	9.1	3,604	3,500	-3.77%	97.11%
2016	4,018	97,848,974	24,353	-1.93%	460.0	9.1	8.1	10.1	3,604	3,500	0.00%	97.11%
2017	3,953	100,473,172	25,417	4.37%	408.0	10.1	9.1	11.1	3,498	3,397	-2.94%	97.11%
2018	3,575	102,345,500	28,628	12.63%	405.0	9.1	8.1	9.1	3,554	3,461	1.60%	97.38%
2019	3,900	108,957,845	27,938	-2.41%	399.0	9.1	9.1	9.1	3,534	3,352	-0.56%	94.85%
2020	3,900	112,642,384	28,883	3.38%	408.0	10.1	8.1	9.1	3,616	3,590	2.32%	99.28%
2021	3,367	119,865,183	35,600	23.26%	350.0	10.1	12.1	9.1	3,593	3,443	-0.64%	95.83%
2022	3,590	123,553,901	34,416	-3.33%	351.0	11.1	13.1	9.1	3,269	3,241	-9.02%	99.14%
2023	3,677	138,213,336	37,589	9.22%	366.0	9.1	10.1	11.1	3,608	3,583	10.37%	99.31%
2024	3,907	139,382,116	35,675	-5.09%	345.0	10.1	8.1	7.1	3,408	3,383	-5.54%	99.27%

Sources: District records

- Note:
- a Resident student enrollment based on annual October district count.
 - b Operating expenditures equal total expenditures less debt service and capital outlay.
 - c Cost per pupil represents operating expenditures divided by enrollment.

**TEANECK BOARD OF EDUCATION
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<u>District Building</u>										
<u>Elementary</u>										
Bryant										
Square Feet	47,338	47,338	47,338	47,338	47,338	47,438	47,438	47,438	47,438	47,438
Capacity (students)	314	314	314	314	314	314	314	314	314	314
Enrollment	299	289	273	296	287	292	238	268	265	265
Whittier										
Square Feet	55,118	55,118	55,118	55,118	55,118	55,118	55,118	55,118	55,118	55,118
Capacity (students)	375	375	375	375	375	375	375	375	375	375
Enrollment	376	364	352	329	340	357	330	309	373	373
Hawthorne										
Square Feet	49,373	49,373	49,373	49,373	49,373	49,373	49,373	49,373	49,373	49,373
Capacity (students)	322	322	322	322	322	322	322	322	322	322
Enrollment	356	331	304	300	314	344	301	268	324	324
Lowell										
Square Feet	47,106	47,106	47,106	47,106	47,106	47,106	47,106	47,106	47,106	47,106
Capacity (students)	321	321	321	321	321	321	321	321	321	321
Enrollment	317	303	317	343	338	336	333	315	305	305
Thordora Smiley Lacey										
Square Feet	24,877	24,877	24,877	24,877	24,877	24,877	24,877	24,877	24,877	24,877
Capacity (students)	25	25	25	25	25	471	471	471	471	471
Enrollment						25	128	130	134	134
<u>Middle School</u>										
Thomas Jefferson										
Square Feet	105,216	105,216	105,216	105,216	105,216	105,216	105,216	105,216	105,216	105,216
Capacity (students)	676	676	676	676	676	676	676	676	676	676
Enrollment	582	541	548	547	526	524	510	524	526	526
Ben Franklin										
Square Feet	100,202	100,202	100,202	100,202	100,202	100,202	100,202	100,202	100,202	100,202
Capacity (students)	641	641	641	641	641	641	641	641	641	641
Enrollment	513	503	510	542	538	552	552	511	487	487
 Teaneck High School (1926)										
Square Feet	215,808	215,808	215,808	215,808	215,808	215,808	215,808	215,808	215,808	215,808
Capacity (students)	1,203	1,203	1,203	1,203	1,203	1,203	1,203	1,203	1,203	1,203
Enrollment	1,280	1,304	1,250	1,218	1,165	1,188	1,204	1,265	1,263	1,260
 Administration Building										
Square Feet							9,800	9,800	9,800	9,800
Capacity (Administration)							98	98	98	98
 Number of Schools at June 30, 2024:										
Elementary = 5										
Middle School = 2										
High School = 1										
Other = 1										

Source: District Records

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

<u>School Facilities</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Teaneck Sr. High (#050)	\$ 373,186	\$ 425,165	\$ 409,111	\$ 541,534	\$ 389,665	\$ 514,499	\$ 736,819	\$ 660,391	\$ 698,961	\$ 572,213
Benjamin Franklin Middle School (#060)	164,120	197,409	188,668	255,142	180,925	238,888	342,113	306,627	228,050	265,685
Thomas Jefferson Middle School (#070)	189,742	207,287	197,709	267,909	189,979	250,841	359,232	321,970	339,951	278,979
Bryant (#080)	87,910	93,261	88,352	120,535	85,474	112,857	161,623	144,858	117,624	125,516
Hawthorne (#110)	113,518	97,270	92,022	125,717	89,148	117,708	168,571	151,086	106,468	130,912
Lowell (#130)	75,399	92,804	87,934	119,945	85,055	112,303	160,831	144,148	107,895	124,901
Whittier (#150)	88,223	108,588	103,380	140,345	99,521	131,405	188,186	168,666	165,304	146,145
Theodora Smiley Lacey Administration Building	54,466	49,253	45,970	63,657	45,140	59,601	84,936	76,126	53,536	65,961
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,125</u>	<u>27,896</u>	<u>19,893</u>	<u>25,985</u>
District-Wide Total	<u>\$ 1,146,564</u>	<u>\$ 1,271,037</u>	<u>\$ 1,213,146</u>	<u>\$ 1,634,784</u>	<u>\$ 1,164,907</u>	<u>\$ 1,538,102</u>	<u>\$ 2,233,436</u>	<u>\$ 2,001,768</u>	<u>\$ 1,837,682</u>	<u>\$ 1,736,297</u>

Source: District Records

**TEANECK BOARD OF EDUCATION
INSURANCE SCHEDULE
JUNE 30, 2024
(Unaudited)**

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy - National Union Fire		
Property-Blanket Building/Contents	\$200,284,025	\$5,000
Comprehensive General Liability	\$1,000,000	\$2,500
Comprehensive Crime Coverage	\$500,000 Per Loss	\$5,000
Boiler & Machinery	Incl in Property Limit	
Environmental - Markel	\$2,000,000/\$4,000,000	\$25,000
	\$20,000,000 Fund Aggregate	\$50,000 Mold
Commercial Umbrella Liability - National Union Fire	\$9,000,000	\$10,000
Excess Umbrella - (unshared) - Starstone/Market	\$30,000,000	
Excess Liability Umbrella - (Fireman's Fund)	\$25,000,000	Group aggregate for 1/2 Fund
Cyber Liability - XL	\$1,000,000	\$100,000
	\$2,000,000	Third Party
	\$6,000,000	Group Aggregate
Excess Worker's Compensation - Safety National	\$1,000,000	
Surety Bond Coverage - Selective Ins. Co.		
Treasurer of School Monies	\$450,000	
School Business Administrator/Board Secretary	\$450,000	
Student Accident Policy/All Students - Bollinger	\$1,000,000	
Student Accident Insurance - Athletes - Mutual of Omaha	\$5,000,000	
Athletic Disability	\$550,000	
Storage Tank Liability - Mid-Continent Excess & Surplus	\$1,000,000/\$2,000,000	

SINGLE AUDIT SECTION



LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-1

DIETER P. LERCH, CPA, RMA, PSA
GARY J. VINCI, CPA, RMA, PSA
JEFFREY C. BLISS, CPA, RMA, PSA
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DEBRA GOLLE, CPA
MARK SACO, CPA
ROBERT LERCH, CPA, PSA
CHRISTOPHER M. VINCI, CPA, PSA
CHRISTINA CUIFFO, CPA, PSA
JOHN CUIFFO, CPA, PSA

**REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Teaneck Board of Education
651 Teaneck Road
Teaneck, New Jersey 07666

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities and each major fund of the Teaneck Board of Education as of and for the fiscal year ended June 30, 2024 and the related notes to the financial statements, which collectively comprise the Teaneck Board of Education's basic financial statements and have issued our report thereon dated January 7, 2025.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Teaneck Board of Education's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matter that are required to be reported under Government Auditing Standards and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and which are described in the accompanying schedule of findings and questioned costs as items 2024-001, 2024-002 and 2024-003.


We also noted certain matters that are not required to be reported under Government Auditing Standards that we reported to management of the Teaneck Board of Education in a separate report entitled, "Auditor's Management Report on Administrative Findings – Financial, Compliance and Performance" dated January 7, 2025.


Teaneck Board of Education's Responses to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Teaneck Board of Education's responses to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The Teaneck Board of Education's responses were not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

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 Teaneck Board of Education's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Teaneck Board of Education's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.


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


Gary J. Vinci
Public School Accountant
PSA Number CS00829

Fair Lawn, New Jersey
January 7, 2025



LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-2

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

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Teaneck Board of Education
651 Teaneck Road
Teaneck, New Jersey 07666

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

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

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

Basis for Opinion on Each Major Federal and State Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with U.S. Uniform Guidance and New Jersey OMB Circular 15-08 which are described in the accompanying schedule of findings and questioned costs as items 2024-004, 2024-005 and 2024-006. Our opinion on each major federal and state program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the Teaneck Board of Education's responses to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The Teaneck Board of Education's responses were not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Report on Internal Control Over Compliance

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


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

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

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

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

We have audited the financial statements of the governmental activities, the business-type activities and each major fund of the Teaneck Board of Education, as of and for the fiscal year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements. We have issued our report thereon dated January 7, 2025, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards as required by the U.S. Uniform Guidance and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.


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


Gary J. Vinci
Public School Accountant
PSA Number CS00829

Fair Lawn, New Jersey
January 7, 2025

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

Federal/Grantor/Pass-Through Grantor/ Program Title	Federal AL Number	FAIN	Grant Period	Award Amount	Balance July 1, 2023		Carryover Deferred Revenue	Cash Received	Budgetary Expenditures	Adjustments	Prior Year Adjustments	Refund of Prior Year Balances	Balance, June 30, 2024			MEMO GAAP Receivable	Cumulative Total Expenditures
					Unearned Revenue/(Acct. Receivable)	Due to Grantor							(Accounts Receivable)	Unearned Revenue	Due to Grantor		
U.S. Department of Agriculture																	
Passed-through New Jersey Department of Agriculture																	
Child Nutrition Cluster:																	
NSLP -Non-Cash Assistance	10.555	241NJ304N1099	7/1/23-6/30/24	154,400				\$ 154,400	\$ 133,374					\$ 21,026			\$ 133,374
NSLP -Non-Cash Assistance	10.555	231NJ304N1199	7/1/22-6/30/23	165,380	\$ 19,448				19,448								19,448
NSLP -Cash Assistance	10.555	241NJ304N1099	7/1/23-6/30/24	705,104				682,070	705,104			\$ (23,034)			\$ (23,034)		705,104
NSLP -Cash Assistance	10.555	231NJ304N1199	7/1/22-6/30/23	755,154	(125,785)			125,785									-
School Breakfast Program	10.553	241NJ304N1099	7/1/23-6/30/24	97,649				92,124	97,649				(5,525)			(5,525)	97,649
School Breakfast Program	10.553	231NJ304N1199	7/1/22-6/30/23	97,064	(19,737)			19,737									-
Covid Supply Chain	10.555	241NJ304N1199	7/1/23-6/30/24	88,319				88,319	88,319								88,319
Covid Pandemic EBT Administrative	10.649	2022225900941	7/1/23-6/30/24	3,256				3,256	3,256								3,256
Total Child Nutrition					(126,074)	-	-	1,165,691	1,047,150	-	-	-	(28,559)	21,026	-	(28,559)	1,047,150
Total Enterprise Fund					(126,074)	-	-	1,165,691	1,047,150	-	-	-	(28,559)	21,026	-	(28,559)	1,047,150
General Fund:																	
U.S. Department of Health and Human Services																	
Passed-through State Department of Health																	
Medical Assistance Program (SEMI)	93.778	2005NJ5MAP	7/1/22-6/30/23	48,773	(6,394)			6,394								-	-
Medical Assistance Program (SEMI)	93.778	2005NJ5MAP	7/1/23-6/30/24	24,683	-	-	-	24,683	24,683	-	-	-	-	-	-	-	24,683
Total General Fund					(6,394)	-	-	31,077	24,683	-	-	-	-	-	-	-	24,683
Special Revenue Fund:																	
U.S. Department of Education																	
Passed-through State Department of Education																	
I.D.E.A. Part B, Basic	84.027	H027A210100	7/1/21-9/30/22	1,500,201		51,082						51,082					-
I.D.E.A. Part B, Basic	84.027	H027A220100	7/1/22-9/30/23	1,199,295	\$ (475,044)		(297,983)	307,953		297,983	167,091					-	-
I.D.E.A. Part B, Basic	84.027	H027A230100	7/1/23-9/30/24	1,352,280			297,983	834,833	1,367,850	(297,983)			(815,430)	282,413		(526,859)	1,367,850
I.D.E.A. Part B, Preschool	84.173	H173A200114	7/1/20-9/30/21	29,895							22				22		-
I.D.E.A. Part B, Preschool	84.173	H173A210114	7/1/21-9/30/22	30,338		767						767					-
I.D.E.A. Part B, Preschool	84.173	H173A220114	7/1/22-9/30/23	35,584	(35,584)		(1,022)	35,584		1,022							-
I.D.E.A. Part B, Preschool	84.173	H173A220114	7/1/23-9/30/24	36,705			1,022		33,755	(1,022)			(37,727)	3,972		(33,755)	33,755
ARP IDEA Basic	84.027X	H027X210100	7/1/21-9/30/22	246,889	(19,040)	-	-	19,040		-	-	-	-	-	-	-	-
Total IDEA Special Education Cluster					(529,668)	51,849	-	1,197,410	1,401,605	-	167,113	51,849	(853,157)	286,385	22	(560,614)	1,401,605
Title I, Part A	84.010A	S010A200030	7/1/20-9/30/21	653,732		549						549				-	-
Title I, Part A	84.010A	S010A210030	7/1/21-9/30/22	909,806		10,836					210	10,836			210		-
Title I, Part A	84.010A	S010A220030	7/1/22-9/30/23	515,629	5,244		(101,456)	71,133	2,475	101,456					73,902		2,475
Title I, Part A	84.010A	S010A230030	7/1/23-9/30/24	705,785	-	-	101,456	303,448	432,696	(101,456)	-	-	(503,793)	374,545	-	(125,168)	432,696
Total Title I					5,244	11,385	-	374,581	435,171	-	210	11,385	(503,793)	374,545	74,112	(125,168)	435,171
Title II, Part A	84.367	S367A200029	7/1/20-9/30/21	141,998		12,007						12,007				-	-
Title II, Part A	84.367	S367A210029	7/1/21-9/30/22	217,026		6,989						6,989				-	-
Title II, Part A	84.367	S367A220029	7/1/22-9/30/23	134,670	(1,399)		(93,426)	10,656		93,426	1,441				10,698		-
Title II, Part A	84.367	S367A230029	7/1/23-9/30/24	127,700	-	-	93,426	107,280	123,672	(93,426)	-	-	(113,846)	97,454	-	(13,368)	123,672
Total Title II					(1,399)	18,996	-	117,936	123,672	-	1,441	18,996	(113,846)	97,454	10,698	(13,368)	123,672
Title III	84.365	S365A200030	7/1/20-9/30/21	24,589		6,000						6,000				-	-
Title III	84.365	S365A210030	7/1/21-9/30/22	90,372		1,101						1,101				-	-
Title III	84.365	S365A220030	7/1/22-9/30/23	25,281	(10,352)		(20,120)	10,351		20,120	1					-	-
Title III	84.365	S365A220030	7/1/23-9/30/24	27,018	-	-	20,120	15,850	26,053	(20,120)	-	-	(31,288)	21,085	-	(8,309)	26,053
Total Title III					(10,352)	7,101	-	26,201	26,053	-	1	7,101	(31,288)	21,085	-	(8,309)	26,053
Title IV	84.424	S424A200031	7/1/20-9/30/21	48,129		3,663						3,663				-	-
Title IV	84.424	S424A210031	7/1/21-9/30/22	81,220		4,232						4,232				-	-
Title IV	84.424	S424A220031	7/1/22-9/30/23	51,241	(1,976)	-	(51,241)	2,741		51,241					765		-
Title IV	84.424	S424A230031	7/1/23-9/30/24	51,097	-	-	51,241	22,865	33,263	(51,241)	-	-	(79,473)	69,075	-	(5,818)	33,263
Total Title IV					(1,976)	7,895	-	25,606	33,263	-	-	7,895	(79,473)	69,075	765	(5,818)	33,263
Schools Climate Transformation Grant	84.184G	S184G230115	7/1/22-6/30/23	669,515	(175,850)						278		(512,477)	336,905		(175,572)	-
Schools Climate Transformation Grant	84.184G	S184G240115	7/1/23-6/30/24	669,515	-	-	-	-	532,631	-	-	-	(669,515)	136,884	-	(531,884)	532,631
Total Schools Climate Transformation Grant					(175,850)	-	-	-	532,631	-	278	-	(1,181,992)	473,789	-	(707,456)	532,631

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

Federal/Grantor/Pass-Through Grantor/ Program Title	Federal AL Number	FAIN	Grant Period	Award Amount	Balance July 1, 2023		Carryover Deferred Revenue	Cash Received	Budgetary Expenditures	Adjustments	Prior Year Adjustments	Refund of Prior Year Balances	Balance, June 30, 2024			MEMO GAAP Receivable	Cumulative Total Expenditures
					Unearned Revenue/(Acct. Receivable)	Due to Grantor							(Accounts Receivable)	Unearned Revenue	Due to Grantor		
Educational Stabilization Fund																	
CARES Emergency Relief Grant (ESSER I)	84.425D	S425D200027	3/13/20-9/30/22	\$ 708,686	\$ (1,266)								\$ (1,266)			\$ (1,266)	-
CRRSA - ESSER II	84.425D	S425D210027	3/13/20-9/30/23	2,142,715	(85,213)			\$ 287,873	\$ 142,860		\$ 5,738		-	\$ 65,538		-	\$ 142,860
Learning Acceleration	84.425D	S425D210027	3/13/20-9/30/23	137,509	(8,599)			35,774	27,175							-	27,175
Mental Health	84.425D	S425D210027	3/13/20-9/30/23	45,000	(12,000)			12,000								-	-
ARP ESSER	84.425U	S425U210027	3/13/20-9/30/24	4,815,615	(1,287,272)				1,146,389				(2,721,084)	287,423		(1,970,850)	1,146,389
Accelerated Learning Coach and Educator	84.425U	S425U210027	3/13/20-9/30/24	338,865	-			199,642	312,248				(116,723)	4,117		(112,606)	312,248
Evidence Based Summer Learning	84.425U	S425U210027	3/13/20-9/30/24	40,000	(7,704)			34,954	29,236				(5,046)	3,060		(1,986)	29,236
Beyond the School Day	84.425U	S425U210027	3/13/20-9/30/24	40,000	-			23,900	25,642				(16,100)	14,358		(1,742)	25,642
Mental Health Support Staffing	84.425U	S425U210027	3/13/20-9/30/24	88,501	(88,501)			88,501	-				-	-		-	-
ARP-Homeless	84.425W	S425W210031	4/23/21-9/30/23	37,567	(5,619)			18,640	15,385				(13,420)	11,056		(2,364)	15,385
High Impact Tutoring Grant	84.425V	S425V210031	10/11/23-8/31/24	153,600					88,320				(153,600)	65,280		(88,320)	88,320
CARES - Digital Divide	84.425			57,725	-	\$ 870	-	-	-	-	-	\$ 870	-	-	-	-	-
Total Education Stabilization Fund					(1,496,174)	870	-	701,284	1,787,255	-	5,738	870	(3,027,239)	450,832	-	(2,179,134)	1,787,255
Department of Health and Human Services																	
Passed-through State Department of Education																	
American Rescue Plan																	
Child Care Stabilization	93.575	2101NJCSC6		870,000	601,532				417,046					184,486			417,046
U.S. Department of Justice																	
Passed-through State Department of Education																	
COPS Technology Grant	16.710		07/01/21-06/30/22	500,000	(294,960)	-		294,960					-	-	-		-
U.S. Department of Treasury																	
Passed-through State Department of Education																	
Additional Compensation for Special Educ. and Related Services for Students with Disabilities -ACSERS	21.027	SLFRFDOE1SES	7/1/23-6/30/24	273,350				104,570	210,787				(106,217)			(106,217)	210,787
Coronavirus Relief Fund:																	
COVID Relief Fund	21.019	S425D200027	3/13/20-12/31/21	269,978	269,978	-	-	-	-	-	-	-	-	269,978	-	-	-
Total Special Fund					(1,633,625)	98,096	-	2,842,548	4,967,483	-	174,781	98,096	(5,897,005)	2,227,629	85,597	(3,706,084)	4,967,483
Total Expenditures of Federal Awards					\$ (1,766,093)	\$ 98,096	\$ -	\$ 4,039,316	\$ 6,039,316	\$ -	\$ 174,781	\$ 98,096	\$ (5,925,564)	\$ 2,248,655	\$ 85,597	\$ (3,734,643)	\$ 6,039,316

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

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

MEMO																	
State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at July 1, 2023				Cash Received	Budgetary Expenditures	Interfund Transfer	Adjustment	Repayment of Prior Years' Balances	Balance, June 30, 2024			GAAP Receivable	Cumulative Total Expenditures
				(Accounts Receivable)	Unearned Revenue	Due to Grantor	Carryover Amount						(Accounts Receivable)	Unearned Revenue	Due to Grantor		
State Department of Education																	
General Fund:																	
Special Education Aid	24-495-034-5120-089	7/1/23-6/30/24	\$ 4,293,171					\$ 3,982,661	4,293,171				\$ (310,510)			\$ 4,293,171	
Special Education Aid	23-495-034-5120-089	7/1/22-6/30/23	3,422,556	(251,735)				251,735									
Security Aid	24-495-034-5120-084	7/1/23-6/30/24	982,324					911,276	982,324		-		(71,048)			982,324	
Security Aid	23-495-034-5120-084	7/1/22-6/30/23	945,902	(69,573)	-	-	-	69,573	-	-	-	-	-	-	-	-	
Total State Aid Public Cluster				(321,308)	-	-	-	5,215,245	5,275,495	-	-	-	(381,558)	-	-	5,275,495	
Extraordinary Aid	23-495-034-5120-044	7/1/22-6/30/23	1,799,494	(1,799,494)				1,799,494								-	
Extraordinary Aid	24-495-034-5120-044	7/1/23-6/30/24	1,709,868	-					1,709,868				(1,709,868)			1,709,868	
Nonpublic Transportation Aid	23-495-034-5120-014	7/1/22-6/30/23	423,298	(423,298)				423,298								-	
Nonpublic Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24	617,895	-					617,895				(617,895)		\$ (617,895)	617,895	
Transportation Aid	23-495-034-5120-014	7/1/22-6/30/23	2,348,999	(172,773)				172,773								-	
Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24	2,382,382					2,210,072	2,382,382				(172,310)			2,382,382	
Homeless Reimbursement	7/1/23-6/30/24		156,279						156,279				(156,279)		(156,279)	156,279	
Homeless Reimbursement	7/1/22-6/30/23		173,835	(164,194)				164,194							-	-	
On Behalf TPAF Pension																	
Normal Cost	24-495-034-5094-005	7/1/23-6/30/24	14,365,084					14,365,084	14,365,084				-			14,365,084	
NCGI Premium	24-495-034-5094-006	7/1/23-6/30/24	163,826					163,826	163,826				-			163,826	
Post Retirement Medical Contributions	24-495-034-5094-001	7/1/23-6/30/24	3,954,238					3,954,238	3,954,238				-			3,954,238	
Long Term Liability	24-495-034-5094-004	7/1/23-6/30/24	5,246					5,246	5,246				-			5,246	
Reimbursed TPAF Social Security	23-495-034-5094-003	7/1/22-6/30/23	2,957,820	(146,150)		-	-	146,150							-	-	
Reimbursed TPAF Social Security	24-495-034-5094-003	7/1/23-6/30/24	3,020,607	-	-	-	-	3,009,031	3,020,607	-	-	-	(11,576)	-	-	3,020,607	
Total General Fund				(3,027,217)	-	-	-	31,628,651	31,650,920	-	-	-	(3,049,486)	-	-	(785,750) 31,650,920	
Special Revenue Fund:																	
Preschool Education Aid	24-495-034-5120-086	7/1/23-6/30/24	4,755,434				\$ 88,551	4,279,891	4,363,515	666,585			(475,543)	\$ 1,147,055		4,363,515	
Preschool Education Aid	23-495-034-5120-086	7/1/22-6/30/23	4,354,050	(420,954)			(88,551)	435,405			354,038			279,938		-	
Nonpublic Teachers STEM	22-100-034-5068-051	7/1/21-6/30/22	61,641	(2,491)									(2,491)		(2,491)	-	
Nonpublic Teachers STEM	23-100-034-5068-051	7/1/22-6/30/23	38,279	(16,345)				19,090						2,745	-	-	
Nonpublic Teachers STEM	24-100-034-5068-051	7/1/23-6/30/24						16,582	34,597				(18,015)		(17,135)	34,597	
SDA Emergent Needs	22-100-034-5120-519	7/1/20-6/30/21	166,963	23,107										23,107		-	
SDA Emergent Needs	23-100-034-5120-519	7/1/22-6/30/23	89,685	16										16		-	
SDA Emergent Needs	24-100-034-5120-519	7/1/23-6/30/24	90,422					90,422	90,422							90,422	
New Jersey Nonpublic Aid																	
Textbook Aid	23-100-034-5120-064	7/1/22-6/30/23	86,922			2,916						2,916				-	
Textbook Aid	24-100-034-5120-064	7/1/23-6/30/24	81,743					81,743	72,667					\$ 9,076		72,667	
Nursing Services	23-100-034-5120-070	7/1/22-6/30/23	168,000			6,610						6,610				-	
Nursing Services	24-100-034-5120-070	7/1/23-6/30/24	192,960					192,960	191,462					1,498		191,462	
Nonpublic Technology	24-100-034-5120-373	7/1/23-6/30/24	69,286					69,286	60,377					8,909		60,377	
Nonpublic Technology	23-100-034-5120-373	7/1/22-6/30/23	55,314			11,223						11,223				-	
Nonpublic Security	23-100-034-5120-509	7/1/22-6/30/23	307,500			31,363						31,363				-	
Nonpublic Security	24-100-034-5120-509	7/1/23-6/30/24	329,640					329,640	318,820					10,820		318,820	
Auxiliary Services (Chapter 192)																	
Compensatory Education	23-100-034-5120-067	7/1/22-6/30/23	181,355			14,233						14,233				-	
Compensatory Education	24-100-034-5120-067	7/1/23-6/30/24	184,581				\$	184,581	\$ 167,773					16,808		167,773	
English as a Second Language	23-100-034-5120-067	7/1/22-6/30/23	26,660			6,213						6,213				-	
English as a Second Language	24-100-034-5120-067	7/1/23-6/30/24	29,574					29,574	23,256					6,318	-	23,256	
Transportation	24-100-034-5120-067	7/1/23-6/30/24	15,267					15,267	15,267					-		15,267	
Home Instruction	23-100-034-5120-067	7/1/22-6/30/23	43	(43)				43								-	
Home Instruction	24-100-034-5120-067	7/1/23-6/30/24	5,245	-	-	-	-	-	5,245	-	-	-	(5,245)	-	-	5,245	
Total Auxiliary Svcs				(43)	-	20,446	-	229,465	211,541	-	-	20,446	(5,245)	-	23,126	(5,245) 211,541	
Handicapped Services (Chapter 193):																	
Supplementary Instruction	24-100-034-5120-066	7/1/23-6/30/24	167,926					167,926	149,589					18,337		149,589	
Examination and Classification	23-100-034-5120-066	7/1/22-6/30/23	283,837			100,664						100,664				-	
Examination and Classification	24-100-034-5120-066	7/1/23-6/30/24	419,654					419,654	244,720					174,934		244,720	
Corrective Speech	24-100-034-5120-066	7/1/23-6/30/24	109,089	-	-	-	-	109,089	89,652	-	-	-	-	-	19,437	89,652	
Total Handicap Svcs				-	-	100,664	-	696,669	483,961	-	-	100,664	-	-	212,708	- 483,961	

The Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance are an integral part of this schedule.

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

															MEMO		
State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at July 1, 2023			Carryover Amount	Cash Received	Budgetary Expenditures	Interfund Transfer	Adjustment	Repayment of Prior Years' Balances	Balance, June 30, 2024			GAAP Receivable	Cumulative Total Expenditures
				(Accounts Receivable)	Unearned Revenue	Due to Grantor							(Accounts Receivable)	Unearned Revenue	Due to Grantor		
Department of Children and Families																	
School Based Youth Services	24ALPB	7/1/23-6/30/24	351,432					351,432	351,012					420		-	351,012
School Based Youth Services	23ALPB	7/1/22-6/30/23	328,056	(6,294)									(6,294)			(6,294)	-
School Based Youth Services	22ALPB	7/1/21-6/30/22	363,324			8,835									8,835		
School Based Youth Services	20ALPB	7/1/19-6/30/20	307,892			476									476		
School Based Youth Services	19ALPB	7/1/18-6/30/19	307,892			1,604									1,604		
School Based Youth Services	18ALPB	7/1/17-6/30/18	315,839			832									832		
School Based Youth Services	14ALBP	7/1/13-6/30/14	307,616	-	-	315	-	-	-	-	-	-	-	-	315	-	-
Total School Based Youth Svcs				(6,294)	-	12,062	-	351,432	351,012	-	-	-	(6,294)	420	12,062	(6,294)	351,012
Bergen County Department of Human Svcs																	
Juvenile Justice Partnership Grant	TPS-S24	1/1/24-12/31/24	62,376					36,836	49,956				(13,120)			(12,745)	49,956
Juvenile Justice Partnership Grant	TPS-S23	1/1/23-12/31/23	62,376	(25,521)				25,521								-	-
Juvenile Justice Partnership Grant	TPS-S22	1/1/22-12/31/22	52,388		3,018									3,018			
Juvenile Justice Partnership Grant	TPS-S21	1/1/21-12/31/21	52,248	(8,229)									(8,229)	-		(8,229)	
Juvenile Justice Partnership Grant	TPS-S20	1/1/20-12/31/20	61,435	(4,640)	-	-	-	-	-	-	-	-	(4,640)	-	-	(4,640)	-
Total Juvenile Justice				(35,372)	-	-	-	62,357	49,956	-	-	-	(25,989)	3,018	-	(25,614)	49,956
Total Special Revenue Fund				(458,376)	-	185,284	-	6,854,942	6,228,330	666,585	354,038	173,222	(533,577)	1,456,299	278,199	(56,779)	6,228,330
State Department of Agriculture																	
State School Lunch Program	23-100-010-3350-023	7/1/22-6/30/23	36,552	(6,118)				6,118							-	-	-
State School Lunch Program	24-100-010-3350-023	7/1/23-6/30/24	37,425					36,223	37,425				(1,202)			(1,202)	37,425
State School Breakfast	23-100-010-3350-023	7/1/22-6/30/23	2,617	(552)				552									-
State School Breakfast	24-100-010-3350-023	7/1/23-6/30/24	2,637					2,492	2,637				(145)			(145)	2,637
NJEIE Lunch	24-100-010-3350-023	7/1/23-6/30/24	11,908					11,434	11,908				(474)			(474)	11,908
NJEIE Breakfast	24-100-010-3350-023	7/1/23-6/30/24	1,462	-	-	-	-	1,356	1,462	-	-	-	(106)	-	-	(106)	1,462
Total Enterprise Fund				(6,670)	-	-	-	58,175	53,432	-	-	-	(1,927)	-	-	(1,927)	53,432
Schools Development Authority "SDA"																	
Office of School Facilities Projects																	
Bryant Elementary School - Interior Alterations to Create Classrooms	5150-080-23-PK02	NA	166,400	-	-	-	-	-	9,534	-	-	-	(166,400)	156,866	-	(166,400)	9,534
Total Capital Projects Fund				-	-	-	-	-	9,534	-	-	-	(166,400)	156,866	-	(166,400)	9,534
Sub-Total State Financial Assistance				(3,492,263)	-	185,284	-	38,541,768	37,942,216	666,585	354,038	173,222	(3,751,390)	1,613,165	278,199	(1,010,856)	37,942,216
Less: On-Behalf TPAF Pension Contributions Not Subject to Single Audit and Major Program Determination																	
Normal Cost	24-485-034-5094-002	7/1/23-6/30/24	14,365,084					(14,365,084)	(14,365,084)								
NCGI Premium	24-485-034-5094-004	7/1/23-6/30/24	163,826					(163,826)	(163,826)								
Post Retirement Medical Contrib.	24-495-034-5094-001	7/1/23-6/30/24	3,954,238	-				(3,954,238)	(3,954,238)	-	-	-	-	-	-		
Long Term Liability	24-485-034-5094-004	7/1/23-6/30/24	5,246	-	-	-	-	(5,246)	(5,246)	-	-	-	-	-	-		
Total State Financial Assistance Subject to Single Audit and Major Program Determination				\$ (3,492,263)	\$ -	\$ 185,284	\$ -	\$ 20,053,374	\$ 19,453,822	\$ 666,585	\$ 354,038	\$ 173,222	\$ (3,751,390)	\$ 1,613,165	\$ 278,199		

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

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

NOTE 1 REPORTING ENTITY

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

NOTE 2 BASIS OF PRESENTATION

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

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 4 RELATIONSHIP TO FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is an increase of \$29,839 for the general fund and an increase of \$1,189,039 for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board’s financial statements on a GAAP basis as presented as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 24,683	\$ 31,680,759	\$ 31,705,442
Special Revenue Fund	6,118,508	5,599,759	11,718,267
Capital Projects Fund		9,534	9,534
Food Service Fund	<u>1,047,150</u>	<u>53,432</u>	<u>1,100,582</u>
Total Financial Assistance	<u>\$ 7,190,341</u>	<u>\$ 37,343,484</u>	<u>\$ 44,533,825</u>

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

NOTE 5 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6 OTHER INFORMATION

Revenues and expenditures reported under the Food Distribution Program as non-cash assistance represent current year value received and current year distributions, respectively. TPAF Social Security contributions in the amount of \$3,020,607 represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year ended June 30, 2024. The amount reported as TPAF Pension System Contributions in the amount of \$14,528,910, TPAF Post-Retirement Medical Benefits Contributions in the amount of \$3,954,238 and TPAF Long-Term Disability Insurance in the amount of \$5,246 represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2024.

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

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

NOTE 8 DE MINIMIS INDIRECT COST RATE

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

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

Part I – Summary of Auditor's Results

Financial Statement Section

Type of auditor's report issued:

Unmodified

Internal control over financial reporting:

1) Material weakness(es) identified

_____ yes X no

2) Were significant deficiency(ies) identified
that were not considered to be material
weakness(es)?

_____ yes X none reported

Noncompliance material to basic financial
statements noted?

X yes _____ no

Federal Awards Section

Internal Control over compliance:

1) Material weakness(es) identified

_____ yes X no

2) Were significant deficiency(ies) identified
that were not considered to be material
weakness(es)?

_____ yes X none reported

Type of auditor's report on compliance for
major programs

Unmodified

Any audit findings disclosed that are required to be reported
in accordance with 2 CFR 200 section 516(a) of the
U.S. Uniform Guidance

X yes _____ no

Identification of major federal programs:

<u>AL Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
10.553	241NJ304N1099	School Breakfast Program
10.555	241NJ304N1099	National School Lunch Program
10.555	241NJ304N1099	Covid Supply Chain
84.027	H027A230100	IDEA Basic
84.173	H173A230114	IDEA Preschool
84.425D	S425D210027	Coronavirus Response and Relief Supplemental Act (CRRSA - ESSER II)
84.425D	S425D210027	Coronavirus Response and Relief Supplemental Act (Learning Acceleration)
84.425U	S425U210027	American Rescue Plan - Elementary and Secondary Schools (ARP- ESSER)
84.425U	S425U210027	American Rescue Plan - Elementary and Secondary Schools (Accelerated Learning Coach)
84.425U	S425U210027	American Rescue Plan - Elementary and Secondary Schools (Summer Learning)
84.425U	S425U210027	American Rescue Plan - Elementary and Secondary Schools (Beyond the School Day)
84.425W	S425W210031	American Rescue Plan - Emergency Relief Fund - Homeless Children and Youth
84.425V	S425V210031	High Impact Tutoring Grant

Dollar threshold used to distinguish between
Type A and Type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

_____ yes X no

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

Part I – Summary of Auditor's Results

State Awards Section

Dollar threshold used to distinguish between
Type A and Type B programs:

\$750,000

Auditee qualified as low-risk auditee?

 X yes

 no

Internal Control over compliance:

1) Material weakness(es) identified

 yes

 X no

2) Were significant deficiency(ies) identified
that were not considered to be material
weakness(es)?

 yes

 X none reported

Type of auditor's report on compliance for
major programs

Unmodified

Any audit findings disclosed that are required to be reported
in accordance with N.J. Circular Letter 15-08, as amended?

 X yes

 no

Identification of major state programs:

GMIS Number(s)

Name of State Program

24-495-034-5120-089

Special Education Aid

24-495-034-5120-084

Security Aid

24-495-034-5120-086

Preschool Education Aid

24-100-034-5120-070

NonPublic Nursing Services

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

Part 2 – Schedule of Financial Statement Findings

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

Finding 2024-001

The monthly Board Secretary and Treasurer's reports and the certification of availability of funds/line item deficits were not approved in a timely manner.

Criteria or Specific Requirement

N.J.S.A. 18A:17-36 "Accounting Monthly and Annual Reports"

Condition

Monthly reports and certifications were not submitted and approved by the Board in a timely manner. October and November 2023 reports were approved in April 2024, December 2023 was approved in May 2024, January and February 2024 were approved in June 2024, March 2024 was approved in July 2024 and April thru June 2024 were approved in August through November 2024.

Context

See Finding 2024-001.

Effect

Financial statements and transactions may be misstated without proper and timely completion, review, submission and approval of the monthly reports.

Cause

Unknown.

Recommendation

The District's Board Secretary and Treasurer's reports be completed and submitted with the monthly certification of funds for approval by the Board in a timely manner.

View of Responsible Officials and Planned Corrective Action

Management has reviewed this finding and has indicated that corrective action will be taken.

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

Part 2 – Schedule of Financial Statement Findings

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

Finding 2024-002

Our audit noted the following items pertaining to year end balances:

With regards to the General Fund,

- The intergovernmental accounts receivable account balance was understated by \$549,308.
- The accounts payable report was not in agreement with the general ledger/balance sheet by \$44,874.
- The open purchase order (encumbrances) report was not in agreement with the general ledger/balance sheet by \$215,436.

With regards to the Special Revenue Fund,

- The open purchase order (encumbrances) report was not in agreement with the general ledger/balance sheet by \$329,425.

Criteria or Specific Requirement

Internal controls over financial reporting.

Condition

Certain general ledger account balances were not in agreement with subsidiary ledgers and reports.

Context

See Finding 2024-002.

Effect

Incorrect balances in the general ledger accounts may cause the District's financial statements to be misstated.

Cause

Unknown.

Recommendation

The District's balance sheet accounts be reviewed and reconciled with the various subsidiary ledgers and reports.

View of Responsible Officials and Planned Corrective Action

Management has reviewed this finding and has indicated that corrective action will be taken.

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

Part 2 – Schedule of Financial Statement Findings

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

Finding 2024-003

Our audit of Special Revenue Fund grants noted the following:

- At June 30, 2024, there were various overexpended budgetary accounts for the ARP Stabilization, ESSER II, ARP ESSER Accelerated Learning Coach and Non Public Handicapped Examination and Classification.
- Salaries and stipends for employees charged to ESSER grants were not approved by a Board resolution.
- Grant receipts and grant expenditures for the ACSERs grant were not recorded in the Special Revenue Fund.

Criteria or Specific Requirement

GAAP Technical Assistance Manual; NJAC 6A:23A-13.3

Condition

See Finding 2024-003.

Context

See Finding 2024-003.

Effect

Financial statements did not accurately reflect grant transactions and balances. In addition, certain budgetary accounts were overexpended.

Cause

Unknown.

Recommendation

Internal controls over grant accounting and reporting be reviewed and enhanced.

View of Responsible Officials and Planned Corrective Action

Management has reviewed this finding and has indicated that corrective action will be taken.

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

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

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

CURRENT YEAR FEDERAL AWARDS

Finding 2024-004

Our audit of Special Revenue Fund grants noted the following:

- At June 30, 2024, there were various overexpended budgetary accounts for the ESSER II and ARP ESSER Accelerated Learning Coach.
- Salaries and stipends for employees charged to ESSER grants were not approved by a Board resolution.

Information on Federal Program

84.425D	CRRSA-ESSER II
84.425U	ARP ESSER

Criteria or Specific Requirement

Grant Compliance Supplements.

Condition

See Finding 2024-004.

Questioned Costs

None.

Effect

- Grant expenditures are not in compliance with approved grant budgets.
- Salaries charged to federal programs were not approved by the Board.

Cause

Unknown.

Recommendation

Internal controls over grant accounting and reporting be reviewed and enhanced.

View of Responsible Officials and Planned Corrective Action

Management has reviewed this finding and has indicated that corrective action will be taken.

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

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

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

CURRENT YEAR STATE AWARDS

Finding 2024-005

The monthly Board Secretary and Treasurer's reports and the certification of availability of funds/line item deficits were not approved in a timely manner.

State Program Information

24-495-034-5120-089	Special Education Aid
24-495-034-5120-084	Security Aid

Criteria or Specific Requirement

State Grant Compliance Supplement – State Aid Public

Condition

Monthly reports and certifications were not submitted and approved by the Board in a timely manner. October and November 2023 reports were approved in April 2024, December 2023 was approved in May 2024, January and February 2024 were approved in June 2024, March 2024 was approved in July 2024 and April thru June 2024 were approved in August through November 2024.

Questioned Costs

None

Context

See Finding 2024-005

Effect

Financial statements and transactions may be misstated without proper and timely completion, review, submission and approval of the monthly reports.

Cause

Unknown

Recommendation

The District's Board Secretary and Treasurer's reports be completed and submitted with the monthly certification of funds for approval by the Board in a timely manner.

View of Responsible Officials and Planned Corrective Action

Management has reviewed this finding and has indicated that corrective action will be taken.

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

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

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

CURRENT YEAR STATE AWARDS

Finding 2024-006

Our audit noted that the District did not obtain approval from the Executive County Superintendent for transfers to an advertised appropriation account identified as General Administration as defined under N.J.A.C. 6A:23A-13.3(e). The budget transfers, on a cumulative basis exceeded ten percent of the amount included in the original budget. The budget line item meeting this criteria was General Administration which had an increase totaling 47.53% of the original budget.

State Program Information

24-495-034-5120-089	Special Education Aid
24-495-034-5120-084	Security Aid

Criteria or Specific Requirement

State Grant Compliance Supplement – State Aid Public

Condition

See Finding 2024-006.

Questioned Costs

None

Context

See Finding 2024-006

Effect

Transfers not approved by the County may be deemed invalid resulting in overexpended budgetary accounts.

Cause

Unknown

Recommendation

The District obtain the approval of the Executive County Superintendent for transfers to advertised appropriation accounts identified as General Administration which exceed 10 percent of the original budget account on a cumulative basis as required by N.J.A.C. 6A:23A-13.3(e).

View of Responsible Officials and Planned Corrective Action

Management has reviewed this finding and has indicated that corrective action will be taken.

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

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

STATUS OF PRIOR YEAR FINDINGS

Finding 2023-001

Our audit noted that the monthly Treasurer's reports for October 2022 through January 2023 were not submitted to the Board for their approval. In addition, the monthly Board Secretary and Treasurer's reports for March through June 2023 and the certification of availability of funds/line item deficits were not approved by the Board until August 2023.

Current Status

See Finding 2024-001

Finding 2023-002

Our audit noted the following items pertaining to year end balances:

With regards to the General Fund,

- The amount of the State debit/credit memo for the Commission for the Blind was recorded as an outstanding check on the District's warrant account.
- The intergovernmental accounts receivable account balance was overstated by \$2,105,965.
- The accounts payable report included \$177,645 for the State debit/credit memo for tuition and the debt service assessment. In addition, the accounts payable report was not in agreement with the general ledger/balance sheet by \$33,753.

Current Status

See Finding 2024-002

Finding 2023-003

Our audit of Special Revenue Fund grants noted the following:

- Certain grant receipts and/or grant expenditures were not recorded when the transactions occurred.
- At June 30, 2023, there were various overexpended budgetary accounts for the IDEA-ARP, Title III, IDEA, ESSER II, ESSER II Learning Acceleration, ESSER II Mental Health and ESSER III ARP grants.
- All cash receipts for ARP-ESSER (\$2,094,531) were posted on June 30, 2023. The funds were received in the months of November, February, March, April, May and June.
- Salaries and stipends for employees charged to ESSER grants were not approved by a Board resolution.

Current Status

See Finding 2024-003

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

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

STATUS OF PRIOR YEAR FINDINGS (Continued)

Finding 2023-004

Our audit of Special Revenue Fund grants noted the following:

- At June 30, 2023, there were various overexpended budgetary accounts for the IDEA-ARP, IDEA, ESSER II, ESSER II Learning Acceleration, ESSER II Mental Health and ESSER III ARP grants.
- All cash receipts for ARP-ESSER (\$2,094,531) were posted on June 30, 2023. The funds were received in the months of November, February, March, April, May and June.
- Salaries and stipends for employees charged to ESSER grants were not approved by a Board resolution.

Current Status

See Finding 2024-004

Finding 2023-005

Our audit noted that the monthly Treasurer's reports for October 2022 through January 2023 were not submitted to the Board for their approval. In addition, the monthly Board Secretary and Treasurer's reports for March through June 2023 and the certification of availability of funds/line item deficits were not approved by the Board until August 2023.

Current Status

See Finding 2024-005