

# **Annual Comprehensive Financial Report**

**of the**

**Freehold Regional High School District**

**County of Monmouth**

**Englishtown, New Jersey**

**For the Fiscal Year Ended June 30, 2021**

**Prepared by**

**FRHSD Business Office**



## TABLE OF CONTENTS

	<b>PAGE</b>
<b>INTRODUCTORY SECTION</b>	
Letter of Transmittal	1-4
Roster of Officials	5
Consultants and Advisors	6
Organizational Chart	7
<b>FINANCIAL SECTION</b>	
Independent Auditor's Report	8-10
<b>REQUIRED SUPPLEMENTARY INFORMATION - Part I</b>	11
Management's Discussion and Analysis (Unaudited)	12-22
<b>BASIC FINANCIAL STATEMENTS</b>	23
A. District-Wide Financial Statements:	24
A-1 Statement of Net Position	25
A-2 Statement of Activities	26
B. Major Fund Financial Statements:	27
Governmental Funds:	
B-1 Balance Sheet	28-29
B-2 Statement of Revenues, Expenditures, and Changes in Fund Balance	30
B-3 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	31
Other Funds:	32
Propriety Funds:	
B-4 Statement of Net Position	33
B-5 Statement of Revenues, Expenses, and Changes in Net Position	34
B-6 Statement of Cash Flows	35
Fiduciary Funds:	
B-7 Statement of Fiduciary Net Position	36
B-8 Statement of Changes in Fiduciary Net Position	37
<b>Notes to the Financial Statements</b>	38-88

**TABLE OF CONTENTS (CONTINUED)**

	<b>PAGE</b>
<b>REQUIRED SUPPLEMENTARY INFORMATION - Part II</b>	89
C. Budgetary Comparison Schedules:	90
C-1 General Fund	91-105
C-2 Special Revenue Fund	106
C-3 Budget to GAAP Reconciliation	107
<b>REQUIRED SUPPLEMENTARY INFORMATION - Part III</b>	108
L. Schedules Related to Accounting and Reporting for Pension (GASB 68)	109
L-1 Schedule of the District's Proportionate Share of the Net Pension Liability – Public Employees Retirement System – Last Ten Years	110
L-2 Schedule of the District's Contributions – Public Employees Retirement System – Last Ten Years	111
L-3 Schedule of the District's Proportionate Share of the Net Pension Liability Teachers Pension and Annuity Fund – Last Ten Years	112
L-4 Schedules Related to Accounting and Reporting for Pension (GASB 68) Note to RSI III for the Fiscal Year Ended June 30, 2021	113
<b>REQUIRED SUPPLEMENTARY INFORMATION - Part IV</b>	114
M. Schedule Related to Accounting and Reporting for Postemployment Benefits Other Than Pensions (GASB 75)	115
M-1 Schedule of Changes in the Total OPEB Liability and Related Ratios - Last Ten Years	116
M-2 Notes to the Required Supplementary Information Part IV	117
<b>OTHER SUPPLEMENTARY INFORMATION</b>	118
D. School Level Schedules	N/A
E. Special Revenue Fund:	119
E-1 Combining Schedule of Revenues and Expenditures - Budgetary Basis	120-122
E-2 Demonstrably Effective Program Aid Schedule of Expenditures - Budgetary Basis	N/A
E-3 Early Childhood Program Aid Schedule of Expenditures - Budgetary Basis	N/A
E-4 Distance Learning Network Aid Schedule of Expenditures - Budgetary Basis	N/A
E-5 Instructional Supplement Aid Schedule of Expenditures - Budgetary Basis	N/A
F. Capital Projects Fund	123
F-1 Summary Statement of Project Expenditures - Budgetary Basis	124
F-2 Summary Schedule of Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis	125

## TABLE OF CONTENTS (CONTINUED)

	PAGE
F. Capital Projects Fund (Continued)	
F-2a Summary Schedule of Project Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis - Freehold Boro High School - Roof Replacement	126
F-2b Summary Schedule of Project Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis - Marlboro High School - Roof Replacement	127
F-2c Summary Schedule of Project Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis - Freehold Boro High School - Boiler & HVAC Replacement	128
F-2d Summary Schedule of Project Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis - Districtwide Energy Savings Improvement Plan	129
F-2e Summary Schedule of Project Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis - Colts Neck High School Roof Replacement	130
F-2f Summary Schedule of Project Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis - Howell High School Roof Replacement	131
F-2g Summary Schedule of Project Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis - Freehold Township High School Roof Replacement	132
F-2h Summary Schedule of Project Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis - Manalapan High School Roof Replacement	133
F-2i Summary Schedule of Project Revenues, Expenditures, Project Balance and Project Status – Budgetary Basis – School Security Grant: Interior Door Security Upgrades – Districtwide	134
G. Proprietary Funds	135
Enterprise Fund:	
G-1 Combining Statement of Net Position	136
G-2 Combining Statement of Revenues, Expenses and Changes in Fund Net Position	137
G-3 Combining Statement of Cash Flows	138
H. Fiduciary Fund	N/A
I. Long-Term Debt	139
I-1 Schedule of Serial Bonds	140
I-2 Schedule of Obligations Under Capital Leases	141

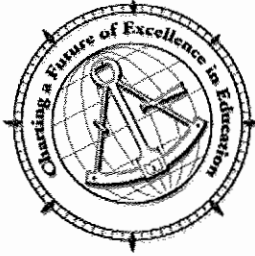
## TABLE OF CONTENTS (CONTINUED)

	PAGE	
<b>STATISTICAL SECTION - UNAUDITED</b>		
J-1	Net Position by Component	142
J-2	Changes in Net Position	143-144
J-3	Fund Balances - Governmental Funds	145
J-4	Changes in Fund Balances - Governmental Funds	146
J-5	General Fund Other Local Revenue by Source	147
J-6	Assessed Value and Actual Value of Taxable Property	148-150
J-7	Direct and Overlapping Property Tax Rates	151-153
J-8	Principal Property Taxpayers - Current Year and Nine Years Ago	154-157
J-9	Property Tax Levies and Collection	158
J-10	Ratios of Outstanding Debt by Type	159
J-11	Ratios of General Bonded Debt Outstanding	160
J-12	Ratios of Overlapping Governmental Activities Debt	161
J-13	Legal Debt Margin Information	162
J-14	Demographic and Economic Statistics	163-165
J-15	Principal Employers - Current Year and Nine Years Ago	166
J-16	Full-Time Equivalent District Employees by Function/Program	167
J-17	Operating Statistics	168
J-18	School Building Information	169
J-19	Schedule of Allowable Maintenance for School Facilities	170
J-20	Insurance Schedule	171

## SINGLE AUDIT SECTION

K-1	Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Basic Financial Statements Performed in Accordance with Government Auditing Standards	172-173
K-2	Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Federal and State Financial Assistance Programs and on Internal Control Over Compliance in Accordance with the Uniform Guidance and New Jersey OMB Circular 15-08	174-175
K-3	Schedule of Expenditures of Federal Awards, Schedule A	176
K-4	Schedule of Expenditures of State Financial Assistance, Schedule B	177
K-5	Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance	178-179
K-6	Schedule of Findings and Questioned Costs	180-182
K-7	Schedule of Prior Year Audit Findings	183

**INTRODUCTORY SECTION**



## **FREEHOLD REGIONAL HIGH SCHOOL DISTRICT**

---

*Administration Building  
11 Pine Street Englishtown NJ 07726*

*(732) 792-7300 ext. 8519  
Fax: (732) 446-5192*

February 1, 2022

Honorable President and  
Members of the Board of Education  
Freehold Regional High School District  
County of Monmouth  
Englishtown, New Jersey

Dear Board Members:

We are pleased to present to you the Annual Comprehensive Financial Report (ACFR) of the Freehold Regional High School District (District) for the fiscal year ended June 30, 2021. 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 (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the basic financial statements and results of operations of the District. This report will provide the taxpayers of the Freehold Regional High School District with comprehensive financial data in a format enabling them to gain an understanding of the School District's financial affairs.

The Annual Comprehensive Financial Report is presented in four sections as follows:

- The Introductory Section contains this Letter of Transmittal, List of Principal Officials, and an Organizational Chart of the School District;
- The Financial Section begins with the Independent Auditors' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements and Notes providing an overview of the School District's financial position and operating results, and other schedules providing detailed budgetary information;
- The Statistical Section includes selected economic and demographic information, financial trends, and the fiscal revenue and debt capacities and other operating information of the School District;
- The Single Audit Section - 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 the New Jersey State Treasury Circular Letter 15-08 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid." Information related to this single audit, including the independent auditors' report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, are included in the single audit section of this report.



## Reporting Entity

The Freehold Regional High School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board's (GASB) as established by Statement No. 39. All funds of the District are included in this report. The Freehold Regional High School District Board of Education and its six high schools constitute the District's reporting entity.

## School District Organization

The Freehold Regional High School District, the largest limited-purpose regional high school district in the state, is one of 56 school districts in Monmouth County. The School District provides education to students in grades nine through twelve.

An elected nine-member Board of Education (the "Board") serves as the policy maker for the School District. The Board adopts an annual budget and directly approves all expenditures which serve as the basis for control over and authorization for all expenditures of School District tax money.

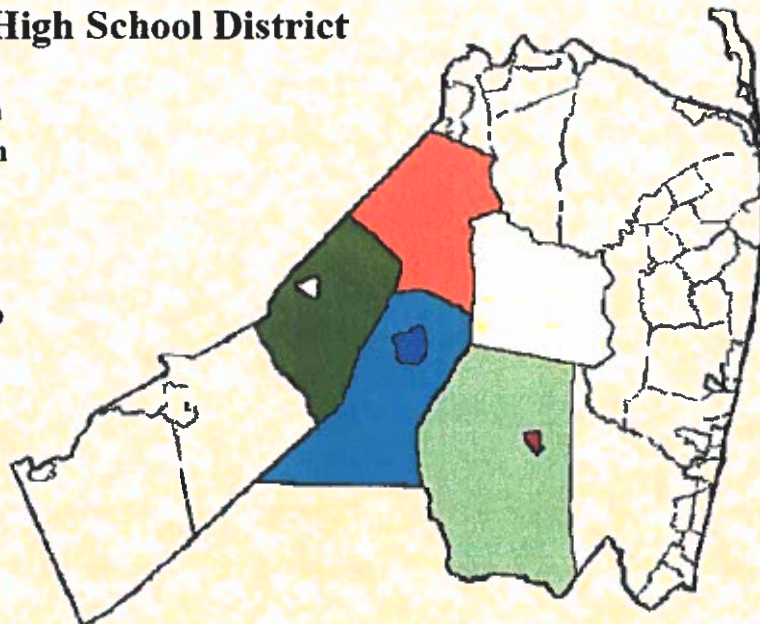
The Superintendent is the chief executive officer of the School District, responsible to the Board for total educational and support operations. The Assistant Superintendent for Business/Board Secretary is the chief financial officer of the School District, responsible to the Board for maintaining all financial records, issuing warrants in payment of liabilities incurred by the School District, acting as custodian of all School District funds, and investing idle funds as permitted by New Jersey law.

Geographically, the District is comprised of the Townships of Colts Neck, Freehold, Howell, Manalapan and Marlboro and the Boroughs of Englishtown, Farmingdale and Freehold. Established in 1953, the District's total area is 198 square miles. As of the October 2021 student count, there were 10,468 resident students. Of these resident students, 10,323 students are enrolled in one of the Freehold Regional High School District's six high schools. District enrollment had been steadily declining, however, there was a slight increase in student enrollment as of the October 2021 count.

### Freehold Regional High School District

-  Colts Neck Township
-  Englishtown Borough
-  Farmingdale Borough
-  Freehold Borough
-  Freehold Township
-  Howell Township
-  Manalapan Township
-  Marlboro Township

Monmouth County  
New Jersey



## **Economic Condition and Outlook**

Monmouth County is steeped in history from pre-revolutionary times to the present day. Rich in natural resources, Monmouth's deep forests, rolling countryside and miles of beautiful sandy beaches offer a perfect backdrop for the vast variety of recreational, cultural and leisure opportunities in the area. The County has horse country and thriving agricultural industry in the west, beaches and seaside resorts in the east, and a booming business community throughout. The Freehold Regional High School District serves students from a wide range of socioeconomic backgrounds.

Monmouth County is located in the center of the state approximately 47 miles south of New York City and 55 miles east of Philadelphia. Newark Liberty International Airport is just 40 minutes away. The public and private transportation systems include more than 2,600 miles of rails and roads, making the County accessible to virtually all of New Jersey as well as nearby New York and Philadelphia.

The District's General Fund budget derives a material amount of its support in the form of Unrestricted State Aid. In 2018 the State of New Jersey passed legislation which reallocated this aid amongst the State's school districts based upon a revised funding formula. As a result, the Freehold Regional High School District will see its Unrestricted State Aid reduced by a cumulative almost \$115 million over seven years. Federal funding in response to the pandemic helped offset a portion of the financial impact of S2, but this one-time revenue will not solve the long-term permanent reductions under S2. The District's administration continues to formulate plans to deal with the ramifications of this loss of revenue.

## **Educational Program**

The District supports students in pursuing their passions in fields of study and career interests through offering various opportunities within the educational program. Rising ninth graders who are accepted into one of our prestigious magnet programs become full-time students at the program's home school for all four years of their high school career.

Incoming 8<sup>th</sup> grade students are invited to apply to any of the twelve competitive magnet programs located throughout the district. Colts Neck is home to the Law & Public Service program and the Naval Junior ROTC program. Freehold High School has three programs: Culinary Arts & Hospitality Management, Computer Science, and Medical Sciences. At Freehold Township High School, the Animal & Botanical Sciences program and the Global Studies program are offered. Howell High School is home to the Fine & Performing Arts, as well as the Humanities program. Manalapan High School houses the Science & Engineering program and the Law Enforcement & Public Safety program. Finally, Marlboro High School contains the Business Administration magnet program. In addition, certain schools offer the *International Baccalaureate (IB) Diploma Programme* - a comprehensive and rigorous pre-university course of studies for highly motivated 11<sup>th</sup> and 12<sup>th</sup> graders. The IB Diploma Programme is widely recognized in the United States and around the world.

## **Major Initiatives**

### *Strategic Planning*

*Compass 2.0*, the successor to the original *Compass* Strategic Plan, was developed and will continue to enhance the work commenced in the 2012-17 school years. Through the *Compass 2.0* project, the Freehold Regional High School District mapped priorities and projects for the 2018-22 school years in the four core areas that support the District's mission: Whole Child; Equity and Opportunity; Student Growth and Learning; and, Community Partnerships. View our plan mission, detailed information on each of the four core areas and implementation progress via The Compass Project link on the district's website.

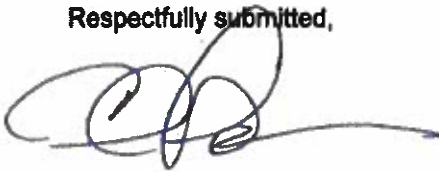
## *Capital Planning*

The current budget law limits opportunities to fund high dollar facility needs through the annual school budget or local reserves. The district initially developed a capital referendum that addressed the following four broad areas of need: Modernized Learning Environment, Expanded Utilization of Athletic Facilities, Enhanced Safety and Security, and Infrastructure Maintenance. The initial referendum, which did not receive voter support, was re-offered to the public in November of 2019 as three separate questions and was again defeated. The District scaled down the projects in the referendum to only include the critical infrastructure needs of roofing and paving. This \$14,460,000 question was approved by the public in November 2021. As the District has and will always have additional capital needs outside of this limited-scope referendum, management will continue to evaluate funding alternatives such as through budget appropriation or drawing down on capital reserve funds.

## **Acknowledgements**

We would like to express our appreciation to the members of the Freehold Regional High School District Board for their commitment to providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their commitment 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,**



Charles Sampson  
Superintendent of Schools



Sean Boyce, CPA  
Assistant Superintendent for Business

**FREEHOLD REGIONAL HIGH SCHOOL BOARD OF EDUCATION  
ENGLISHTOWN, NEW JERSEY**

**ROSTER OF OFFICIALS  
JUNE 30, 2021**

<b><u>Members of the Board of Education</u></b>	<b><u>Term Expires</u></b>
Peter Bruno, President	2021
Marc Parisi, Vice President	2022
Diana Cappiello	2022
Debra Fanelli	2023
Elizabeth Higley	2023
Kathie Lavin	2022
Michael Messinger	2023
Heshy Moses	2021
Adam Weiss	2021

**Other Officials**

Charles Sampson, Superintendent of Schools

Sean Boyce, CPA, Assistant Superintendent for Business Administration/Board Secretary

Mark Toscano, Esq., Solicitor

**FREEHOLD REGIONAL HIGH SCHOOL BOARD OF EDUCATION  
CONSULTANTS AND ADVISORS  
JUNE 30, 2021**

**Audit Firm**

Suplee, Clooney & Company  
308 East Broad Street  
Westfield, NJ 07090

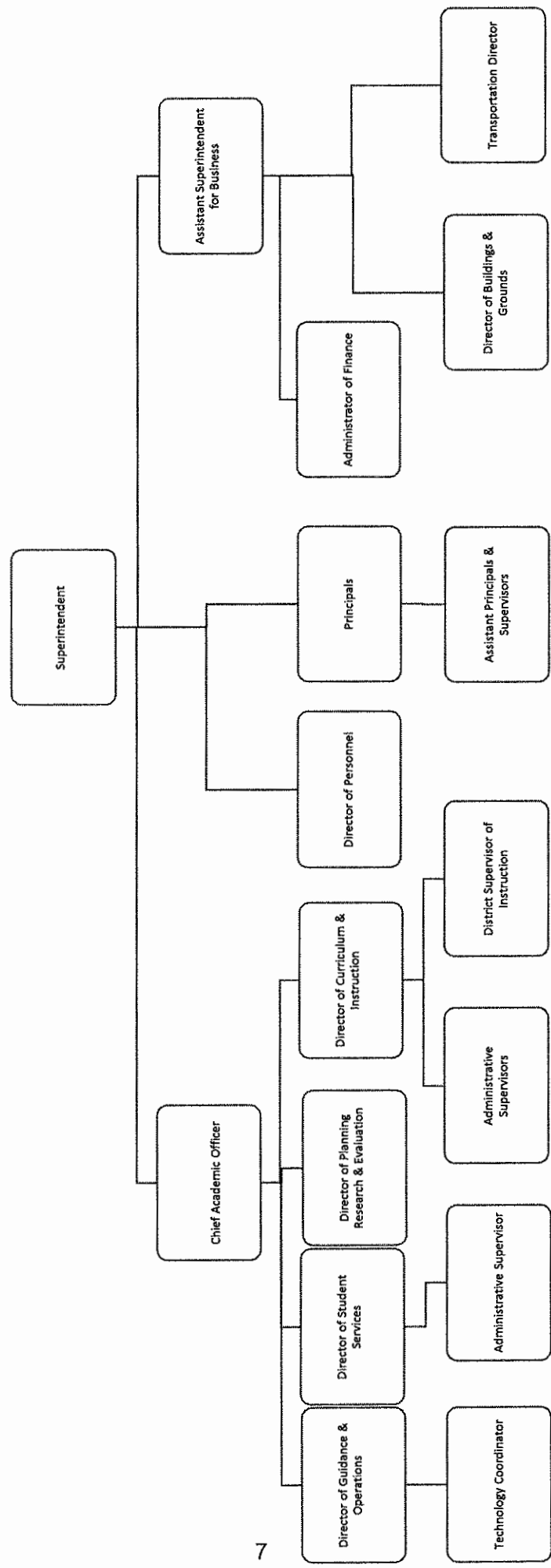
**Attorney**

Mark Toscano  
Comegno Law Group, P.C.  
521 Pleasant Valley Avenue  
Moorestown, NJ 08057

**Official Depository**

Bank of America  
One West Main Street  
Freehold, New Jersey 07728

# Freehold Regional High School District Organizational Chart



**FINANCIAL SECTION**



# SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

308 East Broad Street, Westfield, New Jersey 07090-2122

Telephone 908-789-9300

Fax 908-789-8535

E-mail [info@scnco.com](mailto:info@scnco.com)

## **INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Education  
Freehold Regional High School District  
County of Monmouth  
Englishtown, New Jersey

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund of the Freehold Regional High School District, County of Monmouth, New Jersey as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the 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 and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, audit requirements prescribed by the Division of Finance, Department of Education, State of New Jersey, the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and State of New Jersey *OMB Circular 15-08* "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." Those standards and provisions require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



## SUPLEE, CLOONEY & COMPANY

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 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 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 the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***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 and each major fund of the Freehold Regional High School District, County of Monmouth, 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.

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and budgetary comparison information in Exhibit C-1 through C-3 and the schedules related to accounting and reporting for pensions in Exhibit L-1 through L-4 and the schedules related to accounting and reporting for postretirement benefits other than pensions (OPEB) in Exhibit M-1 and M-2 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.

# SUPLEE, CLOONEY & COMPANY

## *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Freehold Regional High School District's basic financial statements. The accompanying supplementary information schedules such as the introductory section, combining statements and individual fund financial statements, the statistical section and the Schedules of Expenditures of Federal Awards and State Financial Assistance, as listed in the table of contents, as required by the Uniform Guidance, New Jersey's OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid," and the State of New Jersey, Department of Education, Division of Finance, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and the Schedules of Expenditures of Federal Awards and State Financial Assistance, as listed in the table of contents, as required by the Uniform Guidance, New Jersey's OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid," and the State of New Jersey, Department of Education, Division of Finance is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. 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 records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and the 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 other information, such as the introductory and statistical sections, has 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 it.

## ***Other Reporting Required by Government Auditing Standards***

In accordance with Government Auditing Standards, we have also issued our report dated February 1, 2022 on our consideration of the Freehold Regional High 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 Freehold Regional High School District's internal control over financial reporting and compliance.

  
\_\_\_\_\_  
CERTIFIED PUBLIC ACCOUNTANTS

  
\_\_\_\_\_  
PUBLIC SCHOOL ACCOUNTANT NO. 948

February 1, 2022

**REQUIRED SUPPLEMENTARY INFORMATION – PART I**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
UNAUDITED**

The discussion and analysis of Freehold Regional High School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2021. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the School District's financial performance. Certain comparative information between the current fiscal year (2020-2021) and the prior fiscal year (2019-2020) is presented in the MD&A.

**FINANCIAL HIGHLIGHTS**

Key financial highlights for 2021 are as follows:

- ↪ While COVID-19 continued to disrupt in-person education and operations, school and state-wide closures and modified schedules resulted in modest savings to the District. Even though Federal funding received in response to the pandemic helped soften the financial blow of S2, this law remains the most significant influence on the short and long-term success of Freehold Regional High School District. The District's administration continues to modify programs and services to adapt to the loss of revenue expected from the S2 legislation passed by the State of New Jersey in 2018.
- ↪ Net Position of governmental activities increased \$7,274,792, which represents a 10.4 percent increase from 2020. This is largely due to the impact of GASB 68 – FY21 saw a decrease in actuarially calculated net pension liability. In addition, COVID-19 related disruptions and schedule modifications decreased expenditures in several areas including Transportation.
- ↪ Net Position of business-type activities decreased \$254,520, which represents a 65.1 percent decrease from 2020. Although students returned to school in October of 2020, the schedule was modified to a half day for the entire year and lunch was not served. School returned to a full-time in-person schedule in September of 2021 with meals being free to all students. It is expected that the return to operations coupled with the enhanced reimbursement for free meals from the Federal Government will allow the food service operation to be profitable again.
- ↪ Property taxes continue to provide the majority of revenue for the Governmental Funds accounting for 62.0 percent in 2021. During the ten years the tax levy cap has been in place, the District has forgone more than \$32 million in available property tax. However, the District is slated to lose a cumulative almost \$115 million in State Aid under the S2 legislation. In 2021, the third year of S2's seven-year Equalization Aid phase out plan, there was a cumulative reduction of \$10.8 million with an additional \$6.7 million reduction slated for FY22.
- ↪ Governmental Fund expenses (exclusive of the Capital Projects Fund and on-behalf contributions) decreased by \$6,979,563 which represents a 3.6 percent decrease from 2020. This decrease was mainly due to no debt service payments in FY 2021 as the last payment on bonds was made in FY 20, as well as continued savings resulting from COVID-19 school disruptions discussed above and throughout this report.

**USING THIS ANNUAL COMPREHENSIVE FINANCIAL REPORT (ACFR)**

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

The focus of governmental accounting differs from that of business enterprises. In government, the financial statement user is concerned with determining accountability for funds, evaluating operating results, and assessing the level of service that can be provided by the government along with its ability to meet obligations as they become due. In comparison, the primary emphasis in the private sector from both an operational and reporting perspective is on the maximization of profits.

**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
UNAUDITED (CONTINUED)**

**Reporting the School District as a Whole**

*Statement of Net Position and the Statement of Activities*

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

This document looks at all financial transactions and asks the question, "How did we do financially during 2020?" The *Statement of Net Position* and the *Statement of Activities* attempt to answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's Net Position and changes in those assets. This change in Net Position is important because it tells the reader that, for the District as a whole, the financial position of the District has improved or diminished. The causes of this change may be the result of many factors. Non-financial factors include the School District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs, and other factors.

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

- Governmental activities - All of the School District's programs and services are reported here including instruction, support services, administration, operating maintenance of plant services, student transportation, and extracurricular activities.
- Business-Type Activities - This service is provided on a charge-for-goods-or-services basis to recover all the expenses of the goods or services provided. The Food Service and Extra Curricular funds are reported as a business activity.

**Reporting the School District's Most Significant Funds**

*Fund Financial Statements*

Fund financial reports provide detailed information about the School District's funds. The School District uses many funds to account for a multitude of financial transactions. The School District's governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

Governmental Funds

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

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same as in private industry.

**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
UNAUDITED (CONTINUED)**

*Notes to the Basic Financial Statements*

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

**THE SCHOOL DISTRICT AS A WHOLE**

Recall that the Statement of Net Position provides the perspective of the School District as a whole. Net Position may serve over time as a useful indicator of a government's financial position.

The District's financial position is the product of several 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.

Table 1 provides a summary of the School District's Net Position for 2021 and 2020.

**TABLE 1  
Net Position**

	2020-21			2019-20		
	Governmental Activities	Business Activities	Total	Governmental Activities	Business Activities	Total
<b>ASSETS</b>						
Current & Other Assets	\$59,493,400	\$346,210	\$59,839,610	\$47,386,282	\$680,306	\$48,066,588
Capital Assets	104,754,167	342,992	105,097,159	109,378,955	384,411	109,763,366
Total Assets	164,247,567	689,202	164,936,769	156,765,237	1,064,717	157,829,954
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>						
Loss on Refunding of Long Term Debt Pension Related	6,579,145		6,579,145	8,744,318		8,744,318
Total Deferred Outflow of Resources	6,579,145		6,579,145	8,744,318		8,744,318
<b>LIABILITIES</b>						
Long-Term Liabilities	55,445,893	265,894	55,711,787	63,236,301	393,100	63,629,401
Other Liabilities	19,168,480	287,050	19,455,530	14,362,563	280,839	14,643,402
Total Liabilities	74,614,373	552,944	75,167,317	77,598,864	673,939	78,272,803
<b>DEFERRED INFLOWS OF RESOURCES:</b>						
Pension Related	19,096,486		19,096,486	18,069,630		18,069,630
Total Deferred Inflow of Resources	19,096,486		19,096,486	18,069,630		18,069,630
<b>NET POSITION</b>						
Net Investment in Capital Assets	90,306,871	96,991	90,403,862	93,886,105	61,045	93,947,150
Restricted	40,677,885		40,677,885	36,663,498		36,663,498
Unrestricted (Deficit)						
Pension Related	(54,674,273)		(54,674,273)	(56,896,290)		(56,896,290)
Other	805,370	39,267	844,637	(3,812,252)	329,733	(3,482,519)
Total Net Position	\$77,115,853	\$136,258	\$77,252,111	\$69,841,061	\$390,778	\$70,231,839

**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
UNAUDITED (CONTINUED)**

Table 2 details the changes in Net Position for fiscal year 2021 and 2020.

**TABLE 2  
CHANGES IN NET POSITION**

	2020-21			2019-20		
	Governmental Activities	Business Activities	Total	Governmental Activities	Business Activities	Total
Revenues:						
Program Revenues:						
Charges for Services	\$1,584,920	\$128,257	\$1,713,177	\$448,194	\$1,549,213	\$1,997,407
Operating Grants & Contributions	61,523,780	130,061	61,653,841	42,287,847	484,773	42,772,620
General Revenues						
Property Taxes	140,379,308		140,379,308	141,762,932		141,762,932
Grants (includes State Aid) and Entitlements	45,584,822		45,584,822	51,152,887		51,152,887
Other Revenues	76,611		76,611	686,794		686,794
	<u>\$249,149,441</u>	<u>\$258,318</u>	<u>\$249,407,759</u>	<u>\$236,338,654</u>	<u>\$2,033,986</u>	<u>\$238,372,640</u>
Expenses:						
Instruction	141,274,593		141,274,593	128,989,730		128,989,730
Tuition, Student and Instruction Related Services	46,890,611		46,890,611	42,787,997		42,787,997
General Administration, School Administration, Central Services						
Information Technology & Maintenance	34,040,989		34,040,989	33,820,350		33,820,350
Transportation	13,981,765		13,981,765	15,612,449		15,612,449
Interest on Long-Term Debt	8,101		8,101	192,408		192,408
Business-Type		512,838	512,838		2,111,089	2,111,089
Other	5,678,590		5,678,590	5,978,678		5,978,678
Total Expenses	<u>\$241,874,649</u>	<u>\$512,838</u>	<u>\$242,387,487</u>	<u>\$227,381,612</u>	<u>\$2,111,089</u>	<u>\$229,492,701</u>
Change in Net Position	\$7,274,792	(\$254,520)	\$7,020,272	\$8,957,042	(\$77,103)	\$8,879,939
Net Position July 1 (as restated)	69,841,061	390,778	70,231,839	60,884,019	467,881	61,351,900
Net Position June 30,	<u>\$77,115,853</u>	<u>\$136,258</u>	<u>\$77,252,111</u>	<u>\$69,841,061</u>	<u>\$390,778</u>	<u>\$70,231,839</u>

The presentation of net position in the District's June 30, 2021 financial statements includes revenues from federal and state grant programs as well as the state's on-behalf contributions to the Teachers' Pension and Annuity Fund (TPAF) and actuarially calculated expense for the Public Employees Retirement System (PERS). Corresponding amounts have been appropriately assigned throughout governmental expenses.

Variances in both the revenues and expenditures are significantly affected by the actuarially calculated revenue and expense for TPAF and PERS Pension under GASB 68 and Postemployment Benefits under GASB 75.



**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
UNAUDITED (CONTINUED)**

*Governmental Activities*

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services for the District. The net cost shows the financial burden that was placed on the District's taxpayers by each of these functions.

**TABLE 3  
NET COST OF SERVICES**

	Total Cost of Services <u>2021</u>	Total Cost of Services <u>2020</u>	Net Cost of Services <u>2021</u>	Net Cost of Services <u>2020</u>
Instruction	\$141,274,593	\$128,989,730	\$94,276,159	\$95,433,054
Tuition, Student and Instruction Related Services	\$46,890,611	42,787,997	35,687,236	36,482,218
General Administration, School Administration, Central Services Information Technology & Maintenance	\$34,040,989	33,820,350	29,386,710	31,019,225
Transportation	\$13,981,765	15,612,449	13,729,153	15,606,443
Interest on Long-Term Debt	\$8,101	192,408	8,101	125,953
Business-Type	\$512,838	2,111,089	254,520	77,103
Other	\$5,678,590	5,978,678	5,678,590	5,978,678
<b>Total Expenses</b>	<b>\$242,387,487</b>	<b>\$229,492,701</b>	<b>\$179,020,469</b>	<b>\$184,722,674</b>

As noted above, the presentation of position in the District's June 30, 2021 financial statements includes the allocation of expenses funded by federal and state grant programs as well as the state's on-behalf contributions to the Teachers' Pension and Annuity Fund as well as the allocation of Postemployment Benefits under GASB 75. In FY21, revenue and expense recognized for Postemployment Benefits increased by over \$13 million and greatly skews the cost of services presented above. This increase was due to a decrease in the discount rate as well as major changes in assumptions used in the actuarial calculations.

- Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student, including extracurricular activities.
- Tuition, student and instruction related services include the activities involved with assisting staff with the content and process of teaching to students, including curriculum and staff development.
- General administration, school administration, central services, information technology and maintenance include expenses associated with administrative and financial supervision of the District, as well as costs associated with the upkeep of school grounds, buildings, and equipment in an effective working condition.
- Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by State law.
- Interest on long-term debt involves the transactions associated with the payment of interest and other related charges to debt of the School District.
- Business-type expenses include all expenses associated with the food service and extracurricular funds.
- "Other" includes depreciation on capital assets that is not allocated to a specific function mentioned above.

**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
UNAUDITED (CONTINUED)**

*Business-Type Activities*

Revenues for the District's business-type activities (food service and extra-curricular programs) were comprised of charges for services and federal and state reimbursements. The food service operation continued to experience major losses as lunch was not served for the entire 2021 school year. The District followed a modified reduced day schedule due to COVID-19. Meals were made available to free and reduced lunch students either by district-run delivery or via parent pick-up. The only revenue received was in the form of reimbursement for free and reduced meals from the State and Federal government and from meals sold to employees. Also, a one-time payment in the amount of \$51k was received from the United States Department of Agriculture to compensate for lost revenues due to the pandemic; this helped resuscitate the finances of the Food Service Fund. Students did return to a full time in-person schedule in September of 2021 with the lunch program resuming, however the Federal government initiated a program where meals were free to all students. The Federal government will provide reimbursement for these meals and an enhanced reimbursement is expected starting in January 2022. It is anticipated that the Food Service program will rebound by the end of 2022

**THE SCHOOL DISTRICT'S FUNDS**

All governmental funds are accounted for using the modified accrual basis of accounting. Totals (excluding Capital Projects) for revenues amounted to \$226,333,546 and expenditures were \$218,792,777. The net change in fund balance was an increase of \$8,569,032. As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. Governmental Funds Revenues and Expenditures (exclusive of Capital Projects) are summarized in Table 4 and Chart 1 below.

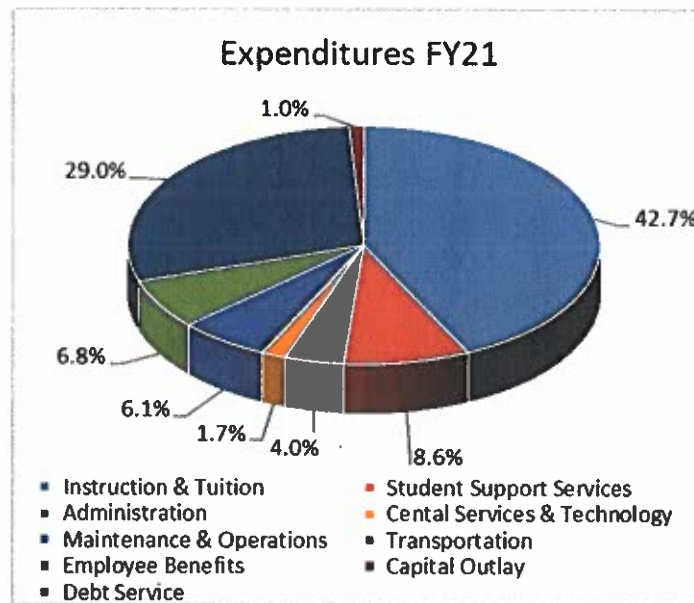
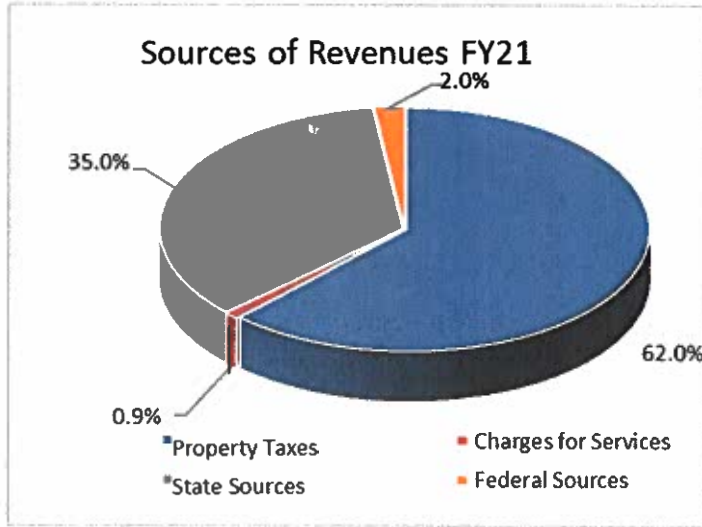
**Table 4  
Governmental Funds Revenues and Expenditures  
(Exclusive of Capital Projects)**

REVENUES:	<u>Amount</u>	<u>Percentage</u>	<u>Increase/(Decrease) from 2020</u>	<u>Percentage Change</u>
Property Taxes	\$140,379,308	62.02	(\$1,383,624)	(0.98)
Charges for Services	\$2,062,956	0.91	\$766,284	59.10
State Sources	79,301,235	35.04	(\$206,937)	(0.26)
Federal Sources	4,590,047	2.03	1,462,531	46.76
<b>Total</b>	<b><u>\$226,333,546</u></b>	<b><u>100.00</u></b>	<b><u>\$638,254</u></b>	<b><u>0.28</u></b>
EXPENDITURES:	<u>Amount</u>	<u>Percentage</u>	<u>Increase/(Decrease) from 2020</u>	<u>Percentage Change</u>
Instruction & Tuition	\$93,463,528	42.72	\$164,898	0.18
Student Support Services	18,881,771	8.63	726,527	4.00
Administration	8,796,298	4.02	148,343	1.72
Central Services & Technology	3,798,679	1.74	161,292	4.43
Maintenance & Operations	13,314,931	6.09	(950,779)	(6.66)
Transportation	14,889,180	6.81	(2,068,410)	(12.20)
Employee Benefits	63,411,394	28.98	5,507,387	9.51
Capital Outlay	2,236,996	1.02	366,900	19.62
Debt Service	-	-	(5,465,250)	(100.00)
<b>Total</b>	<b><u>\$218,792,777</u></b>	<b><u>100.00</u></b>	<b><u>(\$1,409,092)</u></b>	<b><u>(0.64)</u></b>

**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
UNAUDITED (CONTINUED)**

**Chart 1  
Governmental Funds Revenues and Expenditures  
(Exclusive of Capital Projects)**



**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
UNAUDITED (CONTINUED)**

Highlights include the following:

- The decrease in Property Taxes was due to the District no longer receiving taxes for debt service as the serial bonds were paid in full in FY2020. The decrease in state revenue was due to the reduction in Equalization Aid legislated by S2, offset by an increase in on-behalf contributions. The District will lose an additional \$6.7 million in FY22 and a cumulative loss of approximately \$115 million through FY25. The increase in Charges for Services results from adopting GASB 84 as now Student Activity and Scholarship revenues are included here. The increase in Federal sources was a result of coronavirus relief funding.
- Expenses for instruction, tuition and student support services as a group slightly increased from FY20. There was a budgeted reduction of professional positions due to declining enrollment which resulted in an overall decrease in instruction. This was offset by an increase in tuition as tuition during FY20 was lower due to COVID-19 closures.
- It appears that student support services increased, however, the increase is due to GASB 84 which resulted in student activities and scholarships now being included in this figure. Absent the effects of GASB 84, student support services decreased mainly due to lower costs for paraprofessionals as the schedule started out virtual, went to a hybrid cohort-based model and only for the fourth marking period did students return every day. The entire year was on a reduced day schedule.
- The Operations and Maintenance of Plant Services section of the budget decreased primarily due to a significantly lower ESIP payment in FY21 as compared to FY20.
- Transportation costs also decreased from FY20 due to the COVID-19 closures and modified schedules.
- Excluding on-behalf payments, expenses for employee benefits were essentially flat year over year. Normal increases in health care costs were offset by health and social security savings from the reductions in staff. COVID-19 also played a role in the containment of health care costs, as employees were less likely to seek routine medical care and have elective procedures, however that number cannot be quantified.
- Capital Outlay represents mercury remediation and subsequent gym floor replacements at five of the six schools as well as the completion Marlboro High School boiler project and HVAC improvements in the Manalapan High School Auditorium.
- Debt Service decreased as the last payment on serial bonds was made in March of 2020.

### **Capital Projects**

The current budget law limits opportunities to fund high dollar facility needs through the annual school budget or local reserves. The district initially developed a capital referendum that addressed the following four broad areas of need: Modernized Learning Environment, Expanded Utilization of Athletic Facilities, Enhanced Safety and Security, and Infrastructure Maintenance. The initial referendum, which did not receive voter support, was re-offered to the public in November of 2019 as three separate questions and was again defeated. The District scaled down the projects in the referendum to only include the critical infrastructure needs of roofing and paving. This \$14,460,000 question was approved by the public in November 2021. As the District has and will always have additional capital needs outside of this limited-scope referendum, management will continue to evaluate funding alternatives such as through budget appropriation or drawing down on capital reserve funds.

**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
UNAUDITED (CONTINUED)**

**CAPITAL ASSETS**

The District focused its limited resources on mercury remediation and gym floor replacements at five of its six high schools. Work on the door security project, partially funded by the Securing Our Children's Future Bond Act (Alyssa's Law), School Security Grant, commenced in FY21. Construction in Progress decreased as the work on the Manalapan Auditorium and for the Marlboro Boiler were completed. The District made equipment purchases including various technology infrastructure/equipment upgrades, school buses, and buildings and grounds equipment. Table 5 shows the FY21 Capital Asset activity of the District.

**Table 5  
Capital Assets for the Fiscal Year Ended June 30, 2021**

	Beginning Balance	Additions	Transfers or Retirements	Ending Balance
<b>Governmental activities:</b>				
<i>Capital assets not being depreciated:</i>				
Land	\$ 446,488			\$ 446,488
Construction In Progress	1,687,734	\$ 289,264	\$ (1,923,686)	53,312
Total capital assets not being depreciated	2,134,222	289,264	(1,923,686)	499,800
<i>Capital assets being depreciated:</i>				
Site improvements	17,892,228	26,405		17,918,633
Building and improvements	230,787,666	1,626,589	1,923,686	234,337,941
Equipment	23,846,882	419,080	(995,262)	23,270,700
Total capital assets being depreciated	272,526,776	2,072,074	928,424	275,527,274
Total Gross Assets (Memo Only)	274,660,998	2,361,338	(995,262)	276,027,074
Less accumulated depreciation for:				
Site improvements	(9,834,861)	(862,489)		(10,697,350)
Building and improvements	(136,508,234)	(4,768,311)		(141,276,545)
Equipment	(18,938,948)	(1,355,326)	995,262	(19,299,012)
Total accumulated depreciation	(165,282,043)	(6,986,126)	995,262	(171,272,907)
Total capital assets being depreciated, net	107,244,733	(4,914,052)	1,923,686	104,254,367
Government activities capital assets, net	\$ 109,378,955	\$(4,624,788)	\$ -	\$ 104,754,167
<b>Business-type activities:</b>				
<i>Capital assets being depreciated:</i>				
Equipment	\$ 1,050,693	4,643		\$ 1,055,336
Less accumulated depreciation	(666,282)	\$ (46,062)		(712,344)
Enterprise fund capital assets, net	\$ 384,411	\$ (41,419)	\$ -	\$ 342,992

**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
UNAUDITED (CONCLUDED)**

**DEBT ADMINISTRATION**

Among the district's outstanding liabilities at June 30, 2021, \$3,294,742 is for compensated absences, and \$15,588,804 is for obligations under capital leases.

**CONTACTING THE SCHOOL DISTRICT**

This financial report is designed to provide the District's citizens, taxpayers, bond holders, and creditors with a general overview of the District's finances and to show the District's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Assistant Superintendent for Business Administration at Freehold Regional Board of Education, 11 Pine Street, Englishtown, NJ 07726.

Please visit our website at [www.frhsd.com](http://www.frhsd.com)

## **BASIC FINANCIAL STATEMENTS**

The basic financial statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all funds as of June 30, 2021

## **DISTRICT-WIDE FINANCIAL STATEMENTS**

The statement of net position and the statement of activities display information about the District. These statements include the financial activities of the overall district, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the District.



FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2021

	<u>GOVERNMENTAL</u> <u>ACTIVITIES</u>	<u>BUSINESS-TYPE</u> <u>ACTIVITIES</u>	<u>TOTAL</u>
<b>ASSETS:</b>			
Cash and cash equivalents	\$ 46,645,770	\$ 51,989	\$ 46,697,759
Receivables, net	5,167,173	253,648	5,420,821
Inventory		40,573	40,573
Restricted assets:			
Restricted cash and cash equivalents	7,680,457		7,680,457
Capital assets:			
Land and construction in progress	499,800		499,800
Other capital assets, net of depreciation	104,254,367	342,992	104,597,359
Total Assets	<u>164,247,567</u>	<u>689,202</u>	<u>164,936,769</u>
<b>DEFERRED OUTFLOW OF RESOURCES:</b>			
Pension related	<u>6,579,145</u>		<u>6,579,145</u>
<b>LIABILITIES:</b>			
Accounts payable	4,802,408	38,446	4,840,854
Payroll deductions payable	3,635,215		3,635,215
Interfund payable	134,346	26,952	161,298
State unemployment insurance payable	47,562		47,562
Payable to state government	37,591		37,591
Unearned revenue	176,181	94,446	270,627
Other current liabilities	121,968		121,968
Accrued liability for insurance claims	7,820,000		7,820,000
Noncurrent liabilities:			
Due within one year:			
Capital leases payable	2,393,209	127,206	2,520,415
Due beyond one year:			
Compensated absences payable	3,294,742		3,294,742
Capital leases payable	12,802,494	265,894	13,068,388
Net pension liability	39,348,657		39,348,657
Total liabilities	<u>74,614,373</u>	<u>552,944</u>	<u>75,167,317</u>
<b>DEFERRED INFLOW OF RESOURCES:</b>			
Pension related	<u>19,096,486</u>		<u>19,096,486</u>
<b>NET POSITION:</b>			
Net investment in capital assets	90,306,871	96,991	90,403,862
Restricted for:			
Capital projects fund	6,021,951		6,021,951
Other purposes	34,655,934		34,655,934
Unrestricted (deficit)	<u>(53,868,903)</u>	<u>39,267</u>	<u>(53,829,636)</u>
Total net position	<u>\$ 77,115,853</u>	<u>\$ 136,258</u>	<u>\$ 77,252,111</u>

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
JUNE 30, 2021

Functions/Programs	Expenses	Indirect Cost Allocation	Programs Revenues		Net (Expense) Revenue and Changes in Net Position			
			Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total	
<b>Governmental Activities:</b>								
Instruction:								
Regular	\$ 69,451,098	\$ 35,018,164	\$ 221,324	\$ 34,032,788	\$ (70,215,150)	\$	\$ (70,215,150)	
Special	18,196,086	8,388,843		9,690,389	(16,894,540)		(16,894,540)	
Other instruction	6,962,862	3,257,540		3,053,933	(7,166,469)		(7,166,469)	
Support services:								
Tuition	15,945,591				(15,945,591)		(15,945,591)	
Student & instruction related services	22,093,236	8,851,784	1,363,596	9,839,779	(19,741,645)		(19,741,645)	
General administrative services	1,788,656	147,836		26,763	(1,909,929)		(1,909,929)	
School administrative services	8,576,286	4,559,702		4,107,277	(9,028,711)		(9,028,711)	
Central service	1,435,100	432,279		88,121	(1,779,258)		(1,779,258)	
Admin information technology	2,114,178	530,380		52,220	(2,592,338)		(2,592,338)	
Plant operations and maintenance	12,638,038	1,818,334		379,898	(14,076,474)		(14,076,474)	
Pupil transportation	12,082,206	1,899,559		252,612	(13,729,153)		(13,729,153)	
Unallocated benefits	63,596,885	(63,596,885)						
Interest on long-term debt	8,101				(8,101)		(8,101)	
Unallocated depreciation	6,986,126	(1,307,536)			(5,678,590)		(5,678,590)	
Total governmental activities	241,874,649	(1,307,536)	1,584,920	61,523,780	(178,765,949)		(178,765,949)	
<b>Business-type activities:</b>								
Food service	402,686		18,105	130,061		(254,520)	(254,520)	
Extra-curricular	110,152		110,152					
Total business-type activities	512,838		128,257	130,061		(254,520)	(254,520)	
Total primary government	\$ 242,387,487		\$ 1,713,177	\$ 61,653,841	\$ (178,765,949)	\$ (254,520)	\$ (179,020,469)	
<b>General Revenues:</b>								
<b>Taxes:</b>								
Property taxes, levied for general purposes, net					\$ 140,379,308	\$	\$ 140,379,308	
Federal and state aid not restricted					45,440,258		45,440,258	
Federal and state aid restricted					144,564		144,564	
Miscellaneous income					76,611		76,611	
Total general revenues					186,040,741		186,040,741	
Change in net position					7,274,792	(254,520)	7,020,272	
Net Position - beginning (as restated)					69,841,061	390,778	70,231,839	
Net Position ending					\$ 77,115,853	\$ 136,258	\$ 77,252,111	

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

**MAJOR FUND FINANCIAL STATEMENTS**

The Individual Fund financial statements and schedules present more detailed information for the individual fund in a format that segregates information by fund type.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2021

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	TOTAL GOVERNMENTAL FUNDS
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 52,274,419	\$ 1,724,760	\$ 196,688	\$ 54,195,867
Cash with fiscal agents	130,360			130,360
Other receivables	105,756	6,964		112,720
Due from other funds	3,251,525		3,606	3,255,131
Receivables from other governments	4,390,611	566,766	97,076	5,054,453
	<u>60,152,671</u>	<u>2,298,490</u>	<u>297,370</u>	<u>62,748,531</u>
<b>Total assets</b>				
<b>LIABILITIES AND FUND BALANCES:</b>				
<b>Liabilities:</b>				
Accounts payable	1,793,448	197,079	3,606	1,994,133
Payroll Deductions Payable	3,635,215			3,635,215
State Unemployment Insurance Payable	47,562			47,562
Payable to state government		37,591		37,591
Interfund payables	3,226,598	162,879		3,389,477
Unearned revenue		176,181		176,181
Other current liabilities	121,968			121,968
Accrued liability for insurance claims	7,820,000			7,820,000
	<u>16,644,791</u>	<u>573,730</u>	<u>3,606</u>	<u>17,222,127</u>
<b>Total liabilities</b>				
<b>Fund balances:</b>				
<b>Restricted:</b>				
Capital Reserve Account	6,021,951			6,021,951
Emergency Reserve Account	8,302			8,302
Maintenance Reserve Account	1,519,844			1,519,844
Excess Surplus designated for subsequent years expenditures	14,505,870			14,505,870
Excess surplus	13,303,766			13,303,766
Capital Projects fund			293,764	293,764
State Unemployment Insurance	1,072,680			1,072,680
Student Activities		917,505		917,505
Scholarships		807,255		807,255
<b>Assigned:</b>				
Designated for subsequent years expenditures	1,982,205			1,982,205
Encumbrances	526,439			526,439
SEMI/FFCRA - designated for subsequent year expenditure	12,068			12,068
Unassigned	4,554,755			4,554,755
	<u>43,507,880</u>	<u>1,724,760</u>	<u>293,764</u>	<u>45,526,404</u>
<b>Total fund balances</b>				
<b>Total liabilities and fund balances</b>	<u>\$ 60,152,671</u>	<u>\$ 2,298,490</u>	<u>\$ 297,370</u>	<u>\$ 62,748,531</u>

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2021

Total Fund Balances (Brought Forward)	\$	45,526,404
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.		
Cost of Assets	\$ 276,027,074	
Accumulated Depreciation	<u>(171,272,907)</u>	104,754,167
Long term liabilities, including bonds payable, and other related amounts that are not due and payable in the current period and therefore are not reported as liabilities in the funds.		
Net Pension Expense	(39,348,657)	
Compensated Absences	(3,294,742)	
Capital Lease Payable	<u>(15,195,704)</u>	(57,839,103)
Deferred Outflows and Inflows of resources are applicable to future periods and therefore are not reported in the funds.		
Deferred Outflows:		
Pension related	\$ 3,770,871	
Employer Contribution related to pensions	<u>2,808,275</u>	
	6,579,146	6,579,146
Deferred Inflows:		
Pension related		(19,096,486)
Certain liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds.		
Accounts Payable - Pension Related	<u>(2,808,275)</u>	<u>(2,808,275)</u>
Net Position of Governmental Activities	\$	<u><u>77,115,853</u></u>

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	TOTAL GOVERNMENTAL FUNDS
<b>REVENUES:</b>				
Local sources:				
Local Tax Levy	\$ 140,379,308	\$	\$	140,379,308
Tuition From Individuals	5,027			5,027
Tuition -LEAs Within State	3,712			3,712
Tuition - Other Governmental Sources Within State	75,890			75,890
Tuition - Other LEAs Outside the State	61,159			61,159
Transportation Fees Other LEA's	75,536			75,536
Unrestricted Miscellaneous Revenue	73,555			73,555
Interest Earned on Emergency Reserve	111			111
Interest Earned on Maintenance Reserve	653			653
Interest Earned on Capital Reserve Funds	2,292			2,292
Other Restricted Miscellaneous Revenue	200,469	1,564,552		1,765,021
Total - local sources	140,877,712	1,564,552		142,442,264
State sources	79,120,252	180,983	97,076	79,398,311
Federal sources	127,967	4,462,080		4,590,047
Total revenues	220,125,931	6,207,615	97,076	226,430,622
<b>EXPENDITURES:</b>				
Current expense:				
Regular instruction	55,192,589	1,438,292		56,630,881
Special instruction	13,242,193	1,883,259		15,125,452
Other instruction	5,761,604			5,761,604
Support services:				
Tuition	15,945,591			15,945,591
Student & instruction related services	15,842,726	3,039,045		18,881,771
General administrative services	1,835,642			1,835,642
School administrative services	6,960,656			6,960,656
Central service	1,591,179			1,591,179
Administrative information technology services	2,207,500			2,207,500
Plant operations and maintenance	13,314,931			13,314,931
Pupil transportation	14,889,180			14,889,180
Unallocated benefits	63,411,394			63,411,394
Capital outlay	2,148,187	88,809	132,443	2,369,439
Total expenditures	212,343,372	6,449,405	132,443	218,925,220
Excess (deficiency) of revenues over (under) expenditures	7,782,559	(241,790)	(35,367)	7,505,402
Other financing sources (uses):				
Transfer	1,028,263		(1,028,263)	
Total other financing sources (uses)	1,028,263		(1,028,263)	
Net change in fund balances	8,810,822	(241,790)	(1,063,630)	7,505,402
Fund balances, July 1, 2020 (as restated)	34,697,058	1,966,550	1,357,394	38,021,002
Fund balances, June 30, 2021	\$ 43,507,880	\$ 1,724,760	\$ 293,764	\$ 45,526,404

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

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

Total net change in fund balances - governmental funds (from B-2)	\$	7,505,402
<p>Amounts reported for governmental activities in the statement of activities (A-2) are different because:</p> <p>Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.</p>		
Depreciation expense		(6,986,126)
Capital outlays	\$ 2,369,439	
Less: Capital Outlays not capitalized	<u>(8,101)</u>	2,361,338
<p>Repayment of long-term debt is 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.</p>		
Payment of capital lease payable		2,357,651
<p>District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.</p>		
District pension contributions	2,639,629	
Less: Pension expense	<u>(417,611)</u>	2,222,018
<p>In the statement of activities, contributed capital assets are reflected in the activity in which they are utilized whereas in the governmental funds, they are reflected as an expense. The change in net assets on the statement of activities must therefore reflect this contribution as a transfer</p> <p>In the statement of activities, certain expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-). When the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).</p>		
		<u>(185,491)</u>
Change in net position of governmental activities (A-2)	\$	<u><u>7,274,792</u></u>

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

**OTHER FUNDS**



FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
COMBINING STATEMENT OF NET POSITION  
PROPRIETARY FUNDS - ENTERPRISE FUNDS  
JUNE 30, 2021

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND</u>		
	<u>FOOD SERVICE</u>	<u>EXTRA-CURRICULAR</u>	
	<u>FUND</u>	<u>FUND</u>	<u>TOTAL</u>
<b>ASSETS:</b>			
<b>Current assets:</b>			
Cash and cash equivalents	\$ 51,989	\$	\$ 51,989
Accounts receivable:			
State	422		422
Federal	60,712		60,712
Other	4,265	26,952	31,217
Interfund receivable	161,297		161,297
Inventories	40,573		40,573
	<hr/>	<hr/>	<hr/>
Total current assets	319,258	26,952	346,210
<b>Noncurrent assets:</b>			
Furniture, machinery and equipment	1,055,337		1,055,337
Less accumulated depreciation	(712,345)		(712,345)
	<hr/>	<hr/>	<hr/>
Total noncurrent assets	342,992		342,992
	<hr/>	<hr/>	<hr/>
Total assets	662,250	26,952	689,202
<b>LIABILITIES:</b>			
<b>Current liabilities:</b>			
Accounts payable	38,446		38,446
Interfund Payables		26,952	26,952
Lease payable	393,100		393,100
Unearned revenue	94,446		94,446
	<hr/>	<hr/>	<hr/>
Total current liabilities	525,992	26,952	552,944
<b>NET POSITION:</b>			
Net investment in capital assets	96,991		96,991
Unrestricted	39,267		39,267
	<hr/>	<hr/>	<hr/>
Total net position	\$ 136,258	\$	\$ 136,258

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND</u>		
	<u>FOOD SERVICE</u>	<u>EXTRA-CURRICULAR</u>	
	<u>FUND</u>	<u>FUND</u>	<u>TOTAL</u>
OPERATING REVENUES:			
Charges for services:			
Daily sales - non-reimbursable programs	\$ 12,431	\$	\$ 12,431
Special functions	5,674		5,674
Fees - individuals		110,152	110,152
	<u>18,105</u>	<u>110,152</u>	<u>128,257</u>
Total operating revenues			
OPERATING EXPENSES:			
Cost of sales - reimbursable programs	83,687		83,687
Cost of sales - non-reimbursable programs	25,827		25,827
Salaries and benefits	191,930	101,895	293,825
Supplies and materials	599		599
Management fee	4,371		4,371
Miscellaneous	35,246	8,257	43,503
Depreciation	46,063		46,063
Lease purchase interest	14,963		14,963
	<u>402,686</u>	<u>110,152</u>	<u>512,838</u>
Total operating expenses			
Operating (loss)	<u>(384,581)</u>		<u>(384,581)</u>
NONOPERATING REVENUES (EXPENSES):			
State Sources			
State school lunch program	1,874		1,874
Federal Sources			
National school lunch program	39,280		39,280
School breakfast program	21,531		21,531
Emergency Operational Costs			
Reimbursement Program	51,784		51,784
National food distribution commodities	15,592		15,592
Total nonoperating revenues (expenses)	<u>130,061</u>		<u>130,061</u>
Income (loss) before contributions and transfers	<u>(254,520)</u>		<u>(254,520)</u>
Change in net position	(254,520)		(254,520)
Total net position - beginning	<u>390,778</u>		<u>390,778</u>
Total net position - ending	<u>\$ 136,258</u>	<u>\$</u>	<u>\$ 136,258</u>

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
COMBINING STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS - ENTERPRISE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND</u>		<u>TOTAL</u>
	<u>FOOD SERVICE FUND</u>	<u>EXTRA-CURRICULAR FUND</u>	
Cash flows from operating activities:			
Receipts from customers	\$ (11,217)	\$ 48,510	\$ 37,293
Payments to employees	(182,837)	(101,895)	(284,732)
Payments for employee benefits	(9,092)		(9,092)
Payments to suppliers	(98,600)	(8,257)	(106,857)
	<u>(301,746)</u>	<u>(61,642)</u>	<u>(363,388)</u>
Net cash provided by (used for) operating activities			
Cash flows from noncapital financing activities:			
State sources	5,333		5,333
Federal sources	60,430		60,430
Operating subsidies and transfers to other funds	321,411	61,642	383,053
	<u>387,174</u>	<u>61,642</u>	<u>448,816</u>
Net cash provided by noncapital financing activities			
Cash flows from capital and related financing activities:			
Capital lease payment	(123,626)		(123,626)
Purchases of capital assets	(4,643)		(4,643)
	<u>(128,269)</u>		<u>(128,269)</u>
Net cash provided by (used for) capital and related financing activities			
Net increase (decrease) in cash and cash equivalents	(42,841)		(42,841)
Cash and cash equivalents, July 1, 2020	94,830		94,830
Cash and cash equivalents, June 30, 2021	<u>\$ 51,989</u>	<u>\$</u>	<u>\$ 51,989</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities			
Operating income (loss)	\$ (384,581)	\$	\$ (384,581)
Adjustments to reconciling operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation	46,063		46,063
Federal commodities	15,592		15,592
Change in assets and liabilities:			
(Increase) decrease in accounts receivable, net	(1,409)	(26,952)	(28,361)
Increase (decrease) in unearned revenue	(27,912)		(27,912)
Increase (decrease) in accounts payable	38,281	(34,690)	3,591
(Increase) decrease in inventories	12,220		12,220
	<u>82,835</u>	<u>(61,642)</u>	<u>21,193</u>
Net cash provided by (used for) operating activities	<u>\$ (301,746)</u>	<u>\$ (61,642)</u>	<u>\$ (363,388)</u>

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

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**Reporting Entity**

The Freehold Regional High School District is a Type II District located in Monmouth County, New Jersey. The School District is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board of Education of the Freehold Regional High School District, comprised of nine elected individuals, is the primary governing authority of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

The primary criterion for including activities within the District's reporting entity, are set forth in Statement No. 39 of the Governmental Accounting Standards Board entitled "*Determining Whether Certain Organizations are Component Units*" (GASB 39), as codified in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards.

Organizations that are legally separate, tax-exempt entities and meet *all* of the following criteria should be discretely presented as component units. These criteria are:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government
2. The primary government, or its component unit, is entitled to, or has the ability to otherwise access, a majority of the economic resources of the organization
3. The economic resources received or held by an *individual organization* that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Reporting Entity (Continued)**

The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District include six High Schools. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

**Basis of Presentation**

The District's basic financial statements consist of District-wide statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

*District-wide Statements:* The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the overall District. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish generally between the governmental and business-type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of net assets presents the financial condition of the governmental and business-type activities of the District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirement of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the District.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Basis of Presentation (Continued)**

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

**Governmental Funds**

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

As required by the New Jersey State Department of Education, the District includes budgeted capital outlay in this fund. U.S. Generally Accepted Accounting Principles 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, district taxes, and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to the current expense by Board resolution; in certain instances approval by the County Superintendent of Schools may also be required.

**Special Revenue Fund** The special revenue fund is used to account for the proceeds of specific revenue sources from State and Federal Government (other than those for major capital projects, debt service or proprietary funds) and local appropriations that are legally restricted to expenditures for specified purposes.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Capital Projects Funds** The capital projects fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

**Debt Service Fund** The debt service fund is used to account for the accumulation of resources for, and the payment of principal and interest on debt issued to finance major property acquisition, construction and improvement programs.

**Proprietary Funds**

**Enterprise Fund** The enterprise fund accounts for all revenues and expenses pertaining to the District's Food Service and Extra-Curricular (Ice Hockey) program operations. These funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (*i.e.*, expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

**Recently Adopted Accounting Pronouncements**

Beginning with the year ended June 30, 2021, the District has implemented GASB Statement 84, *Fiduciary Activities*. The objective of this new Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Recently Adopted Accounting Pronouncements (Continued)**

An activity meeting the criteria should be reported in a fiduciary fund in the basic financial statements. Governments with activities meeting the criteria should present a statement of fiduciary net position and a statement of changes in fiduciary net position. An exception to that requirement is provided for a business-type activity that normally expects to hold custodial assets for three months or less.

As a result of the implementation of this Statement, the New Jersey Department of Education has made the following determinations as to the reporting of certain funds which, in prior years, have been reported as Fiduciary Activities:

<u>Activity</u>	Prior to implementation of <u>GASB 84</u>	After Implementation of <u>GASB 84</u>
Student Activity Funds	Fiduciary Fund	Special Revenue Fund
Scholarship Funds	Fiduciary Fund	Special Revenue Fund
Payroll Agency Funds	Fiduciary Fund	General Fund
State Unemployment Compensation Fund	Fiduciary Fund	General Fund

**Basis of Accounting-Measurement Focus**

Basis of accounting determines when transactions are recorded in the financial records and reported in the financial statements.

District-wide and Proprietary: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation for expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available.



**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Basis of Accounting-Measurement Focus (Continued)**

The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied. Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transactions can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from the issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

**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 for approval. In accordance with P.L. 2011, c. 202, which became effective January 17, 2012, the District elected to move the school Board election to the date of the November general election thereby eliminating the vote on the annual base budget. 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. Expenditures may not legally exceed budgeted appropriations at the line item level. All budget amendments and transfers must be approved by School Board resolution.

All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Appropriations, except remaining project appropriations, encumbrances, and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures. Formal budgetary integration into the accounting system is employed as a management control device during the fiscal year.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles (GAAP) with the exception of the legally mandated (N.J.S.A. 18A:22-44.2) revenue recognition of one or more deferred State Aid payments for budgetary purposes only due to the State deferral of such payments into the subsequent budget year and the accounting treatment of encumbrances in the special revenue fund as described 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 recognized 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 records.

**Encumbrance Accounting**

Under encumbrance accounting purchase orders, contracts and other commitments for the expenditures 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 for which the District has received advances are reflected in the balance sheet as unearned revenues at fiscal year-end.

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

**Interfunds**

Interfund receivables and payables arise from transactions between particular funds and are considered short term in duration. The interfund transactions are recorded by all funds affected in the period in which the transactions are executed and are part of the district's available spendable resources.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Inventories and Prepaid Expenses**

Inventories of materials and supplies held for consumption in the governmental funds are recorded as expenditures at the time of purchase and year end balances are not reported in the financial statements.

Inventories of food and/or supplies in the food service fund are recorded at cost on a first-in, first-out basis or, in the case of Food Distribution Commodities, at stated value which approximates market.

Prepaid expenses which benefit future periods, other than those recorded in the enterprise fund, are recorded as expenditures in the year of purchase.

**Capital Assets**

The District has an established formal system of accounting for its capital assets. Capital Assets used for governmental purposes, which include land, buildings and improvements and furniture and equipment, are only reported in the district-wide financial statements. The District generally defines capital assets as assets with an initial cost of \$2,000 or more and an estimated useful life in excess of one year. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

In fiscal year 2016, the District implemented GASB 72. The objective of this Statement is to improve financial reporting by clarifying the definition of fair value for financial reporting purposes, establishing general principles for measuring fair value, providing additional fair value application guidance, and enhancing disclosures about fair value measurements. These improvements are based in part on the concepts and definitions established in Concepts Statement No. 6, Measurement of Elements of Financial Statements, and other relevant literature.

Capital assets are depreciated in the district-wide statements using the straight-line method over the following estimated useful lives:

	<u>Estimated Life</u>
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office and computer equipment	10
Instructional equipment	10
Grounds equipment	15

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Compensated Absences**

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy and/or collective bargaining unit contracts. Benefits are paid upon termination.

The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments.

For the district-wide statements, the current portion is the amount estimated to be used in the following year. For the governmental funds in the fund financial statements, a liability is reported only for to the extent of the amount actually due at year end as a result of employee resignations/retirements. Compensated absences are a reconciling item between the fund level and district-wide presentations.

**Fund Equity**

Fund balance restrictions are used to indicate that portion of the fund balance that is not available for expenditures or is legally segregated for a specific future use. Designation of portions of the fund balances are established to indicate tentative plans for financial utilization in a future period. The unassigned fund balances represent the amount available for future budgetary operations.

**Unearned Revenue**

Unearned revenue in the General, Special Revenue and Proprietary funds represents funds which have been received but not yet earned.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Accrued Liabilities and Long-Term Obligations**

All payables, accrued liabilities, and long-term obligations are reported on the district-wide financial statements. In general, governmental 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, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Long term debt is recognized as a liability on the fund financial statements when due.

**Net Position**

In accordance with GASB 63, Net Position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

**Fund Balance Reserves**

The District has implemented GASB Statement 54, "Fund Balance Reporting and Governmental Fund Type Definitions". This statement modifies fund balance reporting and clarifies fund type definitions. This Statement aims to enhance the usefulness of fund balance information by providing clearer fund balance clarifications that can be applied more consistently.

Under the new standard, in the fund financial statements, governmental funds report the following classifications of fund balance:

Nonspendable – includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Fund Balance Reserves (Continued)**

Restricted - includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation. The District reports the Capital Reserve, Maintenance Reserve, Emergency Reserve, State Unemployment Insurance, Student Activities and Excess Surplus as Restricted Fund Balance.

Committed - includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District's highest level of decision making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Education. The District does not report any Fund Balance in this category

Assigned - includes amounts that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the District's policy, amounts may be assigned by the Business Administrator. The District reports Year End Encumbrances and Designated for Subsequent Years Expenditures as Assigned Fund Balance.

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

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balance are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed.

**Revenues Exchange and Non-exchange Transactions**

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

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Revenues Exchange and Non-exchange Transactions (Continued)**

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, income taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from property taxes is recognized in the period in which the income is earned. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specific purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

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

**Operating Revenues and Expenses**

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise fund. For the District, these revenues are sales in the Enterprise Funds. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the enterprise fund.

**Allocation of Indirect Expenses**

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses are allocated to functions but are reported separately in the Statement of Activities. Employee benefits, including the employer's share of social security, workers compensation, and medical and dental benefits, were allocated based on salaries of the program. Depreciation expense, where practicable, is specifically identified by function and is included in the indirect expense column of the Statement of Activities. Depreciation expense that could not be attributed to a specific function is considered an indirect expense and is reported separately on the Statement of Activities.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Extraordinary and Special Items**

Extraordinary items are transactions or events that are unusual in nature and infrequent of occurrence. Special items are transactions or events that are within control of management and are either unusual in nature or infrequent in occurrence. Neither of these types of transactions occurred during the fiscal year.

**Management Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

**Accounting and Financial Reporting for Pensions**

In the District-Wide Financial Statements for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the District's proportionate share of the New Jersey Public Employees Retirement System ("PERS") and the Teachers' Pension and Annuity Fund ("TPAF") and the additions to/deductions from these retirement systems' fiduciary net position have been determined on the same basis as they were reported by PERS and 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.

In the Governmental Fund Financial Statements, the year end Net pension liability is not required to be reflected. Pension related revenues and expenditures are reflected based on amounts that are normally expected to be liquidated with available financial resources for required pension contributions. Expenditures for PERS are recognized based upon billings made by the State of New Jersey due April 1<sup>st</sup> of each fiscal year. TPAF contributions are paid on the District's behalf by the State of New Jersey. The Governmental Fund Financial Statements reflect both a revenue and expenses for this pension contribution.



**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Currently, the District has one item that qualifies for reporting in this category, deferred amounts related to pensions.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has one item that qualifies as a Deferred Inflow. Deferred amounts related to pensions.

**NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS**

The Board considers petty cash, change funds, cash in banks, and short term investments with original maturities of three months or less as cash and cash equivalents. Investments are stated at cost, which approximates market.

**Deposits**

New Jersey statutes permit the deposit of public funds in public depositories which are located in New Jersey and which meet the requirements of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA requires a bank that accepts public funds to be a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also require public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. Each depository participating in the GUDPA system must pledge collateral equal to 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of 75% of its capital funds. No collateral is required for amounts covered by FDIC insurance. The collateral which may be pledged to support these deposits includes obligations of the State and federal governments, insured securities and other collateral approved by the Department. When the capital position of the depository deteriorates or the depository takes an unusually large amount of public deposits, the Department of Banking and Insurance requires additional collateral to be pledged. Under (GUDPA), 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 the deposits to the governmental unit.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)**

**Deposits**

The Freehold Regional High School District had the following cash and cash equivalents at June 30, 2021:

<u>Fund Type</u>	<u>Amount</u>
Cash in Bank:	
Governmental Funds	\$ 57,008,167
Proprietary Funds	72,513
Total Cash in Bank	\$ <u>57,080,680</u>
Less: Reconciling Items	<u>(2,702,464)</u>
	<u>\$ 54,378,216</u>

**Custodial Credit Risk - Deposits** - Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The District does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of June 30, 2021, based upon the coverage provided by FDIC and NJGUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on balance in the bank of \$57,080,680, \$750,000 was covered by Federal Depository Insurance, and \$56,330,680 was covered under the provisions of NJGUDPA.

**Investments**

The types of investments which may be purchased by the District are strictly limited by the express authority of the N.J.S.A. 18A:20-37 Education, Administration of School Districts. Permitted investments include any of the following type of securities:

1. Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a1 et seq., and operated in accordance with 17 C.F.R. § 270.2a7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:20-37. These funds are also required to be rated by a nationally recognized statistical rating organization.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)**

**Investments (Continued)**

3. Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located.
5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Investment of the Department of Treasury for investment by School Districts;
6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:20-37. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.
7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 C. 52:18A-90.4); or
8. Agreements for the repurchase of fully collateralized securities if:
  - a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;
  - b. the custody of collateral is transferred to a third party;
  - c. the maturity of the agreement is not more than 30 days;
  - d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 C. 17:1941); and
  - e. a master repurchase agreement providing for the custody and security of collateral is executed.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)**

**Investments (Continued)**

Based upon the limitations set forth by New Jersey Statutes 40A:5-15.1, the District is generally not exposed to credit risks and interest rate risks for its investments, nor is it exposed to foreign currency risk for its deposits and investments.

**NOTE 3: RECEIVABLES**

Receivables at June 30, 2021 are listed below. All receivables are considered collectible in full. A summary of the principal items of governmental receivables follows:

	<u>Governmental Financial Statements</u>	<u>District-Wide Financial Statements</u>
State Aid	\$4,477,028	\$ 4,477,028
Federal Aid	577,425	577,425
Interfunds	3,255,131	
Other	112,720	112,720
Gross Receivables	<u>8,422,304</u>	<u>5,167,173</u>
Less: Allowance for Uncollectibles		-
Total Receivables, Net	<u><u>\$8,422,304</u></u>	<u><u>\$5,167,173</u></u>

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 4: CAPITAL ASSETS**

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

	Beginning Balance	Additions	Transfers or Retirements	Ending Balance
<b>Governmental activities:</b>				
<i>Capital assets not being depreciated:</i>				
Land	\$ 446,488			\$ 446,488
Construction In Progress	1,687,734	\$ 289,264	\$ (1,923,686)	53,312
Total capital assets not being depreciated	<u>2,134,222</u>	<u>289,264</u>	<u>(1,923,686)</u>	<u>499,800</u>
<i>Capital assets being depreciated:</i>				
Site improvements	17,892,228	26,405		17,918,633
Building and improvements	230,787,666	1,626,589	1,923,686	234,337,941
Equipment	23,846,882	419,080	(995,262)	23,270,700
Total capital assets being depreciated	<u>272,526,776</u>	<u>2,072,074</u>	<u>928,424</u>	<u>275,527,274</u>
Total Gross Assets (Memo Only)	274,660,998	2,361,338	(995,262)	276,027,074
Less accumulated depreciation for:				
Site improvements	(9,834,861)	(862,489)		(10,697,350)
Building and improvements	(136,508,234)	(4,768,311)		(141,276,545)
Equipment	(18,938,948)	(1,355,326)	995,262	(19,299,012)
Total accumulated depreciation	<u>(165,282,043)</u>	<u>(6,986,126)</u>	<u>995,262</u>	<u>(171,272,907)</u>
Total capital assets being depreciated, net	107,244,733	(4,914,052)	1,923,686	104,254,367
Government activities capital assets, net	<u>\$ 109,378,955</u>	<u>\$(4,624,788)</u>	<u>\$ -</u>	<u>\$ 104,754,167</u>
<b>Business-type activities:</b>				
<i>Capital assets being depreciated:</i>				
Equipment	\$ 1,050,693	4,643		\$ 1,055,336
Less accumulated depreciation	(666,282)	\$ (46,062)		(712,344)
Enterprise fund capital assets, net	<u>\$ 384,411</u>	<u>\$ (41,419)</u>	<u>\$ -</u>	<u>\$ 342,992</u>

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 4: CAPITAL ASSETS (CONTINUED)**

Depreciation expense was charged to functional expenses areas of the District as follows:

<u>Function</u>	<u>Amount</u>
Regular Instruction	\$ 113,111
Other Instruction	3,326
Student & Instruction Related Services	32,940
General Administrative Services	1,137
School Administrative Services	5,035
Central Service	3,777
Administrative Technology	293,565
Plant, Operations & Maintenance	94,604
Pupil Transportation	760,041
Unallocated	<u>5,678,590</u>
	<u>\$ 6,986,126</u>

**NOTE 5: LONG-TERM LIABILITIES**

Bonds are issued by the District pursuant to the provisions of Title 18A, Education, of the New Jersey Statutes and are required to be approved by the voters of the municipality through referendum. The proceeds of bonds are recorded in the Capital Projects Fund and are restricted to the use for which they were approved in the bond referendum. All bonds are retired in annual installments within the statutory period of usefulness.

School Bonds issued by the District are entitled to and benefit from the provision of the New Jersey School Board Reserve Act P.L. 1980 c.72. Basically, funds are held by the State of New Jersey within its State Fund for the Support of Free Public Schools as a school bond reserve pledged by law to secure payment of principal and interest due on such bonds in the event of the inability of the issuer to make payments.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 5: LONG-TERM LIABILITIES (CONTINUED)**

The following is a summary of transactions that affect long-term liabilities for the year ended June 30, 2021:

Governmental Activities:

	Balance June 30, <u>2020</u>	<u>Additions</u>	<u>Reductions</u>	Balance June 30, <u>2021</u>	Amounts due Within <u>one year</u>
Compensated Absences	\$ 3,109,251	\$ 185,491		\$ 3,294,742	
Capital Leases Payable	17,553,355		2,357,651	15,195,704	\$ 2,393,209
Pension Liability	<u>44,931,347</u>		<u>5,582,690</u>	<u>39,348,657</u>	
<b>Total</b>	<b><u>\$65,593,953</u></b>	<b><u>\$185,491</u></b>	<b><u>\$7,940,341</u></b>	<b><u>\$57,839,103</u></b>	<b><u>\$2,393,209</u></b>

Business-Type Activities

	Balance June 30, <u>2020</u>	<u>Additions</u>	<u>Reductions</u>	Balance June 30, <u>2021</u>	Amounts due Within <u>one year</u>
Capital Leases Payable	<u>\$ 516,726</u>	<u>\$ -</u>	<u>\$ 123,626</u>	<u>\$ 393,100</u>	<u>\$ 127,206</u>
<b>Total</b>	<b><u>\$ 516,726</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 123,626</u></b>	<b><u>\$ 393,100</u></b>	<b><u>\$ 127,206</u></b>

**Bonds Authorized But Not Issued**

As of June 30, 2021, the District had no Bonds Authorized but not issued.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 5: LONG-TERM LIABILITIES (CONTINUED)**

**Capital Leases Payable**

The District is leasing various equipment and improvements totaling \$25,192,000 as follows:

<u>Description</u>	<u>Date</u>	<u>Term</u>	<u>Interest Rate</u>	<u>Amount</u>
District Wide Energy Savings Improvement Plan	12/31/13	15 Years	2.690%	\$17,498,000
School Buses, Technology and Copiers	7/15/16	5 Years	1.290%	\$3,052,000
School Buses, Technology and Buildings and Grounds Equipment	7/15/17	5 Years	1.680%	\$2,560,000
School Buses, Technology, Cafeteria, and Buildings and Grounds Equipment	7/15/18	5 Years	2.896%	\$2,082,000

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

<u>Fiscal Year Ended June 30,</u>	<u>Governmental Activities</u>	<u>Business-Type Activities Food Service Fund</u>
2022	\$ 2,778,054	\$ 138,589
2023	2,180,071	138,589
2024	1,678,699	138,589
2025	1,401,838	
2026	1,440,619	
2027-2031	7,728,615	
Total Minimum Lease Payments	17,207,896	415,767
Less: Amount Representing Interest	2,012,192	22,667
Present Value of Lease Payments	\$ 15,195,704	\$ 393,100



**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 5: LONG-TERM LIABILITIES (CONTINUED)**

**Operating Leases**

The District has a commitment to lease building space, and a parking lot under an operating lease that expires on June 30, 2021. The District also has operating leases for copiers and postage machines that expire on various dates over the next five years. The total operating lease payments made during the year ended June 30, 2021 were \$240,626.

Future minimum lease payments are as follows:

2022	\$329,077
2023	353,750
2024	383,554
2025	391,561
2026	<u>395,890</u>
Total	<u>\$1,853,832</u>

**NOTE 6: PENSION PLANS**

**Description of Plans**

All required employees of the District are covered by the Public Employees' Retirement System, the Teachers' Pension and Annuity Fund or the Defined Contribution Retirement Program which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of each system will be assumed by the State of New Jersey should the system terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for each of the above systems. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625 or online at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 6: PENSION PLANS**

**Description of Plans (Continued)**

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

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

**Defined Contribution Retirement Program (DCRP)** The Defined Contribution Retirement Program (DCRP) was established under the provision of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 to provide coverage elected and certain appointed officials, effective July 1, 2007. Membership is mandatory for such individuals with vesting occurring after one year of membership.

**Significant Legislation**

Effective June 28, 2011, P.L. 2011, c. 78 enacted certain changes in the operations and benefit provisions of the TPAF and the PERS systems.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 6: PENSION PLANS (CONTINUED)**

**Pension Plan Design Changes**

Effective June 28, 2011, P.L. 2011, c. 78, new members of TPAF and PERS, hired on or after June 28, 2011, will need 30 years of creditable service and have attained the age of 65 for receipt of the early retirement benefit without a reduction of 1/4 of 1% for each month that the member is under age 65. New members will be eligible for a service retirement benefit at age 65.

**Funding Changes**

Under the new legislation, the methodology for calculating the unfunded accrued liability payment portion of the employer's annual pension contribution to the PERS, and TPAF. The unfunded actuarial accrued liability (UAAL) will be amortized for each plan over an open-ended 30 year period and paid in level dollars. Beginning with the July 1, 2019 actuarial valuation (July 1, 2018 for PFRS), the UAAL will be amortized over a closed 30 year period until the remaining period reaches 20, when the amortization period will revert to an open-ended 20 year period.

**COLA Suspension**

The payment of automatic cost-of-living adjustment to current and future retirees and beneficiaries are suspended until reactivated as permitted by this law.

**Vesting and Benefit Provisions** The vesting and benefit provisions of PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after ten years of service, except for post-retirement healthcare benefits that vest after 25 years of service.

Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

**Contribution Requirements** The contribution policy is set by N.J.S.A. 43:15A and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. As of April 1, 2018 employee contributions rates were increased to 7.50%

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 6: PENSION PLANS (CONTINUED)**

Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of TPAF (i.e., the State of New Jersey makes the employer contribution on behalf of public school districts).

Three Year Trend Information for PERS

<u>Year Ended June 30,</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
2021	\$2,639,629	100%	\$2,639,629
2020	\$2,425,575	100%	\$2,425,575
2019	\$2,550,635	100%	\$2,550,635

Three Year Trend Information for TPAF (On-Behalf)

<u>Year Ended June 30,</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
2021	\$21,428,184	100%	-0-
2020	\$16,447,694	100%	-0-
2019	\$14,884,315	100%	-0-

In accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District for the years ended June 30, 2021, 2020 and 2019 \$5,654,877, \$5,677,663, and \$5,606,650, respectively for the employer's share of social security contributions for TPAF members, as calculated on their base salaries.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**

**Public Employees Retirement System (PERS)**

At June 30, 2021, the District reported a liability of \$39,348,657.00 for its proportionate share of the net pension liability. 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 District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2020, the District's proportion was 0.2412934827 percent, which was an decrease of 0.0080690592 percent from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the District recognized pension expense of \$417,611.00 in the district-wide financial statements. This pension expense was based on the pension plans June 30, 2020 measurement date.

At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$716,474	\$139,154
Changes of assumptions	1,276,515	16,475,655
Net difference between projected and actual earnings on pension plan investments	1,344,969	
Changes in proportion and differences between District contributions and proportionate share of contributions	432,912	2,481,677
District contributions subsequent to the measurement date	<u>2,808,275</u>	
	<u>\$6,579,145</u>	<u>\$19,096,486</u>

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(Continued)**

**Public Employees Retirement System (PERS) (Continued)**

The \$2,808,275.00 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2021, the plan measurement date is June 30, 2020) will be recognized as a reduction of the net pension liability in the year ended June 30, 2022.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended</u> <u>June 30</u>	<u>Amount</u>
2021	(\$5,347,290)
2022	(4,911,286)
2023	(2,982,264)
2024	(1,450,033)
2025	<u>(634,743)</u>
	<u><u>(\$15,325,616)</u></u>

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Public Employees Retirement System (PERS) (Continued)**

**Actuarial Assumptions**

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

	<u>June 30, 2020</u>	<u>June 30, 2019</u>
Inflation rate:		
Price	2.75%	2.75%
Wage	3.25%	3.25%
Salary Increases:		
Through 2026	2.00%-6.00%	2.00%-6.00%
	Based on Years of Service	Based on Years of Service
Thereafter	3.00%-7.00%	3.00%-7.00%
	Based on Years of Service	Based on Years of Service
Investment Rate of Return	7.00%	7.00%

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 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.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Public Employees Retirement System (PERS) (Continued)**

**Actuarial Assumptions (Continued)**

**Long-Term Rate of Return**

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at both June 30, 2020 and June 30, 2019) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and 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:

<u>Assets Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	7.71%
Non-U.S. Developed Market Equity	13.50%	8.57%
Emerging Market Equity	5.50%	10.23%
Private Equity	13.00%	11.42%
Real Estate 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%



**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Public Employees Retirement System (PERS) (Continued)**

**Actuarial Assumptions (Continued)**

**Discount Rate**

The discount rate used to measure the total pension liability was 7.00% and 6.28% as of June 30, 2020 and June 30, 2019, respectively. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 78% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers.

Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

**Sensitivity of the collective Net Pension Liability to changes in the discount rate**

The following presents the District's proportionate share of the net pension liability as of June 30, 2020, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage-point higher than the current rate

	1% Decrease <u>6.00%</u>	At Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
District's proportionate share of the net pension liability	\$49,922,896	\$39,348,657	\$30,948,087

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68 (CONTINUED)**

**Public Employees Retirement System (PERS) (Continued)**

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 <http://www.state.nj.us/treasury/pensions>.

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

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer.

The portion of the TPAF Net Pension Liability that was associated with the District recognized at June 30, 2021 was as follows:

Net Pension Liability:	
Districts proportionate share	-0-
State's proportionate share associated with the District	<u>\$485,090,861</u>
	<u>\$485,090,861</u>

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 June 30, 2019 which was rolled forward to June 30, 2020. The net pension liability associated with the District was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2020, the proportion of the TPAF net pension liability associated with the District was .7366738416% which was a decrease of .0046037217 percent from its proportion measured as of June 30, 2019.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Teachers Pensions and Annuity Fund (TPAF) (Continued)**

For the year ended June 30, 2021, the District recognized on-behalf pension expense and revenue of \$30,165,015.00 in the government-wide financial statements for contributions provided by the State. This pension expense and revenue was based on the pension plans June 30, 2020 measurement date.

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:

	<u>June 30, 2020</u>	<u>June 30, 2019</u>
Inflation rate:		
Price	2.75%	2.75%
Wage	3.25%	3.25%
Salary Increases:		
Through 2026	1.55%-4.45%	1.55%-4.55%
	Based on Years of Service	Based on Years of Service
Thereafter	2.75%-5.65%	2.00%-5.65%
	Based on Years of Service	Based on Years of Service
Investment Rate of Return	7.00%	7.00%

**Mortality Rates**

Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2020.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Teachers Pensions and Annuity Fund (TPAF) (Continued)**

**Actuarial Assumptions (Continued)**

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**

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:

<u>Assets Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	7.71%
Non-U.S. Developed Market Equity	13.50%	8.57%
Emerging Market Equity	5.50%	10.23%
Private Equity	13.00%	11.42%
Real Estate 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%

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Teachers Pensions and Annuity Fund (TPAF) (Continued)**

**Actuarial Assumptions (Continued)**

**Discount Rate**

The discount rate used to measure the total pension liability was 5.40% and 5.60% as of June 30, 2020 and 2019, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% for both June 30, 2020 and 2019, and a municipal bond rate of 2.21% and 3.50% as of June 30, 2020 and 2019, respectively, based on 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. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be based on 78% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members 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 Net Pension Liability to Changes in the Discount Rate**

Because the District's proportionate share of the net pension liability is zero, consideration of potential changes in the discount rate is not applicable to the District.

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Teachers Public and Annuity Fund (TPAF). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 <http://www.state.nj.us/treasury/pensions>.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75**

**Plan Description and Benefits Provided**

The State Health Benefit Local Education Retired Employees Plan is a multiple-employer defined benefit OPEB plan, which 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 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 of New Jersey in accordance with N.J.S.A 52:14-17.32f. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a nonemployer contributing entity. According to N.J.S.A 52:14-17.32f, the State provides employer-paid coverage to employees who retire from a board of education or county college with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen Retirement System (PFRS), or the Alternate Benefit Program (ABP). Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

**Employees Covered by Benefit Terms**

The State Health Benefit Local Education Retired Employees Plan Membership covered by the benefit terms consisted of the following:

Active Plan Members	216,804
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	149,304
Inactive Plan Members or Beneficiaries Not Yet Receiving Benefits	<u>- 0 -</u>
Total Plan Members	<u>366,108</u>

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Total Non-Employer OPEB Liability**

The portion of the total Non-Employer OPEB Liability that was associated with the District at June 30, 2021 was as follows:

Total OPEB Liability:	
District's Proportionate Share	\$-0-
State's Proportionate Share associated with the District	435,781,480
	\$435,781,480

The total Non-Employer 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 Non-Employer OPEB liability was determined separately based on actual data of the District.

For the year ended June 30, 2021, the District recognized on-behalf post-employment expense and revenue of \$20,697,245 in the government-wide financial statements for contributions provided by the State. This expense and revenue was based on the plans June 30, 2020 measurement date.

At June 30, 2020, the District's proportion was .6426511138 percent, which was a decrease of .0062321978 from its proportion measured as of June 30, 2019.

The State, a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS, TPAF/ABP and PFRS participants. The District's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Consequently, the District did not recognize any portion of the collective Non-Employer OPEB liability on the Statement of Net Position.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Actuarial Assumptions and Other Inputs**

The total Non-Employer OPEB liability that was associated with the District 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 actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

	<u>June 30, 2020</u>		
	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Inflation – 2.5%			
Salary Increases			
Through 2026	1.55-4.45%*	2.00-6.00%*	3.25-15.25%*
Thereafter	1.55-4.45%*	3.00-7.00%*	Applied to All Future Years

	<u>June 30, 2019</u>		
	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
CPI – 2.5%			
Salary Increases			
Through 2026	1.55-3.05%*	2.00-6.00%*	3.25-15.25%*
Thereafter	1.55-3.05%*	3.00-7.00%*	Applied to All Future Years

\*- Based on Years of Service

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



**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Actuarial Assumptions and Other Input (Continued)**

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.

**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 rate is 5.0%.

**Discount Rate**

The discount rate for June 30, 2020 and June 30, 2019 was 2.21% and 3.50% 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.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Changes in the Total Non-Employer OPEB Liability**

Shown below are details regarding The Total OPEB non-employer Liability associated with the District for the measurement period from June 30, 2019 to June 30, 2020.

Balance at 6/30/19		\$270,773,043
Changes for the year:		
Service cost	10,822,032	
Interest	9,728,193	
Differences between expected and actual experience	72,212,559	
Changes in assumptions or other inputs	79,602,301	
Membership Contributions	229,949	
Benefit payments - Net	<u>(7,586,597)</u>	
Net changes		<u>165,008,437</u>
Balance at 6/30/20		<u>\$435,781,480</u>

**Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Discount Rate**

The following presents the total Non-Employer OPEB liability associated with the District as of June 30, 2020, calculated using the discount rate as disclosed above as well as what the total Non-Employer 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		
	1.00% Decrease (1.21%)	At Discount Rate (2.21%)	1.00% Increase (3.21%)
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	\$525,357,067	\$435,781,480	\$365,741,998

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Sensitivity of the Total Non-Employer OPEB Liability to Changes in Healthcare Trends**

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

	June 30, 2020		
	<u>1.00% Decrease</u>	Healthcare Cost <u>Trend Rate</u>	<u>1.00% Increase</u>
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	\$351,777,506	\$435,781,480	\$535,811,542

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Non-Employer OPEB Liability**

At June 30, 2020, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's Non-Employer OPEB Liability associated with the District from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ 66,162,981	\$ 58,935,629
Changes of assumptions	74,124,994	49,725,135
Changes in proportion	<u>2,761,750</u>	<u>3,743,644</u>
	<u>\$ 143,049,725</u>	<u>\$ 112,404,408</u>

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Non-Employer OPEB Liability (Continued)**

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the State's proportionate share of the total Non-Employer OPEB Liability associated with the District will be recognized in OPEB expense as follows:

Measurement Period Ended <u>June 30,</u>	<u>Amount</u>
2021	\$82,791
2022	\$82,791
2023	\$82,791
2024	\$82,791
2025	\$82,791
Total Thereafter	<u>\$30,231,361</u>
	<u><u>\$30,645,317</u></u>

In accordance with GASBS No. 75, the District's proportionate share of school retirees OPEB is zero. There is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources in the financial statements.

**State Health Benefit Local Education Retired Employee Plan Information**

The New Jersey Division of Pension and Benefits issues publicly available reports on the OPEB plan. Those reports may be obtained by writing to the Division of Pension and Benefits, PO Box 295, Trenton, NJ 08625-0295 or on their website at <http://www.state.nj.us/treasury/pensions/financial-reports.shtml>

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 8: LITIGATION**

The District's counsel advises that there is no litigation, pending litigation, claims, contingent liabilities, unasserted claims or assessments or statutory violations which involve the School District and which might materially affect the District's financial position with the exception of the following:

MON-L-002968-20 This matter involves potential claims against the District for alleged actions that occurred during the 1985-1986 school year. It should be noted that this claim was brought pursuant to the recently enacted legislation in the State of New Jersey that provides a window for certain claims that were previously time barred to now be brought. The Board has located it's insurance carrier from that time period and has secured a defense and coverage from that carrier.

**NOTE 9: CONTINGENCIES**

The District receives financial assistance from the State of New Jersey and the U.S. Government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. The State and Federal grants received and expended in the 2020-2021 fiscal year were subject to the Uniform Guidance and New Jersey OMB Circular 15-08 which mandates that grant revenues and expenditures be audited in conjunction with the District's annual audit if expenditures for federal or state programs exceed \$750,000. Findings and questioned costs, if any, relative to federal and state financial assistance programs are discussed in the Single Audit Section, Schedule of Findings and Questioned Costs. In addition, all grants and cost reimbursements are subject to financial and compliance audits by the grantors. The District's management does not believe any such audit would result in material amounts of disallowed costs.

**NOTE 10: RISK MANAGEMENT**

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

**Property and Liability Insurance** - The District maintains insurance coverage covering each of those risks of loss. The administration believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims have not exceeded the insurance coverage in any of the past three fiscal years.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 10: RISK MANAGEMENT (CONTINUED)**

**New Jersey Unemployment Compensation Insurance** - The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. Charges are applied to the Unemployment Compensation Claims Payable first, and any remaining charges are applied to the Unemployment Compensation budget appropriation. The following is a summary of District contributions, employee contributions, reimbursements to the State for benefits paid, and the ending balance of the District's unemployment trust fund for the current and previous two years:

Year Ended June 30,	Interest	Employee Contributions	Amount Reimbursed	Ending Balance	Analysis of Balance 06/30/21	
					State Unemployment Insurance Payable	Restricted Fund Balance
2021	\$ 382	\$ 443,263	\$ 396,083	\$ 1,120,242	\$47,562	\$1,072,680
2020	7,620	309,879	298,770	1,072,680	N/A	N/A
2019	6,220	249,508	234,375	1,053,951	N/A	N/A

**Workers' Compensation Insurance** - The Board is self-insured for workers' compensation insurance. Claims are managed by PMA Management Corp. through a service agreement for which competitive proposals were sought. The financial statements reflect the current expenses of the program as well as an accrued liability for future claims against the current fiscal year. At June 30, 2021, the amount was \$3,420,000.

**Health Benefits** - The District provides health benefits to employees through a minimum premium insurance policy administered by Horizon Blue Cross Blue Shield of New Jersey ("Horizon"). The incurred but not reported liability ("IBNR") actuarially computed by Horizon was \$4,400,000 at June 30, 2021. It was also noted that the entire IBNR is adjusted for changes in estimate at year end and such changes are reflected in the district's budget and the entire liability is treated as a liability for budgetary purposes.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 11: COMPENSATED ABSENCES**

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

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

The liability for vested compensated absences of the governmental fund types are recorded in the district - wide statement of net assets. As of June 30, 2021, a liability existed for compensated absences for governmental fund-types in the district- wide Statement of Net Position in the amount of \$3,294,742.

For additional descriptive information see Note 1, Summary of Significant Accounting Policies.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 12: FUND BALANCE APPROPRIATED**

**General Fund** The table below reflects the District's Fund Balance at June 30, 2021 on both a GAAP (Exhibit B-1) and Budgetary (Exhibit C-1) basis including the required adjustment related to the last state aid payment which under GAAP is not recognized:

	<u>Budgetary</u> <u>Basis</u>	<u>Adjustment</u>	<u>GAAP</u> <u>Basis</u>
Restricted:			
Designated for Subsequent			
Year's Expenditures:			
Excess Surplus	\$ 14,505,870		\$ 14,505,870
Excess Surplus Current Year	13,303,766		13,303,766
Maintenance Reserve	1,519,844		1,519,844
Capital Reserve	6,021,951		6,021,951
Emergency Reserve	8,302		8,302
SEMI FFCRA	12,068		12,068
State Unemployment Insurance	1,072,680		1,072,680
Assigned:			
Designated for Subsequent			
Year's Expenditures:	1,982,205		1,982,205
Encumbrances	526,439		526,439
Unassigned	8,516,414	(3,961,659)	4,554,755
	<u>\$ 47,469,539</u>	<u>\$ (3,961,659)</u>	<u>\$ 43,507,880</u>



**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 13: CALCULATION OF EXCESS SURPLUS – BUDGETARY BASIS**

**Calculation of Excess Surplus** In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2007, c73 (S1701), the Restricted Fund Balance- Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund balance at the fiscal year end of June 30 if the District did not appropriate a required minimum amount as budgeted fund balance in the subsequent year's budget.

General Fund Expenditures:			
Fiscal Year Ended, June 30, 2021		\$	212,343,372
Increased by:			
Transfer from Capital Outlay to Capital Projects			250,000
			<u>212,593,372</u>
Less:			
Reimb. TPAF Social Security Contributions	\$	5,654,877	
Reimb. TPAF Pension Contributions		<u>28,153,084</u>	
			33,807,961
Adjusted General Fund Expenditures			<u>178,785,411</u>
Excess Surplus Percentage			4.00%
			<u>7,151,416</u>
Increased by:			
Non-Public Transportation Aid (unbudgeted)		189,790	
Extraordinary Aid (unbudgeted)		<u>1,175,208</u>	
			<u>1,364,998</u>
Maximum Unreserved/Undesignated General Fund Balance			8,516,414
Actual Unassigned - General Fund Balance			<u>21,820,180</u>
Excess Surplus		\$	<u><u>13,303,766</u></u>
Recapitulation of Excess Surplus, June 30, 2021:			
Restricted for Excess Surplus - Designated for Subsequent Year's Expenditure		\$	14,505,870
Restricted for Excess Surplus			<u>13,303,766</u>
		\$	<u><u>27,809,636</u></u>

As of June 30, 2021, \$14,505,870 is reported as Restricted Fund Balance Excess Surplus Designated for Subsequent Year's Expenditure and is required to be appropriated for property tax relief in the 2021-22 budget. \$13,303,766 is reported as Restricted Fund Balance Excess Surplus and is required to be appropriated for property tax relief in the 2022-23 budget.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 14: INTERFUND RECEIVABLES AND PAYABLES**

The following interfund balances remained on the balance sheet at June 30, 2021:

<u>Fund</u>	<u>Interfund Balance</u>	
	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ 3,251,525	\$ 3,226,598
Special Revenue Fund		162,879
Capital Projects Fund	3,606	
Proprietary Funds	134,346	
	\$ 3,389,477	\$ 3,389,477

All balances resulted from the time lag between the dates that short-term loans were disbursed and payments between funds were received.

**NOTE 15: CAPITAL RESERVE ACCOUNT**

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

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year end (June 1 to June 30) of any unanticipated revenue or unexpended line item appropriations, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained by either a separate proposal at budget time or by a special question at one of the four special election dates authorized by N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A: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.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 15: CAPITAL RESERVE ACCOUNT (CONTINUED)**

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

Balance, July 1, 2020		\$ 7,335,861
Increased by:		
Transfer from Capital Projects - cancel balance of ESIP	\$ 271,298	
Cancel balance of Gym Floor Replacement Project	412,500	
Interest	<u>2,292</u>	
		<u>686,090</u>
		8,021,951
Decreased by:		
Budgeted Withdrawal of Capital Reserve		
Gym Floor Replacement	<u>2,000,000</u>	
		<u>2,000,000</u>
Balance, June 30, 2021		\$ <u><u>6,021,951</u></u>

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 16: EMERGENCY RESERVE ACCOUNT**

In accordance with N.J.S.A. 18A:7F-41c(1), an emergency reserve account was established by the District. The emergency reserve account is maintained in the general fund.

The funds in the reserve shall be used to finance unanticipated general fund current expense costs required for T&E. For the purpose of the emergency reserve account "unanticipated" shall mean reasonably unforeseeable and shall not include additional costs caused by poor planning or error.

The account balance is not to exceed \$250,000 or one percent of the district's general fund budget up to a maximum of \$1,000,000 whichever is greater. Withdrawals require approval by the Commissioner.

At June 30, 2021, the balance of the Emergency Reserve Account was \$8,302 and is within the statutory limitations.

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

Balance, July 1, 2020	\$	258,191
Increased by:		
Interest		111
		258,302
Decreased by:		
Withdrawal to supplement School Security Grant		250,000
		250,000
Balance, June 30, 2021	\$	8,302

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 17: MAINTENANCE RESERVE ACCOUNT**

In accordance with N.J.S.A. 18A:7G-13, a Maintenance reserve account was established by the District. The Maintenance reserve account is maintained in the general fund.

A district board of education or board of school estimate, as appropriate, may increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget certified for taxes.

A district board of education or board of school estimate, as appropriate, may by resolution withdraw such funds from the maintenance reserve account and appropriate into the required maintenance account lines at budget time or any time during the year for use on required maintenance activities for a school facility as reported in the comprehensive maintenance plan pursuant to N.J.A.C. 6A:26A-4.

The district board of education shall ensure that the maintenance reserve account balance does not, at any time, exceed four percent of the replacement cost of the school district's school facilities for the current year. If the account exceeds this maximum amount at June 30, the district board of education shall reserve and designate such excess in the subsequent year's budget.

At June 30, 2021, the balance of the Maintenance Reserve Account was \$1,519,844 and is within the statutory limitations.

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

Balance, July 1, 2020	\$	1,519,191
Increased by:		
Cancellation of withdrawal to supplement School Security Grant	\$	492,797
Interest		653
		493,450
Decreased by:		
Withdrawal to supplement School Security Grant		492,797
Balance, June 30, 2021	\$	1,519,844

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 18: INVENTORY**

Inventory in the Food Service Fund at June 30, 2021 consisted of the following:

Food and Supplies	<u>\$40,573</u>
-------------------	-----------------

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Amendments of 1996) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements.

**NOTE 19: TAX ABATEMENTS**

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential 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.

The District has identified tax abatement agreements that have been entered into that require disclosure under this statement. The gross dollar amount, on an accrual basis, by which the District's property tax revenues were potentially reduced during the reporting period as a result of tax abatement agreements totaled \$624,713.44. It is important to note that the District Tax Levy is guaranteed to be paid in full by the municipalities and that the District collected its full tax levy for FY2021.

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 20: PRIOR PERIOD ADJUSTMENTS**

As of July 1, 2020 the District implemented GASB Statement No. 84 Fiduciary Activities (GASB 84). Certain agency funds previously accounted for activities that are not considered fiduciary in nature and are now reported in the Governmental Funds. The District restated the net position and fund balance of the funds indicated below to appropriately reflect the June 30, 2020 balances as follows:

District-Wide Financial Statements:

	<u>Governmental Activities</u>
Beginning Net Position 06/30/20	\$66,801,831
Adjustments:	
Unemployment Compensation	1,072,680
Student Activity Fund Balance	1,134,471
Scholarship	<u>832,079</u>
Beginning Net Position 06/30/20 (As restated)	<u><u>\$69,841,061</u></u>

Fund Financial Statements:

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Fiduciary Fund</u>
Fund Balance 06/30/20	\$33,624,378		\$1,904,759
Adjustments:			
Unemployment Compensation Fund	1,072,680		(1,072,680)
Student Activities		1,134,471	
Scholarships		<u>832,079</u>	<u>(832,079)</u>
Fund Balance 06/30/20 (As restated)	<u><u>\$34,697,058</u></u>	<u><u>\$1,966,550</u></u>	<u><u>-0-</u></u>

	<u>Fiduciary Fund</u>
Liabilities Balance 06/30/20	\$4,765,614
Accounts payable	(66,166)
Interfund payable	(34,559)
Payroll deductions and withholdings	(3,530,418)
Due to student groups	<u>(1,134,471)</u>
Liabilities 06/30/20 (As restated)	<u><u>\$-0-</u></u>

**Freehold Regional High School District**  
**Notes to the Financial Statements**  
**For the Fiscal Year Ending June 30, 2021**

**NOTE 20: SUBSEQUENT EVENTS**

The Board of Education has evaluated subsequent events occurring after the financial statement date through February 1, 2022 which is the date the financial statements were available to be issued. The District has determined that the following subsequent events require disclosure:

**Bond Referendum**

On November 2, 2021 the Freehold Regional High School District community passed a \$14,460,000 bond referendum that will pay for critical roofing and paving infrastructure projects. On December 21, 2021, the District issued School Bonds in the same amount to finance these projects. The interest rate is variable and ranges from .05% to 2.125%. The bonds are payable annually, beginning August 15, 2022 and ending August 15, 2041. Principal payments range from \$490,000 to \$930,000.

**Lease Agreement**

On July 14, 2021, the District entered into a lease agreement in the amount of \$2,160,000 for the purchase of nineteen school buses with security cameras, various technology items and buildings and grounds equipment. The lease is for a term of five years with an interest rate of 1.019%.

**American Recovery Plan**

Freehold Regional High School District was awarded a total of \$5,904,476 under the American Rescue Plan Act of 2021- Elementary and Secondary Schools Emergency Relief Fund (ARP-ESSER) Grant and Subgrants. Grant allocations were as follows: ARP ESSER \$4,940,706; Accelerated Learning Coaching and Educator Support Grant \$808,522; Evidence-Based Summer Learning and Enrichment Activities Grant \$55,124; Evidence-Based Comprehensive Beyond the School Day Activities Grant \$55,124; and, the NJTSS Mental Health Support Staffing Grant \$45,000. These grants will be expended through September of 2023.

**Stabilization Aid**

The District applied for and was awarded \$1,922,264 in Stabilization Aid from the New Jersey Department of Education. The District originally applied for \$4,805,659 to be used for priority 1 and priority 2 capital project expenditures but was only awarded 40% of that amount with the NJDOE stating this is comparable to the amount of state share of a capital expenditure under the Educational Facilities and Construction Financing Act. These funds are to be used for capital needs only.



**REQUIRED SUPPLEMENTARY INFORMATION - PART II**

**BUDGETARY COMPARISON SCHEDULES**

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
<b>REVENUES</b>					
Local sources:					
Local Tax Levy	\$ 140,379,308	\$	140,379,308	\$ 140,379,308	\$
Tuition from Individuals	50,000		50,000	5,027	(44,973)
Tuition from LEA's Within State				3,712	3,712
Tuition from Other Government Sources Within State				75,890	75,890
Tuition from Other LEA's Outside the State				61,159	61,159
Transportation				75,536	75,536
Unrestricted Miscellaneous Revenue	150,000		150,000	73,555	(76,445)
Interest Earned on Emergency Reserve	1,000		1,000	111	(889)
Interest Earned on Maintenance Reserve	4,000		4,000	653	(3,347)
Interest Earned on Capital Reserve Funds	5,000		5,000	2,292	(2,708)
Other Restricted Miscellaneous Revenue	1,793,494		1,793,494	200,469	(1,593,025)
<b>Total - local sources</b>	<b>142,382,802</b>		<b>142,382,802</b>	<b>140,877,712</b>	<b>(1,505,090)</b>
State sources:					
Equalization Aid	31,150,531		31,150,531	31,150,531	
Categorical Transportation Aid	1,816,395		1,816,395	1,816,395	
Categorical Special Education Aid	7,030,185		7,030,185	7,030,185	
Security Aid	735,594		735,594	735,594	
Other State Aids Out of Cap				189,790	189,790
Extraordinary Aid	2,600,000		2,600,000	3,775,208	1,175,208
On-behalf TPAF Pension (non-budgeted)				21,428,184	21,428,184
On-behalf TPAF Post Retirement Contributions (non-budgeted)				6,715,259	6,715,259
On-behalf TPAF Long-Term Disability Insurance Contributions (non-budgeted)				9,641	9,641
Reimbursed TPAF Social Security Contributions (non-budgeted)				5,654,877	5,654,877
<b>Total - state sources</b>	<b>43,332,705</b>		<b>43,332,705</b>	<b>78,505,664</b>	<b>35,172,959</b>
Federal sources:					
Medicaid reimbursement	138,344		138,344	115,899	(22,445)
FFCRA/SEMI				12,068	12,068
<b>Total - federal sources</b>	<b>138,344</b>		<b>138,344</b>	<b>127,967</b>	<b>(10,377)</b>
<b>Total revenues</b>	<b>185,853,851</b>		<b>185,853,851</b>	<b>219,511,343</b>	<b>33,657,492</b>

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

EXPENDITURES	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
<b>CURRENT EXPENSE:</b>					
Instruction - regular programs:					
Salaries of teachers:					
Grades 9-12	\$ 51,808,639	\$ 1,048,517	\$ 52,857,156	\$ 52,855,279	\$ 1,877
Total Salaries of teachers:	51,808,639	1,048,517	52,857,156	52,855,279	1,877
Regular Programs - Home Instruction:					
Salaries of teachers	190,000		190,000	82,880	107,120
Purchased professional educational services	80,000	(69,052)	10,948	6,428	4,520
Total Regular Programs - Home Instruction:	270,000	(69,052)	200,948	89,308	111,640
Regular programs - undistributed instruction:					
Purchased professional educational services	5,000	(300)	4,700	3,200	1,500
Purchased technical services	250,306	(5,872)	244,434	111,443	132,991
Other purchased services(400-500 series)	599,193	(73,509)	525,684	350,091	175,593
General supplies	1,501,229	243,188	1,744,417	1,623,061	121,356
Textbooks	258,943	(30,258)	228,685	155,068	73,617
Other Objects	17,766	(680)	17,086	5,139	11,947
Total Regular programs - undistributed instruction	2,632,437	132,569	2,765,006	2,248,002	517,004
<b>Total Regular Programs - Instruction</b>	<b>54,711,076</b>	<b>1,112,034</b>	<b>55,823,110</b>	<b>55,192,589</b>	<b>630,521</b>

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Special education:					
Cognitive - Mild:					
Salaries of teachers	\$ 149,190	\$ 312	\$ 149,502	\$ 149,502	\$
Other salaries for instruction	229,685		229,685	222,672	7,013
General supplies	144		144	58	86
Total Cognitive - Mild	379,019	312	379,331	372,232	7,099
Cognitive - Moderate:					
Salaries of teachers	228,444	(1,280)	227,164	225,935	1,229
Other salaries for instruction	149,979	3,789	153,768	153,768	
Other purchased services(400-500 series)	8,200	(8,200)			
General supplies	7,000	2,308	9,308	9,246	62
Total Cognitive - Moderate	393,623	(3,383)	390,240	388,949	1,291
Learning and / or Language Disabilities:					
Salaries of teachers	859,352		859,352	848,366	10,986
Other salaries for instruction	283,818	(3,789)	280,029	254,732	25,297
Other purchased services(400-500 series)	15,000	(15,000)			
General supplies	3,184	(201)	2,983	2,803	180
Textbooks	1,710	(486)	1,224	1,224	
Other Objects	300		300	300	
Total Learning and / or Language Disabilities	1,163,364	(19,476)	1,143,888	1,107,425	36,463

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Behavioral Disabilities:					
Salaries of teachers	\$ 260,349	\$ 968	\$ 261,317	\$ 261,317	\$ 437
Other salaries for instruction	51,693		51,693	51,256	
Purchased professional educational services	493,470		493,470	493,470	
General supplies	2,500	(1,450)	1,050	1,000	50
Total Behavioral Disabilities:	808,012	(482)	807,530	807,043	487
Resource room/resource center:					
Salaries of teachers	10,136,371	(201,830)	9,934,541	9,934,541	
General supplies	28,192	(5,126)	23,066	22,826	240
Total Resource room/resource center	10,164,563	(206,956)	9,957,607	9,957,367	240
Autism:					
Salaries of teachers	264,941	1,963	266,904	266,904	
Other salaries for instruction	367,718		367,718	263,750	103,968
General supplies	13,500	(8,260)	5,240	3,417	1,823
Total Autism	646,159	(6,297)	639,862	534,071	105,791
Home Instruction:					
Salaries of teachers	100,000	(20,133)	79,867	44,797	35,070
Purchased professional - educational services	100,000		100,000	30,309	69,691
Total Home Instruction:	200,000	(20,133)	179,867	75,106	104,761
Total special education	13,754,740	(256,415)	13,498,325	13,242,193	256,132
Basic skills/remedial:					
Salaries of teachers	528,018	(40,000)	488,018	427,476	60,542
Total basic skills/remedial	528,018	(40,000)	488,018	427,476	60,542

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Bilingual education:					
Salaries of teachers	\$ 264,429	\$ 10,000	\$ 274,429	\$ 267,147	\$ 7,282
Other purchased services (400-500 series)	800	(800)			
General supplies	450	(2)	448	448	
Total bilingual education	265,679	9,198	274,877	267,595	7,282
School sponsored Co-curricular and Extra-Curricular activities:					
Salaries	1,050,197	(26,219)	1,023,978	851,781	172,197
Purchased services (300-500 series)	27,758	(10,051)	17,707	8,230	9,477
Supplies and Materials	27,168	81,175	108,343	19,739	88,604
Other Objects	22,210	(1,766)	20,444	7,063	13,381
Total school sponsored Co-curricular and Extra-curricular activities	1,127,333	43,139	1,170,472	886,813	283,659
School sponsored athletics:					
Salaries	3,318,291	26,730	3,345,021	3,345,021	
Purchased services (300-500 series)	548,702	(53,040)	495,662	440,713	54,949
Supplies and Materials	230,390	54,318	284,708	267,689	17,019
Other Objects	124,700	(72,144)	52,556	49,471	3,085
Total school sponsored athletics	4,222,083	(44,136)	4,177,947	4,102,894	75,053
Other instructional programs:					
Salaries	569,360	(495,000)	74,360	72,888	1,472
Purchased services (300-500 series)	14,500		14,500	1,998	12,502
Supplies and Materials	10,000		10,000	1,600	8,400
Other Objects	3,000		3,000	340	2,660
Total other instructional programs	596,860	(495,000)	101,860	76,826	25,034
Total other instructional programs	6,739,973	(526,799)	6,213,174	5,761,604	451,570
Total - instruction	75,205,789	328,820	75,534,609	74,196,386	1,338,223

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Undistributed expenditures:					
Instruction:					
Tuition to other LEA's within the state-special	\$ 202,022	17,532 \$	219,554 \$	206,358 \$	13,196
Tuition to county vocational school district-regular	4,133,925	300,000	4,433,925	4,404,858	29,067
Tuition to county vocational school district-special	594,333		594,333	500,700	93,633
Tuition to CSSD and regional day schools	2,336,345	148,869	2,485,214	2,252,949	232,265
Tuition to private schools for the handicapped within state	9,370,567	(27,349)	9,343,218	8,182,006	1,161,212
Tuition-state facilities	398,720		398,720	398,720	
Total undistributed expenditures - instruction	<u>17,035,912</u>	<u>439,052</u>	<u>17,474,964</u>	<u>15,945,591</u>	<u>1,529,373</u>
Attendance and social work services:					
Salaries	761,459	(78,197)	683,262	681,033	2,229
Other purchased services (400-500 series)	55		55	55	
Supplies and Materials	1,300	(73)	1,227	1,143	84
Total attendance and social work services	<u>762,814</u>	<u>(78,270)</u>	<u>684,544</u>	<u>682,231</u>	<u>2,313</u>
Health services:					
Salaries	1,229,634	28,197	1,257,831	1,257,831	
Purchased professional and technical services	127,155	(13,000)	114,155	82,522	31,633
Other Purchased Services (400-500 series)	1,706	(429)	1,277	294	983
Supplies and materials	13,900	10,807	24,707	13,511	11,196
Other Objects	100		100	100	
Total health services	<u>1,372,495</u>	<u>25,575</u>	<u>1,398,070</u>	<u>1,354,158</u>	<u>43,912</u>
Other support services - speech, OT, PT & related services:					
Salaries	646,516		646,516	588,899	57,617
Purchased professional - Educational services	391,756	(410)	391,756	229,522	162,234
Supplies and materials	410				
Total other support services - speech, OT, PT & related services	<u>1,038,682</u>	<u>(410)</u>	<u>1,038,272</u>	<u>818,421</u>	<u>219,851</u>



FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Other support services- Extraordinary Services					
Salaries	\$ 2,008,796	\$ (297,900)	\$ 1,710,896	\$ 1,460,004	\$ 250,892
Purchased Professional - Educational Services	2,868,497		2,868,497	1,538,047	1,330,450
<b>Total other support services - Extraordinary Services</b>	<b>4,877,293</b>	<b>(297,900)</b>	<b>4,579,393</b>	<b>2,998,051</b>	<b>1,581,342</b>
Other support services - Guidance:					
Salaries of other professional staff	4,147,863	(1,451)	4,146,412	4,141,713	4,699
Salaries of secretarial and clerical assistants	621,398	8,901	630,299	630,299	
Other Salaries	14,100	12,550	26,650	26,650	
Other Purchased Professional and Technical Services	67,000	(1,772)	65,228	58,151	7,077
Other Purchased Services (400-500 series)	52,763	(3,216)	49,547	28,702	20,845
Supplies and Materials	21,609	(2,370)	19,239	18,082	1,157
Other objects	4,575		4,575	3,425	1,150
<b>Total other support services - Guidance</b>	<b>4,929,308</b>	<b>12,642</b>	<b>4,941,950</b>	<b>4,907,022</b>	<b>34,928</b>
Other support services - child study teams:					
Salaries of other professional staff	2,880,258	(274,878)	2,605,380	2,601,683	3,697
Salaries of secretarial and clerical assistants	350,842	4,878	355,720	355,720	
Purchased Professional - Educational Services	734,500		734,500	186,448	548,052
Other Purchased Professional and Technical Services	4,000		4,000		4,000
Other Purchased Services (400-500 series)	8,100	200	8,300	161	8,139
Supplies and Materials	76,356	(11,779)	64,577	64,022	555
<b>Total other support services - child study teams</b>	<b>4,054,056</b>	<b>(281,579)</b>	<b>3,772,477</b>	<b>3,208,034</b>	<b>564,443</b>

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>ORIGINAL</u> <u>BUDGET</u>	<u>BUDGET</u> <u>TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u> <u>FAVORABLE/</u> <u>(UNFAVORABLE)</u>
Improvement of instructional services:					
Salaries of Supervisors of Instruction	\$ 638,983	\$ (61,780)	\$ 577,203	\$ 577,103	100
Salaries of secretarial and clerical assistants	213,954	5,397	219,351	219,351	
Other Salaries	197,260		197,260	167,040	30,220
Other Purchased Services (400-500)	62,100	270	62,370	18,495	43,875
Supplies and Materials	11,500	22,730	34,230	4,687	29,543
Other objects	36,275	1,000	37,275	36,600	675
<b>Total Improvement of instructional services:</b>	<b>1,160,072</b>	<b>(32,383)</b>	<b>1,127,689</b>	<b>1,023,276</b>	<b>104,413</b>
Educational media services/school library:					
Salaries	167,856	383	168,239	168,239	
Purchased Professional and Technical Services	55,500	(13,576)	41,924	38,912	3,012
Other Purchased Services (400-500)	10,500	(7,000)	3,500	2,343	1,157
Supplies and Materials	2,585	(1,750)	835	108	727
<b>Total educational media services/school library</b>	<b>236,441</b>	<b>(21,943)</b>	<b>214,498</b>	<b>209,602</b>	<b>4,896</b>
Instructional Staff Training Services:					
Salaries of Supervisors of Instruction	548,585	(168)	548,417	547,531	886
Salaries of secretarial and clerical assistants	34,169	168	34,337	34,337	
Purchased Professional - Educational Services	59,441	(3,000)	56,441	16,828	39,613
Other Purchased Services (400-500)	77,870	(4,816)	73,054	39,423	33,631
Supplies and Materials	11,500		11,500	3,812	7,688
Other objects	3,800		3,800		3,800
<b>Total instructional staff training services:</b>	<b>735,365</b>	<b>(7,816)</b>	<b>727,549</b>	<b>641,931</b>	<b>85,618</b>

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Support services general administration:					
Salaries	\$ 394,988	\$ 30,000	\$ 424,988	\$ 417,925	\$ 7,063
Legal services	504,547		504,547	423,707	80,840
Audit Fees	64,000		64,000	59,000	5,000
Architectural/Engineering Services	50,000	(16,500)	33,500	17,510	15,990
Other purchased professional services	1,400	16,500	17,900	8,985	8,915
Purchased technical services	18,330		18,330	9,968	8,362
Communications/telephone	751,000	2,000	753,000	694,747	58,253
BOE Other purchased services(580-585)	5,000		5,000	398	4,602
Misc. purchased services (400-500 Series, other than 530 & 585)	176,172	5,332	181,504	155,021	26,483
General supplies	15,500	(416)	15,084	10,099	4,985
BOE in-house training/meeting supplies	4,000		4,000	335	3,665
Miscellaneous expenditures	14,705		14,705	11,284	3,421
BOE membership dues and fees	27,000		27,000	26,663	337
<b>Total support services general administration</b>	<b>2,026,642</b>	<b>36,916</b>	<b>2,063,558</b>	<b>1,835,642</b>	<b>227,916</b>
Support services school administration:					
Salaries of principals/asst. principals	3,608,658	150,000	3,758,658	3,469,498	289,160
Salaries of other professional staff	1,723,655	75,000	1,798,655	1,725,338	73,317
Salaries of secretarial and clerical assistants	1,406,874	75,000	1,481,874	1,480,273	1,601
Other Purchased Services (400-500 series)	69,032	50	69,082	43,267	25,815
Supplies and Materials	95,451	15,681	111,132	101,638	9,494
Other objects	149,360	5,748	155,108	140,642	14,466
<b>Total support services school administration</b>	<b>7,053,030</b>	<b>321,479</b>	<b>7,374,509</b>	<b>6,960,656</b>	<b>413,853</b>

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Central Services:					
Salaries	\$ 1,384,471	\$ 50,000	\$ 1,434,471	\$ 1,388,120	46,351
Purchased professional services	4,000		4,000		4,000
Purchased technical services	32,210		32,210	22,165	10,045
Misc. purchased services (400-500 series)	103,600	(1,500)	102,100	68,304	33,796
Supplies and materials	54,150		54,150	29,564	24,586
Interest on Lease Purchase Agreement	91,353		91,353	76,390	14,963
Miscellaneous expenditures	9,800		9,800	6,636	3,164
Total central services	<u>1,679,584</u>	<u>48,500</u>	<u>1,728,084</u>	<u>1,591,179</u>	<u>136,905</u>
Administrative Information Technology:					
Salaries	823,610	34,000	857,610	827,140	30,470
Purchased technical services	778,415	108,500	886,915	734,303	152,612
Other purchased services (400-500 series)	450,404	30,500	480,904	479,015	1,889
Supplies and Materials	129,000	49,000	178,000	167,042	10,958
Total Administrative Information Technology	<u>2,181,429</u>	<u>222,000</u>	<u>2,403,429</u>	<u>2,207,500</u>	<u>195,929</u>
Required Maintenance for School Facilities:					
Salaries	856,752		856,752	783,933	72,819
Cleaning, Repair and Maintenance Services	1,508,023	(20,000)	1,488,023	1,304,761	183,262
Misc. purchased services (400-500 series)	7,000		7,000	119	6,881
General supplies	344,067	(318)	343,749	176,158	167,591
Other objects	61,000	25,000	86,000	44,248	41,752
Total Required Maintenance for School Facilities	<u>2,776,842</u>	<u>4,682</u>	<u>2,781,524</u>	<u>2,309,219</u>	<u>472,305</u>

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Custodial Services :					
Salaries	\$ 4,514,646	\$	4,514,646	\$ 4,232,946	\$ 281,700
Purchased professional and technical services	343,700	230	343,930	334,657	9,273
Cleaning, repair and maintenance services	163,671		163,671	80,908	82,763
Rental of land and building - other than lease purchase agreement	270,000		270,000	246,468	23,532
Lease Purchase Payments-Energy Savings Improvement Prog.	1,304,109	(230)	1,304,109	1,304,109	
Other purchased property services	243,000		242,770	172,110	70,660
Insurance	439,837		439,837	437,746	2,091
General supplies	390,000	48,000	438,000	346,454	91,546
Energy (Natural Gas)	700,000		700,000	628,848	71,152
Energy (Electricity)	1,650,000		1,650,000	1,082,732	567,268
Energy (Gasoline)	750,000	(91,870)	658,130	306,084	352,046
Total custodial services	10,768,963	(43,870)	10,725,093	9,173,062	1,552,031
Care & Upkeep of Grounds:					
Salaries	679,659		679,659	527,681	151,978
Cleaning, Repair and Maintenance Services	422,060	125,000	547,060	530,674	16,386
General supplies	160,000		160,000	115,478	44,522
Total Care and Upkeep of Grounds	1,261,719	125,000	1,386,719	1,173,833	212,886
Security:					
Salaries	495,085		495,085	460,350	34,735
Purchased Professional & Technical Services (300-500)	409,625	(398)	409,227	186,471	222,756
Cleaning, Repair and Maintenance Services	6,000		6,000	285	5,715
General Supplies	9,350	2,420	11,770	11,711	59
Total Security	920,060	2,022	922,082	658,817	263,265
Total operation and maintenance of plant services	15,727,584	87,834	15,815,418	13,314,931	2,500,487

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Student transportation services:					
Salaries of Non-Instructional Aides	\$ 293,840	\$	293,840	\$ 201,982	\$ 91,858
Salaries for pupil transportation (between home and school)-regular	3,311,553		3,311,553	3,054,671	256,882
Salaries for pupil transportation (between home and school)-Special Ed	757,916		757,916	586,902	171,014
Salaries for pupil transportation (other than between home & school)	450,000		450,000	145,299	304,701
Management Fee - ESC & CTSA transportation programs	270,000		270,000	146,352	123,648
Other Purchased professional and technical services	283,500	1,050	284,550	144,332	140,218
Cleaning, Repair and Maintenance Services	840,000		840,000	826,140	13,860
Lease Purchase Payments - School Buses	718,771		718,771	718,771	
Contracted Services - between home and school vendors	5,135,000	344,000	5,479,000	5,075,233	403,767
Contracted services (other than btw home & school)-vendors	256,700	(23,030)	233,670	233,670	
Contract. Serv. (btw home and Sch) Joint Agreements	20,000	29,000	29,000	28,621	379
Contract. Serv. (spec ed students)-vendors	44,966	16,369	36,369	29,195	7,174
Contract. Serv. (spec ed students)-Joint Agreements	400,000	(301,000)	99,000	36,872	44,966
Contracted services (regular students) - ESCs & CTSA	5,071,628	(6,369)	5,065,259	2,735,575	62,128
Contract. Serv - Aid in Lieu Pymts-Non-Public Schools	180,000	301,000	481,000	480,958	2,329,684
Travel	2,000	(2,000)			42
Miscellaneous purchased services - Transportation(580-590)	189,665	18,000	207,665	206,986	679
General supplies	5,000	2,150	7,150	6,708	442
Transportation Supplies	610,000	82,000	692,000	463,170	228,830
Other objects	2,500		2,500	1,413	1,087
Total student transportation services	18,843,039	461,170	19,304,209	14,889,180	4,415,029

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Unallocated Benefits - Employee Benefits:					
Social Security Contributions	\$ 2,000,000	\$	2,000,000	\$ 1,969,785	30,215
Other retirement contributions - PERS	2,710,000		2,710,000	2,639,631	70,369
Unemployment Compensation	7,500	1,500	9,000	8,940	60
Workers Compensation	869,943	484,000	1,353,943	1,124,822	229,121
Health Benefits	30,737,579	(1,811,000)	28,926,579	23,560,594	5,365,985
Tuition Reimbursements	200,000		200,000	98,606	101,394
Other Employee Benefits	270,000		270,000	201,055	68,945
<b>Total Unallocated Benefits - Employee Benefits:</b>	<u>36,795,022</u>	<u>(1,325,500)</u>	<u>35,469,522</u>	<u>29,603,433</u>	<u>5,866,089</u>
On-behalf TPAF Pension (non-budgeted)				21,428,184	(21,428,184)
On-behalf TPAF Post Retirement Contributions (non-budgeted)				6,715,259	(6,715,259)
On-behalf TPAF Long-Term Disability Insurance Contributions (non-budgeted)				9,641	(9,641)
Reimbursed TPAF Social Security Contributions (non-budgeted)				5,654,877	(5,654,877)
<b>Total On-behalf contributions</b>				<u>33,807,961</u>	<u>(33,807,961)</u>
<b>Total personal services</b>	<u>36,795,022</u>	<u>(1,325,500)</u>	<u>35,469,522</u>	<u>63,411,394</u>	<u>(27,941,872)</u>
<b>Total Undistributed Expenditures</b>	<u>120,508,768</u>	<u>(390,633)</u>	<u>120,118,135</u>	<u>135,998,799</u>	<u>(15,880,664)</u>
<b>TOTAL EXPENDITURES - GENERAL CURRENT EXPENSE FUND 11</b>	<u>195,714,557</u>	<u>(61,813)</u>	<u>195,652,744</u>	<u>210,195,185</u>	<u>(14,542,441)</u>

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>ORIGINAL</u> <u>BUDGET</u>	<u>BUDGET</u> <u>TRANSFERS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u> <u>FAVORABLE/</u> <u>(UNFAVORABLE)</u>
<b>CAPITAL OUTLAY:</b>					
Equipment:					
Regular program - Instruction			66,397 \$	65,816 \$	581
Grades 9-12	4,500 \$	61,897 \$			
Special education					
Resource Room		8,000	8,000	7,998	2
School sponsored and other instructional program	5,300	90,369	95,669	79,205	16,464
Undistributed Expenditures					
Child Study Team	6,000		6,000		6,000
General Admin.		3,084	3,084	3,084	
School Admin.		3,463	3,463	3,263	200
Administrative Information Technology	169,250	(45,000)	124,250	122,602	1,648
Maintenance of school facility	95,553	(60,000)	35,553	30,099	5,454
Custodial services	16,000		16,000	15,200	800
Care & upkeep grounds	70,933		70,933	44,798	26,135
Total Equipment	<u>367,536</u>	<u>61,813</u>	<u>429,349</u>	<u>372,065</u>	<u>57,284</u>
Facilities acquisition and construction services:					
Architectural/Engineering Services	201,541	41,871	243,412	173,661	69,751
Construction services	1,954,189	(41,871)	1,912,318	1,594,360	317,958
Assessment for Debt Service on SDA Funding	8,101		8,101	8,101	
Total facilities acquis. and const. services	<u>2,163,831</u>		<u>2,163,831</u>	<u>1,776,122</u>	<u>387,709</u>
<b>TOTAL CAPITAL OUTLAY</b>	<u>2,531,367</u>	<u>61,813</u>	<u>2,593,180</u>	<u>2,148,187</u>	<u>444,993</u>



FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
TOTAL EXPENDITURES	\$ 198,245,924	\$	198,245,924	212,343,372	\$ (14,097,448)
Excess (deficiency) of revenues over (under) expenditures	(12,392,073)		(12,392,073)	7,167,971	19,560,044
Other financing sources/(uses) Transfers				1,028,263	1,028,263
Total other financing sources				1,028,263	1,028,263
Excess of Revenues and other Financing Sources Over Expenditures and Other Expenditures and other Financing Sources	(12,392,073)		(12,392,073)	8,196,234	20,588,307
Fund balances, July 1 (as restated)	39,273,305		39,273,305	39,273,305	
Fund balances, June 30	\$ 26,881,232	\$	26,881,232	47,469,539	\$ 20,588,307
Recapitulation:					
Restricted:					
Excess Surplus - Designated for Subsequent Year's Expenditures			\$	14,505,870	
Excess Surplus - Current Year				13,303,766	
Maintenance Reserve				1,519,844	
Capital Reserve				6,021,951	
Emergency Reserve				8,302	
State Unemployment Insurance				1,072,680	
Assigned:					
Designated for Subsequent Year's Expenditures				1,982,205	
Encumbrances				526,439	
SEMI/FFCRA - designated for subsequent year expenditure				12,068	
Unassigned				8,516,414	
				47,469,539	
Reconciliation to Governmental Funds Statements (GAAP):					
Less: Last Two State Aid Payments not recognized on GAAP basis				3,961,659	
Fund Balance per Governmental Funds (GAAP)				\$ 43,507,880	

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
SPECIAL REVENUE FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
<b>REVENUES:</b>					
Federal sources	\$ 3,099,860	\$ 4,098,452	\$ 7,198,312	\$ 4,474,711	\$ (2,723,601)
State sources	149,801	63,286	213,087	175,220	(37,867)
Other sources	2,135,377	20,365	2,155,742	1,569,556	(586,186)
<b>Total revenues</b>	<b>5,385,038</b>	<b>4,182,103</b>	<b>9,567,141</b>	<b>6,219,487</b>	<b>(3,347,654)</b>
<b>EXPENDITURES:</b>					
<b>Instruction:</b>					
Salaries of teachers	302,820	5,340	308,160	284,612	23,548
Other salaries	185,730	110,559	296,289	256,108	40,181
Other purchased professional-educational services	195,000	2,330	197,330	184,854	12,476
Other purchased services	87,500	46	87,546	73,660	13,886
Tuition	1,500,000	393,259	1,893,259	1,893,259	
Supplies and materials	221,775	2,296,348	2,518,123	623,001	1,895,122
Textbooks	13,365	7,712	21,077	14,089	6,988
Miscellaneous expenditures	4,800	93	4,893	1,885	3,008
<b>Total instruction</b>	<b>2,510,990</b>	<b>2,815,687</b>	<b>5,326,677</b>	<b>3,331,468</b>	<b>1,995,209</b>
<b>Support services:</b>					
Other salaries	185,000	(2,870)	182,130	109,720	72,410
Personal services - employee benefits	61,498	158,574	220,072	208,752	11,320
Purchased professional - educational services	350,000	415,788	765,788	177,931	587,857
Purchased technical services	36,000	(810)	35,190	24,438	10,752
Other purchased services	62,000	(644)	61,356	41,504	19,852
Supplies and materials	125,000	795,526	920,526	852,692	67,834
Miscellaneous expenditures	1,966,550		1,966,550	1,625,963	340,587
<b>Total support services</b>	<b>2,786,048</b>	<b>1,365,564</b>	<b>4,151,612</b>	<b>3,041,000</b>	<b>1,110,612</b>
<b>Facilities acquisition and construction services:</b>					
Instructional equipment	36,000	295	36,295	36,252	43
Non-Instructional equipment	52,000	557	52,557	52,557	
<b>Total facilities acquisition and construction serv.</b>	<b>88,000</b>	<b>852</b>	<b>88,852</b>	<b>88,809</b>	<b>43</b>
<b>Total expenditures</b>	<b>5,385,038</b>	<b>4,182,103</b>	<b>9,567,141</b>	<b>6,461,277</b>	<b>3,105,864</b>
Excess (deficiency) of revenues over (under) expenditures	\$	\$	\$	\$ (241,790)	\$ (241,790)
Fund Balance, July 1 (as restated)				1,966,550.00	
Fund Balance, June 30			\$	1,724,760.00	

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
BUDGET TO GAAP RECONCILIATION  
NOTE TO RS!  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Note A - Explanation of difference between budgetary inflows and outflows  
and GAAP Revenues and Expenditures

	<u>GENERAL</u> <u>FUND</u>	<u>SPECIAL</u> <u>REVENUE</u> <u>FUND</u>
<b>Sources/inflows of resources</b>		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	\$ 219,511,343	\$ 6,219,487
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized		
Current Year		(17,718)
Prior Year		5,846
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year	(3,961,659)	
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	4,576,247	
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	<u>220,125,931</u>	<u>6,207,615</u>
<b>Uses/outflows of resources</b>		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule.	212,343,372	6,461,277
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Adjust for encumbrances:		
Add prior year encumbrances		5,846
Less current year encumbrances		(17,718)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	\$ <u>212,343,372</u>	\$ <u>6,449,405</u>

**REQUIRED SUPPLEMENTARY INFORMATION - PART III**

**SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR PENSION (GASB 68)**

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST TEN YEARS

Fiscal Year Ending June 30,	District's Proportion Share of the Net Pension Liability (Asset)	District's Proportionate Share of the Net Pension Liability (Asset)	District's Covered-Employee Payroll	District's Proportion Share of the Net Pension Liability (Asset) as a percentage of it's Covered- Employee Payroll	Plan Fiduciary Net Position as a percentage of the total Pension Liability
2013	0.2480186673%	\$ 47,401,295	17,091,600	277.34%	48.72%
2014	0.2604910930%	48,771,057	16,998,122	286.92%	52.08%
2015	0.2513632728%	56,426,018	17,223,313	327.61%	47.92%
2016	0.2531994782%	74,990,423	17,291,154	433.69%	40.14%
2017	0.2526739183%	58,818,449	17,667,039	332.93%	48.10%
2018	0.2564284900%	50,489,491	17,759,374	284.30%	53.60%
2019	0.2493625419%	44,931,347	17,147,638	262.03%	56.27%
2020	0.2412934827%	39,348,657	17,377,580	226.43%	58.32%

Note: Schedule is intended to show ten year trend. Additional years will be reported as they become available.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS  
PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST TEN YEARS

Fiscal Year Ending June 30.	Contractually Required Contribution	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	District's Covered- Employee Payroll	Contributions as a Percentage of Covered- Employee Payroll
2014	\$ 1,868,770	\$ 1,868,770	\$ -0-	\$ 16,998,122	10.99%
2015	2,147,451	2,147,451	-0-	17,223,313	12.47%
2016	2,161,050	2,161,050	-0-	17,291,154	12.50%
2017	2,249,388	2,249,388	-0-	17,667,039	12.73%
2018	2,340,754	2,340,754	-0-	17,759,374	13.18%
2019	2,550,635	2,550,635	-0-	17,147,638	14.87%
2020	2,425,563	2,425,563	-0-	17,377,580	13.96%
2021	2,639,631	2,639,631	-0-	16,349,754	16.14%

Note: Schedule is intended to show ten year trend. Additional years will be reported as they become available.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
TEACHERS PENSION AND ANNUITY FUND  
LAST TEN YEARS

Fiscal Year Ending June 30,	District's Proportion of the Net Pension Liability (Asset)	District's Proportionate Share of the Net Pension Liability (Asset)	District's Covered-Employee Payroll	District's Proportion Share of the Net Pension Liability (Asset) as a percentage of it's Covered- Employee Payroll	Plan Fiduciary Net Position as a percentage of the total Pension Liability
2013	0.6964971070%	\$ -0-	\$ 71,284,377	-0-	33.76%
2014	0.7258543595%	-0-	73,554,631	-0-	33.64%
2015	0.7216320523%	-0-	76,215,735	-0-	28.71%
2016	0.7355013065%	-0-	76,690,024	-0-	22.33%
2017	0.7487609350%	-0-	76,773,797	-0-	25.41%
2018	0.7465411736%	-0-	75,957,485	-0-	26.49%
2019	0.7412775633%	-0-	77,953,020	-0-	26.95%
2020	0.7366738416%	-0-	77,081,579	-0-	24.60%

Note: Schedule is intended to show ten year trend. Additional years will be reported as they become available.



FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION PART III  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)

Change in benefit terms:

None

Change in assumptions:

The following assumptions were used in calculating the net pension liability in their respective accounting periods:

Measurement Date Ending <u>June 30</u>	Discount <u>Rate</u>	Long-Term Expected Rate of <u>Return</u>	Actuarial Experience <u>Study Period</u>
2020	7.00%	7.00%	07/01/14-06/30/18
2019	6.28%	7.00%	07/01/14-06/30/18
2018	5.66%	7.00%	07/01/11-06/30/14
2017	5.00%	7.00%	07/01/11-06/30/14
2016	3.98%	7.65%	07/01/11-06/30/14
2015	4.90%	7.90%	07/01/08-06/30/11
2014	5.39%	7.90%	07/01/08-06/30/11
2013	5.55%	7.90%	07/01/08-06/30/11

TEACHERS PENSION AND ANNUITY FUND (TPAF)

Change in benefit terms:

None

Change in assumptions:

The following assumptions were used in calculating the net pension liability in their respective accounting periods:

Measurement Date Ending <u>June 30</u>	Discount <u>Rate</u>	Long-Term Expected Rate of <u>Return</u>	Actuarial Experience <u>Study Period</u>
2020	5.40%	7.00%	07/01/15-06/30/18
2019	5.60%	7.00%	07/01/15-06/30/18
2018	4.86%	7.00%	07/01/12-06/30/15
2017	4.25%	7.00%	07/01/12-06/30/15
2016	3.22%	7.65%	07/01/12-06/30/15
2015	4.13%	7.90%	07/01/09-06/30/12
2014	4.68%	7.90%	07/01/09-06/30/12
2013	4.95%	7.90%	07/01/09-06/30/12

REQUIRED SUPPLEMENTARY INFORMATION - PART IV

**SCHEDULE RELATED TO ACCOUNTING AND REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (GASB 75)**

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF CHANGES IN THE  
TOTAL OPEB LIABILITY AND RELATED RATIOS  
LAST TEN YEARS

	Fiscal Year Ended June 30,			
	2020	2019	2018	2017
Changes for the year:				
Service cost	\$10,822,032	\$10,681,794	\$12,065,686	14,557,134.00
Interest	9,728,193	11,802,170	12,633,063	10,916,077.00
Differences between expected and actual experience	72,212,559	(45,960,962)	-	
Changes in assumptions or other inputs	79,602,301	4,037,248	(63,349,626)	(45,435,718.00)
Membership Contributions	229,949	246,389	275,658	293,930.00
Benefit Payments - Net	(7,586,597)	(8,311,925)	(7,975,856)	(7,972,348.00)
Net changes	<u>165,008,437</u>	<u>(27,505,286)</u>	<u>(46,351,075)</u>	<u>(27,640,925)</u>
Beginning Balance	<u>\$270,773,043</u>	<u>\$298,278,329</u>	<u>344,629,404</u>	<u>372,280,329</u>
Ending Balance	<u>\$435,781,480</u>	<u>\$270,773,043</u>	<u>\$298,278,329</u>	<u>\$344,639,404</u>
Covered Employee Payroll	94,459,159	95,100,658	93,716,859	94,440,836
District's Proportionate Share of the Total Non-Employer OPEB Liability as a percentage of the District's Covered Employee Payroll	-0-	-0-	-0-	-0-
State's Proportionate Share of the Total Non-Employer OPEB Liability associated with the District as a percentage of the District's Covered Employee Payroll	461.34%	284.04%	320.37%	364.92%

Note: Schedule is intended to show ten year trend. Additional years will be reported as they become available.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION PART IV  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Change in benefit terms: None

Change in assumptions:

The following assumptions were used in calculating the net OPEB liability in their respective accounting periods:

Measurement Date Ending <u>June 30,</u>	Discount <u>Rate</u>
2020	2.21%
2019	3.50%
2018	3.87%

**OTHER SUPPLEMENTARY INFORMATION**

**SPECIAL REVENUE FUND  
DETAIL STATEMENTS**

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	TITLE I	TITLE I.A	TITLE I.A.PY	TITLE III	TITLE III IMMIGRANT	TITLE IV	IDEA PART B	CARL D. PERKINS
REVENUES:								
Federal sources	\$ 613,520	\$ 91,673	\$ 45,230	\$ 25,880	\$ 1,245	\$ 42,689	\$ 2,198,637	\$ 24,935
State sources								
Other sources								
Total revenues	\$ 613,520	\$ 91,673	\$ 45,230	\$ 25,880	\$ 1,245	\$ 42,689	\$ 2,198,637	\$ 24,935
EXPENDITURES:								
Instruction:								
Salaries of teachers	284,612			50		8,670	93,050	159
Other salaries	26,242					16,971	18,000	5,440
Other purchased professional-educational services	85,753			6,691				
Other purchased services							1,893,259	
Tuition	2,970			3,448	1,245	7,895	12,444	13,618
Supplies and materials								
Textbooks	597			398		890		
Miscellaneous expenditures								
Total instruction	400,174			10,587	1,245	34,426	2,016,753	19,217
Support services:								
Other Salaries	5,104	48,950	42,016	1,200				2,000
Personal services - employee benefits	192,912	3,821	3,214	95		663	7,119	165
Purchased professional - educational services		9,000	3,200	3,200		7,000	158,731	
Purchased technical services								
Other purchased services	1,033	23,379				600	16,034	3,553
Supplies and materials		5,523						
Miscellaneous expenditures								
Total support services	198,049	91,673	45,230	4,495		8,263	181,884	5,718
Facilities acquisition and construction serv:								
Instructional equipment	14,297			10,798				
Non-Instructional equipment								
Total facilities acquisition and construction serv.	14,297			10,798				
Total expenditures	\$ 613,520	\$ 91,673	\$ 45,230	\$ 25,880	\$ 1,245	\$ 42,689	\$ 2,198,637	\$ 24,935
Excess (Deficiency) of Revenues Over (Under) Expenditures								
Fund Balance, July 1 (as restated)								
Fund Balance, June 30								

(Continued on next page)



FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	JROTC	CARES	DIGITAL DIVIDE	CORONAVIRUS RELIEF FUND (CRE)	NONPUBLIC CARE	NON - PUBLIC NURSING	NON - PUBLIC TEXTBOOKS
REVENUES:							
Federal sources	\$ 24,632	\$ 554,239	\$ 416,344	\$ 421,027	\$ 14,660	\$ 24,439	\$ 14,089
State sources							
Other sources							
<b>Total revenues</b>	<b>\$ 24,632</b>	<b>\$ 554,239</b>	<b>\$ 416,344</b>	<b>\$ 421,027</b>	<b>\$ 14,660</b>	<b>\$ 24,439</b>	<b>\$ 14,089</b>
EXPENDITURES:							
Instruction:							
Salaries of teachers							
Other salaries			30,912	18,116			
Other purchased professional-educational services	24,632		385,432	113,610	14,660		14,089
Tuition							
Supplies and materials							
Textbooks							
Miscellaneous expenditures							
<b>Total instruction</b>	<b>24,632</b>		<b>416,344</b>	<b>131,726</b>	<b>14,660</b>		<b>14,089</b>
Support services:							
Other salaries							
Personal services - employee benefits							
Purchased professional - educational services		5,208				24,439	
Purchased technical services		496,474		289,301			
Other purchased services							
Supplies and materials							
Miscellaneous expenditures							
<b>Total support services</b>		<b>501,682</b>		<b>289,301</b>		<b>24,439</b>	
Facilities acquisition and construction serv:							
Instructional equipment		52,557					
Non-instructional equipment		52,557					
<b>Total facilities acquisition and construction serv.</b>		<b>105,114</b>					
<b>Total expenditures</b>	<b>\$ 24,632</b>	<b>\$ 554,239</b>	<b>\$ 416,344</b>	<b>\$ 421,027</b>	<b>\$ 14,660</b>	<b>\$ 24,439</b>	<b>\$ 14,089</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures							
Fund Balance, July 1 (as restated)							
Fund Balance, June 30							

(Continued on next page)

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	NON - PUBLIC SECURITY	SAI	CAREER PATHWAYS YR 5	SUMMER PROGRAMS	OTHER LOCAL	STUDENT ACTIVITIES	SCHOLARSHIPS	TOTAL
<b>REVENUES:</b>								
Federal sources	\$ 41,825							\$ 4,474,711
Slate sources		\$ 52,000	\$ 94,867	\$ 127,437	\$ 5,946	\$ 1,363,596	\$ 20,577	175,220
Other sources								1,569,556
<b>Total revenues</b>	<b>\$ 41,825</b>	<b>\$ 52,000</b>	<b>\$ 94,867</b>	<b>\$ 127,437</b>	<b>\$ 5,946</b>	<b>\$ 1,363,596</b>	<b>\$ 20,577</b>	<b>\$ 6,219,487</b>
<b>EXPENDITURES:</b>								
Instruction:								
Salaries of teachers			500	127,437				284,612
Other salaries		52,000						256,108
Other purchased professional-educational services								178,164
Other purchased services								80,351
Tuition			64,035		3,644			1,893,259
Supplies and materials								623,001
Textbooks								14,089
Miscellaneous Expenditures								1,885
<b>Total Instruction</b>		<b>\$ 52,000</b>	<b>\$ 64,535</b>	<b>\$ 127,437</b>	<b>\$ 3,644</b>			<b>\$ 3,331,469</b>
Support services:								
Other salaries			9,450					109,720
Personal services - employee benefits			761					208,750
Purchased professional - educational services								177,931
Purchased Technical Services								29,647
Other purchased services	41,825		8,764					36,296
Supplies and materials			200		2,302			852,692
Miscellaneous expenditures							45,401	1,625,963
<b>Total support services</b>	<b>\$ 41,825</b>		<b>\$ 19,175</b>		<b>\$ 2,302</b>	<b>\$ 1,580,562</b>	<b>\$ 45,401</b>	<b>\$ 3,040,999</b>
Facilities acquisition and construction serv:								
Instructional equipment			11,157					36,252
Non-Instructional equipment								52,557
<b>Total facilities acquisition and construction serv.</b>			<b>\$ 11,157</b>					<b>\$ 88,809</b>
<b>Total expenditures</b>	<b>\$ 41,825</b>	<b>\$ 52,000</b>	<b>\$ 94,867</b>	<b>\$ 127,437</b>	<b>\$ 5,946</b>	<b>\$ 1,580,562</b>	<b>\$ 45,401</b>	<b>\$ 6,461,277</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures								(241,790)
Fund Balance, July 1 (as restated)								1,966,550
Fund Balance, June 30								1,724,760

**CAPITAL PROJECTS FUND  
DETAIL STATEMENTS**

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY STATEMENT OF PROJECT EXPENDITURES - BUDGETARY BASIS  
AS OF JUNE 30, 2021

<u>ISSUE/PROJECT TITLE</u>	<u>ORIGINAL DATE</u>	<u>REVISED BUDGETARY APPROPRIATIONS</u>	<u>PRIOR YEAR</u>	<u>EXPENDITURES TO DATE CURRENT YEAR</u>	<u>(MEMO ONLY) UNEXPENDED PROJECT BALANCE</u>
Freehold Boro High School - Roof Replacement	6/20/2014	\$ 1,194,713	\$ 1,194,713	\$	
Marlboro High School - Roof Replacement	6/20/2014	892,963	892,963		
Freehold Boro High School - Boiler & HVAC Replacement	6/20/2014	1,678,824	1,678,824		
Districtwide Energy Savings Improvement Plan	3/10/2014	19,228,702	19,149,571	79,131	
Colts Neck High School - Roof Replacement	6/26/2015	629,145	629,145		
Howell High School - Roof Replacement	6/26/2015	1,590,485	1,590,485		
Freehold Township High School - Roof Replacement	6/26/2015	975,254	975,254		
Manalapan High School - Roof Replacement	6/26/2015	1,398,139	1,398,139		
School Security Grant: Interior Door Security Upgrades - Districtwide	12/10/2020	936,207		53,312	882,895
Totals		\$ 28,524,432	\$ 27,509,094	\$ 132,443	\$ 882,895

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

Revenues and Other Financing Sources:	
State Sources	\$ 686,207
Total revenues	<u>686,207</u>
Expenditures and Other Financing Uses:	
Architectural/engineering services	53,312
Construction services	79,131
Total expenditures	<u>132,443</u>
Excess (deficiency) of revenues over (under) expenditures	<u>553,764</u>
Other financing sources (uses):	
Transfer from Emergency Reserve	250,000
Transfers out	<u>(1,278,263)</u>
Total other financing sources (uses)	(1,028,263)
Net change in fund balance	(474,499)
Fund balance - beginning	<u>1,357,394</u>
Fund balance - ending	\$ <u><u>882,895</u></u>
Fund Balance - budgetary basis	\$ 882,895
SDA Grant not Recognized	<u>(589,131)</u>
Fund Balance - GAAP basis (B-1)	\$ <u><u>293,764</u></u>

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS  
FREEHOLD BORO HIGH SCHOOL - ROOF REPLACEMENT  
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Prior Periods*</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources:</b>				
State Sources - SDA Grant	\$ 477,256	\$	477,256	\$ 477,256
Capital Lease	848,250	(130,793)	717,457	717,457
Total revenues	1,325,506	(130,793)	1,194,713	1,194,713
<b>Expenditures and Other Financing Uses:</b>				
Legal services	5,507		5,507	5,507
Architectural/engineering services	92,370		92,370	92,370
Other purchased professional and technical services	8,530		8,530	8,530
Construction services	1,088,306		1,088,306	1,088,306
Total expenditures	1,194,713	-	1,194,713	1,194,713
Excess (deficiency) of revenues over (under) expenditures	\$ 130,793	\$ (130,793)	\$ -	\$ -

\* As restated

Additional project information:

Project Number	1650-050-14-G2AF	
Grant Date	06/20/14	
Lease Authorization Date	03/10/14	
Lease Authorized	\$930,793	
Lease Issued	\$930,793	
Original Authorized Cost	\$1,551,321	
Change in Authorized Cost	(\$356,608)	
Revised Authorized Cost	\$1,194,713	
Percentage Increase/(decrease) over Original Authorized Cost	-22.99%	
Percentage completion	100.00%	
Original target completion date	FY15	
Revised target completion date	FY19	

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS  
MARLBORO HIGH SCHOOL - ROOF REPLACEMENT  
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Prior Periods*</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources:</b>				
State Sources - SDA Grant	\$ 336,764	\$	336,764	\$ 336,764
Capital Lease	587,690	(31,491)	556,199	556,199
Total revenues	924,454	(31,491)	892,963	892,963
<b>Expenditures and Other Financing Uses:</b>				
Legal services	2,989		2,989	2,989
Architectural/engineering services	68,618		68,618	68,618
Other purchased professional and technical services	9,437		9,437	9,437
Construction services	811,919		811,919	811,919
Total expenditures	892,963	-	892,963	892,963
Excess (deficiency) of revenues over (under) expenditures	31,491	\$ (31,491)	\$ -	-

\* As restated

Additional project information:

Project Number	1650-080-14-G2AJ			
Grant Date	06/20/14			
Lease Authorization Date	03/10/14			
Lease Authorized	\$505,147			
Lease Issued	\$505,147			
Original Authorized Cost	\$841,911			
Additional Authorized Cost	\$51,052			
Revised Authorized Cost	\$892,963			

Percentage Increase/(decrease) over Original Authorized Cost 6.06%

Percentage completion 100.00%

Original target completion date FY15

Revised target completion date FY18

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS  
FREEHOLD BORO HIGH SCHOOL - BOILER & HVAC REPLACEMENT  
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Prior Periods*</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 668,135	\$	668,135	\$ 668,135
Capital Lease	1,521,657	(510,968)	1,010,689	1,010,689
Total revenues	<u>2,189,792</u>	<u>(510,968)</u>	<u>1,678,824</u>	<u>1,678,824</u>
Expenditures and Other Financing Uses:				
Legal services	9,003		9,003	9,003
Architectural/engineering services	100,756		100,756	100,756
Other purchased professional and technical services	12,431		12,431	12,431
Construction services	1,556,634		1,556,634	1,556,634
Total expenditures	<u>1,678,824</u>	<u>-</u>	<u>1,678,824</u>	<u>1,678,824</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 510,968</u>	<u>\$ (510,968)</u>	<u>-</u>	<u>\$</u>

\* As restated

Additional project information:

Project Number	1650-050-14-G2AE
Grant Date	06/20/14
Lease Authorization Date	03/10/14
Lease Authorized	\$1,521,657
Lease Issued	\$1,521,657
Original Authorized Cost	\$2,536,095
Change in Authorized Cost	(\$857,271)
Revised Authorized Cost	\$1,678,824

Percentage increase/(decrease) over Original Authorized Cost	-33.80%
Percentage completion	100.00%
Original target completion date	FY15
Revised target completion date	FY18



FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS  
DISTRICTWIDE ENERGY SAVINGS IMPROVEMENT PLAN  
FOR THE YEAR ENDED JUNE 30, 2021

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Energy savings obligations (ESIP)	\$ 17,500,000	\$	\$ 17,500,000	\$ 17,500,000
Transfer from Capital Reserve	2,000,000	(271,298)	1,728,702	1,728,702
Total revenues	<u>19,500,000</u>	<u>(271,298)</u>	<u>19,228,702</u>	<u>19,228,702</u>
Expenditures and Other Financing Uses:				
Legal services	17,500		17,500	17,500
Architectural/engineering services	1,413,070	3,606	1,416,676	1,416,676
Other purchased professional and technical services	67,473		67,473	67,473
Construction services	17,651,528	75,525	17,727,053	17,727,053
Total expenditures	<u>19,149,571</u>	<u>79,131</u>	<u>19,228,702</u>	<u>19,228,702</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 350,429</u>	<u>\$ (350,429)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional project information:

Project Number	N/A
Grant Date	N/A
Lease Authorization Date	03/10/14
Lease Authorized	\$17,500,000
Lease Issued	\$17,500,000
Original Authorized Cost	\$17,500,000
Additional Authorized Cost	\$1,728,702
Revised Authorized Cost	\$19,228,702

Percentage Increase/(decrease) over Original Authorized Cost	9.88%
Percentage completion	100.00%
Original target completion date	FY16
Revised target completion date	FY19

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS  
COLTS NECK HIGH SCHOOL - ROOF REPLACEMENT  
FOR THE YEAR ENDED JUNE 30, 2021

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 249,373	\$	249,373	\$ 249,373
Capital Lease	432,120	(52,348)	379,772	379,772
Total revenues	681,493	(52,348)	629,145	629,145
Expenditures and Other Financing Uses:				
Legal services	1,987		1,987	1,987
Architectural/engineering services	58,047		58,047	58,047
Other purchased professional and technical services	9,559		9,559	9,559
Construction services	559,552		559,552	559,552
Total expenditures	629,145		629,145	629,145
Excess (deficiency) of revenues over (under) expenditures	\$ 52,348	\$ (52,348)	\$ -	\$ -

Additional project information:

Project Number	1650-010-14-G2WA
Grant Date	06/26/15
Lease Authorization Date	02/11/15
Lease Authorized	\$517,991
Lease Issued	\$517,991
Original Authorized Cost	\$863,318
Change in Authorized Cost	(\$234,173)
Revised Authorized Cost	\$629,145
Percentage Increase/(decrease) over Original Authorized Cost	-27.12%
Percentage completion	100.00%
Original target completion date	FY16
Revised target completion date	FY17

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS  
HOWELL HIGH SCHOOL - ROOF REPLACEMENT  
FOR THE YEAR ENDED JUNE 30, 2021

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 631,819	\$	\$ 631,819	\$ 631,819
Capital Lease	1,102,392	(143,726)	958,666	958,666
Total revenues	<u>1,734,211</u>	<u>(143,726)</u>	<u>1,590,485</u>	<u>1,590,485</u>
Expenditures and Other Financing Uses:				
Legal services	4,922		4,922	4,922
Architectural/engineering services	143,767		143,767	143,767
Other purchased professional and technical services	19,784		19,784	19,784
Construction services	1,422,012		1,422,012	1,422,012
Total expenditures	<u>1,590,485</u>		<u>1,590,485</u>	<u>1,590,485</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 143,726</u>	<u>\$ (143,726)</u>	<u>\$ -</u>	

Additional project information:

Project Number	1650-060-14-G2AH
Grant Date	06/26/15
Lease Authorization Date	02/11/15
Lease Authorized	\$1,321,627
Lease Issued	\$1,321,627
Original Authorized Cost	\$2,202,712
Change in Authorized Cost	(\$612,227)
Revised Authorized Cost	\$1,590,485

Percentage increase/(decrease) over Original Authorized Cost	-27.79%
Percentage completion	100.00%
Original target completion date	FY16
Revised target completion date	FY17

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS  
FREEHOLD TOWNSHIP HIGH SCHOOL - ROOF REPLACEMENT  
FOR THE YEAR ENDED JUNE 30, 2021

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$ 387,125	\$	\$ 387,125	\$ 387,125
Capital Lease	631,122	(42,993)	588,129	588,129
Total revenues	<u>1,018,247</u>	<u>(42,993)</u>	<u>975,254</u>	<u>975,254</u>
Expenditures and Other Financing Uses:				
Legal services	3,080		3,080	3,080
Architectural/engineering services	71,532		71,532	71,532
Other purchased professional and technical services	12,721		12,721	12,721
Construction services	887,921		887,921	887,921
Total expenditures	<u>975,254</u>	<u>-</u>	<u>975,254</u>	<u>975,254</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 42,993</u>	<u>\$ (42,993)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional project information:

Project Number	1650-055-14-G2AG
Grant Date	06/26/15
Lease Authorization Date	02/11/15
Lease Authorized	\$770,971
Lease Issued	\$770,971
Original Authorized Cost	\$1,284,952
Change in Authorized Cost	(\$309,698)
Revised Authorized Cost	\$975,254
Percentage Increase/(decrease) over Original Authorized Cost	-24.10%
Percentage completion	100.00%
Original target completion date	FY16
Revised target completion date	FY19

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS  
MANALAPAN HIGH SCHOOL - ROOF REPLACEMENT  
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources:</b>				
State Sources - SDA Grant	\$ 408,419	\$	\$ 408,419	\$ 408,419
Capital Lease	<u>1,084,366</u>	<u>(94,646)</u>	<u>989,720</u>	<u>989,720</u>
Total revenues	<u>1,492,785</u>	<u>(94,646)</u>	<u>1,398,139</u>	<u>1,398,139</u>
<b>Expenditures and Other Financing Uses:</b>				
Legal services	5,288		5,288	5,288
Architectural/engineering services	101,856		101,856	101,856
Other purchased professional and technical services	11,575		11,575	11,575
Construction services	<u>1,279,420</u>		<u>1,279,420</u>	<u>1,279,420</u>
Total expenditures	<u>1,398,139</u>	<u>-</u>	<u>1,398,139</u>	<u>1,398,139</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 94,646</u>	<u>\$ (94,646)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional project information:

Project Number	1650-070-14-G2A1
Grant Date	06/26/15
Lease Authorization Date	02/11/15
Lease Authorized	\$612,629
Lease Issued	\$612,629
Original Authorized Cost	\$1,021,048
Additional Authorized Cost	\$377,091
Revised Authorized Cost	\$1,398,139

Percentage Increase/(decrease) over Original Authorized Cost	36.93%
Percentage completion	100.00%
Original target completion date	FY16
Revised target completion date	FY19

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS  
SCHOOL SECURITY GRANT: INTERIOR DOOR SECURITY UPGRADES - DISTRICTWIDE  
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources:</b>				
State Sources - School Security Grant	\$	686,207 \$	686,207 \$	686,207
Transfer from emergency reserve		250,000	250,000	250,000
Total revenues	-	936,207	936,207	936,207
<b>Expenditures and Other Financing Uses:</b>				
Architectural/engineering services		53,312	53,312	69,750
Construction services			-	866,457
Total expenditures	-	53,312	53,312	936,207
Excess (deficiency) of revenues over (under) expenditures	\$	882,895 \$	882,895 \$	-

Additional project information:

Project Number	1650-XXX-21-1000
Grant Date	05/17/21
Lease Authorization Date	N/A
Lease Authorized	N/A
Lease Issued	N/A
Original Authorized Cost	\$936,207
Additional Authorized Cost	-
Revised Authorized Cost	-

Percentage Increase/(decrease) over Original Authorized Cost	0.00%
Percentage completion	0.00%
Original target completion date	FY22
Revised target completion date	

## PROPRIETARY FUND DETAIL STATEMENTS

Proprietary funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the district's board is that the costs of providing goods or services be financed through user charges.

**FOOD SERVICES FUND:**

This fund provides for the operation of Food services within the school district.

**EXTRACURRICULAR FUND**

This fund provides for the operation of an ice hockey program within the school district.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
COMBINING STATEMENT OF NET POSITION  
PROPRIETARY FUNDS - ENTERPRISE FUNDS  
JUNE 30, 2021

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND</u>		<u>TOTAL</u>
	<u>FOOD SERVICE</u> <u>FUND</u>	<u>EXTRA-CURRICULAR</u> <u>FUND</u>	
<b>ASSETS:</b>			
Current assets:			
Cash and cash equivalents	\$ 51,989		\$ 51,989
Accounts receivable:			
State	422		422
Federal	60,712		60,712
Other	4,265	26,952	31,217
Interfund receivable	161,297		161,297
Inventories	40,573		40,573
	<hr/>	<hr/>	<hr/>
Total current assets	319,258	26,952	346,210
Noncurrent assets:			
Furniture, machinery and equipment	1,055,337		1,055,337
Less accumulated depreciation	(712,345)		(712,345)
	<hr/>	<hr/>	<hr/>
Total noncurrent assets	342,992		342,992
	<hr/>	<hr/>	<hr/>
Total assets	662,250	26,952	689,202
<b>LIABILITIES:</b>			
Current liabilities:			
Accounts payable	38,446		38,446
Interfund payable		26,952	26,952
Lease payable	393,100		393,100
Unearned revenue	94,446		94,446
	<hr/>	<hr/>	<hr/>
Total current liabilities	525,992	26,952	552,944
	<hr/>	<hr/>	<hr/>
Total liabilities	525,992	26,952	552,944
<b>NET POSITION:</b>			
Net investment in capital assets	96,991		96,991
Unrestricted	39,267		39,267
	<hr/>	<hr/>	<hr/>
Total net position	\$ 136,258	\$ 26,952	\$ 136,258



FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS - ENTERPRISE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND</u>		<u>TOTAL</u>
	<u>FOOD SERVICE</u> <u>FUND</u>	<u>EXTRA-CURRICULAR</u> <u>FUND</u>	
<b>OPERATING REVENUES:</b>			
Charges for services:			
Daily sales - reimbursable programs	\$	\$	\$
Daily sales - non-reimbursable programs	12,431		12,431
Special functions	5,674		5,674
Fees - individuals		110,152	110,152
<b>Total operating revenues</b>	<b>18,105</b>	<b>110,152</b>	<b>128,257</b>
<b>OPERATING EXPENSES:</b>			
Cost of sales - reimbursable programs	83,687		83,687
Cost of sales - non-reimbursable programs	25,827		25,827
Salaries and benefits	191,930	101,895	293,825
Supplies and materials	599		599
Management fee	4,371		4,371
Miscellaneous	35,246	8,257	43,503
Depreciation	46,063		46,063
Lease purchase interest	14,963		14,963
Facility rental			
<b>Total operating expenses</b>	<b>402,686</b>	<b>110,152</b>	<b>512,838</b>
<b>Operating income (loss)</b>	<b>(384,581)</b>		<b>(384,581)</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>			
State sources			
State school lunch program	1,874		1,874
Federal sources			
National school lunch program	39,280		39,280
School breakfast program	21,531		21,531
Emergency Operational Costs Reimbursement Program	51,784		51,784
National food distribution commodities	15,592		15,592
<b>Total nonoperating revenues (expenses)</b>	<b>130,061</b>		<b>130,061</b>
<b>Change in net position</b>	<b>(254,520)</b>		<b>(254,520)</b>
<b>Total net position - beginning, as restated</b>	<b>390,778</b>		<b>390,778</b>
<b>Total net position - ending</b>	<b>\$ 136,258</b>	<b>\$</b>	<b>\$ 136,258</b>

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
COMBINING STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS - ENTERPRISE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUND		TOTAL
	FOOD SERVICE FUND	EXTRA-CURRICULAR FUND	
Cash flows from operating activities:			
Receipts from customers	\$ (11,217)	\$ 48,510	\$ 37,293
Payments to employees	(182,837)	(101,895)	(284,732)
Payments for employee benefits	(9,092)		(9,092)
Payments to suppliers	(98,600)	(8,257)	(106,857)
Net cash provided by (used for) operating activities	(301,746)	(61,642)	(363,388)
Cash flows from noncapital financing activities:			
State sources	5,333		5,333
Federal sources	60,430		60,430
Operating subsidies and transfers to other funds	321,411	61,642	383,053
Net cash provided by noncapital financing activities	387,174	61,642	448,816
Cash flows from capital and related financing activities:			
Capital lease payments	(123,626)		(123,626)
Purchases of capital assets	(4,643)		(4,643)
Net cash provided by (used for) capital and related financing activities	(128,269)		(128,269)
Net increase (decrease) in cash and cash equivalents	(42,841)		(42,841)
Cash and cash equivalents, July 1, 2020	94,830		94,830
Cash and cash equivalents, June 30, 2021	\$ 51,989	\$	\$ 51,989
Reconciliation of operating income (loss) to net cash provided (used) by operating activities			
Operating income (loss)	\$ (384,581)	\$	\$ (384,581)
Adjustments to reconciling operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation	46,063		46,063
Federal commodities	15,592		15,592
Change in assets and liabilities:			
(Increase) decrease in accounts receivable, net	(1,409)	(26,952)	(28,361)
Increase (decrease) in unearned revenue	(27,912)		(27,912)
Increase (decrease) in accounts payable	38,281	(34,690)	3,591
(Increase) decrease in inventories	12,220		12,220
	82,835	(61,642)	21,193
Net cash provided by (used for) operating activities	\$ (301,746)	\$ (61,642)	\$ (363,388)

## **LONG-TERM DEBT SCHEDULES**

The Long-Term schedules are used to reflect the outstanding principal balances of the long-term liabilities of the District. This includes obligations under Serial Bonds and Capital Leases

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF SERIAL BONDS  
JUNE 30, 2021

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	DATE MATURED	RATE OF INTEREST	BALANCE JULY 1, 2020	RETIRED	BALANCE JUNE 30, 2021
					0 \$	0 \$	-
					0 \$	0 \$	-

Not Currently Applicable

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES  
AS OF JUNE 30, 2021

<u>SERIES</u>	<u>TERM</u>	<u>INTEREST RATE PAYABLE</u>	<u>AMOUNT OF ORIGINAL LEASE</u>	<u>AMOUNT OUTSTANDING JUNE 30, 2020</u>	<u>DECREASE</u>	<u>AMOUNT OUTSTANDING JUNE 30, 2021</u>
<u>Governmental Funds:</u>						
District Wide Energy Savings Improvement Plan (ESIP)	15 Years	2.690%	\$ 17,498,000	\$ 13,568,797	\$ 945,414	\$ 12,623,383
School Buses, Technology & Copiers	5 Years	1.290%	3,052,000	1,244,319	618,172	626,147
School Buses, Technology & Buildings and Grounds Equipment	5 Years	1.660%	2,560,000	1,563,775	512,598	1,051,177
School Buses, Technology, Cafeteria, and Buildings & Grounds Equipment	5 Years	2.896%	1,446,617	1,176,464	281,467	894,997
Total Governmental Funds				17,553,355	2,357,651	15,195,704
<u>Proprietary Fund - Food Service:</u>						
Cafeteria Equipment	5 Years	2.896%	635,383	516,726	123,626	393,100
Grand Total			\$	<u>18,070,081</u>	<u>2,481,277</u>	<u>\$ 15,588,804</u>

**THIS PAGE INTENTIONALLY LEFT BLANK**

**STATISTICAL SECTION - UNAUDITED**

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
STATISTICAL SECTION

<u>Contents</u>	<u>Page</u>
Financial Trends:	
These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.	J-1 to J-4
Revenue Capacity:	
These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	J-5 to J-9
Debt Capacity:	
These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.	J-10 to J-13
Demographic and Economic Information:	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.	J-14 to J-15
Operating Information:	
These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	J-16 to J-20

Sources

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



FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<b>Government Activities:</b>										
Net Investment in capital assets	\$ 90,306,871	\$ 93,886,105	\$ 90,858,048	\$ 89,024,727	\$ 87,207,182	\$ 80,465,572	\$ 76,758,415	\$ 74,331,409	\$ 76,397,045	\$ 64,842,350
Restricted	40,677,885	33,624,268	28,130,955	26,112,090	27,648,406	28,446,908	30,394,625	31,027,126	27,308,431	21,024,274
Unrestricted (deficit)	(53,868,903)	(60,708,542)	(61,144,214)	(60,745,280)	(58,575,627)	(60,667,795)	(51,292,191)	(2,056,310)	(1,962,535)	(185,128)
<b>Total Government Activities Net Position</b>	<b>\$ 77,115,853</b>	<b>\$ 66,801,831</b>	<b>\$ 57,844,789</b>	<b>\$ 54,391,537</b>	<b>\$ 56,279,961</b>	<b>\$ 58,244,685</b>	<b>\$ 55,860,849</b>	<b>\$ 103,302,225</b>	<b>\$ 101,742,941</b>	<b>\$ 85,671,496</b>
<b>Business-Type Activities:</b>										
Net Investment in capital assets	\$ 96,991	\$ 61,045	\$ 38,228	\$ 493,155	\$ 154,865	\$ 182,315	\$ 220,747	\$ 238,357	\$ 271,952	\$ 89,992
Unrestricted	39,267	329,733	429,653	171,231	667,148	413,584	215,462	129,757	309,747	624,296
<b>Total Business-Type Activities Net Position</b>	<b>\$ 136,258</b>	<b>\$ 390,778</b>	<b>\$ 467,881</b>	<b>\$ 664,386</b>	<b>\$ 822,013</b>	<b>\$ 595,899</b>	<b>\$ 436,209</b>	<b>\$ 368,114</b>	<b>\$ 581,699</b>	<b>\$ 714,288</b>
<b>District-wide:</b>										
Net Investment in capital assets	\$ 90,403,862	\$ 93,947,150	\$ 90,896,276	\$ 89,517,882	\$ 87,362,047	\$ 80,647,887	\$ 76,979,162	\$ 74,569,766	\$ 76,668,997	\$ 64,932,342
Restricted	40,677,885	33,624,268	22,928,142	26,112,090	27,648,406	28,446,908	30,394,625	31,027,126	27,308,431	21,024,274
Unrestricted (deficit)	(53,829,636)	(60,378,809)	(55,511,748)	(60,574,049)	(57,908,479)	(60,254,211)	(51,076,729)	(1,926,553)	(1,652,788)	429,168
<b>Total District Net Position</b>	<b>\$ 77,252,111</b>	<b>\$ 67,192,609</b>	<b>\$ 58,312,670</b>	<b>\$ 55,055,923</b>	<b>\$ 57,101,974</b>	<b>\$ 58,840,584</b>	<b>\$ 56,297,058</b>	<b>\$ 103,670,339</b>	<b>\$ 102,324,640</b>	<b>\$ 86,365,784</b>

\* 2014 has not been restated for the impact of GASB 68

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<b>Governmental Activities:</b>										
<b>Instruction:</b>										
Regular	\$ 104,469,262	\$ 94,361,836	\$ 96,763,606	\$ 106,525,172	\$ 102,656,266	\$ 92,343,959	\$ 87,514,868	\$ 75,200,178	\$ 80,476,646	\$ 79,320,371
Special Education	26,584,929	24,537,760	24,953,884	27,318,264	27,929,556	25,759,425	24,439,970	20,497,345	17,229,076	13,906,774
Other Special Education	10,220,402	10,090,114	11,215,656	12,400,211	11,747,407	10,604,135	9,869,065	8,306,192	8,998,877	8,916,004
<b>Support Services:</b>										
Tuition	15,945,591	14,887,892	15,448,397	15,600,095	15,076,681	14,980,357	14,711,492	14,104,095	13,343,824	13,994,362
Student & instruction related services	30,945,020	27,900,105	29,530,211	32,227,254	30,730,390	27,893,131	25,721,936	21,748,966	19,632,989	18,231,436
General Administrative Services	1,936,692	1,926,591	2,278,719	1,835,507	1,893,992	1,716,518	1,701,177	1,675,888	9,446,283	9,419,268
School Administrative Services	13,135,988	11,409,076	12,261,778	12,800,205	12,330,132	11,230,302	10,673,330	9,221,080	2,011,069	2,155,127
Central Services/Admin. Information Technology	4,511,937	4,556,840	5,074,147	5,681,925	6,268,366	4,719,869	4,644,456	3,690,894	4,122,564	3,588,070
Plant Operations and Maintenance	14,456,372	15,927,843	17,844,146	19,473,749	20,976,707	17,059,282	15,943,060	15,679,073	15,303,296	15,753,689
Pupil Transportation Services	13,981,765	15,612,449	17,281,025	17,235,363	16,630,574	16,604,098	17,116,697	16,740,367	16,297,004	16,174,059
Special Schools										
Transfer to Charter Schools	8,101	192,408	445,263	741,084	936,851	1,159,719	1,353,737	1,548,571	1,699,266	29,312
Interest on Long-Term Debt	5,678,590	5,978,678	5,884,013	5,324,671	4,917,067	4,687,161	4,881,749	4,836,889	34,303	34,303
Unallocated Depreciation and Amortization										
	\$ 241,874,649	\$ 227,381,612	\$ 240,980,845	\$ 257,163,550	\$ 252,095,989	\$ 229,167,956	\$ 218,563,537	\$ 193,249,548	\$ 198,597,397	\$ 183,395,595
<b>Food Service</b>	402,696	1,896,771	2,723,536	3,583,671	3,201,580	3,167,975	3,086,810	3,211,871	3,433,767	3,568,347
<b>Extra Curricular Fund</b>	110,152	214,318	212,545	233,962	240,311	256,688	227,246	236,788	213,993	238,976
<b>SAT Prep Program</b>										25,538
	\$ 512,838	\$ 2,111,089	\$ 2,936,081	\$ 3,817,633	\$ 3,441,891	\$ 3,424,663	\$ 3,324,056	\$ 3,448,659	\$ 3,647,760	\$ 3,832,861
	\$ 242,387,487	\$ 229,492,701	\$ 243,916,926	\$ 260,981,183	\$ 255,537,880	\$ 232,592,619	\$ 221,887,593	\$ 196,698,207	\$ 192,245,157	\$ 187,228,456
<b>Governmental Activities:</b>										
<b>Charges for Services:</b>										
Instruction	\$ 1,584,920	\$ 448,194	\$ 345,797	\$ 212,475	\$ 230,377	\$ 289,578	\$ 319,039	\$ 257,418	\$ 159,313	\$ 254,971
Operating Grants and Contributions	61,523,780	42,287,847	50,051,482	64,954,154	59,693,390	43,912,263	35,821,867	16,856,815	428,007	468,018
	\$ 63,108,700	\$ 42,736,041	\$ 50,397,279	\$ 65,166,629	\$ 59,923,767	\$ 44,201,841	\$ 36,140,906	\$ 17,114,233	\$ 585,320	\$ 722,989
<b>Business-Type Activities:</b>										
<b>Charges for Services:</b>										
Food Service	18,105	1,334,895	1,987,015	2,760,504	2,761,404	2,891,559	2,559,607	2,527,739	2,642,037	2,909,211
Extra Curricular Fund	110,152	214,318	212,545	233,962	240,311	256,688	227,246	236,788	190,193	262,776
SAT Prep Program										22,202
Operating Grants and Contributions	130,061	484,773	540,016	665,540	666,290	636,106	605,298	470,547	466,782	433,012
	\$ 258,318	\$ 2,033,986	\$ 2,739,576	\$ 3,660,006	\$ 3,668,005	\$ 3,584,353	\$ 3,392,151	\$ 3,235,074	\$ 3,319,012	\$ 3,627,201
	\$ 63,367,018	\$ 44,770,027	\$ 53,136,855	\$ 68,826,635	\$ 63,591,772	\$ 47,786,194	\$ 39,533,057	\$ 20,349,307	\$ 3,904,332	\$ 4,350,190
<b>Governmental Activities</b>	\$ (178,765,948)	\$ (184,645,571)	\$ (190,583,566)	\$ (191,996,921)	\$ (192,172,222)	\$ (184,966,115)	\$ (182,422,631)	\$ (176,135,315)	\$ (188,012,077)	\$ (182,572,605)
<b>Business-Type Activities</b>	(254,520)	(77,103)	(196,505)	(157,627)	228,114	159,660	68,095	(213,585)	(328,748)	(205,660)
	\$ (179,020,468)	\$ (184,722,674)	\$ (190,780,071)	\$ (192,154,548)	\$ (191,946,108)	\$ (184,806,425)	\$ (182,354,536)	\$ (176,348,900)	\$ (188,340,825)	\$ (182,778,265)

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<b>Governmental Activities:</b>										
Property Taxes Levied for General Purposes, Net	\$ 140,379,308	\$ 137,626,773	\$ 134,270,320	\$ 131,637,568	\$ 128,147,673	\$ 125,634,974	\$ 121,473,208	\$ 119,091,381	\$ 116,756,256	\$ 115,600,253
Taxes Levied for Debt Service	45,440,258	41,136,159	4,122,537	4,114,779	4,105,698	4,099,644	4,093,210	4,086,778	4,076,750	4,071,262
Unrestricted Grants and Contributions	144,564	49,855,488	53,480,921	54,362,826	54,709,469	54,224,317	54,428,665	54,015,433	68,350,311	64,262,301
Restricted Grants and Contributions	76,611	1,297,399	1,290,740	1,221,659	1,161,898	2,651,166	2,239,175	1,088,864	3,808,529	4,250,267
Miscellaneous Income		686,794	872,300	459,661	2,082,760	762,770	148,292	303,863	576,640	931,185
Gain/(Loss) on Sale of Equipment						(42,920)				(9,896)
	<u>186,040,741</u>	<u>193,602,613</u>	<u>194,036,818</u>	<u>191,796,494</u>	<u>190,207,498</u>	<u>187,349,951</u>	<u>182,382,550</u>	<u>178,586,339</u>	<u>193,568,486</u>	<u>189,105,372</u>
	\$ <u>186,040,741</u>	\$ <u>193,602,613</u>	\$ <u>194,036,818</u>	\$ <u>191,796,494</u>	\$ <u>190,207,498</u>	\$ <u>187,349,951</u>	\$ <u>182,382,550</u>	\$ <u>178,586,339</u>	\$ <u>193,568,486</u>	\$ <u>189,105,372</u>
<b>Governmental Activities Business-Type Activities</b>	\$ 7,274,792	\$ 8,957,042	\$ 3,453,252	\$ (200,427)	\$ (1,964,724)	\$ 2,383,836	\$ (40,081)	\$ 2,451,024	\$ 5,556,409	\$ 6,432,766
	<u>(254,520)</u>	<u>(77,103)</u>	<u>(196,505)</u>	<u>(157,627)</u>	<u>226,114</u>	<u>159,690</u>	<u>68,095</u>	<u>(213,565)</u>	<u>(328,749)</u>	<u>(205,660)</u>
	\$ <u>7,020,272</u>	\$ <u>8,879,939</u>	\$ <u>3,256,747</u>	\$ <u>(358,054)</u>	\$ <u>(1,738,610)</u>	\$ <u>2,543,526</u>	\$ <u>28,014</u>	\$ <u>2,237,439</u>	\$ <u>5,227,661</u>	\$ <u>6,227,106</u>

\* 2014 has not been restated for the impact of GASB 68

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

FUND BALANCES - GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
General Fund:										
Restricted	\$ 36,432,413	\$ 32,631,926	\$ 27,299,540	\$ 25,235,695	\$ 26,892,872	\$ 27,823,998	\$ 29,394,625	\$ 31,027,126	\$ 27,073,450	\$ 21,024,274
Assigned	2,520,712	992,452	824,245	592,262	755,534		1,450,900	763,915	1,000,000	2,218,598
Unassigned	4,554,755		7,170	284,133						
Total General Fund	\$ 43,507,880	\$ 33,624,378	\$ 28,130,955	\$ 26,112,090	\$ 27,648,406	\$ 27,823,998	\$ 30,845,525	\$ 31,791,041	\$ 28,073,450	\$ 23,242,872
All Other Governmental Funds:										
Restricted	\$ 2,018,524	\$ 1,268,263	\$ 1,268,329	\$ 1,190,797	\$ 1,164,358	\$ 944,577	\$ 7,799,283	\$ 20,088,887	\$	\$
Unreserved, Reported In:										
Capital Projects Fund		89,131	89,131	486,442	1,054,420	5,031,272	11,641,370	109,584		
Total All Other Governmental Fund:	\$ 2,018,524	\$ 1,357,394	\$ 1,357,460	\$ 1,677,239	\$ 2,218,778	\$ 5,975,849	\$ 19,440,653	\$ 20,198,471	\$	\$

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)  
(UNAUDITED)

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<b>Revenues:</b>										
Tax Levy	\$ 140,379,308	\$ 141,762,932	\$ 138,392,857	\$ 135,752,348	\$ 132,253,371	\$ 129,734,618	\$ 125,566,418	\$ 123,178,159	\$ 120,833,006	\$ 119,671,515
Tuition Charges	145,788	251,164	197,903	50,275	66,286	70,929	124,280	72,583	62,177	166,772
Transportation Fees	75,536	94,101	844,978	2,074,982	2,074,982	776,317	135,377	294,534	36,974	38,940
Miscellaneous	1,841,632	951,407	347,725	422,844	385,828	451,783	327,157	311,734	686,802	917,144
State Sources	79,398,311	79,508,106	82,174,400	79,967,728	77,088,133	75,427,943	72,570,063	68,952,756	69,676,088	63,785,249
Federal Sources	4,990,047	3,127,516	3,211,211	3,243,764	3,211,622	3,172,682	2,828,807	2,890,826	2,908,759	5,195,337
<b>Total Revenues</b>	<b>226,430,622</b>	<b>225,695,226</b>	<b>225,169,074</b>	<b>219,887,227</b>	<b>215,080,202</b>	<b>209,634,272</b>	<b>201,552,002</b>	<b>195,700,572</b>	<b>194,153,806</b>	<b>189,774,957</b>
<b>Expenditures:</b>										
Instruction:										
Regular	56,630,881	56,620,517	56,726,361	56,202,993	55,138,134	54,420,588	54,580,063	53,226,236	54,461,270	53,010,885
Special	15,125,452	15,527,702	15,042,122	15,266,006	16,290,116	16,350,910	16,147,479	15,292,601	12,044,633	9,709,787
Other	5,761,604	6,262,519	6,711,149	6,863,471	6,946,105	6,543,186	6,385,427	6,327,793	6,519,860	6,474,132
Support Services:										
Tuition	15,945,591	14,887,892	15,448,397	15,600,095	15,076,681	14,980,357	14,711,492	14,104,095	13,343,824	13,994,362
Student & Instruction related services	18,881,771	18,155,244	18,506,187	18,587,291	18,249,119	17,927,006	17,224,746	15,900,229	14,016,576	12,952,335
School Administrative Services	6,960,656	6,821,962	6,877,808	6,713,490	6,600,419	6,607,803	6,579,123	6,507,814	6,558,728	6,560,887
General Administrative Services	1,635,642	1,825,993	2,191,455	1,635,198	1,642,388	1,596,498	1,561,794	1,535,366	1,817,374	1,985,654
General and Central Services	3,796,679	3,637,387	3,917,286	3,742,376	3,463,722	3,221,782	3,277,294	2,594,840	2,792,121	2,660,101
Central Services/Admin. Information Tech	13,314,931	14,265,710	15,518,081	16,221,433	16,848,948	14,593,778	13,821,891	13,908,423	12,570,393	12,971,617
Plant Operations and Maintenance	14,889,180	16,957,590	18,508,314	18,147,561	17,144,259	16,812,407	16,052,557	14,960,904	14,006,185	13,836,574
Student Transportation Services	63,411,394	57,904,007	57,563,911	55,407,404	51,122,265	47,637,366	43,750,109	41,368,603	43,888,725	41,829,101
Unallocated Employee Benefits										
Special Schools										29,312
Charter Schools										
Debt Service:										
Principal		5,205,000	4,940,000	4,695,000	4,460,000	4,240,000	4,030,000	3,830,000	3,635,000	3,455,000
Interest and Other Charges		260,250	507,250	742,000	965,000	1,177,000	1,378,500	1,570,000	1,751,750	1,924,500
Capital Outlay	2,369,439	1,870,096	2,367,613	4,219,752	7,876,851	21,699,940	7,313,710	1,349,981	2,673,424	716,145
<b>Total Expenditures</b>	<b>218,925,220</b>	<b>220,201,969</b>	<b>224,885,934</b>	<b>224,044,070</b>	<b>221,524,007</b>	<b>227,768,621</b>	<b>206,834,185</b>	<b>192,477,087</b>	<b>190,090,863</b>	<b>182,100,402</b>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	7,505,402	5,493,357	283,140	(4,156,843)	(6,443,805)	(18,134,349)	(5,282,183)	3,223,485	4,062,943	7,674,555
Other Financing Sources/(Uses):										
Capital leases (non-budgeted)			1,415,946	2,078,988	2,511,142	1,648,018	3,581,100	2,957,597		
Transfers Out							(2,251)			
Proceeds from energy savings obligations (ESIP)								17,500,000		
<b>Total Other Financing Sources/(Uses)</b>			1,415,946	2,078,988	2,511,142	1,648,018	3,578,849	20,457,597		
<b>Net Change in Fund Balances</b>	<b>\$ 7,505,402</b>	<b>\$ 5,493,357</b>	<b>\$ 1,699,086</b>	<b>\$ (2,077,855)</b>	<b>\$ (3,932,663)</b>	<b>\$ (16,486,331)</b>	<b>\$ (1,703,334)</b>	<b>\$ 23,681,082</b>	<b>\$ 4,062,943</b>	<b>\$ 7,674,555</b>
Debt Service as a Percentage of Noncapital Expenditures	N/A	2.50%	2.45%	2.47%	2.54%	2.63%	2.71%	2.83%	2.87%	2.97%

Source: District records  
Note: Noncapital expenditures are total expenditures less Capital Outlay.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE  
 LAST TEN FISCAL YEARS  
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)  
 (UNAUDITED)

Fiscal Year Ending June 30,	Restricted		Unrestricted		Annual Totals
	Athletic Fees	Facility Rental	Refund of Prior Year Expenditures	Miscellaneous	
2021*	\$ -	\$ -	\$ 58,886	\$ 215,138	274,024
2020	76,027	26,902	35,050	591,860	729,839
2019	77,756	70,138	196,905	644,396	989,195
2018	81,545	80,655	53,236	393,043	608,479
2017	77,378	86,713	1,498	2,072,765	2,238,354
2016	73,319	145,330	424,495	351,822	994,966
2015	77,768	116,991	71,847	63,430	330,036
2014	69,696	115,159	72,082	222,452	479,389
2013	68,612	97,136	91,737	240,266	497,751
2012	69,310	88,199	429,465	244,140	831,114

Source: District records

\* No Athletic Fees or Facility Rental revenue in 2021 as a result of COVID-19

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS  
UNAUDITED

	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Tax-Exempt Property (3)	Public Utilities (1)	Net Valuation Taxable	Total Direct School Tax Rate (2)	Estimated Actual (County Equalized) Value
<b>Colts Neck</b>													
2021	\$ 35,294,400	\$ 2,660,186,500	\$ 207,364,800	\$ 3,747,200	\$ 169,635,300	-	-	\$ 3,076,228,200	-	\$ 4,486,457	\$ 3,080,714,657	0.374	\$ 3,107,278,138
2020	34,048,800	2,575,335,800	219,344,800	3,913,700	167,485,400	-	-	3,000,128,500	-	4,241,007	3,004,369,507	0.394	3,048,816,984
2019	35,878,300	2,583,155,800	236,671,000	4,032,700	162,699,400	-	-	3,021,437,200	-	4,241,007	3,025,678,207	0.423	3,079,828,708
2018	39,970,600	2,574,100,700	241,579,500	4,069,600	161,479,600	-	-	3,021,200,000	-	3,876,763	3,025,076,763	0.446	3,048,057,282
2017	41,407,700	2,552,994,800	232,105,700	4,045,100	164,887,600	-	-	2,995,440,900	-	3,077,794	2,998,518,694	0.466	3,015,171,174
2016	41,748,200	2,534,198,600	244,132,600	4,203,100	163,892,200	-	-	2,968,174,700	-	3,065,471	2,991,240,171	0.439	3,017,649,789
2015	38,448,100	2,503,435,400	257,605,800	4,125,100	164,609,600	-	-	2,968,224,000	-	3,159,066	2,971,383,066	0.454	3,041,417,551
2014	39,881,800	2,540,498,000	263,017,800	4,159,900	167,395,000	-	-	3,014,942,500	-	3,079,651	3,018,022,351	0.447	3,066,222,327
2013	41,257,000	2,558,728,600	263,081,000	4,158,700	178,123,400	-	-	3,045,348,700	-	3,723,634	3,049,072,334	0.408	3,122,799,191
2012	44,509,600	2,575,313,400	255,778,700	4,145,400	184,744,300	-	-	3,064,491,400	-	3,723,975	3,068,215,375	0.390	3,117,468,897
<b>Englishtown</b>													
2021	\$ 1,315,500	\$ 213,226,400	-	-	\$ 37,974,100	\$ 7,939,100	\$ 16,343,100	\$ 276,798,200	-	-	\$ 276,798,200	0.362	\$ 259,441,744
2020	1,272,700	201,065,800	-	-	37,958,100	7,282,900	16,065,200	263,644,700	-	-	263,644,700	0.403	262,789,835
2019	1,583,000	195,430,000	-	-	36,957,300	6,865,300	15,711,000	256,456,600	-	-	256,456,600	0.422	257,909,176
2018	1,320,400	190,588,800	-	-	35,421,300	6,396,800	14,458,700	248,186,000	-	-	248,186,000	0.402	253,041,801
2017	1,348,800	185,500,700	-	-	36,071,000	6,393,800	13,302,100	242,616,500	-	-	242,616,500	0.414	238,968,085
2016	1,576,900	183,420,400	-	-	35,820,000	6,452,500	13,288,100	240,537,900	-	-	240,537,900	0.380	232,973,981
2015	1,654,800	183,619,000	-	-	34,989,900	6,358,900	13,228,100	239,850,700	-	-	239,850,700	0.373	223,236,967
2014	1,867,700	200,060,300	-	-	39,188,600	7,267,200	1,262,100	249,645,900	-	-	249,645,900	0.372	221,639,386
2013	3,274,100	206,535,000	-	-	35,332,500	7,617,200	1,262,100	254,020,900	-	-	254,020,900	0.404	231,103,589
2012	2,384,300	201,896,900	-	-	35,742,000	8,563,900	1,262,100	249,969,200	-	-	249,969,200	0.393	235,241,620
<b>Farmingdale</b>													
2021	\$ 1,085,100	\$ 125,358,200	\$ 26,400	\$ 16,300	\$ 27,368,900	\$ 4,564,200	\$ 19,083,000	\$ 177,502,100	-	-	\$ 177,502,100	0.377	\$ 175,392,966
2020	1,281,500	121,197,400	25,900	16,300	26,712,900	4,208,500	19,109,100	172,551,600	-	-	172,551,600	0.352	171,914,944
2019	973,500	119,715,300	-	17,500	26,880,000	3,273,400	15,485,200	166,344,900	-	-	166,344,900	0.354	159,094,861
2018	984,800	120,283,900	-	17,500	26,918,700	3,311,800	15,357,900	166,874,600	-	-	166,874,600	0.339	149,658,560
2017	3,226,700	106,525,800	584,700	2,700	26,700,800	3,318,200	15,321,400	155,673,900	-	-	155,673,900	0.345	146,045,388
2016	1,898,600	105,777,400	590,000	2,700	27,171,700	3,318,200	15,315,400	154,074,000	-	-	154,074,000	0.326	145,958,075
2015	1,905,600	106,279,000	563,600	2,700	27,115,000	3,319,800	15,314,700	154,500,400	-	-	154,500,400	0.308	138,780,348
2014	1,865,300	110,969,600	600,000	14,200	20,523,500	2,742,800	13,947,400	150,562,800	-	-	150,562,800	0.298	137,417,398
2013	1,865,300	111,706,500	721,700	14,200	20,320,000	2,742,800	13,947,400	151,317,900	-	-	151,317,900	0.397	145,089,919
2012	1,918,800	112,133,500	721,700	14,200	20,320,000	2,742,800	13,947,400	151,798,400	-	2,529,438	154,327,838	0.350	149,581,365

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS  
UNAUDITED

	Vacant Land	Residential	Farm Reg	Ofirm	Commercial	Industrial	Apartment	Total Assessed Value	Tax-Exempt Property (3)	Public Utilities (1)	Net Valuation Taxable	Total Direct School Tax Rate (2)	Estimated Actual (County Equalized) Value
<b>Freehold Boro</b>													
2021	\$ 9,459,200	\$ 817,015,000	-	-	\$ 243,698,000	\$ 25,570,200	\$ 42,155,600	\$ 1,137,898,000	\$ 1,351,400	-	\$ 1,137,898,000	0.364	\$ 1,153,639,663
2020	8,676,000	790,539,300	-	-	239,787,500	25,327,700	41,548,500	1,105,879,000	2,265,900	-	1,105,879,000	0.374	1,110,626,704
2019	10,763,800	771,998,400	-	-	234,733,200	25,450,200	40,897,000	1,083,860,600	2,254,600	-	1,083,860,600	0.364	1,091,828,385
2018	9,600,100	754,455,600	-	-	233,786,500	25,411,800	32,216,500	1,055,470,500	2,369,500	-	1,055,470,500	0.342	1,048,932,001
2017	9,632,800	746,201,020	-	-	231,066,700	25,373,900	32,137,100	1,044,411,520	1,181,800	-	1,044,411,520	0.343	1,032,101,092
2016	10,627,200	739,568,800	-	-	229,822,500	25,353,000	22,454,100	1,027,825,600	1,128,800	-	1,027,825,600	0.320	986,304,992
2015	10,120,100	741,225,500	-	-	230,456,500	25,345,900	22,065,400	1,029,213,400	1,390,000	-	1,029,213,400	0.295	951,845,338
2014	10,235,100	755,357,200	-	-	237,225,100	25,345,900	22,388,400	1,050,551,700	1,423,600	-	1,050,551,700	0.311	974,389,434
2013	10,236,400	764,565,800	-	-	239,840,300	25,345,900	22,388,400	1,062,378,800	2,476,800	-	1,062,378,800	0.321	1,025,327,919
2012	10,244,400	767,610,400	-	-	241,264,600	25,345,900	22,388,400	1,066,853,700	3,408,000	-	1,066,853,700	0.341	1,139,215,781
<b>Freehold Township</b>													
2021	\$ 52,455,300	\$ 5,103,047,500	\$ 32,672,100	\$ 1,490,000	\$ 1,399,760,900	\$ 176,972,900	\$ 101,720,900	\$ 6,868,119,600	\$ 3,969,600	-	\$ 6,868,119,600	0.412	\$ 7,050,941,430
2020	54,864,900	4,883,717,000	32,314,100	1,508,500	1,482,227,500	154,144,100	98,555,800	6,717,431,900	3,969,600	-	6,717,431,900	0.408	6,710,556,688
2019	50,698,700	4,799,653,300	33,788,900	1,538,100	1,457,447,400	154,697,800	94,626,700	6,592,450,900	3,969,600	-	6,592,450,900	0.417	6,615,462,721
2018	48,609,600	4,688,492,600	31,227,800	1,535,200	1,417,161,400	154,713,700	84,626,700	6,326,367,000	3,612,600	-	6,326,367,000	0.441	6,510,731,901
2017	52,922,000	4,425,631,400	29,682,700	1,444,500	1,396,897,600	154,513,500	84,791,800	6,145,883,500	3,612,600	-	6,145,883,500	0.455	6,456,448,298
2016	51,370,300	4,325,592,200	30,003,400	1,456,800	1,387,324,000	153,241,300	78,612,500	6,027,600,600	3,612,600	-	6,027,600,600	0.482	6,589,292,604
2015	55,908,800	4,266,396,900	29,970,000	1,464,900	1,320,216,200	148,905,300	71,094,300	5,893,958,100	3,612,600	-	5,893,958,100	0.452	6,095,136,631
2014	50,881,700	3,955,292,200	27,666,200	1,440,900	1,238,936,400	146,563,700	60,794,300	5,482,575,400	41,400	-	5,482,575,400	0.480	5,837,654,006
2013	56,004,900	3,949,909,700	28,280,200	1,466,400	1,243,834,300	146,521,200	60,794,300	5,486,811,000	-	-	5,486,811,000	0.471	5,873,458,863
2012	67,931,000	4,548,658,400	32,524,700	1,509,700	1,245,930,300	156,782,100	61,500,000	6,114,837,200	-	-	6,114,837,200	0.411	6,197,354,750
<b>Howell</b>													
2021	\$ 113,286,200	\$ 6,449,143,300	\$ 103,553,600	\$ 2,349,700	\$ 713,280,800	\$ 124,386,400	\$ 40,138,000	\$ 7,546,137,900	-	-	\$ 7,546,137,900	0.428	\$ 7,754,650,084
2020	101,852,000	6,318,620,400	102,076,600	2,432,200	710,135,200	113,613,300	39,900,900	7,388,630,600	-	-	7,388,630,600	0.432	7,644,393,392
2019	112,105,800	6,149,486,400	98,207,200	2,669,500	682,217,500	111,137,700	39,843,400	7,195,667,500	-	-	7,195,667,500	0.448	7,493,685,010
2018	114,774,900	5,875,284,700	98,123,400	2,624,600	668,590,600	105,862,100	38,671,700	6,903,932,000	-	-	6,903,932,000	0.449	7,130,335,655
2017	118,523,800	5,654,440,800	98,312,200	2,397,100	626,784,300	104,535,300	37,293,500	6,642,287,000	-	-	6,642,287,000	0.436	6,760,028,111
2016	114,702,200	5,373,302,700	101,965,500	2,701,000	628,132,400	112,376,100	32,259,800	6,365,439,700	-	-	6,365,439,700	0.433	6,591,132,598
2015	127,426,600	5,157,744,800	98,908,600	2,755,700	616,492,200	107,704,400	32,259,800	6,151,762,520	-	8,470,420	6,151,762,520	0.432	6,388,597,363
2014	137,473,800	4,623,682,700	89,384,800	2,673,500	611,874,200	101,664,900	-	5,566,754,000	-	7,632,229	5,574,386,229	0.452	6,087,370,787
2013	155,367,400	4,579,706,000	89,658,000	2,768,800	594,385,000	101,866,600	-	5,524,143,800	-	8,867,486	5,533,011,286	0.483	6,199,518,124
2012	147,940,600	4,554,735,400	85,598,100	2,640,500	595,545,700	103,344,900	-	5,489,805,200	-	11,032,948	5,500,838,148	0.478	6,509,420,350



**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT**  
**ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**  
**UNAUDITED**

	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Tax-Exempt Property (3)	Public Utilities (1)	Net Valuation Taxable	Total Direct School Tax Rate (2)	Estimated Actual (County Equalized) Value
<b>Manalapan</b>													
2021	\$ 37,215,500	\$ 6,536,009,200	\$ 41,063,800	\$ 1,874,800	\$ 524,132,500	\$ 25,026,600	\$ -	\$ 7,165,322,400	\$ -	\$ -	\$ 7,165,322,400	0.427	\$ 7,477,540,523
2020	34,613,800	6,436,526,600	40,985,400	1,838,300	518,889,000	25,197,400	-	7,058,050,500	-	-	7,058,050,500	0.416	7,324,554,794
2019	39,292,500	6,362,922,900	37,993,500	1,822,700	478,389,800	23,999,000	-	6,944,410,400	-	-	6,944,410,400	0.420	7,316,476,259
2018	38,604,600	6,071,386,900	37,918,200	1,895,900	467,772,800	23,587,100	-	6,641,165,500	-	-	6,641,165,500	0.415	6,692,366,754
2017	35,776,600	5,872,797,400	35,508,500	1,944,000	432,624,800	20,863,100	-	6,398,514,400	-	-	6,398,514,400	0.418	6,463,681,306
2016	34,938,600	5,786,849,660	33,999,000	1,956,900	423,168,000	20,454,000	-	6,301,366,160	-	-	6,301,366,160	0.414	6,385,559,229
2015	38,785,800	5,657,693,750	34,267,100	2,250,900	387,171,100	20,451,000	-	6,140,599,850	-	-	6,140,599,850	0.420	6,234,359,701
2014	47,846,600	5,359,086,600	32,130,400	2,269,200	380,616,076	20,269,600	-	5,842,218,476	-	-	5,842,218,476	0.436	6,109,992,591
2013	58,673,900	5,299,331,500	31,538,900	2,316,400	378,911,200	20,269,600	-	5,791,041,500	-	-	5,791,041,500	0.425	5,978,278,610
2012	70,482,900	5,241,149,800	32,267,800	2,352,300	377,401,400	22,667,200	-	5,746,321,400	-	-	5,746,321,400	0.420	6,169,252,662
<b>Marlboro</b>													
2021	\$ 53,888,350	\$ 6,566,454,270	\$ 31,805,300	\$ 905,600	\$ 497,299,500	\$ 80,779,900	\$ 50,753,900	\$ 7,281,886,820	\$ 48,000	-	\$ 7,281,886,820	0.472	\$ 8,223,019,294
2020	55,280,200	6,556,863,800	32,671,400	914,800	490,911,300	80,779,900	27,860,900	7,245,302,300	48,000	-	7,245,302,300	0.466	8,125,904,617
2019	73,126,400	6,527,605,100	37,138,400	976,900	465,658,700	80,779,900	13,253,900	7,196,738,900	48,000	-	7,196,738,900	0.474	7,999,665,880
2018	75,738,300	6,514,545,800	37,119,700	993,300	457,853,700	80,779,900	22,287,000	7,189,317,700	-	-	7,189,317,700	0.415	7,637,736,943
2017	62,232,800	6,511,414,300	38,887,800	1,079,700	457,480,800	79,030,300	22,287,000	7,172,392,700	-	-	7,172,392,700	0.456	7,460,307,716
2016	64,533,000	6,503,789,000	38,438,000	1,084,200	454,550,000	79,788,500	22,287,000	7,164,469,700	-	-	7,164,469,700	0.440	7,354,851,699
2015	69,839,100	6,439,597,624	37,757,200	1,084,700	444,223,200	82,478,300	21,756,900	7,096,747,024	-	-	7,096,747,024	0.445	7,186,558,937
2014	77,822,900	6,099,931,774	35,205,200	1,036,800	428,732,400	84,673,900	18,619,900	6,746,022,874	-	-	6,746,022,874	0.447	7,013,277,224
2013	85,204,500	6,098,106,500	36,036,300	1,036,500	424,031,300	86,543,000	18,619,900	6,749,578,000	-	-	6,749,578,000	0.433	7,085,446,679
2012	92,253,900	6,234,133,500	38,633,800	1,045,400	420,120,900	88,021,000	18,619,900	6,692,828,400	-	9,347,305	6,902,175,705	0.403	7,266,197,377

Source: County Board of Taxation

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

Reassessment occurs when ordered by the County Board of Taxation.

(1) Taxable Value of Machinery, Implements & Equipment of Telephone, Telegraph & Messenger System Companies.

(2) Tax rates are per \$100.

(3) Tax exempt property already excluded from assessed value by property class

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
DIRECT AND OVERLAPPING PROPERTY TAX RATES

LAST TEN FISCAL YEARS  
UNAUDITED

(RATE PER \$100 OF ASSESSED VALUATION)

	<u>Freehold Regional</u>			<u>Overlapping Rates</u>			<u>Total Direct &amp; Overlapping Tax Rate</u>	
	<u>Basic Rate</u>	<u>General Obligation Debt Service</u>	<u>Total Direct</u>	<u>Elementary School</u>	<u>Local Purpose</u>	<u>Library/Other</u>		<u>Monmouth County</u>
<b>Colts Neck</b>								
2021	0.374	-	0.374	0.813	0.269	0.012	0.278	1.746
2020	0.381	0.013	0.394	0.812	0.260	0.012	0.286	1.764
2019	0.410	0.013	0.423	0.776	0.260	0.012	0.290	1.761
2018	0.432	0.014	0.446	0.761	0.258	0.012	0.298	1.775
2017	0.452	0.014	0.466	0.749	0.250	0.012	0.292	1.769
2016	0.425	0.014	0.439	0.739	0.241	0.012	0.300	1.731
2015	0.440	0.014	0.454	0.730	0.228	0.012	0.311	1.735
2014	0.432	0.015	0.447	0.705	0.214	0.012	0.309	1.687
2013	0.394	0.014	0.408	0.686	0.203	0.012	0.309	1.618
2012	0.377	0.013	0.390	0.680	0.194	0.012	0.294	1.570
<b>Englishtown</b>								
2021	0.362	-	0.362	0.878	0.648	-	0.264	2.152
2020	0.391	0.012	0.403	0.906	0.631	-	0.286	2.226
2019	0.410	0.012	0.422	0.881	0.631	-	0.289	2.223
2018	0.389	0.013	0.402	0.998	0.632	-	0.308	2.340
2017	0.402	0.012	0.414	0.933	0.621	-	0.290	2.258
2016	0.368	0.012	0.380	0.913	0.621	-	0.283	2.197
2015	0.355	0.018	0.373	0.873	0.591	-	0.293	2.130
2014	0.360	0.012	0.372	0.812	0.558	-	0.268	2.010
2013	0.391	0.013	0.404	0.786	0.498	-	0.281	1.969
2012	0.376	0.017	0.393	0.778	0.462	-	0.276	1.909
<b>Farmingdale</b>								
2021	0.377	-	0.377	1.321	0.318	-	0.278	2.294
2020	0.342	0.010	0.352	1.320	0.311	-	0.286	2.269
2019	0.343	0.011	0.354	1.352	0.293	-	0.278	2.277
2018	0.328	0.011	0.339	1.228	0.261	-	0.287	2.115
2017	0.335	0.010	0.345	1.218	0.244	-	0.278	2.085
2016	0.316	0.010	0.326	1.192	0.241	-	0.288	2.047
2015	0.298	0.010	0.308	1.078	0.217	-	0.281	1.884
2014	0.288	0.010	0.298	1.027	0.212	-	0.290	1.827
2013	0.384	0.013	0.397	1.041	0.212	-	0.293	1.943
2012	0.342	0.008	0.350	0.960	0.211	-	0.290	1.811

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
DIRECT AND OVERLAPPING PROPERTY TAX RATES

LAST TEN FISCAL YEARS  
UNAUDITED

(RATE PER \$100 OF ASSESSED VALUATION)

	<u>Freehold Regional</u>			<u>Overlapping Rates</u>			<u>Monmouth County</u>	<u>Total Direct &amp; Overlapping Tax Rate</u>
	<u>Basic Rate</u>	<u>General Obligation Debt Service</u>	<u>Total Direct</u>	<u>Elementary School</u>	<u>Local Purpose</u>	<u>Library/ Other</u>		
<b>Freehold Borough</b>								
2021	0.364	-	0.364	0.941	1.022	0.034	0.262	2.623
2020	0.363	0.011	0.374	0.967	1.020	0.034	0.267	2.662
2019	0.354	0.010	0.364	0.990	0.992	0.034	0.270	2.650
2018	0.332	0.011	0.342	1.057	0.993	0.033	0.276	2.701
2017	0.333	0.010	0.343	1.093	0.974	0.033	0.269	2.712
2016	0.311	0.009	0.320	1.098	0.944	0.032	0.261	2.655
2015	0.286	0.009	0.295	1.032	0.913	0.031	0.263	2.534
2014	0.301	0.010	0.311	0.933	0.875	0.031	0.269	2.419
2013	0.310	0.011	0.321	0.862	0.851	0.032	0.277	2.343
2012	0.329	0.012	0.341	0.842	0.814	0.036	0.293	2.326
<b>Freehold Township</b>								
2021	0.412	-	0.412	1.060	0.335	0.030	0.284	2.121
2020	0.396	0.012	0.408	1.074	0.336	0.030	0.282	2.130
2019	0.403	0.014	0.417	1.074	0.332	0.030	0.286	2.139
2018	0.427	0.014	0.441	1.097	0.340	0.030	0.303	2.211
2017	0.440	0.015	0.455	1.107	0.346	0.030	0.305	2.243
2016	0.468	0.014	0.482	1.105	0.347	0.030	0.322	2.286
2015	0.438	0.014	0.452	1.113	0.344	0.030	0.319	2.258
2014	0.464	0.016	0.480	1.151	0.358	0.030	0.330	2.349
2013	0.455	0.016	0.471	1.117	0.348	0.030	0.327	2.293
2012	0.398	0.013	0.411	0.983	0.294	0.030	0.292	2.010
<b>Howell</b>								
2021	0.428	-	0.428	1.089	0.387	0.020	0.289	2.213
2020	0.419	0.013	0.432	1.095	0.395	0.020	0.298	2.240
2019	0.434	0.014	0.448	1.119	0.395	0.020	0.302	2.284
2018	0.436	0.013	0.449	1.127	0.388	0.020	0.311	2.295
2017	0.423	0.013	0.436	1.165	0.397	0.020	0.302	2.320
2016	0.419	0.014	0.433	1.185	0.399	0.020	0.313	2.350
2015	0.418	0.014	0.432	1.198	0.398	0.020	0.326	2.374
2014	0.437	0.015	0.452	1.293	0.448	0.020	0.346	2.559
2013	0.467	0.016	0.483	1.277	0.457	0.020	0.348	2.585
2012	0.367	0.111	0.478	1.287	0.453	0.020	0.347	2.585

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
DIRECT AND OVERLAPPING PROPERTY TAX RATES

LAST TEN FISCAL YEARS  
UNAUDITED

(RATE PER \$100 OF ASSESSED VALUATION)

	<u>Freehold Regional</u>			<u>Overlapping Rates</u>				<u>Total Direct &amp; Overlapping Tax Rate</u>
	<u>Basic Rate</u>	<u>General Obligation Debt Service</u>	<u>Total Direct</u>	<u>Elementary School</u>	<u>Local Purpose</u>	<u>Library/ Other</u>	<u>Monmouth County</u>	
<b>Manalapan</b>								
2021	0.427	-	0.427	0.948	0.351	0.020	0.286	2.032
2020	0.404	0.012	0.416	0.945	0.334	0.020	0.293	2.008
2019	0.407	0.013	0.420	0.941	0.331	0.020	0.299	2.011
2018	0.402	0.013	0.415	0.954	0.337	0.020	0.297	2.023
2017	0.405	0.013	0.418	0.950	0.341	0.020	0.292	2.021
2016	0.401	0.013	0.414	0.933	0.338	0.020	0.299	2.004
2015	0.407	0.013	0.420	0.932	0.341	0.020	0.312	2.025
2014	0.422	0.014	0.436	0.945	0.352	0.020	0.327	2.080
2013	0.411	0.014	0.425	0.925	0.345	0.020	0.316	2.031
2012	0.410	0.010	0.420	0.912	0.339	0.020	0.315	2.006
<b>Marlboro</b>								
2021	0.472	-	0.472	1.088	0.401	0.010	0.316	2.287
2020	0.452	0.014	0.466	1.072	0.393	0.010	0.322	2.263
2019	0.460	0.014	0.474	1.082	0.378	0.010	0.321	2.265
2018	0.444	0.014	0.458	1.063	0.379	0.010	0.317	2.227
2017	0.442	0.014	0.456	1.045	0.366	0.010	0.306	2.183
2016	0.426	0.014	0.440	1.049	0.367	0.010	0.309	2.175
2015	0.431	0.014	0.445	1.014	0.356	0.010	0.317	2.142
2014	0.432	0.015	0.447	1.002	0.377	0.010	0.327	2.163
2013	0.419	0.014	0.433	0.985	0.360	0.010	0.317	2.105
2012	0.399	0.004	0.403	0.956	0.338	0.010	0.311	2.018

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

		2021		2012	
Community/Taxpayer	Taxable Assessed Value	As a % of Community's Net Assessed Valuation	Community/Taxpayer	Taxable Assessed Value	As a % of Community's Net Assessed Valuation
<b>Colts Neck</b>			<b>Colts Neck</b>		
Trump National Golf Club	\$ 32,006,800	1.04%	Trump National Golf Club	\$ 31,006,800	1.01%
Due Process Golf & Horse Stables, LLC	19,941,700	0.65%	Due Process Gold & Horse Stables, LLC	21,000,000	0.68%
Wellspring Stables Florida, LLC	11,802,000	0.38%	Individual Taxpayer 1	12,263,800	0.40%
G & F Realty of Richmond, LLC	11,150,700	0.36%	Wellspring Stables Florida, LLC	10,934,700	0.36%
Individual Taxpayer 1	9,759,200	0.32%	Individual Taxpayer 2	9,017,400	0.29%
Individual Taxpayer 2	7,972,100	0.26%	24 Realty, LLC	8,507,400	0.28%
Pegasus Properties LLC	7,542,200	0.25%	Bal Colt's Neck LLC	8,006,100	0.26%
Individual Taxpayer 3	6,178,600	0.20%	Laird & Co. Inc.	8,000,000	0.26%
Colts Neck Shopping Center Associates	5,696,800	0.19%	Pegasus Properties LLC	7,542,200	0.25%
36 Highway 34 South Associates LLC	5,634,400	0.18%	Colts Neck Shopping Center Associates	6,809,700	0.22%
<b>Total</b>	<b>\$ 117,684,500</b>	<b>3.83%</b>	<b>Total</b>	<b>\$ 123,088,100</b>	<b>4.00%</b>
<b>Englishtown</b>			<b>Englishtown</b>		
Stamford Square LLC	\$ 14,641,900	5.29%	BTR Englishtown LLC	\$ 7,229,300	2.86%
BAL Governor's Crossing LLC	5,096,000	1.84%	BAL Governor's Crossing LLC	4,200,000	1.66%
Three Corners Ventures LLC	4,243,500	1.53%	Stamford Square, LLC	3,750,700	1.49%
Village Center Associates, LLC	3,753,200	1.36%	Wemacs, LLC	3,366,700	1.33%
Ambe Holding, LLC	3,293,900	1.19%	Village Center Associates LLC	3,165,700	1.25%
Wemacs LLC	3,025,000	1.09%	Dorothy Leo, Inc.	2,200,000	0.87%
DCD LLC	2,194,600	0.79%	DCD LLC	2,150,300	0.85%
Brooklawn Gardens	2,134,300	0.77%	Brooklawn Gardens Inc	2,021,800	0.80%
Five South Main Street LLC	2,076,900	0.75%	K&K Englishtown, Inc.	1,782,800	0.71%
Degiacomo Realty LLC	1,665,000	0.60%	Moskowitz, K Trust & Berger, V Trust	1,374,700	0.54%
<b>Total</b>	<b>\$ 42,124,300</b>	<b>15.22%</b>	<b>Total</b>	<b>\$ 31,242,000</b>	<b>12.38%</b>

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

2021		2012	
Community/Taxpayer	Taxable Assessed Value	Community/Taxpayer	Taxable Assessed Value
		As a % of	As a % of
		Community's	Community's
		Net Assessed	Net Assessed
		Valuation	Valuation
<b>Farmingdale</b>			
Farmingdale Garden Apartments, LLC	\$ 16,176,100	9.11%	\$ 11,500,000
30 Southard Ave, Farmingdale LLC	7,799,400	4.39%	3,795,400
Farmingdale Shopping Center, LLC	3,766,800	2.12%	2,558,005
320 Chestnut Realty LLC	3,641,500	2.05%	2,442,200
Academy Apartments LLC	1,692,200	0.95%	2,107,200
Farmingdale BP	1,546,500	0.87%	1,476,600
KP Farmingdale, LLC	1,375,500	0.77%	1,400,000
Bell Atlantic	1,050,300	0.59%	1,297,000
Roadside Holdings, LLC	844,500	0.48%	1,190,000
57 and 64 Main St. LLC	703,500	0.40%	992,800
<b>Total</b>	<b>\$ 38,596,300</b>	<b>21.74%</b>	<b>\$ 28,759,205</b>
<b>Freehold Borough</b>			
Nestle USA	\$ 23,910,200	2.10%	\$ 29,225,300
Freehold Racing Association	21,672,600	1.90%	23,674,400
Bridge-Brookside LLC	17,286,200	1.52%	14,269,000
East Coast Post & Coach LLC	11,796,100	1.04%	6,495,700
Freefern Associates	9,231,300	0.81%	5,560,900
Tower Spring Terrace LLC	7,343,400	0.65%	4,565,000
Monmouth Apartments LLC	5,103,600	0.45%	3,191,000
Park Plaza Shopping Center, Inc.	5,086,900	0.45%	3,000,000
18-20 E. Main Street LLC	4,337,400	0.38%	3,000,000
597 Park Avenue, LLC	3,347,300	0.29%	2,650,000
<b>Total</b>	<b>\$ 109,115,000</b>	<b>9.59%</b>	<b>\$ 95,631,300</b>
<b>Total</b>			
			<b>18.96%</b>
			<b>8.95%</b>

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

		2021		2012	
Community/Taxpayer	Taxable Assessed Value	As a % of		Taxable Assessed Value	Community's Net Assessed Valuation
		Community's Net Assessed Valuation	Community's Net Assessed Valuation		
<b>Freehold Twp.</b>					
Freemall Associates, LLC	\$ 359,211,700	5.23%		\$ 314,471,800	5.14%
100 Lambert LLC/Eagle Rock Advisors	69,726,700	1.02%		51,500,000	0.84%
Iron Mountain, Inc.	47,990,700	0.70%		48,926,900	0.80%
Center for Aging DBA/Applewood	37,246,800	0.54%		45,159,200	0.74%
Freemall Associates, LLC	32,304,000	0.47%		25,858,700	0.42%
Ushpzin Associates, LLC	28,829,100	0.42%		24,108,000	0.39%
Aspen Rt.9 LLC	24,837,400	0.36%		23,800,000	0.39%
Raintreetowne Center Associates, LP	24,771,800	0.36%		21,282,400	0.35%
Macy's East, Inc	23,939,000	0.35%		19,620,200	0.32%
Ronardi Freehold Enterprises, LLC	23,707,500	0.35%		19,542,000	0.32%
<b>Total</b>	<b>\$ 672,564,700</b>	<b>9.79%</b>		<b>\$ 594,269,200</b>	<b>9.71%</b>
<b>Howell</b>					
Buffalo-Parkton & Feuerstein & Wainco	43,693,800	0.58%		\$ 45,138,000	0.66%
Howell Verdana LLC & Verdonna, LLC	39,900,900	0.53%		29,081,600	0.42%
Howell Friendship Real Estate Co.	21,639,500	0.29%		22,105,600	0.32%
Eagle Golf Enterprises, LLC	16,945,200	0.22%		17,465,500	0.25%
DS & DJ Realty, LLC	15,996,100	0.21%		16,171,000	0.24%
Home Depot USA Inc.	15,412,400	0.20%		15,305,700	0.22%
Lowe's Home Centers, Inc.	14,961,400	0.20%		14,000,000	0.20%
Target Corporation	14,268,900	0.19%		13,800,000	0.20%
Wal-Mart Stores, Inc.	14,188,300	0.19%		13,714,600	0.20%
Aldrich Plaza, LLC	14,144,100	0.19%		13,259,300	0.19%
<b>Total</b>	<b>\$ 211,150,600</b>	<b>2.80%</b>		<b>\$ 200,041,300</b>	<b>2.91%</b>

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

	2021		2012	
Community/Taxpayer	Taxable Assessed Value	As a % of Community's Net Assessed Valuation	Taxable Assessed Value	As a % of Community's Net Assessed Valuation
<b>Manalapan</b>				
Manalapan Realty	\$ 61,869,100	0.86%	\$ 42,593,600	0.75%
Manalapan VF	33,542,700	0.47%	29,989,700	0.53%
Meridian Living at Manalapan LLC	20,133,500	0.28%	17,925,700	0.31%
Towne Pointe Associates	16,231,200	0.23%	12,917,500	0.23%
Fields of Dreams Real Estate, LLC	14,700,000	0.21%	9,694,600	0.17%
Trans Equity Realty, LLC	10,946,000	0.15%	7,958,000	0.14%
Tennent 9 Plaza, LLC	10,635,000	0.15%	7,593,400	0.13%
Welltower NNN Group, LLC	9,359,400	0.13%	7,500,000	0.13%
GAC Catering Inc.	9,040,200	0.13%	7,356,000	0.13%
Gordons Corner Realty, LLC	8,670,000	0.12%	7,200,000	0.13%
<b>Total</b>	<b>\$ 195,127,100</b>	<b>2.72%</b>	<b>\$ 150,728,500</b>	<b>2.65%</b>
<b>Marlboro</b>				
Marlboro Plaza	\$ 45,843,100	0.63%	\$ 36,642,400	0.53%
Union Hill Nine Associates LLC	30,549,100	0.42%	30,549,100	0.44%
TMC Marlboro LLC	22,500,000	0.31%	22,500,000	0.33%
American Plaza, LLC	17,468,100	0.24%	14,708,200	0.21%
Camelot West At Marlboro	14,627,000	0.20%	12,700,000	0.18%
480 Route 9 Realities, LLC	13,700,000	0.19%	11,400,000	0.17%
Marlboro Commons LLC	12,713,100	0.17%	9,300,000	0.14%
Marlboro Lowe's	12,501,900	0.17%	8,801,000	0.13%
CRP Royal Pines LLC	12,132,100	0.17%	8,750,000	0.13%
Brooks Edge Plaza, LLC	11,776,200	0.16%	7,501,600	0.11%
<b>Total</b>	<b>\$ 193,810,600</b>	<b>2.66%</b>	<b>\$ 162,852,300</b>	<b>2.36%</b>

Source: Municipal Tax Assessors



FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

PROPERTY TAX LEVIES AND COLLECTION

LAST TEN FISCAL YEARS

UNAUDITED

<u>Fiscal Year Ended June 30,</u>	<u>Taxes Levied for the Fiscal Year</u>	<u>Collected Within the Fiscal Year of the Levy</u>		<u>Collections in Subsequent Years</u>
		<u>Amount</u>	<u>Percentage of Levy</u>	
2021	\$ 140,379,308	\$ 140,379,308	100.00%	\$ -
2020	141,762,932	141,762,932	100.00%	\$ -
2019	138,392,857	138,392,857	100.00%	-
2018	135,752,348	135,752,348	100.00%	-
2017	132,253,371	132,253,371	100.00%	-
2016	129,734,619	129,734,619	100.00%	-
2015	125,566,418	125,566,418	100.00%	-
2014	123,178,158	123,178,158	100.00%	-
2013	120,833,006	120,833,006	100.00%	-
2012	119,671,515	119,671,515	100.00%	-

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS

UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities				Bond Anticipation Notes (BANs)	Total District	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	General Obligation Bonds	Certificates of Participation	Capital Leases					
2021	\$ -	-	\$ 15,195,704	-	\$ 15,195,704	N/A	\$ 80	
2020	-	-	17,553,355	-	17,553,355	N/A	92	
2019	5,205,000	-	20,900,189	-	26,105,189	0.17%	137	
2018	10,145,000	-	23,203,372	-	33,348,372	0.22%	175	
2017	14,840,000	-	24,833,670	-	39,673,670	0.27%	208	
2016	19,300,000	-	26,275,418	-	45,575,418	0.33%	236	
2015	23,540,000	-	27,264,150	-	50,804,150	0.40%	262	
2014	27,570,000	-	24,741,975	-	52,311,975	0.43%	271	
2013	31,400,000	-	1,155,792	-	31,400,000	0.27%	164	
2012	35,035,000	-	-	-	35,035,000	0.31%	183	

N/A At the time of ACFR completion, this data was not yet available

Source: District ACFR Schedules I-1, I-2

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

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS  
UNAUDITED

<u>Fiscal Year Ended June 30,</u>	<u>General Obligation Bonds</u>	<u>School District Population</u>	<u>Net Assessed Value Taxable</u>	<u>Percentage of Actual Taxable Value of Property</u>	<u>Per Capita</u>
2021	\$ -	n/a	\$ 33,534,379,677	0.00%	\$ -
2020	-	190,292	32,955,860,107	0.00%	-
2019	5,205,000	190,598	32,463,608,007	0.02%	27
2018	10,145,000	191,140	31,566,390,063	0.03%	53
2017	14,840,000	191,721	30,801,298,214	0.05%	77
2016	19,300,000	193,282	30,272,553,831	0.06%	100
2015	23,540,000	192,454	29,832,515,460	0.08%	122
2014	27,570,000	192,804	28,113,985,730	0.10%	143
2013	31,400,000	192,610	28,077,229,720	0.11%	163
2012	35,035,000	191,737	28,803,438,566	0.12%	183

**Note:** Details regarding the District's outstanding debt can be found in the Notes to the Basic Financial Statements.

- n/a not available at the date the report was published
- a See J-6 for property tax data.
- b Population data can be found in J-14.

## FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

## RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

AS OF JUNE 30, 2021

UNAUDITED

<u>Governmental Unit</u>	<u>Debt Outstanding</u>		<u>Estimated Percentage Applicable (a)</u>	<u>Estimated Share of Overlapping Debt</u>
<b>Debt repaid with property taxes</b>				
Colts Neck Township	\$ 28,156,294		100.000%	\$ 28,156,294
Englishtown Borough	1,991,129		100.000%	1,991,129
Borough of Farmingdale	766,975		100.000%	766,975
Borough of Freehold	12,023,638		100.000%	12,023,638
Freehold Township	57,894,066		100.000%	57,894,066
Howell Township	65,735,749		100.000%	65,735,749
Manalapan Township	16,175,000		100.000%	16,175,000
Marlboro Township	56,483,727		100.000%	56,483,727
<b>Other debt</b>				
Monmouth County	481,238,393	<u>Net Valuation</u>		
Colts Neck Township		3,080,714,657	2.338%	11,249,518
Englishtown Borough		276,798,200	0.210%	1,010,755
Borough of Farmingdale		177,502,100	0.135%	648,166
Borough of Freehold		1,137,898,000	0.863%	4,155,141
Freehold Township		6,868,119,600	5.211%	25,079,583
Howell Township		7,546,137,900	5.726%	27,555,430
Manalapan Township		7,165,322,400	5.437%	26,164,847
Marlboro Township		7,281,886,820	5.525%	26,590,493
Subtotal, overlapping debt				361,680,510
		<u>County Total Net Valuation</u>		
		131,788,589,629		
<b>Freehold Regional High School District Direct Debt</b>				-
<b>Total Direct and Overlapping Debt</b>				<u>\$ 361,680,510</u>

**Note:** Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and business of the regional district. 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 of 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

FREEHOLD REGIONAL HIGH 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	\$ 1,036,154,328	\$ 757,521,604	\$ 948,278,226	\$ 943,338,226	\$ 916,523,946	\$ 890,826,085	\$ 893,432,552	\$ 897,823,311	\$ 919,819,452	\$ 948,256,347
Total Net Debt Applicable to Limit	-	-	5,205,000	10,145,000	14,840,000	19,300,000	23,540,000	27,570,000	31,400,000	35,035,000
Legal Debt Margin	\$ 1,036,154,328	\$ 757,521,604	\$ 943,073,226	\$ 933,193,226	\$ 901,683,946	\$ 871,526,085	\$ 869,892,552	\$ 870,253,311	\$ 884,784,452	\$ 913,221,347
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0.00%	0.00%	0.55%	1.09%	1.65%	2.21%	2.71%	3.17%	3.55%	3.84%

	Year	Equalized Valuation Basis
Average Equalized Valuation of Taxable Property	2019	\$ 34,013,971,000
	2020	34,399,557,968
	2021	35,201,903,862
	[A]	\$ 103,615,432,830
	[A/3]	\$ 34,538,477,610
Debt limit (3% of average)		
	[B]	\$ 1,036,154,328 (a)
	[C]	-
Net bonded school debt as of June 30, 2021	[B-C]	\$ 1,036,154,328

Source: Abstract of Rates and District Records.

(a) Limit set by N.J.S.A. 18A:24-19 for a 9-12 district.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year Ended June 30,	Community	School District Population <sup>a</sup>	Personal Income <sup>b</sup>	Per Capita Personal Income <sup>c</sup>	Unemployment Rate <sup>d, e</sup>
2020	Colts Neck	9,841	N/A	N/A	7.9%
	Englishtown	1,908	N/A	N/A	10.0%
	Farmingdale	1,351	N/A	N/A	10.6%
	Freehold Borough	11,658	N/A	N/A	7.8%
	Freehold Twp.	34,679	N/A	N/A	8.7%
	Howell	52,006	N/A	N/A	9.1%
	Manalapan	39,225	N/A	N/A	9.0%
	Marlboro	39,624	N/A	N/A	7.6%
2019	Colts Neck	9,831	\$ 811,558,881	\$ 82,551	2.7%
	Englishtown	1,914	158,002,614	82,551	2.9%
	Farmingdale	1,356	111,939,156	82,551	3.6%
	Freehold Borough	11,700	965,846,700	82,551	2.8%
	Freehold Twp.	34,685	2,863,281,435	82,551	2.9%
	Howell	52,029	4,295,045,979	82,551	3.2%
	Manalapan	39,384	3,251,188,584	82,551	2.8%
	Marlboro	39,699	3,277,192,149	82,551	2.7%
2018	Colts Neck	9,869	\$ 784,299,299	\$ 79,471	2.9%
	Englishtown	1,924	152,902,204	79,471	3.5%
	Farmingdale	1,321	104,981,191	79,471	4.9%
	Freehold Borough	11,759	934,499,489	79,471	3.3%
	Freehold Twp.	34,741	2,760,902,011	79,471	3.5%
	Howell	52,087	4,139,405,977	79,471	3.7%
	Manalapan	39,582	3,145,621,122	79,471	3.3%
	Marlboro	39,857	3,167,475,647	79,471	3.0%
2017	Colts Neck	9,898	\$ 751,416,568	\$ 75,916	3.3%
	Englishtown	1,931	146,593,796	75,916	4.2%
	Farmingdale	1,289	97,855,724	75,916	4.9%
	Freehold Borough	11,815	896,947,540	75,916	3.8%
	Freehold Twp.	34,851	2,645,748,516	75,916	3.9%
	Howell	52,125	3,957,121,500	75,916	4.1%
	Manalapan	39,773	3,019,407,068	75,916	3.7%
	Marlboro	40,039	3,039,600,724	75,916	3.4%

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year Ended June 30,	Community	School District Population <sup>a</sup>	Personal Income <sup>b</sup>	Per Capita Personal Income <sup>c</sup>	Unemployment Rate <sup>d</sup>
2016	Colts Neck	9,927	\$ 725,375,817	\$ 73,071	3.7%
	Englishtown	1,931	141,100,101	73,071	4.5%
	Farmingdale	1,289	94,188,519	73,071	5.5%
	Freehold Borough	11,845	865,525,995	73,071	4.1%
	Freehold Twp.	35,208	2,572,683,768	73,071	4.1%
	Howell	52,022	3,801,299,562	73,071	4.5%
	Manalapan	39,891	2,914,875,261	73,071	4.1%
	Marlboro	41,169	3,008,259,999	73,071	3.8%
2015	Colts Neck	9,980	\$ 705,366,440	\$ 70,678	4.2%
	Englishtown	1,936	136,832,608	70,678	5.4%
	Farmingdale	1,293	91,386,654	70,678	6.5%
	Freehold Borough	11,875	839,301,250	70,678	4.4%
	Freehold Twp.	35,315	2,495,993,570	70,678	4.4%
	Howell	51,777	3,659,494,806	70,678	5.1%
	Manalapan	39,998	2,826,978,644	70,678	4.4%
	Marlboro	40,280	2,846,909,840	70,678	4.0%
2014	Colts Neck	10,027	\$ 675,739,584	\$ 67,392	4.7%
	Englishtown	1,943	130,942,656	67,392	6.7%
	Farmingdale	1,299	87,542,208	67,392	8.4%
	Freehold Borough	11,926	803,716,992	67,392	5.2%
	Freehold Twp.	35,438	2,388,237,696	67,392	5.1%
	Howell	51,763	3,488,412,096	67,392	6.2%
	Manalapan	40,020	2,697,027,840	67,392	5.5%
	Marlboro	40,388	2,721,828,096	67,392	4.9%
2013	Colts Neck	10,074	\$ 643,557,342	\$ 63,883	3.1%
	Englishtown	1,937	123,741,371	63,883	6.4%
	Farmingdale	1,307	83,495,081	63,883	6.1%
	Freehold Borough	11,953	763,593,499	63,883	7.0%
	Freehold Twp.	35,591	2,273,659,853	63,883	6.4%
	Howell	51,431	3,285,566,573	63,883	7.6%
	Manalapan	39,893	2,548,484,519	63,883	7.0%
	Marlboro	40,424	2,582,406,392	63,883	5.9%

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year Ended June 30,	Community	School District Population <sup>a</sup>	Personal Income <sup>b</sup>	Per Capita Personal Income <sup>c</sup>	Unemployment Rate <sup>d</sup>
2012	Colts Neck	10,081	\$ 636,211,910	\$ 63,110	7.6%
	Englishtown	1,927	121,612,970	63,110	7.1%
	Farmingdale	1,307	82,484,770	63,110	5.0%
	Freehold Borough	11,965	755,111,150	63,110	12.6%
	Freehold Twp.	35,658	2,250,376,380	63,110	7.4%
	Howell	51,055	3,222,081,050	63,110	8.9%
	Manalapan	39,439	2,488,995,290	63,110	8.3%
	Marlboro	40,305	2,543,648,550	63,110	6.8%
2011	Colts Neck	10,126	\$ 613,838,120	\$ 60,620	7.3%
	Englishtown	1,842	111,662,040	60,620	6.8%
	Farmingdale	1,317	79,836,540	60,620	4.8%
	Freehold Borough	12,007	727,864,340	60,620	12.1%
	Freehold Twp.	35,780	2,168,983,600	60,620	7.1%
	Howell	51,088	3,096,954,560	60,620	8.8%
	Manalapan	39,322	2,383,699,640	60,620	7.9%
	Marlboro	40,296	2,442,743,520	60,620	6.2%

<sup>a</sup> Population information provided by the NJ Dept of Labor and Workforce Development

<sup>b</sup> Personal income has been estimated based upon the municipal population and per capita personal income presented.

<sup>c</sup> Per capita personal income is based on the County of Monmouth and was computed using Census Bureau midyear population estimates by the US Bureau of Economic Analysis.

<sup>d</sup> Unemployment data provided by the NJ Dept of Labor and Workforce Development

<sup>e</sup> The sharp rise in unemployment in 2020 was the result of the COVID-19 pandemic



FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

PRINCIPAL EMPLOYERS

CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

	<u>2021</u>			<u>2012</u>		
	<u>Employer</u>	<u>Employees</u>	<u>Percentage of Total Employment</u>	<u>Employer</u>	<u>Employees</u>	<u>Percentage of Total Employment</u>
Hackensack Meridian Health, Wall		11,560	3.53%	Meridian Health System, Neptune	7,500	2.28%
Saker Shoprites Inc., Freehold		3,327	1.02%	Saker Shoprites Inc., Freehold	6,800	2.06%
CentraState Healthcare Inc., Freehold		2,681	0.82%	Air Safety Equipment Inc, Holmdel	4,350	1.32%
RWJ Barnabas - Monmouth Medical Center, Long Branc		1,932	0.59%	CentraState Healthcare, Freehold	2,354	0.71%
Monmouth University, West Long Branch		1,513	0.46%	Monmouth Medical Center, Long Branch	2,100	0.64%
Visiting Nurse Assoc of Central Jersey, Red Bank		1,099	0.34%	Visiting Nurse Assoc of Central Jersey	1,700	0.52%
Commvault, Tinton Falls		944	0.29%	Hovnanian Enterprises Inc, Red Bank	1,629	0.49%
Renaissance Gardens - Seabrook Village, Tinton Falls		850	0.26%	Food Circus Supermarkets Inc. Middletown	1,300	0.39%
NJ Resources, Wall		834	0.25%	Monmouth University, West Long Branch	1,290	0.39%
Food Circus Supermarkets Inc., Middletown		800	0.24%	Bayshore Community Health Services, Holmdel	1,200	0.36%
		<u>25,540</u>	<u>7.79%</u>		<u>30,223</u>	<u>9.17%</u>
Total Employment in County		327,712			329,571	

Most recent available data presented.

Source: Major employers provided by the Monmouth County Division of Economic Development. Total employment provided by the New Jersey Department of Labor and Workforce Development

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS  
 (UNAUDITED)

<u>Function/Program</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Instruction										
Regular	587.6	590.8	593.2	596.2	597.6	616.0	619.9	620.8	619.6	627.2
Special education	151.4	156.4	157.4	170.0	193.6	180.0	177.9	168.0	168.0	154.0
Other instruction	21.7	21.7	21.7	21.7	12.5	4.0	2.0	2.0	2.0	3.0
Support Services:										
Student & Instruction Rel. Svcs	172.0	174.8	177.3	176.8	191.2	207.0	208.5	223.0	223.0	205.8
School Administrative Services	65.3	64.3	65.8	61.0	60.0	44.0	44.0	44.0	44.0	61.0
General and Central Services	28.1	28.1	28.0	31.3	31.3	36.0	36.0	36.0	36.0	31.5
Plant Operations & Maintenance	128.0	128.0	127.0	124.0	127.0	118.0	119.0	118.0	117.0	128.5
Pupil Transportation	140.0	141.0	141.0	142.0	142.0	143.0	146.0	145.0	145.0	148.0
<b>Total</b>	<b>1,294.1</b>	<b>1,305.0</b>	<b>1,311.4</b>	<b>1,323.0</b>	<b>1,355.2</b>	<b>1,348.0</b>	<b>1,353.3</b>	<b>1,356.8</b>	<b>1,354.6</b>	<b>1,359.0</b>

Source: District Records

FREEHOLD REGIONAL HIGH 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 (ADE) c	Average Daily Attendance (ADA) c	% Change in Average Daily Enrollment	Student Attendance Percentage
2021	10,260.0	216,555,781	21,107	3.61%	693	1.14.5	10,239.8	9,846.8	(1.70)	96.2%
2020	10,449.0	212,866,523	20,372	-1.15%	723	1.14.4	10,416.7	10,019.6	(0.45)	96.2%
2019	10,532.5	217,071,071	20,610	2.56%	734	1.14.4	10,463.8	9,853.9	(1.31)	94.2%
2018	10,668.5	214,387,318	20,095	2.91%	748	1.14.4	10,603.1	9,939.1	(1.76)	93.7%
2017	10,813.0	208,222,156	19,527	6.72%	750	1.14.4	10,792.7	10,135.7	(1.06)	93.9%
2016	10,966.0	200,651,681	18,298	6.54%	770	1.14.2	10,908.0	10,268.4	(1.43)	94.1%
2015	11,302.5	194,111,975	17,174	4.97%	771	1.14.8	11,066.5	10,412.0	(1.66)	94.1%
2014	11,352.0	185,727,106	16,361	2.87%	776	1.15.2	11,253.9	10,558.1	0.06	93.8%
2013	11,445.0	182,030,689	15,905	4.59%	768	1.15.8	11,247.1	10,573.5	1.64	94.0%
2012	11,573.0	175,985,090	15,207	1.41%	749	1.14.8	11,065.3	10,457.2	(4.56)	94.5%

**Source:** 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 & average daily attendance are obtained from the School Registers.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

SCHOOL BUILDING INFORMATION

LAST TEN FISCAL YEARS

(UNAUDITED)

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<u>District Building</u>										
<u>High Schools</u>										
Collis Neck High School (1998)										
Square Feet	219,490	219,490	219,490	219,490	219,490	219,490	219,490	219,490	219,490	219,490
Capacity (students)	1,748	1,748	1,748	1,748	1,748	1,748	1,748	1,748	1,748	1,748
Enrollment	1,316	1,328	1,352	1,403	1,430	1,457	1,450	1,493	1,513	1,478
Freehold Borough High School (1964)										
Square Feet	187,256	187,256	187,256	187,256	187,256	187,256	187,256	187,256	187,256	187,256
Capacity (students)	1,564	1,564	1,564	1,564	1,564	1,564	1,564	1,564	1,564	1,564
Enrollment	1,314	1,357	1,377	1,361	1,422	1,451	1,478	1,551	1,580	1,566
Freehold Township High School (1968)										
Square Feet	258,840	258,840	258,840	258,840	258,840	258,840	258,840	258,840	258,840	258,840
Capacity (students)	2,224	2,224	2,224	2,224	2,224	2,224	2,224	2,224	2,224	2,224
Enrollment	1,996	2,021	2,034	2,047	2,041	2,062	2,102	2,091	2,127	2,162
Howell High School (1962)										
Square Feet	249,497	249,497	249,497	249,497	249,497	249,497	249,497	249,497	249,497	249,497
Capacity (students)	2,274	2,274	2,274	2,274	2,274	2,274	2,274	2,274	2,274	2,274
Enrollment	2,039	2,082	2,099	2,085	2,112	2,154	2,217	2,252	2,299	2,456
Manalapan High School (1968)										
Square Feet	256,293	256,293	256,293	256,293	256,293	256,293	256,293	256,293	256,293	256,293
Capacity (students)	2,341	2,341	2,341	2,341	2,341	2,341	2,341	2,341	2,341	2,341
Enrollment	1,805	1,850	1,853	1,923	1,890	1,908	1,934	1,917	1,948	1,991
Marlboro High School (1966)										
Square Feet	264,142	264,142	264,142	264,142	264,142	264,142	264,142	264,142	264,142	264,142
Capacity (students)	2,450	2,450	2,450	2,450	2,450	2,450	2,450	2,450	2,450	2,450
Enrollment	1,792	1,811	1,818	1,849	1,919	1,937	1,956	1,950	1,971	1,920
<u>Other</u>										
Administration Building (1982)										
Square Feet	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000
Transportation										
Square Feet	9,600	9,600	9,600	9,600	9,600	9,600	9,600	9,600	9,600	9,600
Maintenance Offices										
Square Feet	400	400	400	400	400	400	400	400	400	400

Number of Schools at June 30, 2021

High School = 6

Other = 3

Source: District records, ASSA

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

GENERAL FUND

SCHEDULE OF ALLOWABLE MAINTENANCE FOR SCHOOL FACILITIES

LAST TEN FISCAL YEARS ENDING JUNE 30  
UNAUDITED

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

School Facilities	Project (#)	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	Total
Collis Neck High School	NA	\$ 527,408	\$ 782,460	\$ 651,880	\$ 673,824	\$ 583,941	\$ 584,921	\$ 553,134	\$ 513,687	\$ 491,650	\$ 394,641	\$ 5,757,546
Freehold Borough High School	NA	290,398	340,255	417,559	379,280	317,779	311,401	313,838	316,229	388,514	342,022	3,417,275
Freehold Township High School	NA	385,000	416,266	427,907	388,203	435,215	374,632	390,224	446,244	413,928	473,569	4,152,188
Howell High School	NA	362,184	404,744	417,374	431,806	387,883	325,001	375,371	380,272	356,269	473,569	3,914,473
Manalapan-Englishtown High School	NA	395,715	364,038	384,036	364,386	366,303	326,996	345,078	401,235	453,715	473,569	3,875,071
Marlboro High School	NA	348,514	365,185	380,785	385,407	343,664	335,728	335,985	357,148	508,045	473,569	3,834,040
Total School Facilities		2,309,219	2,672,948	2,679,551	2,623,906	2,434,785	2,258,679	2,313,630	2,414,815	2,612,121	2,630,939	24,950,593
Other Facilities		-	-	-	-	-	-	-	-	-	-	-
Grand Total		\$ 2,309,219	\$ 2,672,948	\$ 2,679,551	\$ 2,623,906	\$ 2,434,785	\$ 2,258,679	\$ 2,313,630	\$ 2,414,815	\$ 2,612,121	\$ 2,630,939	\$ 24,950,593

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

Source: District records

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

INSURANCE SCHEDULE

FOR THE YEAR ENDED JUNE 30, 2021  
UNAUDITED

	Coverage	Deductible/Retention
USI Insurance Services		
Property	\$356,841,272	\$ 25,000 Flood, each occurrence
Equipment Breakdown (Included in Property)		25,000 Earthquake, each occurrence
		5,000 Other losses
General Liability	\$3,000,000 General Aggregate	-
School District and Educators Legal Liability	\$1,000,000 Each Wrongful Act or Offense / \$3,000,000 Aggregat	10,000
Employment Practices	\$1,000,000 per occurrence/aggregate	10,000
Cyber	\$250,000 limit	2,500
Commercial Umbrella/ Excess Liability	\$10,000,000	10,000
Crime	\$100K-\$500K, depending on type	1,000
Automobile	\$1,000,000	1,000 Comprehensive deductible
		1,000 Collision deductible
Environmental Impairment Liability	\$1,000,000 per occurrence/\$3,000,000 aggregate	50,000 or 75,000 depending on condition
Board Secretary	\$700,000	1,000
Workers Compensation - Self-Insured with PMA as TPA	Statutory	N/A

Source: District Records

**SINGLE AUDIT SECTION**



**SUPLEE, CLOONEY & COMPANY**  
**CERTIFIED PUBLIC ACCOUNTANTS**

308 East Broad Street, Westfield, New Jersey 07090-2122

Telephone 908-789-9300

Fax 908-789-8535

E-mail [info@scnco.com](mailto:info@scnco.com)

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

Honorable President and Members  
of the Board of Education  
Freehold Regional High School District  
County of Monmouth  
Englishtown, New Jersey

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 in compliance with the 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 and each major fund of the Freehold Regional High School District (the "District") as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated February 1, 2022.

***Internal Control Over Financial Reporting***

In planning and performing our audit of the financial statements, we considered the District's control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the Freehold Regional High 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 District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.



## SUPLEE, CLOONEY & COMPANY

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 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and the 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 District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

  
\_\_\_\_\_  
CERTIFIED PUBLIC ACCOUNTANTS

  
\_\_\_\_\_  
PUBLIC SCHOOL ACCOUNTANT NO. 948

February 1, 2022



# SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

308 East Broad Street, Westfield, New Jersey 07090-2122

Telephone 908-789-9300

Fax 908-789-8535

E-mail info@scnco.com

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL  
AND STATE FINANCIAL ASSISTANCE PROGRAMS AND ON  
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE  
WITH THE UNIFORM GUIDANCE AND NEW JERSEY OMB CIRCULAR 15-08**

Honorable President and Members  
of the Board of Education  
Freehold Regional High School District  
County of Monmouth  
Englishtown, New Jersey

***Report on Compliance for Each Major Federal and State Program***

We have audited the Freehold Regional High School District's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey OMB State Grant Compliance Supplement* that could have a direct and material effect on each of the Freehold Regional High School District's major federal and state programs for the year ended June 30, 2021. The 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 the requirements of laws, regulations, contracts, and grants applicable to its federal and state programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the Freehold Regional High 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; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and New Jersey *OMB 15-08*. Those standards, the Uniform Guidance and New Jersey *OMB 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 Freehold Regional High School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

## SUPLEE, CLOONEY & COMPANY

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 Freehold Regional High School District's compliance.

### ***Opinion on Each Major Federal and State Program***

In our opinion, the Freehold Regional High 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 Freehold Regional High 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 Freehold Regional High School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and 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 program and to test and report on internal control over compliance in accordance with *the Uniform Guidance* and New Jersey OMB 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 Freehold Regional High 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 State of New Jersey OMB 15-08. Accordingly, this report is not suitable for any other purpose.

  
\_\_\_\_\_  
CERTIFIED PUBLIC ACCOUNTANTS  
  
\_\_\_\_\_  
PUBLIC SCHOOL ACCOUNTANT NO. 948

February 1, 2022

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEARS ENDED JUNE 30, 2021

FEDERAL CFDA NUMBER	FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL AWARD IDENTIFICATION NUMBER	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD FROM TO	ADJUSTED BALANCE AT JUNE 30, 2020	CASH RECEIVED	BUDGETARY EXPENDITURES	REPAYMENT OF PY'S BALANCE	(ACCOUNTS RECEIVABLE)	BALANCE JUNE 30, 2021 UNEARNED REVENUE	DUE GRANTOR
93.778	U.S. Department of Health and Human Services Passed-through State Department of Education: Medical Assistance Program (SEMI) FFCRASEMI	2005NJ5MAP	N/A	\$ 115,900	7/1/2020	\$	115,900	(115,900)	\$	\$	\$	
93.778	Total General Fund	H027A200100 H027A190100	N/A	12,067	1/1/2020		12,067	(12,067)				
	Special Revenue Fund:						127,967	(127,967)				
	U.S. Department of Education											
	Passed-through State Department of Education: Special Education Cluster											
84.027	I.D.E.A. Part B Basic	H027A200100	IDEA165020	2,227,363	7/1/2020		1,944,644	(2,198,637)		(253,993)		
84.027	I.D.E.A. Part B Basic	H027A190100	IDEA165019	2,140,331	7/1/2019	(400,389)	400,389	(2,198,637)		(253,993)		
	Total Special Education Cluster					(400,389)	2,345,033	(2,198,637)		(253,993)		
84.010	Title I, Part A Basic	S010A200030	NCLB165020	744,986	7/1/2020		354,929	(613,519)		(268,590)		
84.010	Title I, Part A Basic	S010A190030	NCLB165019	709,199	7/1/2019	(239,337)	239,337	(613,519)		(268,590)		
84.367	Title II, Part A Teacher & Principal Training	S367A200029	NCLB165020	208,327	7/1/2020		67,600	(91,673)		(24,073)		
84.367	Title II, Part A Teacher & Principal Training	S367A190029	NCLB165019	189,694	7/1/2019	(17,678)	62,908	(91,673)		(24,073)		
84.365	Title III	S365A200030	NCLB165020	32,364	7/1/2020		15,616	(25,860)		(10,264)		
84.365	Title III	S365A190030	NCLB165019	22,043	7/1/2019	(2,174)	2,174	(25,860)		(10,264)		
84.365	Title III, Immigrant	S365A200030	NCLB165020	11,267	7/1/2020		1,245	(1,245)				
84.365	Title III, Immigrant	S365A190030	NCLB165019	7,780	7/1/2019	(2,527)	2,527	(1,245)				
84.424	Title IV	S424A200031	NCLB165020	56,152	7/1/2020		35,331	(42,669)		(7,358)		
84.424	Title IV	S424A190031	NCLB165019	44,968	7/1/2019	(663)	663	(42,669)		(7,358)		
84.048	Vocational Education - Perkins	V048A200030	N/A	29,182	7/1/2020		15,777	(24,936)		(9,159)		
84.048	Vocational Education - Perkins	V048A190030	N/A	27,381	7/1/2019	(2,372)	2,372	(24,936)		(9,159)		
	Education Stabilization Fund											
84.425D	CARES - ESSERF	S425D200027	N/A	554,239	3/1/2020		554,239	(554,239)				
	Total Education Stabilization Fund						554,239	(554,239)				
	U.S. Department of Treasury											
	Passed-through State Department of Education: Coronavirus Relief Fund:											
21.019	CRF - Nonpublic Technology	S377A130031	N/A	14,660	7/1/2020		14,660	(14,660)				
21.019	CRF - Bridging the Digital Divide	N/A	N/A	416,344	7/16/2020		416,344	(416,344)				
21.019	CRF - LEA Reopen	21-5120-517	N/A	421,027	9/1/2020		421,027	(421,027)				
	Total Coronavirus Relief Fund						852,031	(852,031)				
	United States Department of Defense:											
12.357	JROTC	N/A	N/A	24,632	7/1/2020	(665,140)	19,783	(24,632)		(4,849)		
	Total Special Revenue Fund					(665,140)	4,571,565	(4,474,711)		(568,286)		
	Enterprise Fund:											
	U.S. Department of Agriculture											
	Passed-through State Department of Education: Child Nutrition Cluster											
10.553	School Breakfast Program - COVID	211NJ304N1099	N/A	21,531	7/1/2020		19,753	(21,531)		(1,778)		
10.553	School Breakfast Program - COVID	201NJ304N1099	N/A	18,745	7/1/2019	(3,311)	3,311	(21,531)		(1,778)		
10.555	Commodity Supplemental Food Program	211NJ304N1099	N/A	15,592	7/1/2020		15,332	(15,332)				
10.555	Commodity Supplemental Food Program	201NJ304N1099	N/A	89,729	7/1/2019	280	(260)	(15,332)				
10.555	National School Lunch Program - COVID	211NJ304N1099	N/A	38,512	7/1/2020	(5,132)	31,425	(38,512)		(7,087)		
10.555	National School Lunch Program - COVID	201NJ304N1099	N/A	50,220	7/1/2019	(5,132)	5,132	(38,512)		(7,087)		
10.551	Healthy Hunger Free Kids Act	211NJ304N1099	N/A	768	7/1/2020	(105)	704	(768)		(64)		
10.551	Healthy Hunger Free Kids Act	201NJ304N1099	N/A	14,431	7/1/2019	(105)	105	(768)		(64)		
10.555	Child Nutrition Program Emergency Operating Costs	211NJ304N1099	N/A	51,784	7/1/2020	(6,288)	75,762	(51,784)		(51,784)		
	Total Child Nutrition Cluster					(6,288)	75,762	(128,187)		(60,713)		
	Total Enterprise Fund					(6,288)	75,762	(128,187)		(60,713)		
	Total Federal Financial Assistance					(673,428)	4,775,294	(4,730,865)		(628,999)		

See accompanying notes to schedules of financial assistance.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE B  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

STATE GRANT/PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2020		CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS/ REPAYMENT OF PRIOR YEARS BALANCES	BALANCE JUNE 30, 2021		DUE GRANTORS	BUDGETARY RECEIVABLE	MEMO CUMULATIVE TOTAL EXPENDITURES
				DUE STATE/ (ACCTS.REC)	(ACCTS.RECEIVABLE)				UNEARNED REVENUE	(ACCTS.RECEIVABLE)			
State Department of Education													
State Aid Public Cluster													
Categorical Special Education Aid	20-495-034-5120-089	7,030,185	7/1/2019	\$	\$	691,639	(691,639)	\$	\$	\$	\$	\$	7,030,185
Equalization Aid	20-495-034-5120-078	36,833,216	7/1/2019			3,833,540	(3,833,540)						36,833,216
Categorical Special Education Aid	20-495-034-5120-064	735,594	7/1/2019			72,369	(72,369)						735,594
Equalization Aid	20-495-034-5120-089	7,030,185	7/1/2020			6,346,430	(7,030,185)						7,030,185
Equalization Aid	21-495-034-5120-078	31,150,331	8/30/2021			28,120,833	(31,150,331)						31,150,331
Categorical Special Education Aid	21-495-034-5120-084	735,594	7/1/2020			684,050	(735,594)						735,594
Total State Aid Public Cluster						39,528,861	(38,916,310)						3,794,397
Categorical Transportation Aid	20-495-034-5120-014	1,816,395	7/1/2019			178,699	(178,699)						1,816,395
Categorical Transportation Aid	21-495-034-5120-014	1,816,395	7/1/2020			1,639,733	(1,816,395)						1,816,395
Extraordinary Special Education Costs Aid	20-495-034-5120-044	2,816,963	7/1/2019	(2,816,963)		2,816,963							2,816,963
Extraordinary Special Education Costs Aid	21-495-034-5120-044	3,775,208	7/1/2020				(3,775,208)						3,775,208
Non-Public Transportation Costs Aid	21-100-034-5120-068	189,790	7/1/2020				(189,790)						189,790
On-behalf Long-term Disability Insurance	21-495-034-5094-004	9,641	7/1/2020			9,641	(9,641)						9,641
On-behalf TPAF Pension	21-495-034-5094-002	21,428,184	7/1/2020			21,428,184	(21,428,184)						21,428,184
On-behalf TPAF Post Retirement Medical	21-495-034-5094-001	6,715,259	7/1/2020			6,715,259	(6,715,259)						6,715,259
Reimbursed TPAF Social Security	21-495-034-5095-051	5,654,877	7/1/2020			5,654,877	(5,654,877)						5,654,877
Reimbursed TPAF Social Security	20-495-034-5095-051	5,677,653	7/1/2019			78,250,611	(78,305,964)						3,871,683
Total General Funds				(278,354)				(614,566)		(3,964,996)		7,926,657	133,915,680
Total Special Revenue Fund				(3,095,357)									
N.J. Nonpublic Aid													
Textbook Aid													
Nursing Services	20-100-034-5120-064	16,055	7/1/2019	1,234			(1,234)						16,055
Nursing Services	21-100-034-5120-064	21,077	7/1/2020			21,076	(21,076)				8,989		21,077
Nursing Services	20-100-034-5120-070	23,983	7/1/2019	7,833			(7,833)						23,983
Technology Aid	21-100-034-5120-070	35,180	6/30/2021			35,191	(24,439)				10,752		35,180
Security Aid	20-100-034-5120-045	4,397	7/1/2019	2,411			(2,411)						4,397
Security Aid	20-100-034-5120-049	8,397	7/1/2019	1,087			(1,087)						8,397
Security Aid	21-100-034-5120-059	60,375	7/1/2020			60,375	(41,825)				18,550		60,375
Security Aid	21-100-034-5120-068	1,300	7/1/2020			1,170	(130)				1,300		1,300
Career Pathways - Vocational Aid	21-100-034-5082-032	89,854	3/1/2020	(4,809)		88,697	(94,888)				(10,980)		99,554
Total Special Revenue Fund				7,746		208,511	(174,221)	(12,465)		(11,110)	37,591	(10,980)	315,444
Enterprise Fund													
National School Lunch Program (State Share)	20-100-010-3350-023	14,518	7/1/2019	(3,842)		3,882	(190)				3,882		14,518
National School Lunch Program (State Share) - COVID	21-100-034-5120-122	190	7/1/2020			1,452	(1,684)				190		190
National School Lunch Program (State Share)	21-100-034-5120-122	1,684	7/1/2020			5,334	(1,874)				232		1,684
Total Enterprise Fund				(3,842)						(422)	4,304		16,392
New Jersey Economic Development Authority													
Capital Projects Fund													
Total Capital Projects Fund	1650-XX-21-1000	686,207	7/1/2020				(97,076)				685,207		685,207
Total State Financial Assistance													
Total State Financial Assistance													
Less: On-behalf amounts not utilized for determination of Major Programs:													
On-behalf Long-term Disability Insurance						79,462,456	(78,778,835)	(627,153)			37,591		7,919,981
On-behalf TPAF Pension													
On-behalf TPAF Post-retirement medical													
Total State Financial Assistance Subject to Single Audit						50,309,372	(50,628,751)						

See accompanying notes to schedules of financial assistance.

**Freehold Regional High School District**  
**Notes to the Schedules of Expenditures of Federal Awards**  
**and State Financial Assistance**  
**Year Ended June 30, 2021**

**NOTE 1: GENERAL**

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state activity of the Freehold Regional High School District ("the District"). The District is defined in Note 1 to the basic financial statements. All federal and state awards received directly from the federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

**NOTE 2: BASIS OF ACCOUNTING**

The accompanying schedules of expenditures of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exceptions of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 of the District's basic financial statements. The information in this schedule is presented in accordance with the requirements of 2 CFR 200 *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"), Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10 percent *de minimis* indirect cost rate as allowed under the Uniform Guidance.

**NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS**

The basic financial statements present the general fund and special revenue fund on a GAAP basis. Budgetary comparison statements or schedule (RSI) are presented for the general fund and special revenue fund to demonstrate finance-regulated 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 deferred state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP accounting purposes, those payments are not recognized until the subsequent budget year due to the state deferral and recording of the state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenue, whereas GAAP basis does not.

**Freehold Regional High School District**  
**Notes to the Schedules of Expenditures of Federal Awards**  
**and State Financial Assistance**  
**Year Ended June 30, 2021**

**NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)**

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$614,588) for the general fund, \$6,689 for the special revenue fund. See the notes to the required supplementary information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Federal awards and state financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$127,967	\$79,120,252	\$79,248,219
Special Revenue Fund	4,462,080	180,983	4,643,063
Capital Projects Fund		97,076	97,076
Food Service Fund	128,187	1,874	130,061
	<u>4,718,234</u>	<u>79,400,185</u>	<u>84,118,419</u>
GAAP Adjustments:			
State Aid		(614,588)	(614,588)
Encumbrances (net)	12,631	(5,762)	6,869
Total Awards & Financial Assistance	<u>\$4,730,865</u>	<u>\$78,779,835</u>	<u>\$83,510,700</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: OTHER**

Revenues and expenditures reported in the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF pension contributions, post-retirement benefits and long-term disability insurance represents the amount paid by the state on behalf of the district for the year ended June 30, 2021. TPAF Social Security contributions represent 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.

**Freehold Regional High School District**  
**Monmouth County, New Jersey**

**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2021**

**Section I – Summary of Auditor's Results**

**Financial Statements**

- |     |  |            |
|-----|--|------------|
| (1) | Type of Auditor's Report Issued:   | Unmodified |
| (2) | Internal Control Over Financial Reporting:   |            |
|     | (a) Material weakness(es) identified?  | No         |
|     | (b) Significant deficiencies identified that are not considered to be material weaknesses? | No         |
| (3) | Noncompliance material to the basic financial statements noted during the audit?           | No         |

**Federal Program(s)**

- |     |  |            |
|-----|--|------------|
| (1) | Internal Control Over Major Federal Programs:  |            |
|     | (a) Material weaknesses identified?  | No         |
|     | (b) Significant deficiencies identified that are not considered to be material weaknesses?   | No         |
| (2) | Type of Auditor's Report issued on compliance for major federal program(s)?  | Unmodified |
| (3) | Any audit findings disclosed that are required to be reported in accordance with section .516(a) of Circular OMB Uniform Guidance? | No         |

- (4) Identification of Major Federal Program(s):

<u>Program</u>	<u>CFDA</u>
Coronavirus Relief Fund	21.019
Education Stabilization Fund	84,425D

- |     |   |     |
|-----|---|-----|
| (5) | Program Threshold Determination:<br>Type A Federal Program Threshold > \$750,000.00<br>Type B Federal Program Threshold <= \$750,000.00 |     |
| (6) | Auditee qualified as a low-risk auditee under OMB Circular Uniform Guidance?  | Yes |



**Freehold Regional High School District**  
**Monmouth County, New Jersey**

**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2021**

**Section I – Summary of Auditor’s Results (Continued)**

**State Program(s)**

- (1) Internal Control Over Major State Programs:
- (a) Material weakness(es) identified? No
- (b) Significant deficiencies identified that are not considered to be material weaknesses? No
- (2) Type of Auditor’s Report issued on compliance for major state program(s)? Unmodified
- (3) Any audit findings disclosed that are required to be reported in accordance with N.J. OMB Circular 15-08? No
- (4) Identification of Major State Program(s):
- | <u>Program Title</u>              | <u>Project Number</u> |
|-----------------------------------|-----------------------|
| Equalization Aid                  | 495-034-5120-078      |
| Categorical Special Education Aid | 495-034-5120-089      |
| Categorical Security Aid          | 495-034-5120-084      |
| Categorical Transportation Aid    | 495-034-5120-014      |
| Reimbursed TPAF Social Security   | 495-034-5095-051      |
- (5) Program Threshold Determination:  
 Type A State Program Threshold > \$1,515,890.00  
 Type B State Program Threshold <= \$1,515,890.00
- (6) Auditee qualified as a low-risk auditee under OMB Circular 15-08? Yes

**Freehold Regional High School District**  
**Monmouth County, New Jersey**

**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2021**

**Section II – Financial Statement Audit – Reported Findings Under Government Auditing Standards**

**Internal Control Findings** – None Reported

**Compliance Findings** – None Reported

**Section III – Findings and Questioned Costs Relative to Major Federal and State Programs**

Federal Programs – None Reported

State Programs – None Reported

Freehold Regional High School District  
Monmouth County, New Jersey

Schedule of Prior Year Audit Findings

**Not Applicable**

