

CENTRAL REGIONAL SCHOOL DISTRICT

**Bayville, New Jersey
County of Ocean**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED JUNE 30, 2021**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
OF THE
CENTRAL REGIONAL SCHOOL DISTRICT
BAYVILLE, NEW JERSEY**

YEAR ENDED JUNE 30, 2021

**PREPARED BY DISTRICT FINANCE OFFICER
SCHOOL BUSINESS ADMINISTRATOR/BOARD SECRETARY
KEVIN O'SHEA**

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INTRODUCTORY SECTION

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Central Regional School District

509 Forest Hills Parkway
Bayville, New Jersey 08721

732-269-1100
www.centralreg.k12.nj.us

TRIANTAFILLOS PARLAPANIDES, Ed.D.
Superintendent of Schools

KEVIN O'SHEA
Business Administrator/Board Secretary

February 11, 2022

Members of the Board of Education
Central Regional School District
Bayville, New Jersey 08721

Dear Board Member:

The Comprehensive Annual Financial Report (CAFR) for the Central Regional School District for the fiscal year ending June 30, 2021 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the district's financial activities have been included.

The CAFR 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 basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and New Jersey OMB's 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 recommendation, are included in the single audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES: The Central Regional School District is an independent reporting entity within the criteria adopted by the GASB as established by Statement No. 14 as amended by GASB Statement No. 39. All funds and account groups of the District are included in this report. The Central Regional Board of Education and all its schools constitute the District's reporting entity.

2) ECONOMIC CONDITION AND OUTLOOK:

The Central Regional School District is located in the Central Eastern portion of Ocean County and consists, geographically, of five separate municipalities within its boundaries. These municipalities include Berkeley Township, Island Heights, Ocean Gate, Seaside Heights and Seaside Park. The district encompasses 43.95 square miles.

3) MAJOR INITIATIVES:

In the summer of 2017, the District replaced the roof on the middle school. In addition, it replaced a canopy at the front of the high school. The District funded this project in part with a \$725,000 ground lease.

4) INTERNAL ACCOUNTING CONTROLS:

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse or/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 to those programs. This internal control structure is also subject to periodic evaluation by district management.

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

5) BUDGETARY CONTROLS:

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions, embodied in the annual appropriated budget approved by the voters, or the representatives of each municipality or the State of New Jersey. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service 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 re-appropriation of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2021.

6) ACCOUNTING SYSTEM AND REPORTS:

The District's accounting records, to the best of our knowledge, reflect the generally accepted accounting principles, as promulgated by the GASB. The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements", Note 1.

7) DEBT SERVICE

The Debt Service (principal and interest) is related to the renovations and additions to the Middle School and High School and district wide projects. Bonds were issued in 2011 and will be retired over a ten (10) year period.

8) CASH MANAGEMENT

The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 1. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

9) RISK MANAGEMENT

The Board carries various forms of insurance, including but not limited to general liability, automotive liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.

The District has an active Risk Management Committee that is instrumental in reducing exposure to employee injury and researching means to reduce exposure for the district to other types of risk. The district has a District Safety Committee comprised of three (3) Board Members who actively work to insure the safety of students and staff.

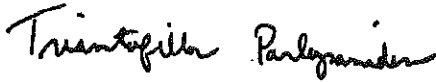
10) OTHER INFORMATION:

Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Holman Frenia Allison, P.C., was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

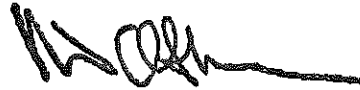
11) ACKNOWLEDGEMENTS

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

Respectfully submitted,

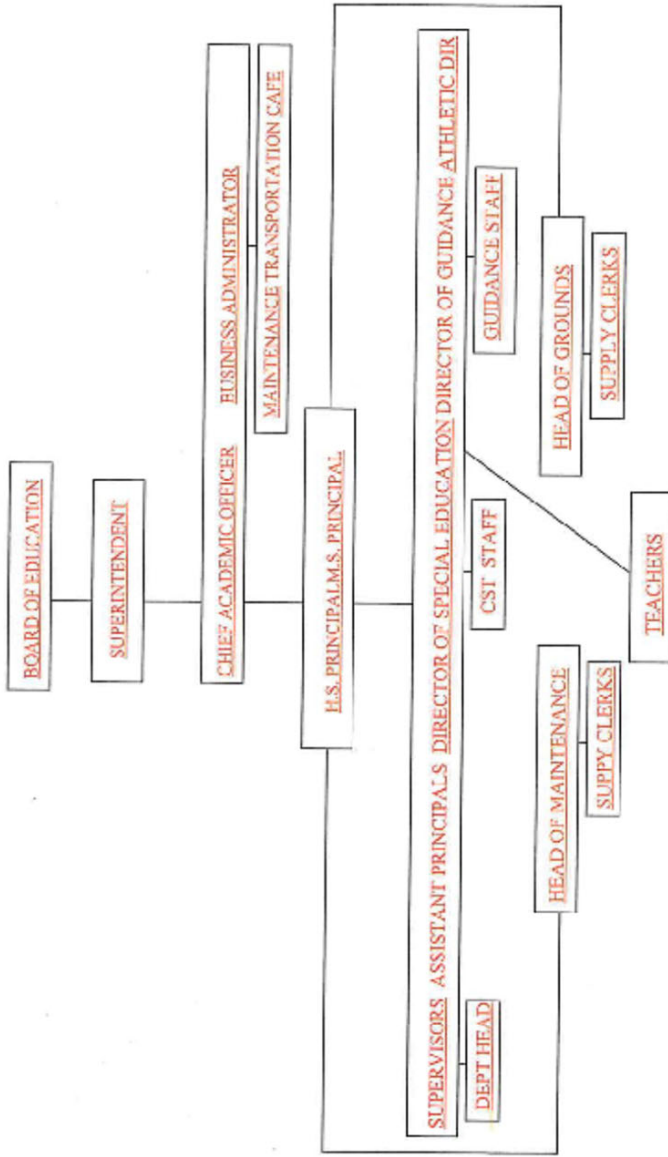


Triantafillos Parlapanides, Ed.D.
Superintendent of Schools



Kevin O'Shea
Business Administrator/Board Secretary

CHAIN OF COMMAND



**CENTRAL REGIONAL SCHOOL DISTRICT
BAYVILLE, NEW JERSEY
ROSTER OF OFFICIALS
JUNE 30, 2021**

Members of the Board of Education

TERM EXPIRES

Louis Tuminaro, President	2022
Denise Pavone-Wilson, Vice President	2022
Al Aires	2021
Edward Commarato	2021
Susan Cowdrick	2021
George Dohn	2021
Michael Graichen	2023
Tracy Mianulli	2023
John Serpica	2023

Other Officials

Triantafillos Parlapinides, ED.D., Superintendent of Schools
Kevin O'Shea, CPA, School Business Administrator/Board Secretary
Carmen Memoli, CPA, Treasurer of School Monies
Christopher T. Dasti, Esq., Board Attorney

**CENTRAL REGIONAL SCHOOL DISTRICT
BAYVILLE, NEW JERSEY
CONSULTANTS AND ADVISORS
JUNE 30, 2021**

AUDITOR/AUDIT FIRM

Jerry W. Conaty, CPA, PSA, CFE, RMA
Holman Frenia Allison, P. C.
1985 Cedar Bridge Avenue
Lakewood, New Jersey 08701-7031

ATTORNEY

Christopher J. Dasti
Dasti & Associates, Attorneys at Law
310 Lacey Road
Forked River, New Jersey 08731

OFFICIAL DEPOSITORY

Ocean First Bank
975 Hooper Ave
Toms River, New Jersey

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FINANCIAL SECTION

Second Section

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INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Central Regional School District
County of Ocean
Bayville, New Jersey 08721

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Central Regional School District, County of Ocean, State of New Jersey, as of and for the fiscal year ended, June 30, 2021, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. 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 audit requirements as prescribed by the, Office of School Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the School District's preparation and fair presentation of the financial statements 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 School District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Central Regional School District, County of Ocean, State of New Jersey, as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

Change in Accounting Principle

As discussed in Note 1 to the financial statements, during the fiscal year ended June 30, 2021 the District adopted Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and the schedules related to accounting and reporting for pensions and other post employment benefits, as listed in the table of contents be presented to supplement the basic financial statements. Such information, 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, and statistical section are presented for purposes of additional analysis, as required by the Division of Administration and Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* are also presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying combining statements and related major fund supporting statements and schedules, and the schedules of expenditures of federal awards and state financial assistance are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying combining statements and related major fund supporting statements and schedules and 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.

The introductory section and statistical section listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 11, 2022 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 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 School District's internal control over financial reporting and compliance.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Jerry W. Conaty
Certified Public Accountant
Public School Accountant, No. 2470

Lakewood, New Jersey
February 11, 2022

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REQUIRED SUPPLEMENTARY INFORMATION - PART I

Management's Discussion and Analysis

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CENTRAL REGIONAL SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED JUNE 30, 2021 UNAUDITED

This section of the Central Regional School District's (School District) Comprehensive Annual Financial Report (CAFR) presents our discussion and analysis of the School District's financial performance during the fiscal year that ended on June 30, 2021. Please read it in conjunction with the transmittal letter at the front of this report and the School District's financial statements, which immediately follow this section.

Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 - *Basic Financial Statements-Management's Discussion and Analysis-for State and Local Governments* issued in June 1999 that is also required by the New Jersey State Department of Education. Certain comparative information between the current fiscal year (2020-2021) and the prior fiscal year (2019-2020) is required to be presented in the MD&A.

As described in Note 19 to the financial statements, *Prior Period Adjustment/Restatement of Fund Balance and Net Position*, the School District has adopted the provisions of GASB Statement to No. 84, *Fiduciary Activities* and an adjustment to the appraised value of capital assets, for the year ended June 30, 2021. The adoption of this principle and appraised value resulted in a restatement of the School District's opening General and Special Revenue Fund fund balance in the amounts of \$416,436 and \$304,950, respectively and Governmental and Business-type Activities net position in the amounts of \$(3,517,160) and \$(274,469), respectively, as of July 1, 2020 as indicated in Note 19 to the financial statements. Prior year balances reflected in the MD&A have been updated, for comparison purposes, to reflect the change where indicated.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2021 are as follows:

- In total, net position of governmental activities increased \$2,043,510, which represents a 24.51% increase from 2020. Total net position of business-type activities decreased (\$85,600), which represents a (119.4%) decrease from 2020.
- General revenues accounted for \$41,549,179 in revenue or 75.43% of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$13,535,056 or 24.57% of total revenue of \$55,084,235.
- Total assets and deferred outflows of resources of governmental activities decreased by (\$2,815,927) as cash and cash equivalents decreased by (\$664,458), receivables increased by \$858,963, restricted cash and cash equivalents increased by \$1,278,148, and total capital assets decreased by (\$3,735,646).
- Total liabilities and deferred inflows of resources of governmental activities decreased by \$1,342,277 as non-current liabilities due beyond one year decreased by (\$2,170,106).
- The School District had \$52,520,716 in governmental activities expenses; only \$13,015,047 of these expenses were offset by program specific charges for services, grants, or contributions. General revenues from governmental activities (primarily property taxes) and transfers of \$41,549,179 were adequate to provide for these programs, resulting in an increase in net position for governmental activities of \$2,043,510.
- In the governmental funds, the general fund had \$47,170,337 in revenues, \$46,177,851 in expenditures and \$ in other financing sources. The general fund's fund balance increased by \$993,250 over 2020.

USING THIS CAFR

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

This discussion and analysis is intended to serve as an introduction to the School District's basic financial statements. The School District's basic financial statements are comprised of three components: 1) Government-wide financial statements, 2) Fund financial statements, and 3) Notes to the financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements. The government-wide financial statements are designed to provide readers with an overview of the School District's finances, in a manner similar to a private-sector business.

The Statement of Net Position (A-1) presents information on the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.

The Statement of Changes in Net Position (A-2) presents information showing how the net position of the School District changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods of the School District.

The government-wide financial statements can be found as Exhibits A-1 and A-2 in this report.

Fund Financial Statements. A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The School District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the School District can be divided into two categories: governmental funds and proprietary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on the near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the School District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the School District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The School District maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balance for the general fund, special revenue fund, capital projects fund, and debt service fund, all of which are considered to be major funds.

The general and special revenue funds utilize a legally adopted annual budget. A budgetary comparison statement has been provided for the general fund and special revenue fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found as Exhibits B-1 through B-3 in this report.

Proprietary Funds

The School District maintains one proprietary fund type, an enterprise fund. The enterprise fund is used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the School District is that the costs of providing goods or services be financed through user charges. The food services enterprise fund provides for the operation of food services in all schools within the District. The proprietary fund has been included within business-type activities in the district-wide financial statements.

The food services fund detail financial statements can be found as Exhibits B-4 through B-6 in this report.

Notes to the Financial Statements. The notes provide additional information that is essential for a full understanding of the data provided in the district-wide and fund financial statements. The notes to the financial statements can be found after the fund financial statements in this report.

Other Information. The combining and individual fund statements referred to earlier in connection with governmental and enterprise funds are presented immediately following the notes to the financial statements.

Government-Wide Financial Analysis

The School District's financial position is the result of several types of financial transactions, including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

As noted earlier, net position may serve over time as a useful indicator of the School District's financial position. The following table provides a summary of net position for June 30, 2021 and 2020, respectively:

Net Position
June 30, 2020 and 2019

	Governmental Activities		Business-Type Activities	
	2021	2020	2021	2020
Assets				
Current and Other				
Assets	\$ 5,383,772	\$ 3,911,119	\$ 120,785	\$ 106,368
Capital Assets, Net	25,902,476	29,638,122	126,089	392,502
Total Assets	31,286,248	33,549,241	246,874	498,870
Deferred Outflows of Resources				
Deferred Outflows				
Relating to Pension	2,617,612	3,170,546	-	-
Liabilities				
Long-Term Liabilities	16,920,520	18,124,929	-	-
Other Liabilities	1,812,051	2,200,612	260,785	152,712
Total Liabilities	18,732,571	20,325,541	260,785	152,712
Deferred Inflows of Resources				
Deferred Inflows				
Relating to Pension	4,791,150	4,540,457	-	-
Net Position				
Net Investment in				
Capital Assets	21,741,181	24,507,431	126,089	392,502
Restricted	2,796,537	2,830,522	-	-
Unrestricted	(14,157,579)	(15,484,164)	(140,000)	(46,344)
Total Net Position	\$ 10,380,139	\$ 11,853,789	\$ (13,911)	\$ 346,158

The School District's largest net position component is the Restricted portion as shown above. Restricted balances represent resources that are subject to external restrictions on how they may be

Restricted net position decreased (\$33,985), from the prior year to \$2,796,537 at June 30, 2021.

Unrestricted net position may be used to meet the School District's ongoing operating obligations to vendors, debtors and employees. The unrestricted net position includes the unassigned General Fund balance netted with the amount of long-term obligations that are not invested in capital assets. The (\$14,157,579) is shown as unrestricted net position for Governmental Activities.

The following table provides a summary of revenues and expenses for the School District’s governmental and business-type activities and the change in net position for June 30, 2021 and 2020. Significant variances in revenues and expenditures from year to year, and explanations thereof, are detailed in the ‘Financial Analysis of the School District’s Funds’ section later in this report.

Statement of Activities
For the years ended June 30 , 2020 and 2019

	Governmental Activities	Business-Type Activities	Total 2021
Revenues:			
Program Revenues:			
Charges for Services	\$ -	\$ 97,238	\$ 97,238
Operating Grants and Contributions	13,015,047	422,771	13,437,818
General Revenues:			
Property Taxes	35,840,855	-	35,840,855
Federal and State Aid	4,848,895	-	4,848,895
Miscellaneous	859,429	-	859,429
Total Revenues	54,564,226	520,009	55,084,235
Expenses:			
Instructional Services	33,886,531	-	33,886,531
Support Services	18,509,212	605,609	19,114,821
Interest and Other Charges	124,973	-	124,973
Total Expenses	52,520,716	605,609	53,126,325
Change in Net Position	2,043,510	(85,600)	1,957,910
Net Position, Beginning	8,336,629	71,689	8,408,318
Net Position, Ending	\$ 10,380,139	\$ (13,911)	\$ 10,366,228

	Governmental Activities	Business-Type Activities	Total 2020
Revenues:			
Program Revenues:			
Charges for Services	\$ -	\$ 560,964	\$ 560,964
Operating Grants and Contributions	7,746,067	385,014	8,131,081
General Revenues:			
Property Taxes	34,701,305	-	34,701,305
Federal and State Aid	4,715,285	-	4,715,285
Miscellaneous	866,577	-	866,577
Total Revenues	48,029,234	945,978	48,975,212
Expenses:			
Instructional Services	12,607,090	-	12,607,090
Support Services	35,059,846	957,469	36,017,315
Interest and Other Charges	172,136	-	172,136
Total Expenses	47,839,072	957,469	48,796,541
Change in Net Position	190,162	(11,491)	178,671
Net Position, Beginning	11,663,627	357,649	12,021,276
Net Position, Ending	\$ 11,853,789	\$ 346,158	\$ 12,199,947

Financial Analysis of the School District's Funds

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

Governmental Funds. The focus of the School 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 School District's financing requirements. The unassigned fund balance is divided between designated balances and undesignated balances. The capital projects fund is restricted by state law to be spent for the purpose of the fund and is not available for spending at the School District's discretion.

Financial Information at Fiscal Year-End

The following schedule presents a summary of the general fund, special revenue fund, and debt service fund revenues for the fiscal year ended June 30, 2021 and 2020 and the amount and percentage of increases and (decreases) in relation to prior year revenues.

June 30, 2021				
	Amount	Percent Of Total	Increase (Decrease) From 2020	Percent of Increase (Decrease)
Current Expenditures:				
Instruction	\$ 17,602,350	35.33%	\$ 1,130,623	6.86%
Undistributed	29,061,911	58.33%	1,601,853	5.83%
Capital Outlay	2,119,555	4.25%	(1,120,545)	-34.58%
Debt Service:				
Principal	894,705	1.80%	(72,802)	-7.52%
Interest	143,614	0.29%	(17,574)	-10.90%
Total	\$ 49,822,135	100.00%	\$ 1,521,555	3.15%

June 30, 2020				
	Amount	Percent Of Total	Increase (Decrease) From 2019	Percent of Increase (Decrease)
Current Expenditures:				
Instruction	\$ 16,471,727	34.10%	\$ 747,347	4.75%
Undistributed	27,460,058	56.85%	784,786	2.94%
Capital Outlay	3,240,100	6.71%	1,433,937	79.39%
Debt Service:				
Principal	967,507	2.00%	85,507	9.69%
Interest	161,188	0.33%	111,308	223.15%
Total	\$ 48,300,580	99.99%	\$ 3,162,885	7.01%

Undistributed costs increased primarily due to pension and health benefit cost increases. Capital Outlay increased due to increased capital purchases during the fiscal year.

General Fund Budgetary Highlights

Throughout the year, as necessary, budget transfers were effectuated between budget accounts to re-align the 2020-2021 budget. Budget transfers were effectuated based on expected positive and negative budget variances. The budget is continually managed and revised with budget transfers as necessary or practical to do so.

Significant Budget Transfers and Variations:

- Teacher's Pension and Annuity Fund (TPAF), which is the State of New Jersey's (State) contribution to the pension fund, is an "on-behalf" revenue and expenditure item to the district and is required to be reflected in the financial statements.
- Reallocations were made among the various salary budget accounts to reflect changes in the personnel budget for the 2020-2021 year.
- Transfers were made into purchased services for special education programs to provide funds for required additional services.

Based on the financial results of 2020-2021, unassigned fund balance increased \$1,171,655 from the prior year to \$1,171,655 at June 30, 2021. (2% required per S-1701, net of allowable adjustments).

Proprietary Funds. The School District's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail.

During the fiscal year 2021, the net position of business-type activities decreased (\$85,600) or 615.34%. The assets of the business-type activities exceed liabilities by (\$13,911).

Capital Assets

At June 30, 2021, the School District had capital assets of \$26,028,565, net of depreciation, which includes construction in progress, buildings and site improvements and equipment.

	June 30, 2021	
	Governmental Activities	Business-Type Activities
Construction in Progress	\$ 2,809,046	\$ -
Buildings and Site Improvements	18,598,304	-
Equipment	4,495,126	126,089
Total	\$ 25,902,476	\$ 126,089

	June 30, 2020	
	Governmental Activities	Business-Type Activities
Construction in Progress	\$ 1,714,321	\$ -
Buildings and Site Improvements	19,700,518	-
Equipment	3,984,737	118,033
Total	\$ 25,399,576	\$ 118,033

Additional information on the School District's capital assets can be found in Note 5 to the basic financial

Debt Administration and Other Obligations

At June 30, 2021 and 2020, the School District's outstanding debt issues included \$253,000 and \$653,000, respectively, of general obligation bonds, \$3,908,295 and \$4,477,691, respectively, of capital leases and \$788,706 and \$991,276, respectively, of compensated absences.

Additional information on the School District's debt administration and other obligations can be found in Note 7 to the basic financial statements.

Economic Factors and Subsequent Year's Budgets

- The School District anticipates that the approved 2021-22 budget will be adequate to satisfy all 2021-22 financial needs, barring any significant unexpected situations or conditions unforeseen at this time.
- It is expected the State of New Jersey will again delay the final state aid payments to school districts for 2021-22.
- The School District has its lone collective bargaining unit contract settled through June 30, 2021.
- The School District's enrollment has been fairly consistent over the past 3 school years. The School District anticipates stable enrollment over the next several years.

Requests for Information

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Business Administrator/Board Secretary's Office, Central Regional School District, Board of Education, 509 Forest Hills Parkway, Bayville, New Jersey 08721.

BASIC FINANCIAL STATEMENTS

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A. Government-Wide Financial Statements

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CENTRAL REGIONAL SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2021

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Cash & Cash Equivalents	\$ 1,881,296	\$ 41,290	\$ 1,922,586
Receivables, Net (Note 4)	1,573,492	70,124	1,643,616
Inventory	-	9,371	9,371
Restricted Cash & Cash Equivalents	1,928,984	-	1,928,984
Capital Assets, Net (Note 5):			
Non-Depreciable	2,809,046	-	2,809,046
Depreciable	23,093,430	126,089	23,219,519
Total Assets	31,286,248	246,874	31,533,122
DEFERRED OUTFLOWS OF RESOURCES			
Related to Pensions (Note 8)	2,617,612	-	2,617,612
Total Deferred Outflow of Resources	2,617,612	-	2,617,612
LIABILITIES			
Cash Deficit	139,423	-	139,423
Accounts Payable	461,885	2,598	464,483
Due to Other Governments	866,664	-	866,664
Unearned Revenue	15,100	-	15,100
Accrued Interest	42,003	-	42,003
Accrued Salaries and Wages	382,535	-	382,535
Paryoll Deductions and Withholdings	150,008	-	150,008
Unemployment Trust Laibility	12,620	-	12,620
Internal Balances	(258,187)	258,187	-
Noncurrent Liabilities (Note 7):			
Due Within One Year	965,697	-	965,697
Due in More Than One Year	15,954,823	-	15,954,823
Total Liabilities	18,732,571	260,785	18,993,356
DEFERRED INFLOWS OF RESOURCES			
Related to Pensions (Note 8)	4,791,150	-	4,791,150
Total Deferred Inflow of Resources	4,791,150	-	4,791,150
NET POSITION			
Net Investment in Capital Assets	21,741,181	126,089	21,867,270
Restricted for:			
Capital Projects	1,523,537	-	1,523,537
Emergency Reserve	50,550	-	50,550
Maintenance Reserve	547,148	-	547,148
Unemployment Reserve	416,854	-	416,854
Student Activities	229,788	-	229,788
Scholarship	28,660	-	28,660
Unrestricted (Deficit)	(14,157,579)	(140,000)	(14,297,579)
Total Net Position	\$ 10,380,139	\$ (13,911)	\$ 10,366,228

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

CENTRAL REGIONAL SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2021

FUNCTIONS/PROGRAMS	PROGRAM REVENUES				NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING CONTRIBUTIONS	CAPITAL GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:							
Instruction:							
Regular Instruction	\$ 22,148,782	\$ -	\$ 8,721,949	\$ -	\$ (13,426,833)	\$ -	\$ (13,426,833)
Special Education Instruction	8,373,776	-	2,789,767	-	(5,584,009)	-	(5,584,009)
Other Instruction	3,363,973	-	1,121,100	-	(2,242,873)	-	(2,242,873)
Support Services:							
Tuition	1,767,319	-	-	-	(1,767,319)	-	(1,767,319)
Student & Instruction Related Services	5,975,402	-	382,231	-	(5,593,171)	-	(5,593,171)
General Administrative	1,018,390	-	-	-	(1,018,390)	-	(1,018,390)
School Administrative Services	1,626,246	-	-	-	(1,626,246)	-	(1,626,246)
Central Services	637,592	-	-	-	(637,592)	-	(637,592)
Administrative Info. Technology	426,824	-	-	-	(426,824)	-	(426,824)
Plant Operations & Maintenance	3,674,921	-	-	-	(3,674,921)	-	(3,674,921)
Pupil Transportation	3,381,754	-	-	-	(3,381,754)	-	(3,381,754)
Interest & Other Charges	124,973	-	-	-	(124,973)	-	(124,973)
Transfer to Other Funds	764	-	-	-	(764)	-	(764)
Total Governmental Activities	52,520,716	-	13,015,047	-	(39,505,669)	-	(39,505,669)
Business-Type Activities:							
Food Service	605,609	97,238	422,771	-	-	(85,600)	(85,600)
Total Business-Type Activities	605,609	97,238	422,771	-	-	(85,600)	(85,600)
Total Primary Government	\$ 53,126,325	\$ 97,238	\$ 13,437,818	\$ -	(39,505,669)	(85,600)	(39,591,269)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes					35,200,000	-	35,200,000
Property Taxes, Levied for Debt Service					640,855	-	640,855
Federal & State Aid Not Restricted					4,848,895	-	4,848,895
Tuition Charges					66,198	-	66,198
Transportation Charges					284,248	-	284,248
Miscellaneous					508,983	-	508,983
Total General Revenues					41,549,179	-	41,549,179
Change In Net Position					2,043,510	(85,600)	1,957,910
Net Position - Beginning (As Restated, See Note 19)					8,336,629	71,689	8,408,318
Net Position - Ending					\$ 10,380,139	\$ (13,911)	\$ 10,366,228

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

B. Fund Financial Statements

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Governmental Funds

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**CENTRAL REGIONAL SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2021**

	MAJOR FUNDS				TOTAL GOVERNMENTAL FUNDS
	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	
ASSETS					
Cash & Cash Equivalents	\$ 1,749,719	\$ -	\$ 131,577	\$ -	\$ 1,881,296
Receivables, Net:					
Interfund Receivable	377,532	-	-	-	377,532
Due from Other Governments:					
Federal	8,817	405,356	-	-	414,173
State	449,546	-	-	-	449,546
Other	104,049	-	-	-	104,049
Other Accounts Receivable	-	-	605,724	-	605,724
Restricted Cash & Cash Equivalents	1,928,984	-	-	-	1,928,984
Total Assets	\$ 4,618,647	\$ 405,356	\$ 737,301	\$ -	\$ 5,761,304
LIABILITIES & FUND BALANCES					
Liabilities:					
Cash Deficit	\$ -	\$ 139,423	\$ -	\$ -	\$ 139,423
Accounts Payable	458,168	3,717	-	-	461,885
Unemployment Trust Liability	12,620	-	-	-	12,620
Accrued Salaries and Wages	382,535	-	-	-	382,535
Interfund Payable	-	3,768	115,577	-	119,345
Payroll Deductions and Withholdings	150,008	-	-	-	150,008
Unearned Revenue	15,100	-	-	-	15,100
Total Liabilities	1,018,431	146,908	115,577	-	1,280,916
Fund Balances:					
Restricted for:					
Capital Reserve	901,813	-	-	-	901,813
Maintenance Reserve	547,148	-	-	-	547,148
Emergency Reserve	50,550	-	-	-	50,550
Unemployment Reserve	416,854	-	-	-	416,854
Capital Projects	-	-	621,724	-	621,724
Student Activities	-	229,788	-	-	229,788
Scholarship	-	28,660	-	-	28,660
Assigned for:					
Designated for Subsequent Year	295,000	-	-	-	295,000
Other Purposes	217,196	-	-	-	217,196
Unassigned	1,171,655	-	-	-	1,171,655
Total Fund Balances	3,600,216	258,448	621,724	-	4,480,388
Total Liabilities & Fund Balances	\$ 4,618,647	\$ 405,356	\$ 737,301	\$ -	

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 \$65,385,888 and the accumulated depreciation is \$39,483,412.	25,902,476
Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refunding are applicable to future reporting periods and therefore are not reported in the funds.	
Deferred Outflows Related to Pensions	2,617,612
Deferred Inflows Related to Pensions	(4,791,150)
Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported as a liability in the funds.	(42,003)
Accrued pension contributions for the June 30, 2021 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.	(866,664)
Long-term liabilities, including net pension liability and bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(16,920,520)
Net Position of Governmental Activities	\$ 10,380,139

**CENTRAL REGIONAL SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2021**

	MAJOR FUNDS				TOTAL GOVERNMENTAL FUNDS
	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	
Revenues:					
Local Sources:					
Local Tax Levy	\$ 35,200,000	\$ -	\$ -	\$ 640,855	\$ 35,840,855
Tuition Charges	66,198	-	-	-	66,198
Transportation Charges	284,248	-	-	-	284,248
Miscellaneous	254,468	253,507	244	-	508,219
Total Local Sources	35,804,914	253,507	244	640,855	36,699,520
State Sources	11,304,797	-	-	-	11,304,797
Federal Sources	60,626	1,789,465	-	-	1,850,091
Total Revenues	47,170,337	2,042,972	244	640,855	49,854,408
Expenditures:					
Instruction:					
Regular Instruction	10,162,660	1,342,783	-	-	11,505,443
Special Education Instruction	4,349,881	-	-	-	4,349,881
Other Instruction	1,747,026	-	-	-	1,747,026
Support Services:					
Tuition	1,376,679	-	-	-	1,376,679
Attendance & Social Work Services	234,511	-	-	-	234,511
Health Services	245,042	-	-	-	245,042
Student & Instruction Related Services	3,492,571	682,240	-	-	4,174,811
General Administrative	793,338	-	-	-	793,338
School Administrative Services	1,266,711	-	-	-	1,266,711
Central Services	496,706	-	-	-	496,706
Administrative Information Technology	332,595	-	-	-	332,595
Plant Operations & Maintenance	3,086,051	-	-	-	3,086,051
Pupil Transportation	2,634,324	-	-	-	2,634,324
Unallocated Benefits	7,840,164	-	-	-	7,840,164
On Behalf TPAF Pension and Social Security Contributions					
	6,580,979	-	-	-	6,580,979
Capital Outlay	1,141,149	64,451	913,955	-	2,119,555
Debt Service:					
Principal	282,758	-	-	611,947	894,705
Interest & Other Charges	114,706	-	-	28,908	143,614
Total Expenditures	46,177,851	2,089,474	913,955	640,855	49,822,135
Excess/(Deficiency) of Revenues					
Over Expenditures	992,486	(46,502)	(913,711)	-	32,273
Other Financing Sources (Uses):					
Transfers In	764	-	-	-	764
Transfers Out	-	-	(764)	-	(764)
Total Other Financing Sources (Uses)	764	-	(764)	-	-
Net Changes in Fund Balances	993,250	(46,502)	(914,475)	-	32,273
Fund Balance, July 1 (As Restated, See Note 19)	2,606,966	304,950	1,536,199	-	4,448,115
Fund Balance, June 30	\$ 3,600,216	\$ 258,448	\$ 621,724	\$ -	\$ 4,480,388

**CENTRAL REGIONAL SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2021**

Total Net Changes in Fund Balances - Governmental Funds (B-2)	\$	32,273
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the period.		
Depreciation Expense	\$	(1,616,656)
Capital Outlays		<u>2,119,555</u>
		502,899
Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period.		
		105,784
Repayment of long-term debt principal and obligation of lease purchase agreements are an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		
		1,181,343
In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is an addition in the reconciliation (+).		
		18,641
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		
		<u>202,570</u>
Change in Net Position of Governmental Activities	\$	<u><u>2,043,510</u></u>

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Proprietary Funds

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**CENTRAL REGIONAL SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 JUNE 30, 2021**

	MAJOR FUNDS		
	BUSINESS-TYPE		
	ACTIVITIES -		
	ENTERPRISE		
	FUNDS		
	FOOD	OTHER	TOTALS
	SERVICE	ENTERPRISE	
ASSETS			
Current Assets:			
Cash & Cash Equivalents	\$ 28,338	\$ 12,952	\$ 41,290
Accounts Receivable:			
Federal	67,646	-	67,646
State	2,478	-	2,478
Inventories	9,371	-	9,371
			-
Total Current Assets	107,833	12,952	120,785
Noncurrent Assets:			
Capital Assets	433,795	-	433,795
Less: Accumulated Depreciation	(307,706)	-	(307,706)
Total Capital Assets, Net	126,089	-	126,089
Total Noncurrent Assets	126,089	-	126,089
Total Assets	\$ 233,922	\$ 12,952	\$ 246,874
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 2,598	\$ -	\$ 2,598
Interfund Payable	258,187	-	258,187
Total Current Liabilities	260,785	-	260,785
NET POSITION			
Net Investment in Capital Assets	126,089	-	126,089
Unrestricted	(152,952)	12,952	(140,000)
Total Net Position	(26,863)	12,952	(13,911)
Total Liabilities and Net Position	\$ 233,922	\$ 12,952	\$ 246,874

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

**CENTRAL REGIONAL SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
 YEAR ENDED JUNE 30, 2021**

	MAJOR FUNDS		
	BUSINESS-TYPE		
	ACTIVITIES - ENTERPRISE FUNDS		
	FOOD SERVICE	OTHER ENTERPRISE	TOTALS
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ 86,384	\$ -	\$ 86,384
Daily Sales - Non-Reimbursable Programs	1,790	-	1,790
Special Functions	9,064	-	9,064
Total Operating Revenues	97,238	-	97,238
Operating Expenses:			
Cost of Sales - Reimbursable Programs	128,628	-	128,628
Cost of Sales - Non-Reimbursable Programs	42,876	-	42,876
Depreciation	16,377	-	16,377
Employee Benefits	90,406	-	90,406
Other	616	-	616
Other Purchased Services	6,691	-	6,691
Repairs and Maintenance	2,379	-	2,379
Salaries	274,504	-	274,504
Supplies and Materials	7,740	-	7,740
Utilities	35,392	-	35,392
Total Operating Expenses	605,609	-	605,609
Operating Loss	(508,371)	-	(508,371)
Nonoperating Revenues (Expenses):			
State Sources:			
State School Lunch Program	10,363	-	10,363
Federal Sources:			
National School Lunch Program	221,217	-	221,217
National School Breakfast Program	130,384	-	130,384
Food Distribution Program	45,432	-	45,432
Child Nutrition Equipment Grant	20,000	-	20,000
Interest Revenue	46	-	46
Bad Debt Expense	(4,671)	-	(4,671)
Total Nonoperating Revenues	422,771	-	422,771
Change in Net Position	(85,600)	-	(85,600)
Net Position, July 1 (As Restated, See Note 19)	58,737	12,952	71,689
Net Position, June 30	\$ (26,863)	\$ 12,952	\$ (13,911)

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

**CENTRAL REGIONAL SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2021**

	MAJOR FUNDS		
	BUSINESS-TYPE		
	ACTIVITIES - ENTERPRISE FUNDS		
	FOOD SERVICE	OTHER ENTERPRISE	TOTALS
Cash Flows From Operating Activities:			
Receipts from Customers	\$ 153,135	\$ -	\$ 153,135
Payments to Employees	(274,504)	-	(274,504)
Payments for Employee Benefits	(90,406)	-	(90,406)
Payments to Suppliers	(70,817)	-	(70,817)
Net Cash Provided by/(Used for) Operating Activities	(282,592)	-	(282,592)
Cash Flows From Noncapital Financing Activities:			
State Sources	9,950	-	9,950
Federal Sources	316,905	-	316,905
Net Cash Provided by/(Used for) Noncapital Financing Activities	326,855	-	326,855
Cash Flows From Capital & Related Financing Activities:			
Purchases of Capital Assets	(24,433)	-	(24,433)
Net Cash Provided by/(Used for) Capital & Related Financing Activities	(24,433)	-	(24,433)
Cash Flows From Investing Activities:			
Interest on Investments	46	-	46
Net Cash Provided by Investing Activities	46	-	46
Net Increase/(Decrease) in Cash & Cash Equivalents	19,876	-	19,876
Balances - Beginning of Year	8,462	12,952	21,414
Balances - End of Year	\$ 28,338	\$ 12,952	\$ 41,290
Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:			
Operating Loss	\$ (508,371)	\$ -	\$ (508,371)
Adjustments to Reconcile Operating Loss to Net Cash Provided by/(Used for) Operating Activities:			
Depreciation	16,377	-	16,377
Food Distribution Program	45,432	-	45,432
(Increase)/Decrease in Accounts Receivable, Net	55,897	-	55,897
Increase/(Decrease) in Accounts Payable	108,073	-	108,073
Total Adjustments	225,779	-	225,779
Net Cash Used by Operating Activities	\$ (282,592)	\$ -	\$ (282,592)

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

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Fiduciary Fund
Not Applicable

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CENTRAL REGIONAL SCHOOL DISTRICT

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

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**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 1. Summary of Significant Accounting Policies

Basis of Presentation

The financial statements of the Central Regional School District (hereafter referred to as the School District) have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). GASB is responsible for establishing GAAP for state and local governments through its pronouncements (statements and interpretations).

Reporting Entity

The School District is a Type II district located in the County of Ocean, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members appointed to three-year terms. These terms are staggered so that three members' terms expire each year. The School District provides a full range of educational services appropriate to junior and senior high schools for students of the Boroughs of Island Heights, Ocean Gate, Seaside Heights, Seaside Park and the Township of Berkeley, Ocean County, New Jersey. These include regular as well as special education for handicapped youngsters. The School District has an approximate enrollment at June 30, 2021 of 2,380 students.

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

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

There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the School District is not includable in any other reporting entity on the basis of such criteria.

Component Units

GASB Statement No.14. *The Financial Reporting Entity* , provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units* , and GASB Statement No. 61, *The Financial Reporting Entity: Omnis – an Amendment of GASB Statements No. 14 and No. 34* , GASB Statement No. 80, *Blending Requirements for certain component Units - an Amendment of GASB Statement No. 14* and GASB Statement No. 97, *Certain Component Unit Criteria and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plan- an Amendment of GASB Statements No. 14 and No. 84* . The School District had no component units as of for the year ended June 30, 2021.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Basis of Accounting, Measurement Focus and Financial Statement Presentation

The accounts of the School District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

A. Government-Wide Financial Statements

The School District's Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the School District accompanied by a total column.

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the School District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the School District are reported in three categories: 1) charges for services, 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.

Certain eliminations have been made to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

B. Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. The School District has presented all major funds that met those qualifications.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

All governmental funds are accounted for on a spending or “current financial resources” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. (The School District’s deferred outflows of resources and deferred inflows of resources are noncurrent.) The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the School District, are property tax and intergovernmental revenues. Expenditures are recorded in the accounting period in which the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Interest on invested funds is recognized when earned. Intergovernmental revenues that are reimbursements for specific purposes or projects are recognized in the period in which the expenditures are recorded. All other revenue items are considered to be measurable and available only when cash is received by the School District. Transfers between governmental funds are recorded when the related liability is incurred. These transfers do not represent revenues (expenditures) to the School District and are, therefore, reported as other financing sources (uses) in the governmental fund financial statements.

Since the fund level statements are presented using a different measurement focus and basis of accounting than the government-wide statements, a reconciliation is presented on the page following each fund level statement that summarizes the adjustments necessary to convert the fund level statements into the government-wide presentations.

The School District funds outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted resources are available for use, it is the School District’s policy to use restricted resources first, then unrestricted resources as they are needed. In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the School District’s policy to consider restricted fund balance to have been depleted before any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

The School District reports the following major governmental funds:

General Fund - The general fund is the general operating fund of the School District and is used to account for all financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the capital outlay sub-fund.

As required by the New Jersey Department of Education (DOE) the School District includes budgeted capital outlay in this fund. GAAP as they pertain to governmental entities state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, interest earnings and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment.

Special Revenue Fund - The special revenue fund is used to account for the proceeds of specific revenue from state and federal governments, other than major capital projects, debt service or proprietary funds, and local appropriations that are restricted or committed to expenditures for specified purposes.

Capital Projects Fund - The capital projects fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for the acquisition of construction of major capital facilities, other than those financed by proprietary funds. The financial resources are derived from New Jersey School Development Authority grants, temporary notes, capital leases, or serial bonds that are specially authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

Debt Service Fund - The debt service fund is used to account for the accumulation of financial resources that are restricted, committed, or assigned to an expenditure for the payment of general long-term debt principal, interest and related costs of governmental funds.

C. Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and for the non-major funds aggregated.

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities (whether current or noncurrent), and deferred inflows of resources are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

The School District reports the following major proprietary funds:

Food Service Fund – The food service fund accounts for the financial transactions related to the food service operations of the School District.

Community School Program – The community school fund accounts for the financial transactions related to the School District’s community education operations to the School District.

D. Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Net Position. The School District’s fiduciary funds include Agency and Private-Purpose Trust Funds. Private Purpose Trust and Agency Funds are used to account for and report assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, and other governments. Private Purpose Trust and Agency Funds are accounted for on a spending or “economic resources” measurement focus and the accrual basis of accounting as are the proprietary funds explained above.

The School District has no fiduciary funds.

Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office. In accordance with *P.L.2011 c.202*, which became effective January 17, 2012, the School District eliminated the April annual voter referendum on budgets which met the statutory tax levy cap limitations and the board of education members are elected at the November general election. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in *N.J.A.C. 6A:23-2-2(f)1*. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with *N.J.A.C. 6A:23-2-11*.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles with the exception of the legally mandated revenue recognition of the one or more June state aid payment for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

The accounting records of the special revenue fund are maintained on the grant accounting budgetary basis. 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 budget, as detailed on Exhibit C-1, Exhibit C-2, and Exhibit I-3, includes all amendments to the adopted budget, if any.

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounts as presented in the general fund budgetary comparison schedules and the special revenue fund budgetary comparison schedule to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds. Note that the School District does not report encumbrances outstanding at fiscal year-end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the last state aid payments.

Encumbrances

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

Open encumbrances in the special revenue fund for which the School District has received advances are reflected in the balance sheet as a reduction of the accounts receivables or as unearned revenue at fiscal year-end.

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

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Cash, Cash Equivalents and Investments

Cash and Cash equivalents include petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. U.S. Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are considered cash equivalents and stated at cost.

Investments are stated at fair value in accordance with GASB. New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. *N.J.S.18A:20-37* provides a list of permissible investments that may be purchased by New Jersey school districts.

N.J.S.A.17:9-41 et. Seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect governmental units from loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the governmental units.

For purposes of the statement of cash flows, the School District considers all highly liquid investments (including restricted assets) with a maturity when purchased of twelve months or less and all local government investment pools to be cash equivalents.

Tuition Receivable/Payable

Tuition rates were established by the receiving School District based on estimated costs. The charges are subject to adjustment when the actual costs are determined.

Inventories

Inventories are valued at cost, using the first-in/first-out (FIFO) method. The costs of inventories are recorded as expenditures when consumed rather than when purchased.

Interfund Receivables/Payables

Interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the School District and that are due within one year. As previously mentioned, these amounts are eliminated in the governmental and business-type columns of the Statement of Net Position, except for the net residual amounts due between governmental and business-type activities, which are presented as Internal Balances in the Statement of Net Position.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Capital Assets

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Purchased or constructed assets are recorded at actual cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at estimated fair market value at the date of donation. All reported capital assets except land and construction in progress are depreciated. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. The School District does not possess any infrastructure. The School District has established a threshold of \$2,000 for capitalization of depreciable assets.

Capital assets of the School District are depreciated or amortized using the straight-line method over the following estimated useful lives:

Description:	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Land Improvements	10-20 Years	N/A
Building and Improvements	10-50 Years	N/A
Furniture and Equipment	5-20 Years	5-12 Years
Vehicles	5-10 Years	4-6 Years

Compensated Absences

Compensated absences are those absences for which employees will be paid, such as vacation, sick leave and sabbatical leave. A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the School District and its employees, is accrued as the employees earn the rights to the benefits. Compensated absences that relate to future services, or that are contingent on a specific event that is outside the control of the School District and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

The entire compensated absences liability is reported on the government-wide financial statements and proprietary fund financial statements. Compensated absences liability is not recorded in the governmental funds. Instead expenditures are recognized in the governmental funds as payments come due each period, for example, as a result of resignations or retirements.

Unearned Revenue

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied and is recorded as a liability until the revenue is both measureable and the School District is eligible to realize the revenue.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, government fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds, are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources.

Accounting Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumption that affect certain reported amounts reported in the financial statements and accompanying note disclosures. Actual results could differ from those estimates.

Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in proprietary funds. Reimbursements from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Deferred Outflows and Deferred Inflows of Resources

In addition to assets, the Statement of Net 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 a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net 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 a future periods and so will not be recognized as an inflow of resources (revenue) until that time.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the pension plan's fiduciary net position of the Public Employees' Retirement System (PERS) and Teacher's Pension and Annuity Fund (TPAF) and additions to/deductions from the PERS's and TPAF's fiduciary net position have been determined on the same basis as they are reported by the plans. 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.

Fund Balance

In accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, fund balances in the governmental funds financial statements are classified into the following five categories, as defined below:

Non-spendable – This classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.

Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

Assigned – This classification includes amounts that are constrained by the School District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process.

Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, it is the School District's policy to consider restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, it is the School District's policy to consider amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board has provided otherwise in its commitment or assignment actions.

Net Position

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

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

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

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

Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2021 and February 11, 2022, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items have come to the attention of the School District that would require disclosure. See note 20 for additional information.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 1. Summary of Significant Accounting Pronouncements (Continued)

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

The following GASB Statements became effective for the fiscal year ended June 30, 2021:

For the year June 30, 2021 the District implemented GASB Statement No. 84, *Fiduciary Activities*. The Statement intends to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. To that end, Statement No. 84 establishes criteria for identifying fiduciary activities of all state and local governments and clarifies whether and how business-type activities should report their fiduciary activities. See Note 19 for additional information.

Statement No. 83, *Certain Asset Retirement Obligations*. This Statement establishes criteria for determining the timing and pattern of recognition of a liability and a corresponding deferred outflow of resources for asset retirement obligations. Management has determined the implementation of certain provisions within this Statement did not have a significant impact on the School Districts's financial statements.

Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*. This Statement requires that additional essential information related to debt be disclosed in notes to financial statements, including unused lines of credit; assets pledged as collateral for the debt; and terms specified in debt agreements related to significant events of default with finance-related consequences, significant termination events with finance-related consequences, and significant subjective acceleration clauses. Management has determined the implementation of certain provisions within this Statement did not have a significant impact on the School Districts's financial statements.

Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*. Requirements of this pronouncement related to section 1, paragraph 4 are effective immediately. All other requirements will be effective for reporting periods beginning June 15, 2021. Management has determined the implementation of certain provisions within this Statement did not have a significant impact on the School Districts's financial statements.

Accounting Pronouncements Effective in Future Reporting Periods

Statement No. 87, *Leases*. The requirements of this Statement are effective for fiscal years beginning after June 15, 2021.

Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020.

Statement No. 93, *Replacement of Interbank Offered Rates*. The requirements of this Statement, except for paragraphs 11b, 13, and 14 are effective for reporting periods beginning after June 15, 2020. The requirement in paragraph 11b is effective for reporting periods ending after December 31, 2021. The requirements in paragraphs 13 and 14 are effective for fiscal years periods beginning after June 15, 2021. Management has not yet determined the potential impact on the School District's financial statements.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 2. Deposits and Investments

Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board’s deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, *NJSA 17:9-41 et seq.* requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity fund or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2021, the School District’s bank balance of \$4,198,572 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$	2,944,738
Uninsured and Uncollateralized		1,253,834
Total	\$	4,198,572

Investments

The School District had no investments at June 30, 2021.

Note 3. Reserve Accounts

Capital Reserve

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

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 3. Reserve Accounts (Continued)

Capital Reserve (continued)

Funds placed in the capital reserve account are restricted to capital projects in the School District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a School 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 (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A School 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 *N.J.S.A.19:60-2*. Pursuant to *N.J.A.C.6:23A-14.1(g)*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the July 1, 2020 to June 30, 2021 fiscal year is as follows:

Beginning Balance, July 1, 2020	\$	650,836
Increased by:		
Interest Earnings		977
Deposits Approved by Board		250,000
		250,000
Ending Balance, June 30, 2021	\$	901,813

Emergency Reserve

The School District established an emergency reserve account in the 2012-2013 school year for the accumulation of funds for use in accordance with *N.J.S.A. 18A: 7F-41c(1)* to finance unanticipated general fund expenditures.

The activity of the emergency reserve for the July 1, 2020 to June 30, 2021 fiscal year is as follows:

Beginning Balance, July 1, 2020	\$	50,500
Increased by:		
Interest Earnings		50
		50
Ending Balance, June 30, 2021	\$	50,550

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 3. Reserve Accounts (Continued)

Maintenance Reserve

The School District established a maintenance reserve account in June of 2011 for the accumulation of funds for use as required maintenance of a facility in subsequent fiscal years.

Funds placed in the maintenance reserve account are restricted to maintenance projects in the School District's approved Maintenance Plan (M-1). A School District may increase the balance in the maintenance reserve account 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. The balance in the account cannot at any time exceed four percent of the replacement cost of the School District's school facilities for the current year.

The activity of the maintenance reserve for the July 1, 2020 to June 30, 2021 fiscal year is as follows:

Beginning Balance, July 1, 2020	\$	447,098
Increased by:		
Interest Earnings		50
Deposits Approved via Budget Adoption		100,000
		100,000
Ending Balance, June 30, 2021	\$	547,148

Unemployment Reserve

Unemployment reserve funds are restricted pursuant to *N.J.S.A. 43:21-7.3(g)*, which requires that employer and employee contributions be held in a trust fund maintained by the governmental entity or instrumentally for unemployment benefit cost purposes and any surplus remaining in this trust fund must be retained in reserve for payment of benefit costs in subsequent years.

The activity of the unemployment reserve for the July 1, 2020 to June 30, 2021 fiscal year is as follows:

Beginning Balance, July 1, 2020, restated	\$	416,436
Increased by:		
Interest Earnings		418
		418
Ending Balance, June 30, 2021	\$	416,854

Note 4. Accounts Receivable

Accounts receivable at June 30, 2021 consisted of accounts and intergovernmental grants. All receivables are considered collectible in full due to the stable condition of state and federal programs, the current fiscal year guarantee of federal funds and the budgetary control of New Jersey governmental entities. Accounts receivable in the School District's governmental and business-type activities as of June 30, 2021, consisted of the following:

Description:	Governmental Funds			Total Governmental Activities
	General Fund	Special Revenue Fund	Capital Projects Fund	
Federal Awards	\$ 8,817	\$ 405,356	\$ -	\$ 414,173
State Awards	449,546	-	-	449,546
Other	104,049	-	605,724	709,773
	\$ 562,412	\$ 405,356	\$ 605,724	\$ 1,573,492
			Proprietary Funds	
			Food Service Fund	Total Business-Type Activities
Federal Awards			\$ 67,646	\$ 67,646
State Awards			2,478	2,478
			\$ 70,124	\$ 70,124

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 5. Capital Assets

Capital assets activity for the year ended June 30, 2021 was as follows:

	Governmental Activities			Balance June 30, 2021
	Balance July 1, 2020	Additions	Adjustments & Reductions	
Capital Assets not being Depreciated:				
Construction in Progress	1,714,321.00	1,094,725.00		2,809,046.00
Total Capital assets not being Depreciated	1,714,321.00	1,094,725.00	-	2,809,046.00
Capital Assets being Depreciated:				
Buildings and Site Improvements	50,344,282.00	-	-	50,344,282.00
Equipment	11,207,729.00	1,024,831.00	-	12,232,560.00
Total Capital Assets being Depreciated	61,552,011.00	1,024,831.00	-	62,576,842.00
Accumulated Depreciation:				
Buildings and Site Improvements	(30,643,764.00)	(1,102,214.00)	-	(31,745,978.00)
Equipment	(7,222,992.00)	(514,442.00)	-	(7,737,434.00)
Total Accumulated Depreciation	(37,866,756.00)	(1,616,656.00)	-	(39,483,412.00)
Total Capital Assets being Depreciated, Net	23,685,255.00	(591,825.00)	-	23,093,430.00
Total Governmental Activities Capital Assets, Net	25,399,576.00	502,900.00	-	25,902,476.00
	Business-Type Activities			
	Balance July 1, 2020	Additions	Adjustments & Reductions	Balance June 30, 2021
Equipment	\$ 409,362	\$ 24,433	-	\$ 433,795
Total Capital Assets being Depreciated	409,362	24,433	-	433,795
Accumulated Depreciation:				
Equipment	(291,329)	(16,377)	-	(307,706)
Total Capital Assets being Depreciated, Net	(291,329)	(16,377)	-	(307,706)
Total Business-Type Activities Capital Assets, Net	\$ 118,033	\$ 8,056	\$ -	\$ 126,089

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 5. Capital Assets (Continued)

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

Governmental Activities:

Instruction:	
Regular Instruction	\$ 576,822
Special Education Instruction	218,087
Other Instruction	87,623
Support Services:	
Tuition	69,031
Student & Instruction Related Services	233,445
General Administrative	39,770
School Administrative Services	63,534
Central Services	24,897
Administrative Info. Technology	16,652
Plant Operations & Maintenance	154,714
Pupil Transportation	132,081
	<hr/>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 1,616,656</u></u>

Note 6. Interfund Receivables, Payables and Transfers

Individual fund receivables/payables balances at June 30, 2021 are as follows:

Fund:	Interfund Receivables	Interfund Payables
	<hr/>	<hr/>
General Fund	\$ 377,532	\$ -
Special Revenue Fund	-	3,768
Capital Projects Fund	-	115,577
Enterprise Fund	-	258,187
	<hr/>	<hr/>
Total	<u><u>\$ 377,532</u></u>	<u><u>\$ 377,532</u></u>

The interfund receivables and payables above predominately resulted from payment made by certain funds on behalf of other funds. All interfund balances are expected to be repaid within one year.

The School District did not have any interfund transfers for the year ended June 30, 2021.

Note 7. Long-Term Obligations

During the fiscal year-ended June 30, 2021 the following changes occurred in long-term obligations for the governmental and business-type activities:

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 7. Long-Term Obligations

	Balance				Balance		Due Within
	June 30, 2020	Additions	Reductions		June 30, 2021		One Year
Governmental Activities:							
General Obligation Bonds	\$ 653,000	\$ -	\$ 400,000		\$ 253,000		\$ 253,000
Capital Leases	4,477,691	-	569,396		3,908,295		487,798
Compensated Absences	991,276	-	202,570		788,706		224,899
Net Pension Liability	12,361,718	-	1,014,892		11,346,826		-
FEMA CDL	835,640	-	211,947		623,693		-
Total	\$ 19,319,325	\$ -	\$ 2,398,805		\$ 16,920,520		\$ 965,697

For governmental activities, general obligations bonds and the Federal Emergency Management Agency (FEMA) Community Disaster Loan (CDL) payable are liquidated from the School District's debt service fund. Compensated absences, capital leases, and the net pension liability are liquidated by the general fund.

Bonds Payable

The voters of the municipality through referendums authorize bonds in accordance with State Law. All bonds are retired in serial installments within the statutory period of usefulness.

During March 29, 2011, the School District issued \$4,113,000 of General Obligation Bonds. The General Obligation Bonds were issued at varying interest rates and mature on July 15, 2021.

**Fiscal Year Ending
June 30,**

	Principal	Interest	Total
2022	\$ 253,000	\$ 4,428	\$ 257,428
	\$ 253,000	\$ 4,428	\$ 257,428

FEMA Community Disaster Loan

On May 31, 2013, the School District submitted a formal request for a FEMA CDL in the amount of \$5,000,000 in relation to Super Storm Sandy losses and expenditures. The School District was approved for the full request of \$5,000,000. The School District utilized these funds in each of the next two budget years - \$1,977,153 in the 2013-14 fiscal year and \$2,721,517 in the 2014-15 fiscal year. As of June 30, 2015, no further drawdowns on the CDL were made.

The School District applied for and received a CDL in response to the devastating effects on the property tax ratable base of the municipality due to Superstorm Sandy in October 2012. The School District was approved for \$5,000,000 but only drew down \$4,698,669 total loan. This loan was subject to FEMA review during the past few years and based on FEMA's calculation of the revenue loss that the School District experienced over the specified period the School District qualified for partial cancellation of \$3,494,450 in principal along with the corresponding interest of \$169,581, leaving an outstanding principal balance of \$1,204,220 and corresponding interest of \$30,135 as of June 30, 2017. The School District made a payment of \$225,000, of principal and interest, during the year ending June 30, 2021.

The School District was granted an extension to repay the loan for five additional years which brings the due date to July 11, 2023 and the School District budgeted \$225,000 in the 2021-2022 budget towards repayment of the loan. The cumulative amount of principal and interest accrued through June 30, 2021 is \$623,693 and \$8,020, respectively. See Note 20 for more information.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 7. Long-Term Obligations (Continued)

Capital Lease Payable

On July 2016, the School District entered into a lease purchase agreement in the amount of \$40,546 for a copier lease. The lease obligation matures on September 2021. On February 2017, the School District entered into a lease purchase agreement in the amount of \$10,069 for a copier lease. The lease obligation matures March, 2022. Total amount of leases were \$50,615.

In the fiscal year ended June 30, 2018, the School District entered into two copier lease purchase agreements in the amount of \$38,472 and \$14,660. The lease obligations mature in 2023. The School District also entered into two additional lease agreements, one for a phone system in the amount of \$85,708 and one for a roof lease in the amount of \$725,000. These leases begin in FY19 and mature in 2023 and 2021, respectively.

In the fiscal year ended June 30, 2019, the School District entered into lease purchase agreement to provide lighting to the athletic field in the amount of \$500,000. The lease obligation matures July, 2023.

On October 26, 2019, the School District entered into a lease purchase agreement in the amount of \$17,697 for a copier lease. The lease obligation matures November, 2024.

On August 22, 2019, the School District entered into a lease purchase agreement in the amount of \$11,082 for a copier lease. The lease obligation matures September, 2024.

On July 1, 2019, the School District entered into a lease purchase agreement in the amount of \$479,614 for school buses. The lease obligation matures August, 2024.

On April 15, 2020, the School District entered into a lease purchase agreement in the amount of \$3,250,000 for an energy savings improvement program. The lease obligation was issued at an interest rate of 1.875% and matures April, 2040.

The following is a schedule of the remaining future minimum lease payments under these capital leases and the present value of the net minimum lease payments at June 30, 2021:

Fiscal Year Ending	Principal	Interest	Total
June 30,			
2022	\$ 487,798	\$ 80,629	\$ 568,427
2023	352,727	67,694	420,421
2024	339,098	58,759	397,857
2025	136,985	51,152	188,137
2026	123,326	48,594	171,920
2027-2031	712,068	205,945	918,013
2032-2036	891,129	132,687	1,023,816
2037-2040	865,164	41,418	906,582
Total	\$ 3,908,295	\$ 686,878	\$ 4,595,173

Amortization of the leased equipment and improvements under capital assets is included with depreciation expense.

Bonds Authorized but not Issued

As of June 30, 2021, the School District had no bonds authorized but not issued.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 8. Pension Plans

A. Public Employees' Retirement System (PERS)

Plan Description - The State of New Jersey (the State), Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PERS, please refer to Division's Comprehensive Annual Financial Report (CAFR) which can be found at <http://www.nj.gov/treasury/pensions/financial-reports.shtml>.

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

The following represents the membership tiers for PERS:

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

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

Contributions - The contribution policy for PERS is set by *N.J.S.A. 43:15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2020, the State's pension contribution was less than the actuarial determined amount.

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

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 8. Pension Plans (Continued)

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At June 30, 2021, the School District reported a liability of \$11,346,826 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2019, to the measurement date of June 30, 2020. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2020. The School District's proportion measured as of June 30, 2020, was 0.0695809044%, which was an increase of 0.00097514% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the School District recognized full accrual pension expense of \$655,399 in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2020 measurement date. At June 30, 2021 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 206,607	\$ 40,127
Changes of Assumptions	368,104	4,751,023
Net Difference between Projected and Actual Earnings on Pension Plan Investments	387,844	-
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	788,393	-
School District contributions subsequent to measurement date	866,664	-
	\$ 2,617,612	\$ 4,791,150

\$866,664 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is estimated based on unadjusted 2020-2021 total salaries for PERS employees multiplied by an employer pension contribution rate of 15.11%. The payable is due on April 1, 2020 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 8. Pension Plans (Continued)

Year Ending June 30,	
2022	\$ (756,485)
2023	(1,183,237)
2024	(681,719)
2025	(360,690)
2026	(58,071)
	<u>\$ (3,040,202)</u>

The amortization of the above other deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of years:

	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2014	-	-
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	5.48	-
June 30, 2018	5.63	-
June 30, 2019	5.21	-
June 30, 2020	5.16	-
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2014	6.44	-
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	-	5.48
June 30, 2018	-	5.63
June 30, 2019	-	5.21
June 30, 2020	-	5.16
Net Difference between Projected and Actual		
Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2014	-	5.00
June 30, 2015	-	5.00
June 30, 2016	5.00	-
June 30, 2017	5.00	-
June 30, 2018	5.00	-
June 30, 2019	5.00	-
June 30, 2020	5.00	-
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions		
Year of Pension Plan Deferral:		
June 30, 2014	6.44	6.44
June 30, 2015	5.72	5.72
June 30, 2016	5.57	5.57
June 30, 2017	5.48	5.48
June 30, 2018	5.63	5.63
June 30, 2019	5.21	5.21
June 30, 2020	5.16	5.16

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 8. Pension Plans (Continued)

Actuarial Assumptions – The collective total pension liability for the June 30, 2020 measurement date was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. This actuarial valuation used the following assumptions:

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	2.00% - 6.00% Based on Years of Service
Thereafter	3.00% - 7.00% Based on Years of Service
Investment Rate of Return	7.00%
Mortality Rate of Return:	
PERS	Pub-2010 General Below-Median Income Employee mortality table with fully generational mortality improvement projections from the central year using Scale MP-2020
Period of Actuarial Experience	
Study upon which Actuarial Assumptions were Based	July 1, 2014 - June 30, 2018

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 a generational basis. Mortality improvement is based on Scale MP-2020.

The actuarial assumptions used in the July 1, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2020) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2020 are summarized in the following table:

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 8. Pension Plans (Continued)

Asset Class:	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	27.00%	7.71%
Non-U.S. Developed Markets Equity	13.50%	8.57%
Emerging Markets Equity	5.50%	10.23%
Private Equity	13.00%	11.42%
Real Assets	3.00%	9.73%
Real Estate	8.00%	9.56%
High Yield	2.00%	5.95%
Private Credit	8.00%	7.59%
Investment Grade Credit	8.00%	2.67%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	1.94%
Risk Mitigation Strategies	3.00%	3.40%
	100.00%	

Discount Rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2020. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 78% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the School District's proportionate share of the net pension liability as of June 30, 2020, calculated using the discount rate of 7.00% as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
School District's Proportionate Share of the Net Pension Liability	\$ 14,396,080	\$ 11,346,826	\$ 8,924,385

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 8. Pension Plans (Continued)

Additional Information - The following is a summary of the collective balances of the local group at June 30, 2021 and 2020:

	6/30/2021	6/30/2020
Collective Deferred Outflows of Resources	\$ 2,347,583,337	\$ 3,149,522,616
Collective Deferred Inflows of Resources	7,849,949,467	7,645,087,574
Collective Net Pension Liability	16,435,616,426	18,143,832,135
School District's portion	0.069581%	0.068606%

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description - 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 the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. TPAF is administered by the Division. For additional information about TPAF, please refer to the Division's annual financial statements which can be found at www.nj.gov/treasury/pensions/financial-reports.shtml.

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

The following represents the membership tiers for TPAF:

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

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 8. Pension Plans (Continued)

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

Contributions - The contribution policy for TPAF is set by *N.J.S.A 18A:66* and requires contributions by active members and contributing employers. Pursuant to the provisions of *Chapter 78, P.L. 2011*, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in July 2012. The member contribution rate was 7.5% in State fiscal year 2018. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2020, the State's pension contribution was less than the actuarial determined amount.

As mentioned previously, the employer contributions for local participating employers are legally required to be funded by the State in accordance with *N.J.S.A 18:66-33*. Therefore, the School District is considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the School District does not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers.

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2021 was \$90,714,763. The School District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. The State's proportionate share of the net pension liability associated with the District was based on projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2020, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.13776%, which was an increase of 0.00319% from its proportion measured as of June 30, 2019.

For the fiscal year ended June 30, 2021, the State recognized a pension expense in the amount of \$5,641,030 for the State's proportionate share of the TPAF pension expense attributable to the School District. This pension expense was based on the pension plans June 30, 2020 measurement date.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 8. Pension Plans (Continued)

Actuarial Assumption - The total pension liability for the June 30, 2020 measurement date was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. 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:	
Through 2026	1.55% - 4.45% Based on Years of Service
Thereafter	2.75% - 5.65% Based on Years of Service
Investment Rate of Return	7.00%

Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the 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 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-2020.

The actuarial assumptions used in the July 1, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2015 to June 30, 2018.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2020) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2020 are summarized in the following table:

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 8. Pension Plans (Continued)

Asset Class:	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	27.00%	7.71%
Non-U.S. Developed Markets Equity	13.50%	8.57%
Emerging Markets Equity	5.50%	10.23%
Private Equity	13.00%	11.42%
Real Assets	3.00%	9.73%
Real Estate	8.00%	9.56%
High Yield	2.00%	5.95%
Private Credit	8.00%	7.59%
Investment Grade Credit	8.00%	2.67%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	1.94%
Risk Mitigation Strategies	3.00%	3.40%
	<u>100.00%</u>	

Discount Rate - The discount rate used to measure the total pension liability was 5.40% as of June 30, 2020. The single blended discount rate was based on long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 2.21% as of June 30, 2020 based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipals bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the contribution rate in the most recent fiscal year. The State contributed 40% of the actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2062. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2062, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate – As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. The following represents the State's proportionate share of the net pension liability, attributable to the School District calculated using the discount rate of 5.40% as well as what the State's proportionate share of the net pension liability, attributable to the School District's would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 8. Pension Plans (Continued)

	At 1% Decrease (4.40%)	At Current Discount Rate (5.40%)	At 1% Increase (6.40%)
State's Proportionate Share of Net Pension Liability associated with the School District	\$ 106,555,113	\$ 90,714,763	\$ 77,562,011

Pension Plan Fiduciary Net Position - 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 TPAF and additions to/deductions from the TPAF's fiduciary net position have been determined on the same basis as they are reported by the TPAF. 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.

Additional Information - The following is a summary of the collective balances of the local group at June 30, 2021 and 2020:

	6/30/2021	6/30/2020
Collective Deferred Outflows of Resources	\$ 9,626,548,228	\$ 10,129,162,237
Collective Deferred Inflows of Resources	14,591,988,841	17,736,240,054
Collective Net Pension Liability	65,993,498,688	61,519,112,443
School District's portion	0.13776%	0.13457%

C. Defined Contribution Retirement Plan (DCRP)

Plan Description - DCRP was established July 1, 2007, under the provisions of *N.J.S.A. 43:15C-1 et seq.* The DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage.

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007;
- Employees enrolled in PERS or TPAF on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits;
- Employees enrolled in the Police and Firemen's Retirement System (PFRS) or State Police Retirement System (SPRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits;
- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually. The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 8. Pension Plans (Continued)

Contributions - The contribution policy is set by *N.J.S.A. 43:15C-3* and requires active members and contribution employers. When enrolled in the DCRP, members are required to contribute 5.5% of their base salary to a tax-deferred investment account established with Prudential Financial, which jointly administers the DCRP investments with the Division of Pension and Benefits. Member contributions are matched by a 3% contribution from the School District.

For the year ended June 30, 2021, employee contributions totaled \$18,256 and the School District recognized an expense for payments made to the Defined Contribution Retirement program in the amount of \$13,442.

Note 9. Other Post-Retirement Benefits (OPEB)

General Information about the OPEB Plan

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

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

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

Basis of Presentation

The following schedule presents the State's obligation under *NJSA 52:14-17.32f*. The following schedule does not purport to be a complete presentation of the financial position or changes in financial position of the State Health Benefit Local Education Retired Employees Plan or the State. The accompanying schedule was prepared in accordance with GAAP. Such preparation requires management of the State to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 9. Other Post-Retirement Benefits (OPEB) (continued)

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2020 was determined by an actuarial valuation as of June 30, 2019, which was rolled forward to June 30, 2020. The total nonemployer OPEB liability as of June 30, 2019 was determined by an actuarial valuation as of June 30, 2019. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation Rate 2.50%

	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Salary Increases:			
Through 2026	1.55 - 4.45% based on years of service	2.00 - 6.00% based on years of service	3.25 - 15.25% based on years of service
Thereafter	1.55 - 4.45% based on years of service	3.00 - 7.00% based on years of service	Applied to all future years

Preretirement mortality rates were based on the Pub-2010 Healthy "Teachers" (TPAF/ABP), "General" (PERS), and "Safety" (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using the Scale MP-2020. Postretirement mortality rates were based on the PUB-2010 Healthy "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using the Scale MP-2020. Disability mortality was based on the PUB-2010 Healthy "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using the Scale MP-2020.

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of actuarial experience studies for the periods July 1, 2015 – June 30, 2018, July 1, 2014 – June 30, 2018, and July 1, 2013 – June 30, 2018 for TPAF, PERS and PFRS, respectively.

OPEB Obligation and OPEB Expense - The State's proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2020 was \$106,392,815. The School District's proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2020, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. The State's proportionate share of the OPEB Obligation associated with the District was based on projection of the State's long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2020, the State proportionate share of the OPEB Obligation attributable to the School District was 0.156899%, which was a decrease of 0.001303% from its proportion measured as of June 30, 2019.

For the fiscal year ended June 30, 2021, the State of New Jersey recognized an OPEB expense in the amount of \$4,709,054 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2020 measurement date.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 9. Other Post-Retirement Benefits (OPEB) (continued)

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 5.6% and decreases to a 4.5% long-term trend rate after seven years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rates for fiscal year 2021 through 2022 are reflected. The assumed post-65 medical trend is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.0% and decreases to a 4.5% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend is 5.0%.

Discount Rate

The discount rate for June 30, 2020 was 2.21%, respectively. 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.

Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate:

The following presents the total nonemployer OPEB liability as of June 30, 2020 calculated using the discount rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2020		
	At 1% Decrease (1.21%)	At Discount Rate (2.21%)	At 1% Increase (3.21%)
State's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 128,262,030	\$ 106,392,815	\$ 89,293,195
State's Total Nonemployer OPEB Liability	\$ 81,748,410,002	\$ 67,809,962,608	\$ 56,911,439,160

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 9. Other Post-Retirement Benefits (OPEB) (continued)

Sensitivity of Total Nonemployer OPEB Liability to changes in the healthcare trend rate:

The following presents the total nonemployer OPEB liability as of June 30, 2020 calculated using the discount rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2020		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State's Proportionate Share of Total Obligations Associated with the School District	\$ 85,883,868	\$ 106,392,815	\$ 130,814,412
State's Total Nonemployer OPEB Liability	\$ 54,738,488,540	\$ 67,809,962,608	\$ 83,375,182,975

* See Healthcare Cost Trend Assumptions for details of rates.

Additional Information

Collective balances of the Local Group at June 30, 2020 are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected & Actual Experience	\$ 10,295,318,750	\$ (9,170,703,615)
Change in Assumptions	11,534,251,250	(7,737,500,827)
Contributions Made in Fiscal Year Ending 2021 After June 30, 2020 Measurement Date **	TBD	N/A
	<u>\$ 21,829,570,000</u>	<u>\$ (16,908,204,442)</u>

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 9. Other Post-Retirement Benefits (OPEB) (continued)

Additional Information (continued):

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

Fiscal Year Ending June 30,		
2021	\$	43,440,417
2022		43,440,417
2023		43,440,417
2024		43,440,417
2025		43,440,417
Thereafter		4,704,163,473
	\$	4,921,365,558

** Employer Contributions made after June 30, 2020 are reported as a deferred outflow of resources, but are not amortized in expense.

Plan Membership

At June 30, 2019, the Program membership consisted of the following:

Active Plan Members	216,804
Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	149,304
	366,108

Changes in the Total OPEB Liability

The change in the State's Total OPEB liability for the fiscal year ended June 30, 2021 (measurement date June 30, 2020) is as follows:

Total OPEB Liability	
Service Cost	\$ 1,790,973,822
Interest Cost	1,503,341,357
Difference Between Expected and Actual Experiences	11,544,750,637
Changes of Assumptions	12,386,549,981
Contributions: Member	35,781,384
Gross Benefit Payments	(1,180,515,618)
Net Change in Total OPEB Liability	26,080,881,563
Total OPEB Liability (Beginning)	41,729,081,045
Total OPEB Liability (Ending)	\$ 67,809,962,608
Total Covered Employee Payroll	\$ 14,267,738,657
Net OPEB Liability as a Percentage of Payroll	475%

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 10. On-Behalf Payments for Fringe Benefits and Salaries

As previously mentioned, the School District receives on-behalf payments from the State for normal costs and post-retirement medical costs related to the TPAF pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2021, the on-behalf payments for pension, social security, post-retirement medical costs, and long-term disability were \$4,113,084, \$1,177,366, \$1,288,977, and \$1,552, respectively.

Note 11. Risk Management

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

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

Fiscal Year Ended June 30,	Ending Balance				
	Contributions	Interest Earned	Amount Reimbursed	Restricted for:	
				Unemployment Reserve	Unemployment Liability
2021	\$ 226,505	\$ 418	\$ 213,885	\$ 416,854	\$ 12,620
2020	65,198	885	52,802	416,436	-
2019	70,682	954	45,730	385,001	-

Property and Liability Insurance – The School District maintains commercial insurance coverage for property, liability, student accident and surety bonds. A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report.

Note 12. Contingencies

State and Federal Grantor Agencies - The School District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the School District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2021 may be impaired. In the opinion of the School District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

Litigation – The School District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the School Districts’ attorney that resolution of these matters will not have a material adverse effect on the financial condition of the School District.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 12. Contingencies (Continued)

Economic Dependency – The School District receives a substantial amount of its support from federal and state governments. A significant reduction in the level of support, if this were to occur, could have an effect on the School District’s programs and activities.

Note 13. Deferred Compensation

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

Ameriprise Financial	AXA Equitable	Lincoln Investment Planning, Inc.
MET Life Insurance	Oppenheimer Fund	Paul Revere Life Insurance
	Union Central Life Insurance	

Note 14. Compensated Absences

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

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

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. At June 30, 2021, the liability for compensated absences reported was \$788,706.

Note 15. Tax Abatements

As defined by the GASB Statement No. 77, *Tax Abatement*, 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 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.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 15. Tax Abatements (Continued)

For a local school district board of education or board of school estimate that has elected to raise their minimum tax levy using the required local share provisions at *N.J.S.A. 18A:7F-5(b)*, the loss of revenue resulting from the municipality or county having entered into a tax abatement agreement is indeterminate due to the complex nature of the calculation of required local share performed by the DOE based upon district property value and wealth.

Note 16. Calculation of Excess Surplus

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to *N.J.S.A.18A:7F-7*. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2021 was \$0.

Note 17. Fund Balances

General Fund – Of the \$3,600,216 General Fund fund balance at June 30, 2021, \$901,813 has been restricted for the Capital Reserve Account; \$547,148 has been restricted for the Maintenance Reserve Account; \$50,550 has been restricted for the Emergency Reserve Account; \$416,854 has been restricted for the Unemployment Reserve Account; \$295,000 is assigned - designated for subsequent year's expenditures; \$217,196 has been assigned to other purposes; and \$1,171,655 has been unassigned.

Special Revenue Fund – Of the \$258,448 Special Revenue Fund fund balance at June 30, 2021, \$229,788 is restricted for Student Activities and \$28,660 is restricted for Scholarships.

Capital Projects Fund – Of the \$621,724 Capital Projects Fund fund balance at June 30, 2021, all is restricted for future capital projects approved by the School District.

Note 18. Deficit in Net Position

Governmental Activities

Unrestricted Net Position – The School District governmental activities had a deficit in unrestricted net position in the amount of (\$14,157,579) at June 30, 2021. The primary causes of this deficit is the School District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the PERS as of June 30, 2021. This deficit in unrestricted net position for governmental activities does not indicate that the School District is facing financial difficulties.

Business-type Activities

Deficit Net Position – The School District business-type activities had a deficit in net position in the amount of (\$140,000) at June 30, 2021. The primary cause of this deficit is as a result of the School District recording a prior period restatement in net investment in capital asset based on a of June 30, 2020 appraisal report obtained by the District. Additionally, the District recognized unfavorable operations in the current year due to the global pandemic.

**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 19: Prior Period Adjustment/Restatement of Fund Balance and Net Position

Net Position as of July 1, 2020, has been restated as follows for the implementation of GASB Statement No. 84, *Fiduciary Funds* and adjustment to the appraised value of capital assets as follows:

Net Position as previously reported at June 30, 2020	\$ 11,853,789
Prior Period Adjustment-	
Implementation of GASB 84:	
Restricted Fund Balance-Unemployment	416,436
Restricted Fund Balance-Student Activities	276,062
Restricted Fund Balance- Scholarship	28,888
Adjustment in the Apprasied Value of Capital Assets	<u>(4,238,546)</u>
Total Prior Period Adjustment	<u>(3,517,160)</u>
Net Position as restated, July 1, 2020	<u><u>\$ 8,336,629</u></u>

Fund Balance in the General Fund and the Special Revenue Fund as of July 1, 2020, has been restated as follows for the implementation of GASB Statement No. 84, *Fiduciary Funds*.

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Fund Balance as previously reported at June 30, 2020	\$ 2,190,530	\$ -
Prior Period Adjustment-		
Implementation of GASB 84:		
Restricted Fund Balance-Unemployment	416,436	-
Restricted Fund Balance-Student Activities	-	276,062
Restricted Fund Balance- Scholarship	-	28,888
Total Prior Period Adjustment	<u>416,436</u>	<u>304,950</u>
Fund Balance as restated, July 1, 2020	<u><u>\$ 2,606,966</u></u>	<u><u>\$ 304,950</u></u>

Net Position in the Proprietary Funds - Food Service Fund as of July 1, 2020, has been restated as follows for the adjustment to the appraised value of capital assets:

Net Position as previously reported at June 30, 2020	\$ 333,206
Prior Period Adjustment-	
Adjustment in the Apprasied Value of Capital Assets	<u>(274,469)</u>
Net Position as restated, July 1, 2020	<u><u>\$ 58,737</u></u>

CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

Note 20: Subsequent Event

On July 16, 2021, the District made a payment of \$224,899 bringing the balance of the Community Disaster Loan (CDL) to \$406,814. On September 30, 2021 Congress signed into law H.R. 5305, Extending Government Funding and Delivering of Emergency Assistance Act (Public Law 117-43), which cancelled the repayment of any remaining balances of all CDL. As of that date, the District had \$407,506 of unpaid principal and interest remaining on the CDL loans of which the entire balance qualified for full cancellation (See Note 7: FEMA Community Disaster Loan for additional information).

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REQUIRED SUPPLEMENTARY INFORMATION - PART II

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C. Budgetary Comparison Schedules

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**CENTRAL REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2021**

ACCOUNT NUMBERS	JUNE 30, 2021			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
10-1210	\$ 35,200,000	\$ -	\$ 35,200,000	\$ -
10-1320	125,000	-	125,000	66,198
10-1420	375,000	-	375,000	284,248
10-1910	45,000	-	45,000	44,768
10-1990	215,252	-	215,252	209,700
10-1993	50	-	50	-
10-1994	50	-	50	-
10-1995	100	-	100	-
Total Local Sources	35,960,452	-	35,960,452	(155,538)
State Sources:				
10-3116	1,329,192	-	1,329,192	1,329,192
10-3121	1,325,310	-	1,325,310	1,325,310
10-3131	200,000	-	200,000	348,927
10-3132	1,555,167	(187,044)	1,368,123	148,927
10-3177	295,909	-	295,909	-
10-3178	55,587	-	55,587	-
10-3190	-	-	11,380	11,380
	-	-	4,113,084	4,113,084
	-	-	1,177,366	1,177,366
	-	-	1,288,977	1,288,977
	-	-	1,552	1,552
Total State Sources	4,761,165	(187,044)	4,574,121	6,741,286
Federal Sources:				
10-4210	46,238	-	46,238	60,626
Total Federal Sources	46,238	-	46,238	14,388
Total Revenues	40,767,855	(187,044)	40,580,811	6,600,136

**CENTRAL REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2021**

ACCOUNT NUMBERS	JUNE 30, 2021			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
11-130-100-101	3,154,523	157,500	3,312,023	10,986
11-140-100-101	5,918,043	3,000	5,921,043	578
11-150-100-101	90,000	(75,000)	15,000	13,800
11-150-100-320	27,000	-	27,000	3,805
11-150-100-500	2,500	-	2,500	2,500
11-190-100-340	63,400	(22,000)	41,400	12,884
11-190-100-500	51,638	-	51,638	2
11-190-100-610	341,522	1,600	343,122	68,611
11-190-100-640	586,492	(200)	586,292	28,066
11-190-100-800	-	5,000	5,000	1,126
Total Regular Programs - Instruction	10,235,118	69,900	10,305,018	142,358
11-201-100-610	600	-	600	148
11-201-100-640	500	-	500	123
Total Cognitive - Mild	1,100	-	1,100	271
11-204-100-101	1,038,276	(92,500)	945,776	2
11-204-100-106	121,017	38,000	159,017	479
11-204-100-610	5,000	-	5,000	805
11-204-100-640	2,500	-	2,500	2,500
Total Learning and/or Language Disabilities	1,166,793	(54,500)	1,112,293	3,786
11-209-100-101	184,489	(10,000)	174,489	78
11-209-100-106	62,793	(11,000)	51,793	5,586
11-209-100-610	4,550	-	4,550	2,033
Total Behavioral Disabilities	251,832	(21,000)	230,832	7,697

Current Expense:

- Regular Programs - Instruction:
 - Grades 6-8 - Salaries of Teachers
 - Grades 9-12 - Salaries of Teachers
- Regular Programs - Home Instruction:
 - Salaries of Teachers
 - Purchased Professional - Educational Services
 - Other Purchased Services (400-500 Series)
- Regular Programs - Undistributed Instruction:
 - Purchased Technical Services
 - Other Purchased Services
 - General Supplies
 - Textbooks
 - Other Objects

Special Education - Instruction:

- Cognitive - Mild:
 - General Supplies
 - Textbooks
- Total Cognitive - Mild
- Special Education - Instruction:
 - Learning and/or Language Disabilities:
 - Salaries of Teachers
 - Other Salaries for Instruction
 - General Supplies
 - Textbooks

Special Education - Instruction:

- Behavioral Disabilities:
 - Salaries of Teachers
 - Other Salaries for Instruction
 - General Supplies
- Total Behavioral Disabilities

**CENTRAL REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2021**

	ACCOUNT NUMBERS	JUNE 30, 2021			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Special Education - Instruction:					
Multiple Disabilities:					
Salaries of Teachers	11-212-100-101	208,473	4,200	212,673	23
Other Salaries for Instruction	11-212-100-106	76,054	(4,400)	71,654	25,620
General Supplies	11-212-100-610	1,500	-	1,500	326
Other Objects	11-212-100-800	700	-	700	165
Total Multiple Disabilities		286,727	(200)	286,527	26,134
Special Education - Instruction:					
Resource Room/Resource Center:					
Salaries of Teachers	11-213-100-101	1,693,163	109,000	1,802,163	21,475
Other Salaries	11-213-100-106	868,554	(161,800)	706,754	78
General Supplies	11-213-100-610	27,500	-	27,500	5,297
Total Resource Room/Resource Center		2,589,217	(52,800)	2,536,417	26,850
Special Education - Instruction:					
Autism:					
Salaries of Teachers	11-214-100-101	152,942	4,500	157,442	5
Other Salaries for Instruction	11-214-100-106	69,017	(33,000)	36,017	2,239
Other Purchased Services	11-214-100-500	2,000	-	2,000	1,848
General Supplies	11-214-100-610	5,400	-	5,400	3,864
Total Autism		229,359	(28,500)	200,859	7,956
Special Education - Instruction:					
Home Instruction:					
Salaries of Teachers	11-219-100-101	135,000	(90,000)	45,000	593
Other Salaries for Instruction	11-219-100-106	30,000	(30,000)	-	-
Unused Vacation Payments	11-219-100-199	3,000	(3,000)	-	-
Purchased Professional - Educational Services	11-219-100-320	-	26,000	26,000	17,696
Other Purchased Services	11-219-100-500	-	3,000	3,000	1,164
Total Home Instruction		168,000	(94,000)	74,000	19,453
Total Special Education - Instruction		4,693,028	(251,000)	4,442,028	92,147
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	11-230-100-101	63,098	-	63,098	-
Total Basic Skills/Remedial - Instruction		63,098	-	63,098	-

**CENTRAL REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2021**

	ACCOUNT NUMBERS	JUNE 30, 2021			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Bilingual Education - Instruction:					
Salaries of Teachers	11-240-100-101	56,018	-	56,018	33,493
Total Bilingual Education - Instruction		56,018	-	56,018	33,493
Vocational Education - Instruction:					
Salaries of Teachers	11-301-100-101	219,493	900	220,393	48
General Supplies	11-301-100-610	2,000	-	2,000	703
Total Vocational Education - Instruction		221,493	900	222,393	751
School-Sponsored Curricular/Extra Curricular Activities - Instruction:					
Salaries	11-401-100-100	200,000	(12,600)	187,400	14,524
Purchased Services	11-401-100-500	3,000	8,500	11,500	458
Supplies and Materials	11-401-100-600	36,800	(3,800)	33,000	2,846
Other Objects	11-401-100-800	10,000	4,000	14,000	1,237
Total School-Sponsored Curricular/Extra Curricular Activities - Instruction		249,800	(3,900)	245,900	19,065
School-Sponsored Athletics - Instruction:					
Salaries	11-402-100-100	845,300	38,100	883,400	5,229
Other Purchased Services (300 - 500 Series)	11-402-100-500	300,354	(136,400)	163,954	8,599
Supplies and Materials	11-402-100-600	102,355	20,000	122,355	3,507
Other Objects	11-402-100-800	-	11,000	11,000	448
Transfers to Cover Deficit	11-402-100-930	-	50,000	50,000	-
Total School-Sponsored Athletics - Instruction		1,248,009	(17,300)	1,230,709	17,783
Undistributed Expenditures - Instruction (Tuition):					
Tuition to Other LEAs Within State - Regular	11-000-100-561	20,000	105,000	125,000	50,519
Tuition to Other LEAs Within State - Special	11-000-100-562	30,000	-	30,000	21,267
Tuition to County Vocational School - Regular	11-000-100-563	130,050	-	130,050	26,851
Tuition to County Vocational School - Special	11-000-100-564	34,425	-	34,425	3,825
Tuition to County Special Services & Regular Day Schools	11-000-100-565	310,000	-	310,000	66,000
Tuition to Private School Disabled - Within State	11-000-100-566	890,414	(105,000)	785,414	40,533
Tuition - State Facilities	11-000-100-568	71,425	-	71,425	-
Tuition - Other	11-000-100-569	100,000	-	100,000	640
Total Undistributed Expenditures - Instruction (Tuition)		1,586,314	-	1,586,314	209,635

CENTRAL REGIONAL SCHOOL DISTRICT
 GENERAL FUND
 BUDGETARY COMPARISON SCHEDULE
 YEAR ENDED JUNE 30, 2021

ACCOUNT NUMBERS	ORIGINAL BUDGET	JUNE 30, 2021		VARIANCE FINAL TO ACTUAL
		BUDGET TRANSFERS	FINAL BUDGET	
Undistributed Expenditures Attendance and Social Work:				
Salaries	183,506	51,010	234,516	5
Purchased Professional and Technical Services	2,500	-	2,500	2,500
Other Objects	1,000	4,490	5,490	5,490
Total Undistributed Expenditures Attendance and Social Work	187,006	55,500	242,506	7,995
Undistributed Expenditures - Health Services:				
Salaries	247,109	(7,200)	239,909	19,882
Purchased Professional & Technical Services	30,000	(5,800)	24,200	7,585
Supplies and Materials	13,108	-	13,108	4,708
Total Undistributed Expenditures - Health Services	290,217	(13,000)	277,217	32,175
Undistributed Expenditures - Speech, OT, PT and Related Services:				
Salaries	143,704	3,000	146,704	62
Purchased Professional - Educational Services	210,000	(2,700)	207,300	64,965
Supplies and Materials	600	-	600	148
Total Undistributed Expenditures - Speech, OT, PT and Related Services	354,304	300	354,604	65,175
Undistributed Expenditures - Other Support Services - Extra Services:				
Salaries	531,730	35,100	566,830	15
Total Undistributed Expenditures - Other Support Services - Extra Services	531,730	35,100	566,830	15
Undistributed Expenditures - Guidance:				
Salaries of Other Professional Staff	756,679	13,200	769,879	24
Salaries of Secretaries & Clerical Assistants	243,784	(33,600)	210,184	60
Other Purchased Professional and Technical Services	48,000	-	48,000	1,714
Other Purchased Services	1,500	-	1,500	1,500
Supplies and Materials	14,500	-	14,500	9,148
Other Objects	8,000	-	8,000	5,352
Total Undistributed Expenditures - Guidance	1,072,463	(20,400)	1,052,063	14,551

**CENTRAL REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2021**

	ACCOUNT NUMBERS	JUNE 30, 2021			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Undistributed Expenditures - Child Study Teams:					
Salaries of Other Professional Staff	11-000-219-104	643,911	1,000	644,911	109
Salaries of Secretaries & Clerical Assistants	11-000-219-105	181,806	1,000	182,806	127
Other Purchased Services	11-000-219-500	1,300	-	1,300	432
Supplies and Materials	11-000-219-600	22,000	(3,600)	18,400	3,292
Other Objects	11-000-219-800	8,200	-	8,200	4,591
Total Undistributed Expenditures - Child Study Teams		857,217	(1,600)	855,617	8,551
Undistributed Expenditures - Improvement of Instruction Services:					
Salaries of Supervisors of Instruction	11-000-221-102	457,200	-	457,200	11,061
Salaries of Sec. and Clerical Assist.	11-000-221-105	44,476	2,500	46,976	6
Other Salaries	11-000-221-110	-	2,000	2,000	1,200
Supplies and Materials	11-000-221-600	3,090	-	3,090	1,844
Other Objects	11-000-221-800	5,000	-	5,000	3,265
Total Undistributed Expenditures - Improvement of Instruction Services		509,766	4,500	514,266	17,376
Undistributed Expenditures - Educational Media Services/Library:					
Salaries	11-000-222-100	158,472	(14,000)	144,472	101
Salaries of Technology Coordinators	11-000-222-177	43,000	4,100	47,100	1
Purchased Professional and Technical Services	11-000-222-300	7,500	-	7,500	-
Other Purchased Services	11-000-222-500	2,800	-	2,800	289
Supplies and Materials	11-000-222-600	70,674	4,900	75,574	30,933
Total Undistributed Expenditures - Educational Media Services/Library		282,446	(5,000)	277,446	31,324
Undistributed Expenditures - Instructional Staff Training Services:					
Purchased Professional - Educational Services	11-000-223-320	5,000	(5,000)	-	-
Other Purchased Prof. and Tech. Services	11-000-223-390	-	7,500	7,500	1,806
Other Purchased Services	11-000-223-500	7,500	(3,500)	4,000	2,492
Supplies and Materials	11-000-223-600	500	-	500	500
Other Objects	11-000-223-800	1,000	1,000	2,000	465
Total Undistributed Expenditures - Instructional Staff Training Services		14,000	-	14,000	5,263

**CENTRAL REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2021**

	ACCOUNT NUMBERS	JUNE 30, 2021			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Undistributed Expenditures - Support Services - General Administration:					
Salaries	11-000-230-100	294,129	28,000	322,129	531
Salaries - Governance Staff	11-000-230-109	3,000	-	3,000	-
Legal Services	11-000-230-331	140,000	31,500	171,500	1,811
Audit Fees	11-000-230-332	35,000	(2,200)	32,800	90
Architectural/Engineering Services	11-000-230-334	5,000	21,500	26,500	174
Purchased Technical Services	11-000-230-340	7,500	-	7,500	690
Communications/Telephone	11-000-230-530	80,000	(23,000)	57,000	2,039
BOE Other Purchased Professional Services	11-000-230-585	6,000	(4,000)	2,000	872
Other Purchased Services	11-000-230-590	170,843	(29,500)	141,343	2,862
General Supplies	11-000-230-610	16,000	4,500	20,500	1,895
Miscellaneous Expenditures	11-000-230-890	5,000	-	5,000	1,425
BOE Membership Dues and Fees	11-000-230-895	17,000	-	17,000	545
Total Undistributed Expenditures - Support Services - General Administration		779,472	26,800	806,272	12,934
Undistributed Expenditures - Support Services - School Administration:					
Salaries of Principals/Assistant Principals	11-000-240-103	787,761	58,200	845,961	94
Salaries of Secretaries & Clerical Assistants	11-000-240-105	326,869	41,000	367,869	970
Other Salaries	11-000-240-110	14,000	(6,200)	7,800	7,800
Purchased Professional & Technical Services	11-000-240-300	2,000	-	2,000	2,000
Other Purchased Services	11-000-240-500	750	-	750	750
Supplies and Materials	11-000-240-600	95,310	-	95,310	46,504
Other Objects	11-000-240-800	5,490	-	5,490	351
Total Undistributed Expenditures - Support Services - School Administration		1,232,180	93,000	1,325,180	58,469
Undistributed Expenditures - Central Services:					
Salaries	11-000-251-100	431,905	5,000	436,905	29,151
Purchased Professional Services	11-000-251-330	62,847	11,100	73,947	55
Miscellaneous Purchased Services	11-000-251-592	2,000	(2,000)	-	-
Supplies and Materials	11-000-251-600	28,000	(11,150)	16,850	3,279
Miscellaneous Expenditures	11-000-251-890	2,000	-	2,000	511
Total Undistributed Expenditures - Central Services		526,752	2,950	529,702	32,996

CENTRAL REGIONAL SCHOOL DISTRICT
 GENERAL FUND
 BUDGETARY COMPARISON SCHEDULE
 YEAR ENDED JUNE 30, 2021

ACCOUNT NUMBERS	JUNE 30, 2021			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Undistributed Expenditures - Administrative Information Technology:				
Salaries	200,149	20,050	220,199	-
Purchased Technical Services	16,000	59,500	75,500	2,188
Other Purchased Services	3,500	(2,000)	1,500	595
Supplies and Materials	62,500	(23,500)	39,000	821
Total Undistributed Expenditures - Administrative Information Technology	282,149	54,050	336,199	3,604
Undistributed Expenditures - Required Maintenance for School Facilities:				
Salaries	429,195	(24,000)	405,195	7,151
Cleaning, Repair & Maintenance Services	373,950	(17,400)	356,550	94,035
Lead Testing of Drinking Water	1,000	-	1,000	1,000
General Supplies	65,940	35,000	100,940	2,933
Other Objects	1,700	5,000	6,700	2,913
Total Undistributed Expenditures - Required Maintenance for School Facilities	871,785	(1,400)	870,385	108,032
Undistributed Expenditures - Custodial Services:				
Salaries	1,086,785	(22,000)	1,064,785	280
Purchased Professional and Technical Services	3,500	-	3,500	65
Cleaning, Repair & Maintenance Services	47,000	-	47,000	5,000
Lease Purchase Pymts- Energy Savings Impr Prog	-	194,700	194,700	27
Other Purchased Property Services	37,000	-	37,000	14,184
Insurance	157,300	(45,044)	112,256	5,842
General Supplies	51,976	14,000	65,976	2,646
Energy (Natural Gas)	120,000	37,500	157,500	9,546
Energy (Electricity)	430,000	(184,700)	245,300	8,883
Total Undistributed Expenditures - Custodial Services	1,933,561	(5,544)	1,928,017	46,473
Undistributed Expenditures - Care and Upkeep of Grounds:				
Salaries	206,879	9,000	215,879	940
Purchased Professional and Technical Services	20,000	14,900	34,900	7,408
Cleaning, Repair & Maintenance Services	30,200	(5,500)	24,700	2,327
General Supplies	38,278	15,500	53,778	199
Total Undistributed Expenditures - Care and Upkeep of Grounds	295,357	33,900	329,257	10,874

**CENTRAL REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2021**

ACCOUNT NUMBERS	JUNE 30, 2021			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Security:				
Purchased Professional and Technical Services	130,000	-	130,000	6,229
Total Security	130,000	-	130,000	6,229
Undistributed Expenditures - Student Transportation Services:				
Salaries of Non-Instructional Aides	90,000	-	90,000	246
Salaries of Pupil Transportation (Between Home & School) - Regular	929,650	77,000	1,006,650	668
Sal for Pupil Trans (Bet Home & Sch)- Sp Ed	107,500	(22,300)	85,200	6,484
Sal for Pupil Trans (Other than Bet. Home & Sch)	200,000	(69,000)	131,000	617
Sal for Pupil Trans (Bet. H&S) - NonPublic Sch	32,250	500	32,750	68
Other Purchased Prof. and Technical Serv.	9,500	-	9,500	3,787
Cleaning, Repair and Maintenance Services	350,268	(1,500)	348,768	34,108
Lease Purchase Payments - School Buses	126,775	-	126,775	-
Contract Services - Aid in Lieu Payments - Non Public Schools	18,000	-	18,000	13,558
Contract Services (Between Home & School) - Vendors	245,000	-	245,000	9,225
Contract Services (Between Home & School) - Joint Agreement	10,000	-	10,000	10,000
Contract Serv.(Sp Ed Stds)-Joint Agrmnts	30,000	-	30,000	30,000
Contract Services (Special Education) - ESCs & CTSA's	500,000	(183,000)	317,000	15,460
Miscellaneous Purchased Services - Transportation	52,591	8,600	61,191	48
General Supplies	100,399	-	100,399	18,253
Transportation Supplies	230,000	(27,500)	202,500	67,526
Miscellaneous Expenditures	30,030	-	30,030	391
Total Undistributed Expenditures - Student Transportation Services	3,061,963	(217,200)	2,844,763	210,439
Unallocated Benefits:				
Group Insurance	5,000	-	5,000	3,575
Social Security Contributions	700,000	65,500	765,500	2,991
Other Retirement Contributions - PERS	740,000	36,181	776,181	330
Pension Contributions	15,000	-	15,000	8,317
Workmen's Compensation	290,000	(20,000)	270,000	1,356
Health Benefits	5,970,622	(635,547)	5,335,075	38,021
Tuition Reimbursement	25,000	-	25,000	15,035
Other Employee Benefits	445,000	73,000	518,000	3,399
Unused Sick Payment to Staff	75,000	129,000	204,000	568
Total Unallocated Benefits	8,265,622	(351,866)	7,913,756	73,592

CENTRAL REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2021

ACCOUNT NUMBERS	JUNE 30, 2021			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Nonbudgeted:				
TPAF Pension (on-behalf)	-	-	-	4,113,084
TPAF Social Security (reimbursed)	-	-	-	1,177,366
TPAF Post Retirement Medical Benefits (on-behalf)	-	-	-	1,288,977
TPAF Long-Term Disability Insurance (on-behalf)	-	-	-	1,552
	23,064,304	(309,910)	22,754,394	(5,625,277)
Total Undistributed Expenditures	39,830,868	(511,310)	39,319,558	(5,319,680)
Total Expenditures - Current Expense				
Interest Deposit to Capital Reserves	100	-	100	-
Interest Deposit to Maintenance Reserves	50	-	50	-
Interest Deposit to Emergency Reserves	50	-	50	-
Increase in Maintenance Reserves	200,000	(100,000)	100,000	-
				100,000
Capital Outlay:				
Equipment:				
School-Sponsored & Other Instructional Programs	-	206,692	206,692	133,097
Athletics Equipment	11,226	(11,226)	-	-
Undistributed Expenditures:				
Undistributed Expenditures - Instruction	16,500	20,500	37,000	36,957
Undistributed Expenditures - Admin Info Tech.	220,000	154,860	374,860	371,186
Undistributed Expenditures - Tech Non Instructional Equipment	43,560	(43,560)	-	-
Undist. Expend. - Custodial Services	50,000	68,550	118,550	86,159
Undist. Expend. - Buildings and Ground Equipment	26,050	(26,050)	-	-
School Buses - Regular	350,000	54,500	404,500	404,341
	717,336	424,266	1,141,602	1,031,740
Total Equipment				109,862
Facilities Acquisition & Construction Services:				
Architectural/Engineering Services	154,529	-	154,529	109,409
Lease Purchase Agreements - Principal	282,758	-	282,758	282,758
Assessment for Debt Service on SDA Funding	114,706	-	114,706	114,706
	551,993	-	551,993	506,873
Total Facilities Acquisition & Construction Services				45,120
Total Capital Outlay	1,269,329	424,266	1,693,595	1,538,613
Total Expenditures	41,300,397	(187,044)	41,113,353	46,177,851
	(532,542)	-	(532,542)	1,003,096
Excess/(Deficiency) of Revenues Over/(Under) Expenditures Before Other Financing Sources/(Uses)				11,664,634

CENTRAL REGIONAL SCHOOL DISTRICT
 GENERAL FUND
 BUDGETARY COMPARISON SCHEDULE
 YEAR ENDED JUNE 30, 2021

ACCOUNT NUMBERS	JUNE 30, 2021			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
	-	-	-	764
	-	-	-	764
	(532,542)	-	(532,542)	1,003,860
	3,010,555	-	3,010,555	-
	\$ 2,478,013	\$ -	\$ 2,478,013	\$ 4,014,415
				\$ 11,665,398

Other Financing Sources/(Uses):
 Transfers In/(Out):
 Transfer from Capital Projects Fund
 Total Other Financing Sources/(Uses)
 Excess/(Deficiency) of Revenues Over/ (Under) Expenditures
 After Other Financing Sources/(Uses)
 Fund Balances, July 1 (As Restated)
 Fund Balances, June 30

RECAPITULATION OF FUND BALANCE

Restricted Fund Balance:	
Capital Reserve	\$ 901,813
Maintenance Reserve	547,148
Emergency Reserve	50,550
Unemployment Reserve	416,854
Assigned Fund Balance:	
Designated for Subsequent Year's Expenditures	295,000
Year-End Encumbrances	217,196
Unassigned Fund Balance	1,585,854
Subtotal	4,014,415
Reconciliation to Governmental Funds Statements (GAAP):	
Last State Aid Payments Not Recognized on GAAP Basis	(414,199)
Fund Balance per Governmental Funds (GAAP)	\$ 3,600,216

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**CENTRAL REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2021**

	JUNE 30, 2021				VARIANCE FINAL TO ACTUAL (OVER)/ UNDER
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:					
Local Sources	\$ -	\$ 300,009	\$ 300,009	\$ 253,507	\$ 46,502
Federal Sources	846,084	1,303,113	2,149,197	1,789,465	359,732
Total Revenues	846,084	1,603,122	2,449,206	2,042,972	406,234
Expenditures:					
Instruction:					
Salaries of Teachers	275,000	169,027	444,027	404,749	39,278
Tuition	448,686	159,528	608,214	608,214	-
General Supplies	-	631,589	631,589	329,820	301,769
Total Instruction	723,686	960,144	1,683,830	1,342,783	341,047
Support Services:					
Personal Services - Employee Benefits	122,398	16,965	139,363	126,484	12,879
Purchased Educational Services	-	45,410	45,410	39,604	5,806
Supplies and Materials	-	211,343	211,343	211,343	-
Other Objects	-	4,800	4,800	4,800	-
Student Activities	-	277,909	277,909	277,909	-
Scholarships Awarded	-	22,100	22,100	22,100	-
Total Support Services	122,398	578,527	700,925	682,240	18,685
Facilities Acquisition & Construction Services:					
Noninstructional Equipment	-	64,451	64,451	64,451	-
Total Facilities Acquisition & Construction Services	-	64,451	64,451	64,451	-
Total Expenditures	846,084	1,603,122	2,449,206	2,089,474	359,732
Total Outflows	846,084	1,603,122	2,449,206	2,089,474	359,732
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	(46,502)	46,502
Fund Balance, July 1 (As Restated)	-	-	-	304,950	(46,502)
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ 258,448	\$ 85,780

RECAPITULATION OF FUND BALANCE

Restricted:	
Scholarship	\$ 28,660
Student Activities	<u>229,788</u>
Total Fund Balance	<u><u>\$ 258,448</u></u>

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART II

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**CENTRAL REGIONAL SCHOOL DISTRICT
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGET TO GAAP RECONCILIATION
YEAR ENDED JUNE 30, 2021**

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 47,180,947	\$ 2,042,972
The last state aid payments are recognized as revenue for budgetary purposes and differs from GAAP which does not recognize this revenue until the subsequent year when the state recognizes the related expense (GASB 33).		
Current Year	(414,199)	-
Prior Year	403,589	-
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<u>\$ 47,170,337</u>	<u>\$ 2,042,972</u>
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule. (C-1, C-2)	\$ 46,177,851	\$ 2,089,474
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		
	-	-
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<u>\$ 46,177,851</u>	<u>\$ 2,089,474</u>

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REQUIRED SUPPLEMENTARY INFORMATION - PART III

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

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CENTRAL REGIONAL SCHOOL DISTRICT
 SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
 LAST EIGHT FISCAL YEARS **/**

	2021	2020	2019	2018	2017	2016	2015	2014
School District's proportion of the net pension liability	0.06958%	0.06861%	0.06741%	0.06460%	0.06237%	0.06150%	0.05994%	0.05842%
School District's proportionate share of the net pension liability	\$ 11,346,826	\$ 12,361,718	\$ 13,273,392	\$ 15,037,470	\$ 18,474,100	\$ 13,808,205	\$ 11,222,596	\$ 11,165,812
School District's covered payroll	\$ 5,242,341	\$ 5,016,266	\$ 4,848,946	\$ 4,682,407	\$ 4,330,517	\$ 4,203,016	\$ 4,162,600	\$ 4,113,245
School District's proportionate share of the net pension liability as a percentage of its covered payroll	216.45%	246.43%	273.74%	321.15%	426.60%	328.53%	269.61%	271.46%
Plan fiduciary net position as a percentage of the total pension liability	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%	48.72%

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

** This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

CENTRAL REGIONAL SCHOOL DISTRICT
 SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
 LAST EIGHT FISCAL YEARS **/**

	2021	2020	2019	2018	2017	2016	2015	2014
School District's contractually required contribution	\$ 761,180	\$ 667,332	\$ 670,547	\$ 598,435	\$ 554,143	\$ 528,838	\$ 494,145	\$ 440,206
Contributions in relation to the contractually required contribution	(761,180)	(667,332)	(670,547)	(598,435)	(554,143)	(528,838)	(494,145)	(440,206)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
School District's covered payroll	\$ 5,592,922	\$ 5,242,341	\$ 5,016,266	\$ 4,848,946	\$ 4,682,407	\$ 4,330,517	\$ 4,203,016	\$ 4,162,600
Contributions as a percentage of covered payroll	13.61%	12.73%	13.37%	12.34%	11.83%	12.21%	11.76%	10.58%

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

** This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

CENTRAL REGIONAL SCHOOL DISTRICT
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 TEACHERS' PENSION AND ANNUITY FUND (TPAF)
 LAST EIGHT FISCAL YEARS ^{***}

	2021	2020	2019	2018	2017	2016	2015	2014
School District's proportion of the net pension liability	0.00000%	0.00000%	0.00000%	0.00000%	0.00000%	0.00000%	0.00000%	0.00000%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	\$ 90,714,763.00	\$ 82,558,048.00	\$ 83,846,218.00	\$ 89,265,911.00	\$ 104,081,346.00	\$ 82,189,449.00	\$ 69,618,006.00	\$ 69,340,988.00
	\$ 90,714,763.00	\$ 82,558,048.00	\$ 83,846,218.00	\$ 89,265,911.00	\$ 104,081,346.00	\$ 82,189,449.00	\$ 69,618,006.00	\$ 69,340,988.00
School District's covered payroll	\$ 16,152,079.00	\$ 15,263,603.00	\$ 14,799,731.00	\$ 14,799,731.00	\$ 14,217,711.00	\$ 13,252,685.00	\$ 13,451,654.00	\$ 13,243,968.00
School District's proportionate share of the net pension liability as a percentage of its covered payroll	0.00000%	0.00000%	0.00000%	0.00000%	0.00000%	0.00000%	0.00000%	0.00000%
Plan fiduciary net position as a percentage of the total pension liability	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

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

** This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

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SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR OTHER POST EMPLOYMENT BENEFITS (GASB 75)

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CENTRAL REGIONAL SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)
LAST FOUR FISCAL YEARS*

	2021	2020	2019	2018
District's Total OPEB Liability				
Service Cost	\$ 2,687,945	\$ 2,746,285	\$ 2,985,681	\$ 3,602,242
Interest Cost	2,373,483	2,954,024	3,197,273	2,765,384
Differences Between Expected and Actual Experiences	17,676,991	(13,260,986)	(8,420,748)	
Changes of Assumptions	19,434,311	984,306	(8,556,013)	(11,538,468)
Contributions: Member	56,140	60,071	68,905	74,438
Gross Benefit Payments	(1,852,211)	(2,026,499)	(1,993,680)	(2,021,533)
Net Change in District's Total OPEB Liability	40,376,659	(8,542,799)	(12,718,582)	(7,117,937)
District's Total OPEB Liability (Beginning)	66,016,156	74,558,955	87,277,537	94,395,474
District's Total OPEB Liability (Ending)	\$ 106,392,815	\$ 66,016,156	\$ 74,558,955	\$ 87,277,537
District's Covered Employee Payroll	\$ 21,745,001	\$ 20,505,944	\$ 20,487,316	\$ 19,482,138
District's Net OPEB Liability as a Percentage of Payroll	489%	322%	364%	448%

Note - The amounts presented for each fiscal year were determined as of the previous fiscal year end (the measurement date).

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III

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**CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
YEAR ENDED JUNE 30, 2021**

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 5.60% as of June 30, 2019, to 5.40% as of June 30, 2020.

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 6.28% as of June 30, 2019, to 7.00% as of June 30, 2020.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 3.50% as of June 30, 2019, to 2.21% as of June 30, 2020.

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OTHER SUPPLEMENTARY INFORMATION

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D. School Based Budget Schedules

Not Applicable

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E. Special Revenue Fund

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**CENTRAL REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
YEAR ENDED JUNE 30, 2021**

	Title I	Title I - Part A, SIA	Title IIA	I.D.E.A. - Basic
Revenues:				
Local Sources	\$ -	\$ -	\$ -	\$ -
Federal Sources	410,460	37,118	73,774	563,599
Total Revenues	410,460	37,118	73,774	563,599
Expenditures:				
Instruction:				
Salaries of Teachers	307,723	-	51,058	-
Tuition	-	-	-	563,599
General Supplies	-	-	-	-
Total Instruction	307,723	-	51,058	563,599
Support Services:				
Personal Services - Employee Benefits	102,737	-	20,230	-
Purchased Educational Services	-	37,118	2,486	-
Supplies and Materials	-	-	-	-
Other Objects	-	-	-	-
Student Activities	-	-	-	-
Scholarships Awarded	-	-	-	-
Total Support Services	102,737	37,118	22,716	-
Total Expenditures	410,460	37,118	73,774	563,599
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-
Fund Balance, July 1 (As Restated)	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -

CENTRAL REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS (CONTINUED)
YEAR ENDED JUNE 30, 2021

	CARES Emergency				Totals
	Relief Grant	COVID Relief Fund	Student Activities	Scholarship Fund	
Revenues:					
Local Sources	\$ -	\$ -	\$ 231,635	\$ 21,872	\$ 253,507
Federal Sources	550,205	154,309	-	-	1,789,465
Total Revenues	550,205	154,309	231,635	21,872	2,042,972
Expenditures:					
Instruction:					
Salaries of Teachers	45,968	-	-	-	404,749
Tuition	44,615	-	-	-	608,214
General Supplies	329,820	-	-	-	329,820
Total Instruction	420,403	-	-	-	1,342,783
Support Services:					
Personal Services - Employee Benefits	3,517	-	-	-	126,484
Purchased Educational Services	-	-	-	-	39,604
Supplies and Materials	126,285	85,058	-	-	211,343
Other Objects	-	4,800	-	-	4,800
Student Activities	-	-	277,909	-	277,909
Scholarships Awarded	-	-	-	22,100	22,100
Total Support Services	129,802	89,858	277,909	22,100	682,240
Facilities Acquisition & Construction Services:					
Noninstructional Equipment	-	64,451	-	-	64,451
Total Facilities Acquisition & Construction Services	-	64,451	-	-	64,451
Total Expenditures	550,205	154,309	277,909	22,100	2,089,474
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	(46,274)	(228)	(46,502)
Fund Balance, July 1 (As Restated)	-	-	276,062	28,888	304,950
Fund Balance, June 30	\$ -	\$ -	\$ 229,788	\$ 28,660	\$ 258,448

F. Capital Projects Fund

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CENTRAL REGIONAL SCHOOL DISTRICT
 CAPITAL PROJECTS FUND
 SUMMARY SCHEDULE OF PROJECT EXPENDITURES
 YEAR ENDED JUNE 30, 2021

Project Title / Issue	Original Date	Original Appropriations	Expenditures to Date		Unexpended Balance June 30, 2021
			Prior Years	Current Year	
Energy Savings Improvement Program	4/15/2020	\$ 3,250,764	\$ 1,714,321	\$ 914,719	\$ 621,724
Total		\$ 3,250,764	\$ 1,714,321	\$ 914,719	\$ 621,724

Reconciliation of Fund Balance

Unexpended Project Balances	\$ 621,724
Total Fund Balance (Budgetary Basis)	\$ 621,724
Less: Reserve for Encumbrances	\$ -
Total Fund Balance (GAAP Basis)	\$ 621,724

**CENTRAL REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGETARY BASIS
YEAR ENDED JUNE 30, 2021**

Revenues and Other Financing Sources:	
Interest	<u>\$ 244</u>
Total Revenues and Other Financing Sources	<u> 244</u>
Expenditures and Other Financing Uses:	
Other Purchased Professional and Technical Services	18,384
Construction Services	895,571
Transfer to General Fund	<u> 764</u>
Total Expenditures and Other Financing Uses	<u> 914,719</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u> (914,475)</u>
Fund Balance, July 1	<u> 1,536,199</u>
Fund Balance, June 30	<u><u> \$ 621,724</u></u>

**CENTRAL REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGETARY BASIS**

YEAR ENDED JUNE 30, 2021

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Sources - Lease Proceeds	\$ 3,250,000	\$ -	\$ 3,250,000	\$ 3,250,000
Interest	520	244	764	764
Total Revenues and Other Financing Sources	3,250,520	244	3,250,764	3,250,764
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	33,388	18,384	51,772	51,772
Construction Services	1,680,933	895,571	2,576,504	3,198,228
Transfer to General Fund	-	764	764	764
Total Expenditures and Other Financing Uses	1,714,321	914,719	2,629,040	3,250,764
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ 1,536,199	\$ (914,475)	\$ 621,724	\$ -

ADDITIONAL PROJECT INFORMATION

Project Number	0770-030-20-1002
Grant Date	4/15/2020
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 3,250,000
Increase of Authorized Cost	\$ -
Revised Authorized Cost	\$ 3,250,000
Percentage Decrease Under Original Authorized Cost	-
Original Target Completion Date	N/A
Percentage Completion	80.87%

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H. Fiduciary Fund

Not Applicable

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I. Long-Term Debt

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CENTRAL REGIONAL SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS PAYABLE
YEAR ENDED JUNE 30, 2021

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES		INTEREST RATE	BALANCE JUNE 30, 2020	RETIRED	BALANCE JUNE 30, 2021
			DATE	AMOUNT				
School Bonds 2011	3/29/2011	\$ 4,113,000	7/15/2021	\$ 253,000	3.500%	\$ 653,000	\$ 400,000	\$ 253,000
Total						\$ 653,000	\$ 400,000	\$ 253,000

**CENTRAL REGIONAL SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
YEAR ENDED JUNE 30, 2021**

PURPOSE	ORIGINAL PRINCIPAL	INTEREST RATE	AMOUNT			AMOUNT OUTSTANDING JUNE 30, 2021
			AMOUNT OUTSTANDING JUNE 30, 2020	ISSUED	RETIRED	
Copiers - FY 16	157,496	2.75%	\$ 28,694	\$ -	\$ 28,694	\$ -
Copiers - FY 17	50,615	Variable	15,048	-	11,037	4,011
Copiers - FY 18	53,132	Variable	29,730	-	10,803	18,927
Copiers - FY20	17,699	Variable	15,909	-	3,225	12,684
Copiers - FY20	11,082	Variable	9,634	-	2,040	7,594
Phone System	85,708	3.28%	51,825	-	16,721	35,104
Middle School Roof Lease	725,000	2.25%	172,238	-	172,238	-
Stadium Lighting Lease	500,000	3.111%	425,000	-	75,000	350,000
5 Bus Lease FY20	479,614	2.27%	479,614	-	115,903	363,711
ESIP Lease	3,250,000	1.875%	3,250,000	-	133,736	3,116,264
Total			\$ 4,477,692	\$ -	\$ 569,397	\$ 3,908,295

**CENTRAL REGIONAL SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2021**

	JUNE 30, 2021			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Revenues:				
Local Sources:				
Local Tax Levy	\$ 640,855	\$ -	\$ 640,855	\$ -
Total Revenues	640,855	-	640,855	-
Expenditures:				
Regular Debt Service:				
Interest	15,855	-	15,855	-
Principal and Interest on CDL	225,000	-	225,000	-
Redemption of Principal	400,000	-	400,000	-
Total Regular Debt Service	640,855	-	640,855	-
Total Expenditures	640,855	-	640,855	-
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-
Fund Balance, July 1,	-	-	-	-
Fund Balance, June 30,	-	-	-	-

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STATISTICAL SECTION (Unaudited)

Third Section

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Financial Trends Information

Financial trends information is intended to assist the user in understanding and assessing how the School District's financial position has changed over time. Please refer to the following exhibits for a historical view of the School District's financial performance. The Exhibits are presented for the last ten fiscal years.

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CENTRAL REGIONAL SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	2021 *	2020	2019	2018	2017	2016	2015	2014	2013	2012
Governmental Activities:										
Net Investment in Capital Assets	\$ 21,741,181	\$ 24,507,431	\$ 3,742,240	\$ 2,298,997	\$ 2,247,055	\$ 2,062,334	\$ 1,913,622	\$ 5,143,131	\$ 3,966,741	\$ 2,131,902
Restricted	2,796,537	2,830,522	3,522,483	2,522,942	3,340,079	3,228,649	1,544,579	2,127,269	3,094,400	3,758,850
Unrestricted (Deficit)	(14,157,579)	(15,484,164)	(4,616,844)	(233,433)	(1,083,121)	(1,151,474)	(80,303)	(732,037)	112,293	491,745
Total Governmental Activities										
Net Position	\$ 10,380,139	\$ 11,853,789	\$ 2,647,879	\$ 4,588,506	\$ 4,504,013	\$ 4,139,509	\$ 3,377,898	\$ 6,538,363	\$ 7,173,434	\$ 6,382,497
Business-Type Activities:										
Net Investment in Capital Assets	\$ 126,089	\$ 392,502	\$ -	\$ -	\$ -	\$ -	\$ 382	\$ 3,288	\$ 4,389	\$ 5,690
Unrestricted (Deficit)	(140,000)	(46,344)	51,061	4,114	6,311	9,041	15,606	11,866	14,393	13,507
Total Business-Type Activities										
Net Position	\$ (13,911)	\$ 346,158	\$ 51,061	\$ 4,114	\$ 6,311	\$ 9,041	\$ 15,988	\$ 15,154	\$ 18,782	\$ 19,197
District-Wide:										
Net Investment in Capital Assets	\$ 21,867,270	\$ 24,899,933	\$ 3,742,240	\$ 2,298,997	\$ 2,247,055	\$ 2,062,334	\$ 1,914,004	\$ 5,146,419	\$ 3,971,130	\$ 2,137,592
Restricted	2,796,537	2,830,522	3,522,483	2,522,942	3,340,079	3,228,649	1,544,579	2,127,269	3,094,400	3,758,850
Unrestricted (Deficit)	(14,297,579)	(15,530,508)	(4,565,783)	(229,319)	(1,076,810)	(1,142,433)	(64,697)	(720,171)	126,686	505,252
Total District Net Position	\$ 10,366,228	\$ 12,199,947	\$ 2,698,940	\$ 4,592,620	\$ 4,510,324	\$ 4,148,550	\$ 3,393,886	\$ 6,553,517	\$ 7,192,216	\$ 6,401,694

Source: CAFR Schedule A-1

*For the year ended June 30, 2021 net position was reclassified due to GASB 84

CENTRAL REGIONAL SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$ 22,148,782	\$ 17,649,513	\$ 5,804,105	\$ 6,066,077	\$ 6,195,152	\$ 8,363,364	\$ 8,342,598	\$ 8,761,722	\$ 8,475,715	\$ 9,227,118
Special Education	8,373,776	7,723,350	1,879,435	1,714,360	1,563,496	2,230,522	2,154,675	2,172,130	1,992,815	2,192,315
Other Special Education	-	-	585,390	654,988	628,942	899,985	949,114	832,095	1,092,681	944,942
Other Instruction	3,363,973	3,119,227	106,045	1,122,221	95,262	672,904	622,738	638,206	106,104	88,249
Support Services:										
Tuition	1,767,319	2,202,671	445,815	636,574	722,222	569,661	311,829	434,769	517,704	532,009
Student & Instruction Related Services	5,975,402	5,413,187	2,525,549	2,439,848	2,217,382	2,082,315	1,916,663	2,197,184	2,708,283	2,880,865
Other Administrative Services	1,018,390	1,082,829	419,603	354,893	370,118	404,282	528,063	502,257	529,440	616,347
Central Services	637,592	617,536	258,416	217,268	243,784	282,238	295,499	335,627	401,112	422,047
Administration Information Technology Services	426,824	377,614	13,393	3,872	6,250	128,689	119,922	104,074	157,612	118,070
School Administrative Services	1,626,246	1,594,962	630,219	629,442	667,932	892,575	922,626	901,516	851,712	957,284
Plant Operations & Maintenance	3,674,921	4,096,453	1,722,143	1,805,738	1,663,393	1,609,605	1,850,542	1,804,631	1,811,611	1,815,199
Pupil Transportation	3,381,754	3,789,594	788,365	761,055	751,359	832,910	863,076	921,490	892,100	899,926
Unallocated Benefits	-	-	7,969,907	4,338,164	4,641,968	-	-	-	-	-
Interest & Other Charges	125,737	172,136	931,910	1,123,855	1,163,043	1,199,980	1,235,324	1,269,542	1,302,636	1,308,399
Unallocated Depreciation	-	-	1,062,405	1,019,096	973,149	732,631	744,958	676,298	297,921	175,392
Total Governmental Activities Expenses	52,520,716	47,839,072	25,142,700	21,877,451	21,903,452	20,921,661	20,857,627	21,551,541	21,137,446	22,178,162
Business-Type Activities:										
Food Service	605,609	952,677	375,783	429,091	392,163	394,241	363,909	363,513	340,790	320,052
Community School	-	4,792	375,783	429,091	392,163	394,241	363,909	363,513	340,790	320,052
Total Business-Type Activities Expense	605,609	957,469	751,566	858,182	784,326	788,482	727,818	727,026	681,580	640,104
Total District Expenses	\$ 53,126,325	\$ 48,796,541	\$ 25,894,266	\$ 22,735,633	\$ 22,687,778	\$ 21,710,143	\$ 21,585,445	\$ 22,278,567	\$ 21,819,026	\$ 22,818,266
Program Revenues:										
Charges for Services	\$ -	\$ -	\$ 54,141	\$ 12,945	\$ 75,416	\$ 70,803	\$ -	\$ -	\$ -	\$ -
Operating Grants & Contributions	13,015,047	7,746,067	6,986,151	1,950,152	1,871,807	271,669	271,261	215,162	266,931	336,241
Total Governmental Activities Program Revenues	13,015,047	7,746,067	7,040,292	1,963,097	1,947,223	342,472	271,261	215,162	266,931	336,241
Business-Type Activities:										
Charges for Services:										
Food Service	97,238	552,414	123,848	155,212	122,658	128,946	145,642	141,247	153,520	143,847
Community School	-	8,550	-	-	-	-	-	-	-	-
Operating Grants & Contributions	422,771	385,014	295,645	271,681	266,775	258,348	219,644	218,637	186,855	157,788
Total Business Type Activities Program Revenues	520,009	945,978	419,493	426,893	389,433	387,294	365,286	359,884	340,375	301,635
Total District Program Revenues	\$ 13,535,056	\$ 8,692,045	\$ 7,459,785	\$ 2,389,990	\$ 2,336,656	\$ 729,766	\$ 636,547	\$ 575,046	\$ 607,306	\$ 637,876

CENTRAL REGIONAL SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Net (Expense)/Revenue:										
Governmental Activities	\$ (39,505,669)	\$ (40,093,005)	\$ (18,102,408)	\$ (19,914,354)	\$ (19,956,229)	\$ (20,579,189)	\$ (20,586,366)	\$ (21,336,379)	\$ (20,870,515)	\$ (21,841,921)
Business-Type Activities	(85,600)	(11,491)	(332,073)	(431,289)	(394,893)	(401,188)	(362,532)	(367,142)	(341,205)	(338,469)
Total District-Wide Net Expense	\$ (39,591,269)	\$ (40,104,496)	\$ (18,434,481)	\$ (20,345,643)	\$ (20,351,122)	\$ (20,980,377)	\$ (20,948,898)	\$ (21,703,521)	\$ (21,211,720)	\$ (22,180,390)
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 35,200,000	\$ 33,975,000	\$ 13,748,136	\$ 13,364,766	\$ 13,206,960	\$ 13,076,199	\$ 13,076,199	\$ 13,076,199	\$ 12,859,451	\$ 12,947,762
Taxes Levied for Debt Service	640,855	726,305	1,329,458	1,346,882	1,339,127	1,329,887	1,310,197	1,193,957	1,224,738	1,232,959
Grants & Contributions	4,848,895	4,715,285	3,682,077	5,275,845	5,586,643	6,888,589	6,357,519	6,080,317	7,402,794	8,298,287
Tuition Received	66,198	229,144	-	-	-	-	-	-	-	-
Transportation	284,248	349,796	-	-	-	-	-	-	-	-
Miscellaneous Income	508,983	287,637	8,029	11,354	9,663	46,122	91,461	350,835	174,469	571,560
Total Governmental Activities	41,549,179	40,283,167	18,767,700	19,998,847	20,142,393	21,340,797	20,835,376	20,701,308	21,661,452	23,023,316
Total District-Wide	\$ 41,549,179	\$ 40,283,167	\$ 18,767,700	\$ 19,998,847	\$ 20,142,393	\$ 21,340,797	\$ 20,835,376	\$ 20,701,308	\$ 21,661,452	\$ 23,023,316
Change in Net Position:										
Governmental Activities	\$ 2,043,510	\$ 190,162	\$ 665,292	\$ 84,493	\$ 186,164	\$ 761,608	\$ 249,010	\$ (635,071)	\$ 790,937	\$ 1,181,395
Business-Type Activities	(85,600)	(11,491)	(332,073)	(431,289)	(394,893)	(401,188)	(362,532)	(367,142)	(341,205)	(338,469)
Total District	\$ 1,957,910	\$ 178,671	\$ 333,219	\$ (346,796)	\$ (208,729)	\$ 360,420	\$ (113,522)	\$ (1,002,213)	\$ 449,732	\$ 842,926

Source: CAFR Schedule A-2

**CENTRAL REGIONAL SCHOOL DISTRICT
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	2021 *	2020	2019	2018	2017	2016	2015	2014	2013	2012
General Fund:										
Restricted	\$ 1,916,365	\$ 1,294,323	\$ 3,620,233	\$ 2,967,645	\$ 2,981,372	\$ 3,099,131	\$ 2,340,278	\$ 1,358,880	\$ -	\$ -
Assigned	512,196	386,653	725,484	816,304	415,315	240,949	831,399	1,119,138	-	-
Unassigned	1,171,655	509,554	-	-	-	103,549	180,146	251,916	-	-
Reserved	-	-	-	-	-	-	-	-	2,053,284	4,168,924
Unreserved	-	-	-	-	-	-	-	-	582,764	320,200
Total General Fund	\$ 3,600,216	\$ 2,190,530	\$ 4,345,717	\$ 3,783,949	\$ 3,396,687	\$ 3,443,629	\$ 3,351,823	\$ 2,729,934	\$ 2,636,048	\$ 4,489,124
All Other Governmental Funds:										
Restricted										
Debt Service Fund	\$ -	\$ -	\$ 74,088	\$ 74,088	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Projects Fund	621,724	1,536,199	-	-	-	-	56,972	66,561	-	-
Student Activities	229,788	-	-	-	-	-	-	-	-	-
Scholarship	28,660	-	-	-	-	-	-	-	-	-
Reserved	-	-	-	-	901,813	901,813	-	-	-	68,829
Unreserved, Reported in:										
Special Revenue Fund	-	-	-	-	-	-	-	-	-	-
Capital Projects Fund	-	-	-	-	-	-	-	-	73,984	107,814
Debt Service Fund	-	-	-	-	-	-	-	-	26,206	26,206
Total All Other Governmental Funds	\$ 880,172	\$ 1,536,199	\$ 74,088	\$ 74,088	\$ 901,813	\$ 901,813	\$ 56,972	\$ 66,561	\$ 100,190	\$ 202,849

Source: CAFR Schedule B-1
*For the year ended June 30, 2021 fund balance was reclassified due to GASB 84

CENTRAL REGIONAL SCHOOL DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Revenues:										
Tax Levy	\$ 35,840,855	\$ 34,701,305	\$ 15,077,594	\$ 14,851,566	\$ 14,711,648	\$ 14,546,087	\$ 14,406,086	\$ 14,386,396	\$ 14,270,156	\$ 14,084,189
Tuition Charges	66,198	229,144	54,141	59,273	12,945	58,004	46,754	-	70,892	-
Transportation Charges	-	-	-	-	-	-	-	-	-	-
Miscellaneous	508,219	650,622	14,447	15,833	28,540	27,400	70,171	80,884	279,943	1,549,510
State Sources	11,304,797	10,020,590	6,938,113	6,675,923	6,401,394	6,622,367	6,195,807	5,569,322	5,209,880	6,236,125
Federal Sources	1,850,091	1,138,967	934,455	765,610	807,417	835,759	964,451	1,059,457	1,085,599	1,433,600
Total Revenues	49,854,408	46,740,628	23,018,750	22,368,205	21,961,944	22,089,617	21,683,269	21,096,059	20,916,470	23,303,424
Expenditures:										
Instruction:										
Regular Instruction	11,505,443	10,203,396	5,804,105	-	-	-	-	-	-	-
Special Education Instruction	4,349,881	4,465,245	1,879,435	6,017,072	6,066,077	6,195,152	5,956,143	6,066,832	6,666,478	6,432,174
Other Special Instruction	-	-	585,390	1,792,773	1,714,360	1,563,496	1,612,490	1,548,241	1,562,428	1,433,701
Other Instruction	1,747,026	1,803,086	106,045	472,935	654,988	628,942	628,480	658,005	564,497	781,883
Support Services:										
Tuition	1,376,679	1,659,582	445,815	124,724	112,221	95,262	70,593	79,925	89,381	106,104
Attendance & Social Work Services	234,511	239,035	-	-	-	-	-	-	-	-
Health Services	245,042	247,501	-	-	-	-	-	-	-	-
Student & Instruction Related Services	4,174,811	3,591,220	2,525,549	352,293	636,574	722,222	569,661	311,829	434,769	517,704
Other Administrative Services	793,338	815,338	419,603	2,355,500	2,439,848	2,217,382	2,102,334	1,938,225	2,221,671	2,105,608
Central Services	496,706	465,552	258,416	641,940	629,442	667,932	690,674	718,994	682,306	658,194
Administration Information										
Technology Services	332,595	284,397	13,393	284,419	217,268	243,784	232,273	250,001	292,109	309,134
School Administrative Services	1,266,711	1,201,831	630,219	384,182	354,893	370,118	361,061	432,573	425,745	459,178
Plant Operations & Maintenance	3,086,051	3,104,891	1,771,719	10,075	3,872	6,250	77,082	76,170	33,727	94,718
Pupil Transportation	2,634,324	2,854,387	788,365	1,912,522	1,805,738	1,663,393	1,592,234	1,832,259	1,773,924	1,796,049
Unallocated Benefits	14,421,143	12,996,324	5,090,072	4,638,563	4,400,782	4,770,980	4,256,891	4,063,720	3,977,275	3,688,708
Business and Other Support Services:										
Other	-	-	-	774,392	761,055	751,359	734,598	796,858	801,525	849,307
Capital Outlay	2,119,555	3,240,100	109,857	173,322	171,038	129,532	171,478	247,893	1,312,763	2,486,782
Debt Service:										
Principal	894,705	967,507	1,000,000	950,000	900,000	850,000	800,000	775,000	750,000	725,000
Interest & Other Charges	143,614	161,188	1,029,000	1,331,440	1,140,730	1,178,980	1,214,980	1,249,855	1,283,605	1,316,230
Total Expenditures	49,822,135	48,300,580	22,456,983	22,212,152	22,008,886	22,054,784	21,070,972	21,046,380	22,872,203	23,760,474
Other Financing Sources/(Uses):										
Capital Leases (Non-budgeted)	-	508,395	-	-	-	-	-	-	-	350,000
Leases Proceeds - ESIP Lease	-	3,250,000	-	-	-	-	-	-	-	-
Proceeds of Refunding Bonds	-	-	-	23,712,043	-	-	-	-	-	-
Deposit to Refunding Escrow	-	-	-	(23,406,745)	-	-	-	-	-	-
Cancellation of Payable	-	-	-	-	-	-	-	10,577	-	-
Transfers in	-	-	-	-	-	56,972	11,564	-	-	-
Transfers Out	-	-	-	-	-	(56,972)	(11,564)	-	-	-
Total Other Financing Sources/(Uses)	-	3,758,395	-	305,298	-	-	-	10,577	-	350,000
Net Change in Fund Balances	\$ 32,273	\$ 2,198,443	\$ 561,767	\$ 461,351	\$ (46,942)	\$ 34,833	\$ 612,297	\$ 60,256	\$ (1,955,733)	\$ (107,050)
Debt Service as a Percentage of Noncapital Expenditures	2.13%	2.39%	9.93%	11.45%	10.22%	10.13%	10.57%	10.65%	9.76%	9.40%

Source: CAFR Schedule B-2

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

FISCAL YEAR ENDING JUNE 30,	INTEREST ON INVESTMENTS	TUITION FROM OTHER LEA's	TUITION OTHER	TRANSPORTATION FEES	MISCELLANEOUS	TOTAL
2021	\$ -	\$ 66,198	\$ -	\$ 284,248	\$ 254,468	\$ 604,914
2020	200	229,144	-	349,796	286,917	866,057
2019	6,087	54,141	-	-	1,942	62,170
2018	3,939	12,945	-	-	7,415	24,299
2017	3,974	58,004	-	17,412	5,689	85,079
2016	3,552	44,704	2,050	24,049	11,511	85,866
2015	7,390	1,067	-	-	29,505	37,962
2014	12,817	70,892	-	-	70,514	154,223
2013	38,010	-	-	-	102,943	140,953
2012	118,901	-	-	-	42,065	160,966
Total	\$ 194,870	\$ 537,095	\$ 2,050	\$ 675,505	\$ 812,969	\$ 2,222,489

Source: District Records

Revenue Capacity Information

Revenue capacity information is intended to assist users in understanding and assessing the factors affecting the School District's ability to generate revenues. Please refer to the following exhibits for a historical view of these factors and how they relate to the School District's ability to generate revenues.

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CENTRAL REGIONAL SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
 LAST TEN FISCAL YEARS

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	LESS TAX EXEMPT PROPERTY	PUBLIC UTILITIES ^a	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE ^b	ACTUAL (COUNTY EQUALIZED) VALUE
<i>Unaudited</i>											
BERKELEY											
2012	132,153,900	4,599,782,500	325,273,300	24,742,200	58,796,400	5,140,748,300	1,270,623,100	6,397,133	5,147,145,433	-	5,867,719,087
2013	123,862,500	4,586,855,260	318,920,400	24,764,900	58,647,000	5,113,761,960	1,272,461,000	-	6,386,222,960	0.937	5,548,786,849
2014	149,897,200	4,566,287,760	291,170,700	24,462,500	57,997,000	5,089,815,160	1,274,856,100	-	6,364,671,260	-	5,103,594,866
2015	143,719,200	4,580,869,960	290,027,400	24,462,500	57,997,000	5,102,034,098	1,278,099,500	-	6,380,133,598	-	5,093,712,990
2016	139,576,200	4,610,354,810	285,904,700	23,692,500	55,205,700	5,119,435,600	1,281,759,500	-	6,401,195,100	1.022	5,286,358,469
2017	134,323,200	4,616,600,166	280,585,300	16,424,100	55,205,700	5,107,714,648	1,293,195,830	-	6,400,910,478	-	5,419,664,792
2018	135,728,900	4,637,597,300	280,660,700	16,853,300	60,521,100	5,136,193,690	1,306,073,600	-	6,442,267,290	1.067	5,585,512,630
2019	126,574,300	4,684,455,500	279,661,100	16,853,300	63,128,800	5,175,652,820	1,310,862,800	-	6,486,515,620	1.066	5,827,301,988
2020	119,659,200	4,734,246,000	281,332,300	16,968,500	65,549,800	5,223,443,562	1,317,137,300	-	6,540,580,862	1.066	5,887,501,508
2021	112,784,400	4,784,475,400	277,366,830	18,772,700	65,549,800	5,193,399,330	1,324,801,100	6,590,839	6,518,200,430	1.067	5,887,501,508
ISLAND HEIGHTS											
2012	12,913,000	314,965,700	21,616,800	-	489,300	349,984,800	22,674,700	-	372,659,500	0.866	390,346,643
2013	14,328,500	310,198,700	20,718,300	-	489,300	345,734,800	22,724,700	-	368,459,500	0.860	349,969,430
2014	15,221,700	309,324,600	20,588,200	-	489,300	345,623,800	22,736,500	-	368,360,300	-	344,899,511
2015	16,158,700	307,697,700	20,588,200	-	489,300	345,132,255	22,736,500	-	367,868,755	-	342,264,239
2016	16,740,400	307,677,800	20,523,400	-	489,300	345,631,813	22,736,500	-	368,368,313	0.912	328,307,771
2017	14,671,000	310,496,700	20,576,200	-	489,300	346,430,885	23,018,800	-	369,449,685	-	345,395,292
2018	13,014,400	313,614,800	20,576,200	-	489,300	347,893,775	23,018,800	-	370,912,575	0.939	375,243,188
2019	11,224,600	333,025,700	24,591,600	-	499,400	369,544,341	32,555,600	-	402,099,941	N/A	355,243,188
2020	11,267,300	334,113,000	23,761,300	-	499,400	369,843,430	32,925,300	-	402,768,730	0.952	373,865,682
2021	9,974,000	336,769,800	23,479,600	-	499,400	370,722,800	34,849,200	201,090	405,572,000	1.056	378,158,463
OCEAN GATE											
2012	3,804,100	253,620,900	4,683,100	-	1,299,000	263,407,100	12,082,500	-	275,489,600	0.969	261,862,114
2013	3,668,700	245,470,200	4,387,600	-	1,160,200	254,686,700	12,082,500	-	266,769,200	0.993	241,936,639
2014	4,510,200	243,127,500	4,277,600	-	1,160,200	253,075,500	12,360,700	-	265,436,200	-	233,593,779
2015	2,933,500	246,659,800	4,527,500	-	1,242,100	255,456,077	12,185,800	-	267,641,877	-	231,853,005
2016	3,180,800	206,460,400	4,509,000	-	1,106,900	215,347,392	13,757,100	-	229,104,492	1.272	226,295,735
2017	3,197,800	207,340,300	4,509,000	-	1,106,900	216,236,835	13,784,700	-	230,021,535	-	227,135,356
2018	2,467,300	211,070,200	4,509,000	-	1,106,900	219,236,646	13,784,700	-	233,021,346	1.267	244,292,517
2019	2,588,000	211,911,100	4,509,000	-	1,106,900	220,163,874	13,970,300	-	234,134,174	N/A	253,963,564
2020	2,300,500	214,428,700	4,509,000	-	1,106,900	222,422,076	15,751,900	-	238,173,976	1.324	258,527,633
2021	2,312,200	216,245,500	4,509,000	-	1,106,900	223,066,700	224,249,620	76,020	447,316,320	-	759,697,368
SEASIDE HEIGHTS											
2012	41,262,400	513,122,400	249,842,300	-	38,733,100	842,960,200	79,620,500	-	922,580,700	0.603	659,553,753
2013	24,298,400	383,807,400	47,238,300	-	8,372,000	1,130,583,800	60,462,400	-	678,266,400	0.595	661,881,223
2014	34,644,400	389,582,900	172,293,800	-	27,037,200	623,558,300	60,462,400	-	684,020,700	-	659,157,786
2015	28,267,900	396,077,000	188,074,300	-	28,414,000	640,833,200	62,720,400	-	703,553,600	0.884	647,752,177
2016	25,230,100	393,639,500	186,208,200	-	28,345,200	633,423,000	69,658,800	-	703,081,800	-	637,374,723
2017	23,517,700	395,764,200	184,782,100	-	28,206,900	632,270,900	83,155,500	-	715,426,400	-	665,907,856
2018	24,205,000	397,426,800	189,130,300	-	26,644,900	637,407,000	84,865,300	-	722,272,300	0.879	665,907,856
2019	24,022,500	402,655,000	185,718,300	-	29,332,200	641,728,000	84,335,200	-	726,063,200	0.900	682,783,835
2020	19,582,800	410,297,000	187,545,000	-	28,830,100	646,254,900	97,329,000	-	743,583,900	0.900	678,767,882
2021	19,095,500	425,464,500	187,187,500	-	29,606,300	631,747,500	88,147,700	-	719,895,200	0.944	1,260,589,237
2012	19,623,600	1,078,527,900	54,278,400	-	9,455,200	1,161,885,100	175,362,000	-	1,337,247,100	0.431	1,199,813,011
2013	14,660,100	1,060,313,400	47,238,300	-	8,372,000	1,130,583,800	176,320,900	-	1,306,904,700	0.411	1,175,422,568
2014	24,940,100	1,047,597,800	37,875,300	-	8,354,000	1,118,767,200	176,890,500	-	1,295,657,700	-	1,184,315,505
2015	26,288,600	1,043,320,800	38,067,600	-	8,303,500	1,115,980,500	178,158,000	-	1,294,138,500	-	1,182,432,398
2016	26,448,900	1,047,592,100	34,462,900	-	8,303,500	1,116,807,400	178,345,300	-	1,295,152,700	0.405	1,185,685,826
2017	26,484,100	1,050,983,900	34,343,900	-	8,303,500	1,120,117,400	178,345,300	-	1,298,462,700	-	1,161,160,521
2018	29,031,300	1,052,081,300	35,125,100	-	7,881,800	1,124,119,500	179,016,300	-	1,303,135,800	0.430	1,182,657,486
2019	21,823,400	1,069,596,400	35,110,200	-	7,881,800	1,134,411,800	181,120,200	-	1,313,148,100	0.546	1,182,657,486
2020	23,404,400	1,083,413,800	35,991,700	-	8,034,100	1,150,844,000	181,120,200	-	1,331,964,200	0.546	1,182,657,486
2021	22,313,100	1,088,745,900	36,380,700	-	8,038,100	1,147,439,700	180,941,900	-	1,328,381,600	0.559	1,183,387,147

Source: Abstract of Rates - Ocean County
 Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation.
 Reassessment (R) occurs when the County Board of Taxation requests Treasury to order a reassessment.
 a. Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies
 b. Tax rates are per \$100

**CENTRAL REGIONAL SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)
*Unaudited***

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES			TOTAL DIRECT & OVERLAPPING TAX RATE
	CURRENT TAX RATE a	DEBT SERVICE TAX RATE b	TOTAL REGIONAL TAX RATE	LOCAL SCHOOL DISTRICT TAX RATE	MUNICIPAL TAX RATE	COUNTY TAX RATE	
Berkeley							
2012	N/A	N/A	0.384	0.553	0.532	0.393	1.862
2013	N/A	N/A	0.382	0.554	0.567	0.404	1.907
2014	N/A	N/A	0.383	0.551	0.610	0.407	1.955
2015	N/A	N/A	0.425	0.561	0.610	0.416	2.069
2016	0.422	0.014	0.436	0.586	0.628	0.419	2.069
2017	0.425	0.011	0.436	0.587	0.628	0.429	2.080
2018	0.456	0.010	0.466	0.601	0.656	0.437	2.160
2019	0.456	0.010	0.466	0.600	0.656	0.445	2.167
2020	0.465	0.010	0.475	0.606	0.696	0.452	2.229
2021	0.468	0.010	0.478				
Island Heights							
2012	0.282	0.020	0.362	0.504	0.449	0.403	1.718
2013	0.281	0.020	0.333	0.527	0.472	0.396	1.728
2014	0.329	0.020	0.339	0.537	0.493	0.406	1.775
2015	0.342	0.020	0.332	0.556	0.502	0.414	1.804
2016	0.337	0.010	0.347	0.565	0.524	0.422	1.858
2017	0.301	0.008	0.309	0.595	0.546	0.395	1.845
2018	0.347	0.007	0.354	0.585	0.556	0.411	1.906
2019	0.332	0.005	0.337	0.615	0.537	0.402	1.891
2020	0.397	0.005	0.402	0.650	0.545	0.409	2.006
2021	0.380	0.004	0.384	0.672	0.550	0.405	2.011
Ocean Gate							
2012	0.345	0.015	0.360	0.609	0.634	0.362	1.965
2013	0.347	0.015	0.362	0.631	0.373	0.376	2.020
2014	0.350	0.015	0.365	0.647	0.659	0.376	2.047
2015	0.346	0.015	0.361	0.646	0.653	0.378	2.038
2016	0.456	0.014	0.470	0.802	0.787	0.429	2.488
2017	0.430	0.011	0.441	0.813	0.817	0.437	2.508
2018	0.426	0.009	0.435	0.832	0.827	0.433	2.527
2019	0.430	0.007	0.437	0.887	0.837	0.457	2.618
2020	0.485	0.007	0.492	0.882	0.847	0.462	2.683
2021	0.464	0.005	0.469				
Seaside Heights							
2012	0.254	0.016	0.270	0.333	0.571	0.325	1.499
2013	0.251	0.016	0.267	0.328	0.813	0.417	1.825
2014	0.248	0.016	0.264	0.390	0.866	0.435	1.955
2015	0.365	0.015	0.380	0.427	0.901	0.427	2.135
2016	0.436	0.014	0.450	0.434	0.930	0.398	2.212
2017	0.420	0.011	0.431	0.455	0.967	0.417	2.250
2018	0.404	0.013	0.417	0.462	0.412	1.002	2.293
2019	0.415	0.014	0.429	0.471	1.021	0.434	2.355
2020	0.429	0.014	0.443	0.521	1.025	0.439	2.428
2021	0.391	0.012	0.403	0.541			
Seaside Park							
2012	0.358	0.014	0.372	0.717	0.876	0.417	2.382
2013	0.363	0.013	0.376	0.055	0.449	0.428	1.308
2014	0.416	0.012	0.428	0.053	0.449	0.439	1.369
2015	0.342	0.011	0.353	0.052	0.480	0.427	1.312
2016	0.342	0.011	0.353	0.052	0.480	0.427	1.312
2017	0.407	0.010	0.417	0.052	0.508	0.434	1.411
2018	0.350	0.024	0.374	0.056	0.522	0.438	1.390
2019	0.485	0.008	0.493	0.517	0.517	0.424	1.487
2020	0.473	0.010	0.483	0.051	0.553	0.416	1.503
2021	0.515	0.005	0.520	0.039	0.553	0.407	1.519

Source: Municipal Tax Collector

Note: N.J.S.A. 18A:7F-5d limits the amount that the District can submit for a general fund tax levy. The levy, when added to other components of the District's net budget, may not exceed the prebudget year net budget by more than the spending growth limitation calculated as follows: the prebudget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

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

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

EXHIBIT J-8

CENTRAL REGIONAL SCHOOL DISTRICT
 PRINCIPAL PROPERTY TAXPAYERS,
 CURRENT YEAR AND NINE YEARS AGO
Unaudited

	2021			2012		
	Taxable Assessed Value	% of Total District Net Assessed Value	Rank	Taxable Assessed Value	% of Total District Net Assessed Value	Rank
Berkeley Township						
Plainfield Properties LLC	\$ 28,289,800	0.54%	1	\$ 39,686,700	0.77%	1
Hovshild Properties LLC	18,899,900	0.36%	2	28,289,800	0.55%	2
Quaker Mills LP	17,721,200	0.34%	3	23,404,000	0.45%	3
Bayville Commons	15,000,000	0.28%	4	17,721,200	0.34%	4
Berkeley Healthcare Assoc LLC	11,500,000	0.22%	5	16,651,000	0.32%	5
River Bay Gardens, LLC	10,321,200	0.20%	6	13,500,000	0.26%	6
Holiday Propeco LLC	10,000,000	0.19%	7	13,500,000	0.26%	7
Arlington Beach Co	9,794,900	0.19%	8	11,451,900	0.22%	8
Millers Camp Inc	8,449,000	0.16%	9	10,269,900	0.20%	9
Bay Housing Assoc	8,160,000	0.15%	10	9,489,500	0.18%	10
Total	\$ 138,136,000	2.62%		\$ 183,944,000	3.55%	
Island Heights						
Jersey Yachting Center LLC	\$ 4,972,300	1.34%	1	\$ 4,850,000	2.39%	1
Conza Builders LLC	2,706,600	0.73%	2	2,534,600	0.80%	2
Linda Tavano	2,386,600	0.64%	3	2,378,600	0.69%	3
Nelson Properties Partnership	2,147,300	0.58%	4	2,307,800	0.66%	4
Peter M & Elisa A Rapaport	1,900,700	0.51%	5	1,888,400	0.54%	5
George & Harriet Preps	1,847,300	0.50%	6	1,821,800	0.54%	6
Henry J. Kelly, Jr.	1,760,300	0.47%	7	1,761,400	0.50%	7
Linda J. Bartlett	1,737,700	0.47%	8	1,716,500	0.49%	8
Steven Brink	1,706,400	0.46%	9	1,687,000	0.48%	9
Sal T. & Gina M. Laforgia	1,614,900	0.44%	10	1,670,400	0.48%	10
Total	\$ 22,780,100	6.14%		\$ 22,616,500	7.57%	
Ocean Gate						
Smith Investment Properties LLC	\$ 950,900	0.42%	1	\$ 1,201,700	0.46%	1
Majlene Equities LLC	883,900	0.39%	2	855,700	0.33%	2
Robert Lange	861,200	0.38%	3	777,700	0.30%	3
UBE Holdings, LLC	796,700	0.36%	4	731,200	0.28%	4
Richard Mikhailovitz	720,200	0.32%	5	717,200	0.27%	5
Leslie & Debra Cauvin	701,300	0.31%	6	715,000	0.27%	6
Ocean Gate Yacht Club	686,600	0.31%	7	701,200	0.27%	7
Kevin & Lida O'Neill	666,600	0.30%	8	687,100	0.26%	8
Joseph King Family LP	634,000	0.28%	9	675,000	0.26%	9
Norman & Patricia Filipzak	625,000	0.28%	10	666,300	0.25%	10
Total	\$ 7,526,400	3.36%		\$ 7,728,100	2.95%	
Seaside Heights						
AFMV LLC	\$ 30,988,800	4.69%	1	\$ 30,737,700	4.66%	1
Seaside Ocean Terrace LLC	8,035,300	1.21%	2	23,056,000	2.95%	2
McGrath Partnership	6,322,000	0.96%	3	7,897,000	1.28%	3
Shree Atlantic Hospitality LLC	5,228,800	0.79%	4	7,744,000	0.52%	4
Seaside Heights Imp & Dev Co Inc	4,554,200	0.69%	5	7,644,200	0.45%	5
Samuel Tilles Inc.	4,295,300	0.65%	6	6,633,000	0.40%	6
Nini Feldman & Jill Finlay	3,700,000	0.56%	7	6,552,800	0.31%	7
Suddy Family LLC	3,526,900	0.53%	8	5,978,100	0.28%	8
Con Castle Amusements	3,400,000	0.51%	9	5,250,000	0.27%	9
Beachfront Enterprises LLC	3,274,600	0.50%	10	4,700,000	0.26%	10
Total	\$ 73,325,900	11.09%		\$ 106,192,800	11.38%	
Seaside Park						
Friedland Family Trust	\$ 8,150,169	0.71%	1	\$ 15,955,800	3.19%	1
Joy-Jamie CO Windjammer	5,258,997	0.46%	2	4,169,600	0.40%	2
Bonnie Holmes	4,406,646	0.38%	3	3,499,000	0.39%	3
Shree Jyoti LLC	4,048,180	0.35%	4	2,693,400	0.32%	4
Seaside Park Yacht Club	3,716,168	0.32%	5	2,539,900	0.29%	5
John & Penny Welch	3,568,372	0.31%	6	2,525,300	0.22%	6
Cheryl Raley and Roy Borron	3,472,080	0.30%	7	2,310,100	0.19%	7
Leonard & Diane Light	3,466,369	0.30%	8	1,704,300	0.13%	8
Margaret Thau	3,184,707	0.28%	9	1,563,800	0.12%	9
Edward & Kelly Homick	3,036,210	0.26%	10	1,551,800	0.12%	10
Total	\$ 42,307,898	3.66%		\$ 38,513,000	5.37%	

Source: Municipal Tax Assessor

CENTRAL REGIONAL SCHOOL DISTRICT
PROPERTY TAX LEVIES & COLLECTIONS
LAST TEN FISCAL YEARS
Unaudited

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY, ^a		SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
Berkeley Township				
2012	\$ 95,340,610	\$ 91,663,837	96.14%	\$ 3,676,773
2013	97,466,281	94,388,858	96.84%	3,077,423
2014	99,811,146	96,457,125	96.63%	3,354,021
2015	103,129,564	100,540,548	97.49%	3,735,176
2016	105,897,564	100,540,548	94.94%	3,017,182
2017	106,342,753	103,711,548	97.53%	3,035,222
2018	N/A	N/A	N/A	N/A
2019	N/A	N/A	N/A	N/A
2020	N/A	N/A	N/A	N/A
2021	N/A	N/A	N/A	N/A
Island Heights				
2012	\$ 6,038,823	\$ 5,840,955	96.72%	\$ 197,868
2013	5,982,052	5,818,612	97.26%	163,440
2014	6,141,168	6,019,877	98.02%	121,291
2015	6,250,504	6,078,827	97.25%	171,677
2016	6,459,026	6,260,024	96.92%	45,907
2017	N/A	N/A	N/A	N/A
2018	N/A	N/A	N/A	N/A
2019	N/A	N/A	N/A	N/A
2020	N/A	N/A	N/A	N/A
2021	N/A	N/A	N/A	N/A
Ocean Gate				
2012	\$ 5,211,125	\$ 4,932,769	94.66%	N/A
2013	5,158,564	4,886,190	94.72%	N/A
2014	5,213,297	4,940,575	94.77%	N/A
2015	N/A	N/A	N/A	N/A
2016	N/A	N/A	N/A	N/A
2017	N/A	N/A	N/A	N/A
2018	N/A	N/A	N/A	N/A
2019	N/A	N/A	N/A	N/A
2020	N/A	N/A	N/A	N/A
2021	N/A	N/A	N/A	N/A
Seaside Heights				
2012	\$ 12,636,056	N/A	N/A	N/A
2013	N/A	N/A	N/A	N/A
2014	N/A	N/A	N/A	N/A
2015	N/A	N/A	N/A	N/A
2016	N/A	N/A	N/A	N/A
2017	N/A	N/A	N/A	N/A
2018	N/A	N/A	N/A	N/A
2019	N/A	N/A	N/A	N/A
2020	N/A	N/A	N/A	N/A
2021	N/A	N/A	N/A	N/A
Seaside Park				
2012	\$ 14,572,688	\$ 14,572,688	96.22%	N/A
2013	14,213,710	14,213,710	96.06%	N/A
2014	14,680,872	14,680,872	97.78%	N/A
2015	15,161,730	15,161,730	99.16%	N/A
2016	N/A	N/A	N/A	N/A
2017	N/A	N/A	N/A	N/A
2018	N/A	N/A	N/A	N/A
2019	N/A	N/A	N/A	N/A
2020	N/A	N/A	N/A	N/A
2021	N/A	N/A	N/A	N/A

Source: District records including the Certificate and Report of School Taxes (A4F form)
^a. School taxes are collected by the Municipal Tax Collector. Under New Jersey State Statute, a municipality is required to remit to the school district the entire property tax balance, in the amount voted upon or certified prior to the end of the school year.

Debt Capacity Information

Debt capacity information is intended to assist users in understanding and assessing the School District's debt burden and its ability to issue additional debt. Please refer to the following exhibits for historical view of the School District's outstanding debt and its debt capacity.

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CENTRAL REGIONAL SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
Unaudited

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES	TOTAL DISTRICT	PERCENTAGE OF PER CAPITA INCOME ^a
	GENERAL OBLIGATION BONDS ^b	CAPITAL LEASES			
BERKELEY TOWNSHIP					
2021	\$ 176,454	N/A	N/A	N/A	N/A
2020	452,594	N/A	N/A	N/A	N/A
2019	816,134	N/A	N/A	N/A	N/A
2018	1,349,040	N/A	N/A	N/A	N/A
2017	1,896,540	N/A	13,670,927	43,064,927	N/A
2016	N/A	N/A	13,670,927	43,064,927	N/A
2015	N/A	N/A	N/A	N/A	N/A
2014	N/A	N/A	N/A	N/A	N/A
2013	N/A	N/A	N/A	N/A	N/A
2012	16,760,000	82,705	N/A	N/A	N/A
ISLAND HEIGHTS					
2021	\$ 9,971	N/A	N/A	N/A	N/A
2020	27,282	N/A	N/A	N/A	N/A
2019	42,308	N/A	N/A	N/A	N/A
2018	55,440	N/A	N/A	N/A	N/A
2017	77,940	N/A	N/A	N/A	N/A
2016	1,080,000	N/A	N/A	1,080,000	N/A
2015	1,188,000	N/A	N/A	1,080,000	N/A
2014	1,296,000	N/A	N/A	N/A	N/A
2013	1,404,000	N/A	N/A	N/A	N/A
2012	1,513,000	N/A	N/A	1,513,000	N/A
OCEAN GATE					
2021	\$ 7,378	N/A	N/A	N/A	N/A
2020	20,054	N/A	N/A	N/A	N/A
2019	32,668	N/A	N/A	N/A	N/A
2018	55,440	N/A	N/A	N/A	N/A
2017	77,940	N/A	N/A	N/A	N/A
2016	736,000	N/A	N/A	736,000	N/A
2015	866,000	N/A	N/A	866,000	N/A
2014	1,016,000	N/A	N/A	1,016,000	N/A
2013	1,184,950	N/A	N/A	1,184,950	N/A
2012	1,350,306	N/A	N/A	1,350,306	N/A
SEASIDE HEIGHTS					
2021	\$ 17,267	N/A	N/A	N/A	N/A
2020	52,514	N/A	N/A	N/A	N/A
2019	91,940	N/A	N/A	N/A	N/A
2018	129,360	N/A	N/A	N/A	N/A
2017	181,860	N/A	N/A	N/A	N/A
2016	N/A	N/A	N/A	N/A	N/A
2015	N/A	N/A	N/A	N/A	N/A
2014	N/A	N/A	N/A	N/A	N/A
2013	N/A	N/A	N/A	N/A	N/A
2012	260,654	N/A	N/A	N/A	N/A
SEASIDE PARK					
2021	\$ 41,930	N/A	N/A	N/A	N/A
2020	100,497	N/A	N/A	N/A	N/A
2019	189,950	N/A	N/A	N/A	N/A
2018	258,720	N/A	N/A	N/A	N/A
2017	363,720	N/A	N/A	N/A	N/A
2016	N/A	N/A	N/A	N/A	N/A
2015	7,762,583	N/A	7,762,583	N/A	N/A
2014	N/A	N/A	N/A	N/A	N/A
2013	N/A	N/A	N/A	N/A	N/A
2012	N/A	N/A	N/A	N/A	N/A

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements.
^a See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.
^b Includes Early Retirement Incentive Plan ("ERIP") refunding and State Loans

CENTRAL REGIONAL SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
Unaudited

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING		DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING		PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY ^a	PER CAPITA ^b
	GENERAL OBLIGATION BONDS			GENERAL BONDED DEBT OUTSTANDING			
BERKELEY TOWNSHIP							
2021	\$ 176,454	N/A	N/A	\$ 176,454	0.00%	N/A	
2020	452,594	N/A	N/A	452,594	0.01%	N/A	
2019	816,134	N/A	N/A	816,134	0.02%	N/A	
2018	1,349,040	N/A	N/A	1,349,040	N/A	N/A	
2017	1,896,540	N/A	N/A	1,896,540	N/A	N/A	
2016	N/A	N/A	N/A	N/A	N/A	N/A	
2015	N/A	N/A	N/A	N/A	N/A	N/A	
2014	N/A	N/A	N/A	N/A	N/A	N/A	
2013	N/A	N/A	N/A	N/A	N/A	N/A	
2012	16,760,000	N/A	N/A	16,760,000	N/A	N/A	
ISLAND HEIGHTS							
2021	\$ 9,971	N/A	N/A	\$ 9,971	0.00%	N/A	
2020	27,282	N/A	N/A	27,282	0.01%	N/A	
2019	42,308	N/A	N/A	42,308	0.01%	N/A	
2018	55,440	N/A	N/A	55,440	N/A	N/A	
2017	77,940	N/A	N/A	77,940	N/A	N/A	
2016	1,080,000	N/A	N/A	1,080,000	N/A	N/A	
2015	1,188,000	N/A	N/A	1,188,000	N/A	N/A	
2014	1,296,000	N/A	N/A	1,296,000	N/A	N/A	
2013	1,404,000	N/A	N/A	1,404,000	N/A	N/A	
2012	1,513,000	N/A	N/A	1,513,000	N/A	N/A	
OCEAN GATE							
2021	\$ 7,378	N/A	N/A	\$ 7,378	0.00%	N/A	
2020	20,054	N/A	N/A	20,054	0.01%	N/A	
2019	32,668	N/A	N/A	32,668	0.01%	N/A	
2018	55,440	N/A	N/A	55,440	N/A	N/A	
2017	77,940	N/A	N/A	77,940	N/A	N/A	
2016	736,000	N/A	N/A	736,000	N/A	N/A	
2015	866,000	N/A	N/A	866,000	N/A	N/A	
2014	1,016,000	N/A	N/A	1,016,000	N/A	N/A	
2013	1,184,950	N/A	N/A	1,184,950	N/A	N/A	
2012	1,350,306	N/A	N/A	1,350,306	N/A	N/A	
SEASIDE HEIGHTS							
2021	\$ 17,267	N/A	N/A	\$ 17,267	0.00%	N/A	
2020	52,514	N/A	N/A	52,514	0.01%	N/A	
2019	91,940	N/A	N/A	91,940	0.01%	N/A	
2018	129,360	N/A	N/A	129,360	N/A	N/A	
2017	181,860	N/A	N/A	181,860	N/A	N/A	
2016	N/A	N/A	N/A	N/A	N/A	N/A	
2015	N/A	N/A	N/A	N/A	N/A	N/A	
2014	N/A	N/A	N/A	N/A	N/A	N/A	
2013	N/A	N/A	N/A	N/A	N/A	N/A	
2012	N/A	N/A	N/A	N/A	N/A	N/A	
SEASIDE PARK							
2021	\$ 41,930	N/A	N/A	\$ 41,930	0.00%	N/A	
2020	100,497	N/A	N/A	100,497	0.01%	N/A	
2019	189,950	N/A	N/A	189,950	0.02%	N/A	
2018	258,720	N/A	N/A	258,720	N/A	N/A	
2017	363,720	N/A	N/A	363,720	N/A	N/A	
2016	N/A	N/A	N/A	N/A	N/A	N/A	
2015	7,762,583	N/A	N/A	7,762,583	N/A	N/A	
2014	N/A	N/A	N/A	N/A	N/A	N/A	
2013	N/A	N/A	N/A	N/A	N/A	N/A	
2012	N/A	N/A	N/A	N/A	N/A	N/A	

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

^a Used Estimated County equalized value from J-6

^b Population data can be found in Exhibit J-14

EXHIBIT J-12

CENTRAL REGIONAL SCHOOL DISTRICT
 RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
 AS OF JUNE 30, 2021

Unaudited

GOVERNMENTAL UNIT	DEBT OUTSTANDING	PERCENTAGE APPLICABLE ^a	OVERLAPPING DEBT
Berkeley			
Debt Repaid With Property Taxes:			
Berkeley Township	\$ 56,124,923	69.740%	\$ 39,141,521
Berkeley Twp. Sewerage Authority	6,530,204	69.740%	4,554,164
Berkeley Township MCA	6,239,773	69.740%	4,351,618
Ocean County General Obligation Debt	450,942,968	5.480%	24,711,675
Local School Debt	5,520,000	69.740%	3,849,648
Subtotal, Overlapping Debt			76,608,626
Regional School Debt	253,000	69.740%	1,76,442
Total Direct & Overlapping Debt			\$ 76,785,068
Island Heights			
Debt Repaid With Property Taxes:			
Island Heights	1,805,816	3.940%	71,149
Ocean County General Obligation Debt	450,942,968	0.350%	1,578,300
Local School Debt	2,948,000	3.940%	1,16,151
Subtotal, Overlapping Debt			1,765,601
Regional School Debt	253,000	3.94%	9,968
Total Direct & Overlapping Debt			\$ 1,775,569
Ocean Gate			
Debt Repaid With Property Taxes:			
Ocean Gate	3,269,317	2.916%	95,333
Ocean County General Obligation Debt	450,942,968	0.230%	1,037,169
Local School Debt	241,000	2.92%	7,028
Subtotal, Overlapping Debt			1,139,530
Regional School Debt	253,000	2.92%	7,377
Total Direct & Overlapping Debt			\$ 1,146,907
Seaside Heights			
Debt Repaid With Property Taxes:			
Seaside Heights	15,098,483	6.824%	1,030,320
Ocean County General Obligation Debt	450,942,968	0.660%	2,976,224
Local School Debt	-	6.82%	-
Subtotal, Overlapping Debt			4,006,544.07
Regional School Debt	253,000	6.82%	17,255
Total Direct & Overlapping Debt			\$ 4,023,799
Seaside Park			
Debt Repaid With Property Taxes:			
Seaside Park	4,246,262	16.570%	703,606
Ocean County General Obligation Debt	450,942,968	1.190%	5,366,221
Local School Debt	-	16.570%	-
Subtotal, Overlapping Debt			6,069,827
Regional School Debt	253,000	16.57%	41,922
Total Direct & Overlapping Debt			\$ 6,111,749
TOTAL ALL DEBT DIRECT & OVERLAPPING	550,271,746		\$ 89,843,092

Sources: Assessed value data used to estimate applicable percentages provided by the Ocean County Board of Taxation. Debt outstanding data provided by each governmental unit.
Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of above townships. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However this does not imply that every taxpayer is a resident and therefore responsible for repaying the debt, of each overlapping payment.
a. For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another government unit's taxable value that is within the District's boundaries and dividing it by each unit's total taxable value.

**CENTRAL REGIONAL SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**
Unaudited

	FISCAL YEAR ENDED JUNE 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Debt Limit	\$ 287,550,439	\$ 281,008,832	\$ 274,149,391	\$ 268,081,788	\$ 268,081,788	\$ 267,342,416	\$ 280,926,611	\$ 280,926,611	\$ 280,926,611	\$ 303,276,070
Total Net Debt Applicable to Limit	253,000	653,000	1,173,000	1,848,000	2,598,000	3,448,000	4,728,000	5,973,000	7,178,000	8,333,000
Legal Debt Margin	\$ 287,297,439	\$ 280,355,832	\$ 272,976,391	\$ 266,233,788	\$ 265,483,788	\$ 263,894,416	\$ 276,198,611	\$ 274,953,611	\$ 273,748,611	\$ 294,943,070
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0.23%	0.42%	0.69%	0.69%	0.97%	2.97%	2.97%	2.97%	2.56%	N/A

Legal Debt Margin Calculation for Fiscal Year 2020

	Equalized Valuation Basis				Total
	Berkley	Island Heights	Ocean Gate	Seaside Hgts	
2020	\$ 5,887,501,508	\$ 378,158,463	\$ 258,527,633	\$ 678,767,882	\$ 8,386,342,633
2019	5,779,722,504	373,765,598	251,460,941	678,001,057	8,248,721,141
2018	5,585,512,630	355,243,188	244,292,517	665,907,856	8,012,116,712
				[A]	24,647,180,486
Average Equalized Valuation of Taxable Property [A/3]					8,215,726,829
Debt Limit (3.5 % of Average Equalization Value) [B]					287,550,439
Net Bonded School Debt [C]					-
Legal Debt Margin [B-C]					\$ 287,550,439

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

Demographic and Economic Information

Demographic and economic information is intended (1) to assist users in understanding the socioeconomic environment within the School District operates and (2) to provide information that facilitates comparisons of financial statement information over time and among school districts. Please refer to the following exhibits for a historical view of the demographic and economic statistics and factors prevalent in the location in which the School District operates.

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CENTRAL REGIONAL SCHOOL DISTRICT
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS
 Unaudited

YEAR	POPULATION ^a	PER CAPITA		UNEMPLOYMENT RATE ^c
		PERSONAL INCOME ^b	PERSONAL INCOME ^b	
Berkeley				
2021	42,362	39,918	12.20%	
2020	42,059	41,585	5.60%	
2018	41,922	42,855	6.30%	
2017	41,739	43,260	6.70%	
2016	41,720	44,951	7.60%	
2015	41,725	47,115	9.00%	
2014	41,643	48,578	12.90%	
2013	41,547	49,813	15.60%	
2012	41,349	51,353	14.90%	
Island Heights				
2021	1,692	39,918	9.20%	
2020	1,677	41,585	3.70%	
2019	1,677	42,855	4.40%	
2018	1,671	43,260	4.60%	
2017	1,656	44,951	5.40%	
2016	1,641	47,115	N/A	
2015	1,636	48,578	6.90%	
2014	1,642	49,813	10.30%	
2013	1,629	51,353	10.60%	
2012	1,629			
Ocean Gate				
2021	2,055	39,918	10.20%	
2020	2,037	41,585	5.20%	
2018	2,022	42,855	6.40%	
2017	2,009	43,260	6.70%	
2016	2,000	44,951	6.60%	
2015	1,989	47,115	7.80%	
2014	1,991	48,578	7.80%	
2013	1,989	49,813	10.60%	
2012	1,998	51,353	10.30%	
Seaside Heights				
2021	3,024	39,918	14.60%	
2020	2,912	41,585	6.60%	
2019	2,901	42,855	8.00%	
2018	2,887	43,260	7.80%	
2017	2,886	44,951	7.80%	
2016	2,881	47,115	9.40%	
2015	2,883	48,578	17.20%	
2014	2,877	49,813	14.30%	
2013	2,873	51,353	14.00%	
2012				
Seaside Park				
2021	1,561	39,918	9.10%	
2020	1,546	41,585	5.30%	
2019	1,542	42,855	5.60%	
2018	1,542	43,260	5.90%	
2017	1,540	44,951	7.40%	
2016	1,546	47,115	7.50%	
2015	1,547	48,578	6.80%	
2014	1,561	49,813	13.50%	
2013	1,573	51,353	13.20%	
2012	1,572			

Sources:
 a Population information provided by the NJ Department of Labor and Workforce Development.
 b Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.
 c Unemployment data provided by the NJ Department of Labor and Workforce Development.

CENTRAL REGIONAL SCHOOL DISTRICT
 PRINCIPAL EMPLOYERS
 CURRENT YEAR AND NINE YEARS AGO
Unaudited

DATA NOT AVAILABLE

Source: Municipal Tax Collector
 N/A - Information was not available at reporting time

CENTRAL REGIONAL SCHOOL DISTRICT
 FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS
Unaudited

Function/Program	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Instruction:										
Regular	130	122	118	111	111	108	109	109	109	108
Special Education	79	82	77	72	67	78	62	62	62	62
Vocational and Other Instructional	7	7	7	7	2	1	1	1	1	1
Support Services:										
Student & Instruction Related										
Services	60	59	58	59	60	42	35	35	35	35
General Administration	3	3	3	3	3	3	5	5	5	5
School Administration Services	16	16	13	13	12	12	11	11	11	11
Central Service	6	6	6	6	6	6	6	6	6	6
Administrative Information Technology	3	2	2	2	2	2	3	3	3	3
Plant Operations & Maintenance	33	33	33	33	33	34	32	32	32	32
Pupil Transportation	31	31	27	28	28	27	32	32	32	32
Other Support Services	0	0	0	0	3	6	3	3	3	3
Total	368	361	344	334	327	320	299	299	299	298

Source: District Personnel Records

Operating Information

Operating information is intended to provide contextual information about the School District's operations and resources to assist readers in using financial statement information to understand and assess the School District's economic condition. Please refer to the following exhibits for a historical view of the factors and statistics pertinent to the School District's operations.

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CENTRAL REGIONAL SCHOOL DISTRICT
 OPERATING STATISTICS
 LAST TEN FISCAL YEARS
Unaudited

FISCAL YEAR ENDED JUNE 30,	ENROLLMENT	OPERATING EXPENDITURES ^a	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF ^b	PUPIL/TEACHER RATIO		AVERAGE DAILY ENROLLMENT ^c	AVERAGE DAILY ATTENDANCE ^c	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						MIDDLE SCHOOL	HIGH SCHOOL				
2021	2380	46,172,852	\$ 19,400	2.31%	196	15.4	9.7	2,366.6	2,174	11.93%	91.85%
2020	2317	43,933,601	18,961	-0.72%	206	15.4	9.7	2,284.0	2,189	12.46%	95.82%
2019	2220	42,399,652	19,099	0.95%	197	15.5	9.8	2,197.1	2,057	8.18%	93.61%
2018	2134	40,362,701	18,919	1.58%	186	15.6	13.6	2,114.2	1,974	9.94%	93.39%
2017	2059	38,348,324	18,625	0.64%	175	16.5	12.9	2,030.9	1,901	5.61%	93.60%
2016	1989	36,807,779	18,506	1.66%	167	14.4	10.7	1,923.0	1,824	0.00%	94.85%
2015	1966	35,451,044	18,204	-0.93%	161	14.4	10.7	1,923.0	1,824	1.47%	94.85%
2014	1895	34,489,996	18,201	7.11%	162	14.4	10.7	1,895.2	1,789	0.00%	94.38%
2013	2033	34,545,377	16,992	2.05%	161	14.4	10.7	1,895.2	1,789	-2.96%	94.38%
2012	1981	32,984,005	16,650	5.01%	178	14.4	10.8	1,953.1	1,861	-4.02%	95.26%

Sources: District records

Note: Enrollment based on annual October district count.

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

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

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

CENTRAL REGIONAL SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEAR
Unaudited

DISTRICT BUILDINGS	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Middle School: (1981)										
Square Feet	141,478	141,478	141,478	141,478	141,478	141,478	141,478	141,478	141,478	141,478
Capacity (Students)	812	812	812	812	812	812	812	812	812	812
Enrollment	776	776	776	667	667	667	667	680	680	693
High School: (1956)										
Square Feet	272,420	272,420	272,420	272,420	272,420	272,420	272,420	272,420	272,420	272,420
Capacity (Students)	1,465	1,465	1,465	1,465	1,465	1,465	1,465	1,465	1,465	1,465
Enrollment	1,444	1,444	1,444	1,256	1,256	1,256	1,256	1,266	1,266	1,225
Other:										
Superintendent Office: (1972)	1,122	1,122	1,122	1,122	1,122	1,122	1,122	1,122	1,122	1,122
Square Feet	1,699	1,699	1,699	1,699	1,699	1,699	1,699	1,699	1,699	1,699
Board Office: (1972)										
Square Feet										

Number of Schools at June 30, 2021:
Middle School = 1
Senior High School = 1
Other = 0

Source: District Business Office

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of and additions. Enrollment is based on the annual October district count.

EXHIBIT J-19

CENTRAL REGIONAL SCHOOL DISTRICT
 SCHEDULE OF REQUIRED MAINTENANCE
 LAST TEN FISCAL YEARS
Unaudited

FISCAL YEAR ENDED JUNE 30,	SCHOOL FACILITIES PROJECT #(s) *	CENTRAL REGIONAL		TOTAL
		HIGH SCHOOL	MIDDLE SCHOOL	
2021	N/A	\$ 533,496	\$ 228,857	\$ 762,353
2020	N/A	701,614	254,665	956,279
2019	N/A	597,973	262,932	860,905
2018	N/A	584,902	224,739	809,641
2017	N/A	607,497	215,598	823,095
2016	N/A	581,760	210,118	791,878
2015	N/A	517,192	176,392	693,584
2014	N/A	460,265	175,303	635,568
2013	N/A	491,036	169,739	660,775
2012	N/A	318,040	123,639	441,679

Source: District records

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

CENTRAL REGIONAL SCHOOL DISTRICT
 INSURANCE SCHEDULE
 JUNE 30, 2021
Unaudited

	Coverage	Deductible
School Package Policy a		
General Liability	\$ 5,000,000	\$ 2,500
Property & Physical Damage	83,466,245	2,500
General Automobile Liability	5,000,000	10,000
Workers' Compensation	5,000,000	Per State Law
Student Accident Insurance b		
Surety Bonds c		
Treasurer	255,000	Per State Law
Board Secretary/Business Administrator	50,000	Per State Law

Source: District records

- a** School Alliance Insurance Fund - Commercial Package Policy
- b** Bob McClosky Insurance
- c** Liberty Mutual

SINGLE AUDIT SECTION

Fourth Section

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Certified Public Accountants + Advisors

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EXHIBIT K-1

INDEPENDENT AUDITOR'S 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*

Honorable President and Members
of the Board of Education
Central Regional School District
County of Ocean
Bayville, New Jersey 08721

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Central Regional School District (School District) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated February 11, 2022.

Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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 have not been identified.

Compliance and Other Matters

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

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 School District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, and federal and state awarding agencies and pass-through entities, in considering the School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Jerry W. Conaty
Certified Public Accountant
Public School Accountant, No. 2470

Lakewood, New Jersey
February 11, 2022

EXHIBIT K-2

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND NEW JERSEY OMB CIRCULAR 15-08

Honorable President and Members
of the Board of Education
Central Regional School District
County of Ocean
Bayville, New Jersey 08721

Report on Compliance for Each Major Federal and State Program

We have audited the Central Regional School District's (School District) compliance with the types of compliance requirements described in the OMB Compliance Supplement and the New Jersey State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the School District's major federal and state programs for the fiscal year ended June 30, 2021. The School District'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.

Management's Responsibility

Management is responsible for compliance with federal and state statutes, regulations, and the terms and conditions of its federal and state awards applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School District's major federal and state programs based on our audit of the types of compliance requirements referred to above. 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; Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*; New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*; and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards, the Uniform Guidance and New Jersey OMB's Circular 15-08 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the School District's compliance.

Opinion on Each Major Federal and State Program

In our opinion, the School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2021.

Report on Internal Control Over Compliance

Management of the School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal or state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal or state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and New Jersey OMB's Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School District's 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Jerry W. Conaty
Certified Public Accountant
Public School Accountant, No. 2470

Lakewood, New Jersey
February 11, 2022

CENTRAL REGIONAL SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

FEDERAL GRANTOR PROGRAM TITLE	FEDERAL CFDA NUMBER	FEDERAL FAIN NUMBER	PASS THROUGH ENTITY NUMBER	PROGRAM OR AWARD NUMBER	GRANT PERIOD	BALANCE JUNE 30, 2020	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	(ACCOUNTS RECEIVABLE)	BALANCE JUNE 30, 2021	DUE TO GRANTOR
U.S. Department of Agriculture												
Passed Through New Jersey Department of Agriculture:												
Child Nutrition Cluster:												
Food Distribution Program - Commodities	10.555	21INJ04N1099	Unavailable	\$	45,432	\$	(45,432)	\$	\$	\$	\$	\$
COVID-19 National Performance Based Lunch	10.555	20INJ04N1099	100-010-3350-026	374	7/1/20-6/30/21	(160)	534	(374)	-	-	-	-
National Performance Based Lunch	10.555	21INJ04N1099	100-010-3350-026	3,665	7/1/20-6/30/21	(7,775)	3,269	(3,665)	-	(396)	-	-
COVID-19 National School Lunch Program	10.555	20INJ04N1099	100-010-3350-026	18,747	7/1/20-6/30/21	-	26,522	(18,747)	-	-	-	-
National School Lunch Program	10.555	21INJ04N1099	100-010-3350-026	183,752	7/1/20-6/30/21	-	163,938	(183,752)	-	(19,814)	-	-
Emergency Operational Cost Program	10.555	202121H170341	100-010-3350-026	14,065	7/1/20-6/30/21	(2,935)	-	(14,065)	-	(14,065)	-	-
Subtotal						(2,935)	239,695	(266,035)	-	(34,275)	-	-
COVID-19 School Breakfast Program	10.555	20INJ04N1099	100-010-3350-028	12,071	7/1/19-6/30/20	(5,016)	17,087	(12,071)	-	-	-	-
School Breakfast Program	10.555	21INJ04N1099	100-010-3350-028	118,513	7/1/20-6/30/21	(5,016)	105,596	(118,513)	-	(12,957)	-	-
Subtotal						(5,016)	122,683	(130,584)	-	(12,957)	-	-
Child Nutrition Discretionary Grants Limited Availability	10.579	202121S900941	100-115-6130-000	20,000	7/1/20-6/30/21	-	-	(20,000)	-	(20,000)	-	-
Subtotal						-	-	(20,000)	-	(20,000)	-	-
Total Child Nutrition Cluster						(12,951)	362,338	(416,419)	-	(67,032)	-	-
EBT Administrative Cost	10.649	202121S900941	100-115-6130-000	614	7/1/20-6/30/21	-	-	(614)	-	(614)	-	-
Subtotal						-	-	(614)	-	(614)	-	-
Total U.S. Department of Agriculture						(12,951)	362,338	(417,033)	-	(67,646)	-	-
Total Food Service Fund						(12,951)	362,338	(417,033)	-	(67,646)	-	-
U.S. Department of Health and Human Services												
Passed Through New Jersey Department of Human Services:												
Medicaid Cluster:												
Medical Assistance Program (SEMI)	93.778	210SN5MAP	100-034-7540-211	60,626	7/1/20-6/30/21	-	60,626	(60,626)	-	-	-	-
Medical Assistance Cluster						-	60,626	(60,626)	-	-	-	-
Subtotal						-	60,626	(60,626)	-	-	-	-
Total U.S. Department of Health and Human Services						-	60,626	(60,626)	-	-	-	-
Total General Fund						-	60,626	(60,626)	-	-	-	-
U.S. Department of Education												
Passed Through New Jersey Department of Education:												
No Child Left Behind (N.C.L.B.):												
Title I - Part A	84.010	S010A200030	100-034-5064-194	464,028	7/1/20-6/30/21	-	281,932	(410,460)	-	(128,528)	-	-
Title I - SIA	84.010	S010A200030	100-034-5064-194	28,600	7/1/20-6/30/21	-	25,400	(37,118)	-	(11,718)	-	-
Subtotal						-	307,332	(447,578)	-	(140,246)	-	-
Title II - Part A, Supporting Effective Instruction	84.367	S367A200029	100-034-5063-290	73,774	7/1/20-6/30/21	-	73,774	(73,774)	-	-	-	-
Subtotal						-	73,774	(73,774)	-	-	-	-
Special Education Cluster:						-	563,599	(563,599)	-	-	-	-
I.D.E.A. Part B - Basic	84.027	H027A200100	100-034-5065-016	563,599	7/1/20-6/30/21	-	563,599	(563,599)	-	-	-	-
Subtotal						-	563,599	(563,599)	-	-	-	-
Education Stabilization Fund	84.425D	S425D210027	N/A	550,205	3/13/20-9/30/23	(17,011)	302,106	(550,205)	-	(265,110)	-	-
Elementary and Secondary School Emergency Relief (ESSER) Fund						(17,011)	302,106	(550,205)	-	(265,110)	-	-
Subtotal						(17,011)	1,246,811	(1,635,156)	-	(405,356)	-	-
Total U.S. Department of Education						(17,011)	1,246,811	(1,635,156)	-	(405,356)	-	-
U.S. Department of the Treasury												
Passed Through New Jersey Department of Education:												
Corona Virus Relief Fund:												
School Re-opening and Remote Learning	21.019	SLT0113	100-034-5120-517	154,309	7/1/20-6/30/21	-	154,309	(154,309)	-	-	-	-
School Re-opening and Remote Learning						-	154,309	(154,309)	-	-	-	-
Subtotal						-	154,309	(154,309)	-	-	-	-
Total U.S. Department of the Treasury						(17,011)	1,401,120	(1,789,465)	-	(405,356)	-	-
Total Special Revenue Fund						(29,962)	1,824,084	(2,267,124)	-	(473,002)	-	-
Total Expenditures of Federal Awards						(29,962)	1,824,084	(2,267,124)	-	(473,002)	-	-

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

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CENTRAL REGIONAL SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

STATE GRANTOR/PROGRAM TITLE OR CLUSTER	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2020	CASH RECEIVED	BUDGETARY EXPENDITURES THROUGH TO PASSED THROUGH TO SUBRECIPIENTS	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2021	MEMO	
								BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
New Jersey Department of Education:									
General Fund:									
State Aid - Public:									
Special Education Aid	495-034-5120-089	\$ 1,368,123	7/1/20-6/30/21	\$ -	\$ 1,368,123	\$ (1,368,123)	\$ -	\$ 129,552	\$ 1,368,123
Adjustment Aid	495-034-5120-085	55,587	7/1/20-6/30/21	-	55,587	(55,587)	-	5,264	55,587
Security Aid	495-034-5120-084	295,909	7/1/20-6/30/21	-	295,909	(295,909)	-	28,020	295,909
Choice Aid	495-034-5120-068	1,329,192	7/1/20-6/30/21	-	1,329,192	(1,329,192)	-	125,865	1,329,192
Total State Aid - Public		3,048,811		-	3,048,811	(3,048,811)	-	288,701	3,048,811
Transportation Aid	495-034-5120-014	1,325,310	7/1/20-6/30/21	-	1,325,310	(1,325,310)	-	125,498	1,325,310
Additional Nonpublic School Transportation Aid	495-034-5120-014	14,098	7/1/19-6/30/20	(19,301)	19,301	-	-	-	-
Additional Nonpublic School Transportation Aid	495-034-5120-014	11,380	7/1/20-6/30/21	(289,094)	289,094	(11,380)	(11,380)	-	11,380
Extraordinary Aid	495-034-5120-044	262,774	7/1/19-6/30/20	-	-	-	-	-	-
Extraordinary Aid	495-034-5120-044	348,927	7/1/20-6/30/21	(86,600)	86,600	(348,927)	(348,927)	-	348,927
Reimbursed TPAF Social Security Contributions	495-034-5094-003	1,117,923	7/1/19-6/30/20	-	1,119,448	(1,177,366)	(57,918)	-	1,177,366
Reimbursed TPAF Social Security Contributions	495-034-5094-003	1,177,366	7/1/20-6/30/21	-	4,113,084	(4,113,084)	-	-	4,113,084
TPAF - Pension	495-034-5094-002	4,113,084	7/1/20-6/30/21	-	1,552	(1,552)	-	-	1,552
Contributions (Noncash Assistance)	495-034-5094-004	1,552	7/1/20-6/30/21	-	1,288,977	(1,288,977)	-	-	1,288,977
TPAF - Long-Term Disability	495-034-5094-004	1,288,977	7/1/20-6/30/21	(31,321)	1,288,977	(1,288,977)	(31,321)	-	-
Insurance (Noncash Assistance)	495-034-5095-001	139,152	7/1/19-6/30/20	-	-	-	-	-	-
TPAF - Post Retirement	Unavailable	-	-	-	-	-	-	-	-
Medical (Noncash Assistance)	-	-	-	-	-	-	-	-	-
Securing our Children's Future Bond Act (Alyssa's Law)	-	-	-	-	-	-	-	-	-
Total General Fund		11,292,177		(426,316)	11,292,177	(11,315,407)	(449,546)	414,199	11,315,407
Total New Jersey Department of Education		11,292,177		(426,316)	11,292,177	(11,315,407)	(449,546)	414,199	11,315,407
State Department of Agriculture:									
Enterprise Fund:									
National School Lunch Program	100-010-3360-067	7,902	7/1/19-6/30/20	(2,064)	2,064	-	-	-	-
National School Lunch Program	100-010-3360-067	10,363	7/1/20-6/30/21	-	7,885	(10,363)	(2,478)	-	10,363
Total State Department of Agriculture		18,265		(2,064)	9,949	(10,363)	(2,478)	-	10,363
State Department of Children and Families:									
General Fund:									
Homeless Tuition	495-034-5120-005	52,144	7/1/19-6/30/20	(11,265)	11,265	-	-	-	-
Total State Department of Children and Families		52,144		(11,265)	11,265	-	-	-	-
Total State Financial Assistance		11,313,391		(439,645)	11,313,391	(11,325,770)	(452,024)	414,199	11,325,770
State Financial Assistance Programs not subject to Calculation for Major Program Determination:									
TPAF - Pension	495-034-5094-002	\$ 4,113,084	7/1/20-6/30/21	-	-	\$ 4,113,084	-	-	-
Contributions (Noncash Assistance)	495-034-5094-004	1,552	7/1/20-6/30/21	-	-	1,552	-	-	-
TPAF - Long-Term Disability	495-034-5094-004	1,288,977	7/1/20-6/30/21	-	-	1,288,977	-	-	-
Insurance (Noncash Assistance)	495-034-5095-001	139,152	7/1/19-6/30/20	-	-	-	-	-	-
TPAF - Post Retirement	Unavailable	-	-	-	-	-	-	-	-
Medical (Noncash Assistance)	-	-	-	-	-	-	-	-	-
Total State Financial Assistance subject to Calculation for Major Program Determination		(5,922,157)		(5,922,157)		(5,922,157)			

The accompanying Notes to Schedules of Expenditures of A wards and Financial Assistance are an integral part of this schedule

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CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2021

Note 1. Basis of Presentation

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all federal awards and state financial assistance programs of the Central Regional School District (School District). The School District is defined in Note 1 of the basic financial statements. The information in these schedules is presented in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

Note 2. Summary of Significant Accounting Policies

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the budgetary basis of accounting with the following exception: programs recorded in the enterprise fund are presented using the accrual basis of accounting and programs recorded in the capital projects fund are presented using the modified accrual basis of accounting. These bases of accounting are described in Note 1 to the School District's basic financial statements. The information in this schedule is presented in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

The School District did not elect the 10-percent de minimis indirect cost rate as discussed in 2 CFR 200.414.

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as Teacher's Pension and Annuity Fund (TPAF) Pension Contributions represents the amount paid by the state on behalf of the School District for the year ended June 30, 2020. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2021.

CENTRAL REGIONAL SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2021 (Continued)

Note 3. Relationship to Basic Financial Statements

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the one or more deferred June state aid payments in the current budget year, which is mandated pursuant to *N.J.S.A. 18A:22-44.2*. For GAAP purposes payments are not recognized until the subsequent budget year due to the state deferral and recording of the one or more June 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, whereas the GAAP basis does not. The special revenue fund also recognizes the one or more state aid June payments in the current budget year, consistent with *N.J.S.A. 18A:22-4.2*.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$10,610) for the general fund. See Exhibit C-3 Note A of the basic financial statements, 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 expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 60,626	\$ 11,304,797	\$ 11,365,423
Special Revenue Fund	1,789,465	-	1,789,465
Food Service Fund	417,033	10,363	427,396
Total Awards & Financial Assistance	<u>\$ 2,267,124</u>	<u>\$ 11,315,160</u>	<u>\$ 13,582,284</u>

Note 4. Relationship to Federal and State Financial Reports

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

Note 5. Federal and State Loans Outstanding

The School District received a FEMA Community Disaster Loan in the amount of \$5,000,000. The District drew down \$0 in the fiscal year and has drawn down a total of \$4,698,670. The District received a final determination on the loan cancelling \$3,494,450 of principal along with corresponding interest, leaving a remaining balance, including accrued interest, of \$1,234,899 as of June 30, 2017. During the year ended June 30, 2021, the District paid \$225,000 of principal and interest, leaving a remaining balance, including accrued interest of \$631,713 as of June 30, 2021. See Note 20 in the Notes to the Financials for more information.

**CENTRAL REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2021**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unmodified	
Internal control over financial reporting:		
1) Material weakness(es) identified?	_____ Yes	_____ <u>X</u> No
2) Significant deficiency(ies) identified?	_____ Yes	_____ <u>X</u> No
Noncompliance material to financial statements Noted?	_____ Yes	_____ <u>X</u> None reported

Federal Awards

Internal control over major programs:		
1) Material weakness(es) identified?	_____ Yes	_____ <u>X</u> No
2) Significant deficiency(ies) identified?	_____ Yes	_____ <u>X</u> No
Type of auditor's report issued 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 Uniform Guidance?	_____ Yes	_____ <u>X</u> No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.425D	S425D210027	Elementary and Secondary School Emergency Relief (ESSER) Fund

Dollar threshold used to determine Type A programs	\$ 750,000
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Auditee qualified as low-risk auditee?	_____ <u>X</u> Yes	_____ No
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**CENTRAL REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2021**

Section I - Summary of Auditor's Results (Continued)

State Financial Assistance

Dollar threshold used to determine Type A programs	\$	750,000
Auditee qualified as low-risk auditee?	<u> X </u> Yes	<u> </u> No
Internal control over major programs:		
1) Material weakness(es) identified?	<u> </u> Yes	<u> X </u> No
2) Significant deficiency(ies) identified?	<u> </u> Yes	<u> X </u> No
Type of auditor's report issued on compliance for major programs	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with New Jersey OMB's Circular 15-08?		
	<u> </u> Yes	<u> X </u> No

Identification of major programs:

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
495-034-5120-068	State Aid Public:
495-034-5120-084	School Choice Aid
495-034-5120-085	Security Aid
495-034-5120-089	Adjustment Aid
	Special Education Aid

**CENTRAL REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
YEAR ENDED JUNE 30, 2021**

Section II - Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with *Government Auditing Standards* and with audit requirements prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey.

None.

**CENTRAL REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
YEAR ENDED JUNE 30, 2021**

Section III - Federal Awards & State Financial Assistance Findings & Questioned Costs

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principals, and Audit Requirements for Federal Awards (Uniform Guidance)* and New Jersey OMB's Circular 15-08.

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE

None.

**CENTRAL REGIONAL SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
YEAR ENDED JUNE 30, 2021**

This section identifies the status of prior year findings related to the financial statements, federal awards and state financial assistance that are required to be reported in accordance with Government Auditing Standards, *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principals, and Audit Requirements for Federal Awards (Uniform Guidance)*, and New Jersey OMB's Circular 15-08.

Financial Statement Findings

No Prior Year Findings.

Federal Awards

No Prior Year Findings.

State Financial Assistance

No Prior Year Findings.