

**RIDGEFIELD PARK**  
**BOARD OF EDUCATION**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**Ridgefield Park, New Jersey**

**COMPREHENSIVE ANNUAL**

**FINANCIAL REPORT**

**of the**

**Ridgefield Park Board of Education**

**Ridgefield Park, New Jersey**

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

**Prepared by**

**Business Office**

**RIDGEFIELD PARK BOARD OF EDUCATION  
TABLE OF CONTENTS**

**Page**

**INTRODUCTORY SECTION**

Letter of Transmittal	i-vi
Organizational Chart	vii
Roster of Officials	viii
Consultants and Advisors	ix

**FINANCIAL SECTION**

Independent Auditor's Report	1-3
------------------------------	-----

**REQUIRED SUPPLEMENTARY INFORMATION- PART I**

Management's Discussion and Analysis	4-12
--------------------------------------	------

**Basic Financial Statements**

**A. District-wide Financial Statements**

A-1	Statement of Net Position	13
A-2	Statement of Activities	14-15

**B. Fund Financial Statements**

*Governmental Funds*

B-1	Balance Sheet	16
B-2	Statement of Revenues, Expenditures, and Changes in Fund Balances	17
B-3	Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances with the District-Wide Statements	18

*Proprietary Funds*

B-4	Statement of Net Position	19
B-5	Statement of Revenues, Expenses, and Changes in Net Position	20
B-6	Statement of Cash Flows	21

*Fiduciary Funds – Not Applicable*

<b>Notes to the Financial Statements</b>	22-63
--	-------

**RIDGEFIELD PARK BOARD OF EDUCATION  
TABLE OF CONTENTS**

	<u>Page</u>
<b>REQUIRED SUPPLEMENTARY INFORMATION - PART II</b>	
<b>C. Budgetary Comparison Schedules</b>	
C-1 Budgetary Comparison Schedule – General Fund	64-69
C-2 Budgetary Comparison Schedule – Special Revenue Fund	70
<b>NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION – PART II</b>	
C-3 Budgetary Comparison Schedule – Note to Required Supplementary Information	71
<b>REQUIRED SUPPLEMENTARY INFORMATION - PART III</b>	
<b>L. Schedules Related to Accounting and Reporting for Pensions and OPEB (GASB 68 and 75)</b>	
L-1 Required Supplementary Information – Schedule of the District’s Proportionate Share of the Net Pension Liability – Public Employees Retirement System	72
L-2 Required Supplementary Information – Schedule of District Contributions – Public Employees Retirement System	73
L-3 Required Supplementary Information – Schedule of the District’s Proportionate Share of the Net Pension Liability – Teachers Pension and Annuity Fund	74
L-4 Notes to Required Supplementary Information – Net Pension Liability	75
L-5 Required Supplementary Information – Schedule of District’s Proportionate Share of Total OPEB Liability	76
L-6 Notes to Required Supplementary Information – Total OPEB Liability	77
<b>OTHER SUPPLEMENTARY INFORMATION</b>	
<b>D. School Level Schedules – Not Applicable</b>	
<b>E. Special Revenue Fund</b>	
E-1 Combining Schedule of Revenues and Expenditures Special Revenue Fund – Budgetary Basis	78-79
E-2 Preschool Education Aid Schedule of Expenditures – Budgetary Basis – Not Applicable	80
E-3 Schedule of Receipts and Disbursements – Special Revenue Fund	81
<b>F. Capital Projects Fund – Not Applicable</b>	
<b>G. Enterprise Fund – Not Applicable</b>	
<b>H. Fiduciary Funds – Not Applicable</b>	
<b>I. Long-Term Debt</b>	
I-1 Statement of Bonds Payable – Not Applicable	82
I-2 Statement of Leases Payable	83
I-3 Debt Service Fund Budgetary Comparison Schedule	84

**RIDGEFIELD PARK BOARD OF EDUCATION  
TABLE OF CONTENTS**

		<u>Page</u>
<b>J.</b>	<b>STATISTICAL SECTION (Unaudited)</b>	
	<b>Introduction to the Statistical Section</b>	
	<b>Financial Trends</b>	
	J-1 Net Position by Component	85
	J-2 Changes in Net Position	86
	J-3 Fund Balances – Governmental Funds	87
	J-4 Changes in Fund Balances – Governmental Funds	88
	J-5 General Fund Other Local Revenue by Source	89
	<b>Revenue Capacity</b>	
	J-6 Assessed Value and Actual Value of Taxable Property	90
	J-7 Property Tax Rates-Direct and Overlapping Governments	91
	J-8 Principal Property Taxpayers	92
	J-9 Property Tax Levies and Collections	93
	<b>Debt Capacity</b>	
	J-10 Ratios of Outstanding Debt by Type	94
	J-11 Ratios of Net General Bonded Debt Outstanding	95
	J-12 Computation of Direct and Overlapping Bonded Debt	96
	J-13 Legal Debt Margin Information	97
	<b>Demographic and Economic Information</b>	
	J-14 Demographic Statistics	98
	J-15 Principal Employers	99
	<b>Operating Information</b>	
	J-16 Full Time Equivalent District Employees by Function/Program	100
	J-17 Operating Statistics	101
	J-18 School Building Information	102
	J-19 Schedule of Required Maintenance for School Facilities	103
	J-20 Insurance Schedule	104
<b>K.</b>	<b>SINGLE AUDIT SECTION</b>	
	K-1 Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards – Independent Auditor’s Report	105-106
	K-2 Report on Compliance for each Major Federal and State Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by U.S. Uniform Guidance and Schedule of Expenditures of State Financial Assistance as Required by New Jersey OMB Circular 15-08 – Independent Auditor’s Report	107-109
	K-3 Schedule of Expenditures of Federal Awards	110
	K-4 Schedule of Expenditures of State Financial Assistance	111
	K-5 Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance	112-113
	K-6 Schedule of Findings and Questioned Costs – Part 1 – Summary of Auditor’s Results	114-115
	K-6 Schedule of Findings and Questioned Costs – Part 2 – Schedule of Financial Statement Findings	116
	K-6 Schedule of Findings and Questioned Costs – Part 3 – Schedule of Federal and State Award Findings and Questioned Costs	117-118
	K-7 Summary Schedule of Prior Year Findings	119

## **INTRODUCTORY SECTION**

**RIDGEFIELD PARK BOARD OF EDUCATION**  
**712 LINCOLN AVE.**  
**RIDGEFIELD PARK, NJ 07660**  
PHONE: 201-641-0800  
FAX: 201-641-3363

Carrie Grapstein  
Business Administrator/Board Secretary

February 15, 2022

Honorable President and  
Members of the Board of Education  
Ridgefield Park School District  
County of Bergen, New Jersey

Dear Board Members:

State Department of Education statutes require that all school districts complete a set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report (CAFR) of the Ridgefield Park Board of Education for the fiscal year ended June 30, 2021.

This report consists of management's representations concerning the finances of the Ridgefield Park Board of Education. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the Ridgefield Park Board of Education has established a comprehensive internal control framework that is designed both to protect the school district's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Ridgefield Park Board of Education's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Ridgefield Park Board of Education's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Ridgefield Park Board of Education’s financial statements have been audited by Lerch, Vinci & Higgins, LLP, a firm of licensed certified public accountants and public school accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Ridgefield Park Board of Education for the fiscal year ended June 30, 2021, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Ridgefield Park Board of Education’s financial statements for the fiscal year ended June 30, 2021 are fairly presented in conformity with GAAP. The independent auditors’ report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the Ridgefield Park Board of Education was part of a broader, mandated “Single Audit” designed to meet the special needs of federal and state grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards and state financial assistance. These reports are available in the Single Audit Section of the Ridgefield Park Board of Education’s CAFR.

GAAP requires that the management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Ridgefield Park Board of Education’s MD&A can be found immediately following the report of the independent auditors.

1. REPORTING ENTITY AND ITS SERVICES:

Ridgefield Park District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No.14. All funds of the District are included in this report. The Ridgefield Park Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 12. These include regular, vocational as well as special education for handicapped youngsters. The District completed the 2020-2021 fiscal year with an average daily enrollment of 2,255 students, *which is 28 students greater than the previous year's enrollment*. The following details the changes in the average daily enrollment of the District over the last ten years.

<u>Fiscal Year</u>	<u>Average Daily Enrollment</u>	<u>Percent Change</u>
2011-12	2,248	1.08%
2012-13	2,296	2.14%



<u>Fiscal Year</u>	<u>Average Daily Enrollment</u>	<u>Percent Change</u>
2013-14	2,343	2.01%
2014-15	2,379	1.54%
2015-16	2,442	2.65%
2016-17	2,401	(1.68%)
2017-18	2,320	(3.37%)
2018-19	2,250	(3.02%)
2019-20	2,227	(1.02%)
2020-21	2,255	1.26%

## 2. ECONOMIC CONDITION AND OUTLOOK:

The Village of Ridgefield Park entered into a Master agreement dated June 30, 1981, as amended (the "Master Leasing and Option Agreement") with Hartz Mountain Industries, Inc. for a tract of land in Ridgefield Park, New Jersey consisting of approximately 46 acres (the "Redevelopment Area") located at southeast corner of the Village of Ridgefield Park, New Jersey. Pursuant to the Master Leasing and Option Agreement, Hartz Mountain has the right, from time to time, to lease parcels of land within the Redevelopment Area. To date Hartz Mountain has exercised its option to lease four parcels. One of the leases has been assigned to Daewoo International (America) Corp., and another lease has been issued to Samsung America, Inc. The ground leases are long term leases for 99 years. The parcels of land under lease have been developed for office buildings, restaurants and a movie theater. The aggregate rental paid to the Village of Ridgefield Park under the ground leases (as well as the option fee for the remaining land under the Master Leasing and Option Agreement) equals approximately \$687,000 per annum. The rental is in addition to the real estate taxes generated for the Redevelopment Area. The remaining vacant land to be leased under the Master Leasing and Option Agreement is approximately fifteen (15) acres. There are some new discussions about the development of some property in the southeastern section of the Village (building of townhouses) and as of this writing it would have minimal impact upon the school population.

## 3. MAJOR INITIATIVES:

### Facilities:

- Started Replacement Boiler Installation-Grant School
- Started Lower Roof Replacement-Grant School
- Completed Window Replacement-Grant School
- Started Paving-Grant School Playground
- Started Back Parking Lot Upgrade-Lincoln School
- Started Upgrade HVAC Controls-Roosevelt School
- Started Windows Replacement-Roosevelt School
- Started High School HVAC Mechanical Upgrades
- Started Replacement of High School Gym Floor and Ceiling
- Started Replacement of Select Grant and Roosevelt School Classroom Doors
- Completed Lincoln School and High School Boiler Replacements Project
- Completed district-wide Bathroom Renovations project
- Completed district-wide Exterior Door and Interior Fire Door Replacements project

### Technology:

The following are hardware upgrades for 2020-2021 school year:

- Upgrade Chromebooks for students grades 5-12
- Purchased iPads for preK students

- Purchase and install additional security cameras
- Installation of additional multimedia panels
- Added new HS computer lab
- Refreshed HS room 7 lab
- Classroom outfitted with webcams and voice amplifiers
- Lobby signage for each Elementary schools
- Desktop upgrades for all classrooms
- Creation of E-Sports program
- Creation of AeroSpace program
- Upgrades TA chromebooks
- 

### **Academic:**

Our Academic focus is two-pronged:

1) Providing more support to early childhood education, as exemplified by our District Goal 2, *Early Childhood Learning, Brain Development, and Readiness for Success* to create “structures within the school district and partner with agencies across the community to expand and deepen systems that advance early childhood education for all learners.”

Within this context we are:

- strengthening our Universal Screeners (for ELA and Math) in early childhood.
- Supporting our students through more diagnostic and assessment programs, such as LinkIt, Teachers College Readers/Writers workshop, Sundays phonics program, Language Literacy Intervention, and the Math Programs EnVisions Math and IX.
- providing our students with richer learning environments through classroom libraries, math manipulatives, and Science inquiry consumables.

2) Providing our Middle and High School students with expanded exploratory, College, and Career entry programs as exemplified by our District Goal 3, *College and Career Readiness* to expand multiple pathways for all students to prepare for college and career options.

Within this context we continue to:

- Develop new Middle School cycle programs including: Robotics, Aviation, Coding, and Game Design.
- Expand our High School College Credit pathways including partnering with colleges for Associate's Degree programs and Credits for Culinary Arts, Business, STEM, and Drone and Pilot Certifications.

### **Professional Development:**

- The district continues to utilize GCN Training, Global Compliance Network, for internet based compliance training modules throughout the year to, for example, require each staff member to successfully complete 23 courses/sessions this year.
- The district continues to plan and provide two full-day professional development days and early dismissal days as needed for professional development.
- Ongoing training and support is provided on the use of our SIS (Genesis), Technology Platform Tools (especially for virtual learning this year) Google Drive, Google Docs, Google Classroom, report cards, and online lesson planning.

- In this era of student need for both *Accelerated Learning* and *Learning Loss* our focus is on providing as much time as possible for our staff to attend trainings, collaborate, and engage in discussions to reveal data-mining patterns (on Math, ELA, and Science assessments) and reports that turn into actionable activities to change instructional practices – for all students – that lead to more successful and improved student achievement.

#### 4. INTERNAL ACCOUNTING CONTROLS:

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

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

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

#### 5. BUDGETARY CONTROLS:

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

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

#### 6. DEBT ADMINISTRATION:

At June 30, 2021, the District has no outstanding debt.

7. CASH MANAGEMENT:

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

8. RISK MANAGEMENT:

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

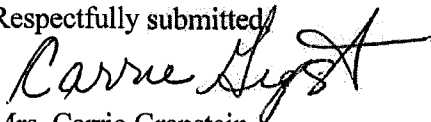
9. OTHER INFORMATION:

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

10. ACKNOWLEDGEMENTS:

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

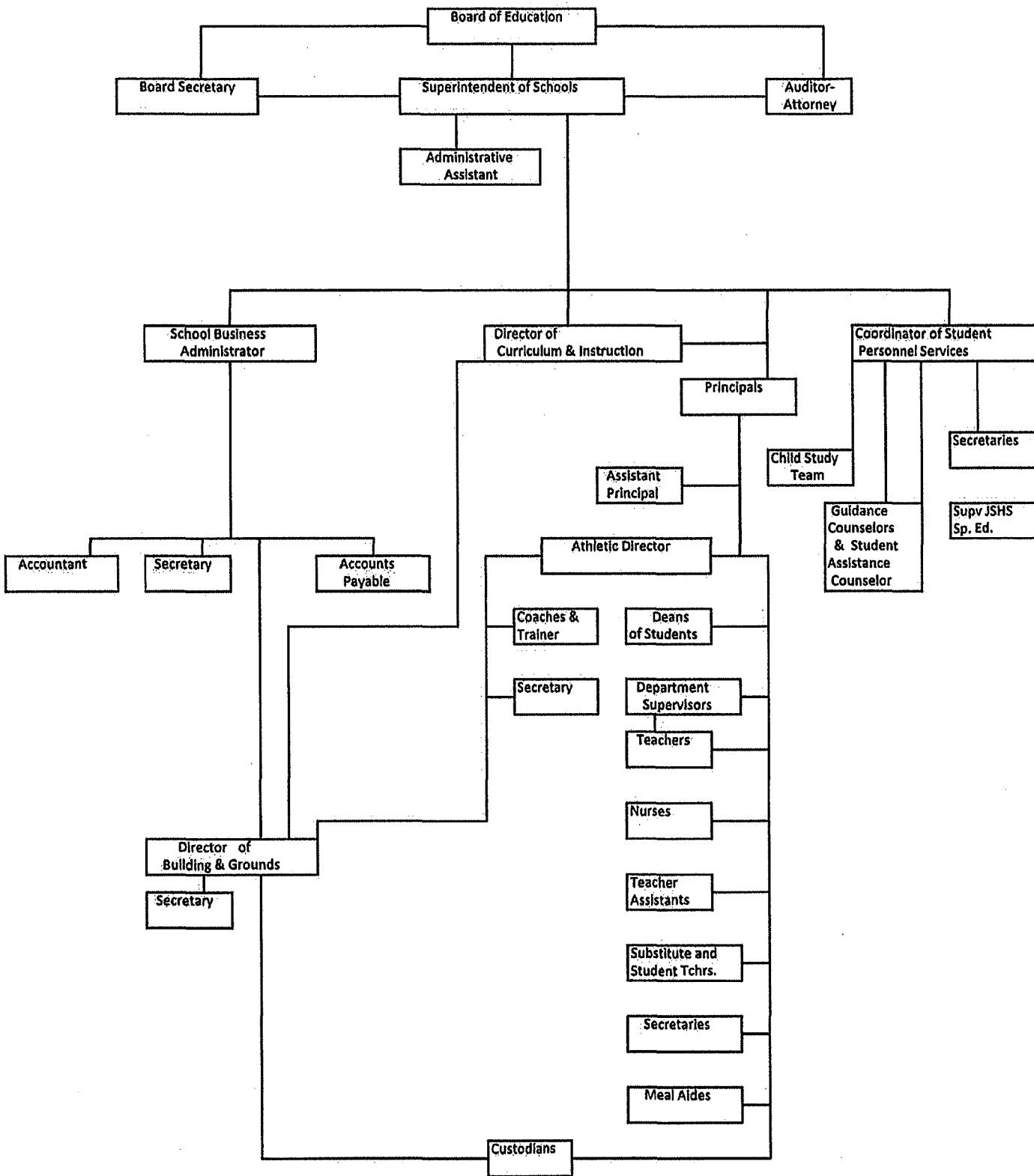
Respectfully submitted,



Mrs. Carrie Grapstein

Business Administrator/Board Secretary

1110 ORGANIZATIONAL CHART



RIDGEFIELD PARK BOARD OF EDUCATION  
Ridgefield Park, N.J.

ROSTER OF OFFICIALS  
JUNE 30, 2021

<u>Members of the Board of Education</u>	<u>January Term Expires</u>
Christopher Gibbons, President	2023
David Cathcart, Vice President	2024
Jorge Fernandez	2023
Bernard Gomes	2024
Dr. Ricardo Martinez	2022
Mary O'Neill	2022
Berlinda Rodriguez	2024
Robert Thiemann	2022
Thomas Vercelli	2023
Nick Fytros (Little Ferry Representative)	

Other Officials

Dr. Angela Bender, Superintendent of Schools  
Mr. James Tevis, Interim Business Administrator/Board Secretary  
Dr. Barry Haines, Acting Superintendent of Schools

RIDGEFIELD PARK BOARD OF EDUCATION  
Ridgefield Park, N.J.

Consultants and Advisors  
June 30, 2021

AUDIT FIRM

Lerch, Vinci & Higgins, LLP  
17-17 Route 208  
Fair Lawn, New Jersey 07410

ATTORNEY

Kerri A. Wright, Esq.  
Porzio, Bromberg and Newman P.C.  
100 Southgate Parkway P.O. Box 1997  
Morristown, New Jersey 07962-1997

OFFICIAL DEPOSITORY

TD Bank, NA  
245 Main Street  
Ridgefield Park, New Jersey 07660

**FINANCIAL SECTION**





# LERCH, VINCI & HIGGINS, LLP

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

DIETER P. LERCH, CPA, RMA, PSA  
GARY J. VINCI, CPA, RMA, PSA  
GARY W. HIGGINS, CPA, RMA, PSA  
JEFFREY C. BLISS, CPA, RMA, PSA  
PAUL J. LERCH, CPA, RMA, PSA  
JULIUS B. CONSONI, CPA, PSA  
ANDREW D. PARENTE, CPA, RMA, PSA

ELIZABETH A. SHICK, CPA, RMA, PSA  
ROBERT W. HAAG, CPA, PSA  
RALPH M. PICONE, III, CPA, RMA, PSA  
DEBRA GOLLE, CPA  
MARK SACO, CPA  
ROBERT LERCH, CPA  
CHRISTOPHER M. VINCI, CPA, PSA  
CHRISTINA CUIFFO, CPA

## **INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Trustees  
Ridgefield Park Board of Education  
Ridgefield Park, 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 Ridgefield Park Board of Education as of and for the fiscal year ended June 30, 2021 and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements as listed in the table of contents.

#### ***Management's Responsibility for the Financial Statements***

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

#### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in the Government Auditing Standards, issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

## ***Opinions***

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 Ridgefield Park Board of Education as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

## ***Emphasis of Matter***

### *Adoption of New Accounting Pronouncement*

As discussed in Note 1 to the financial statements, in the fiscal year ended June 30, 2021, the Ridgefield Park Board of Education adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 84, Fiduciary Activities which provided guidance on identifying fiduciary activities and how they should be reported. The adoption of this standard resulted in a change to how previously reported fiduciary fund activities are currently reported in the financial statements. Our opinion is not modified with respect to this matter.

## ***Other Matters***

### *Required Supplementary Information*

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

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Ridgefield Park Board of Education's basic financial statements. The introductory section, financial schedules, statistical section, schedule of expenditures of federal awards as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Ridgefield Park Board of Education.

The schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are the responsibility of management and were derived from and relate 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 and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

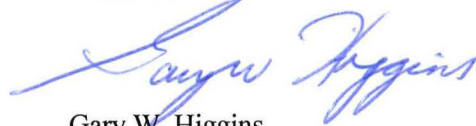
The introductory section, financial schedules and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

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

In accordance with Government Auditing Standards, we have also issued our report dated February 15, 2022 on our consideration of the Ridgefield Park Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Ridgefield Park Board of Education's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Ridgefield Park Board of Education's internal control over financial reporting and compliance.



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



Gary W. Higgins  
Public School Accountant  
PSA Number CS00814

Fair Lawn, New Jersey  
February 15, 2022

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**RIDGEFIELD PARK BOARD OF EDUCATION**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**

The discussion and analysis of the Ridgefield Park Board of Education's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2021. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, notes to the financial statements as well as the financial statements themselves to enhance their understanding of the District's financial performance.

**Financial Highlights**

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at the close of the most recent year by \$14,515,458 (net position).
- General revenues accounted for \$35,267,907 of revenue or 61 percent of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$22,800,741 or 39 percent of total revenues of \$58,068,648.
- The District had \$51,056,212 in expenses related to governmental activities; only \$22,254,688 were offset by program specific charges for services, grants or contributions. General revenues (primarily taxes) of \$35,267,304 were adequate to provide for these programs.
- Among governmental funds, the General Fund had \$51,747,214 in revenues and \$49,107,005 in expenditures. The General Fund's fund balance increased \$2,640,209 from the fiscal year ended June 30, 2020.

**Using the Comprehensive Annual Financial Report (CAFR)**

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

**RIDGEFIELD PARK BOARD OF EDUCATION**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**

**Using the Comprehensive Annual Financial Report (CAFR) (Continued)**

The *Statement of Net Position* and *Statement of Activities* provide information about the activities of the whole District, presenting both an aggregate view of the 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. The fund financial statements also look at the District's most significant funds. In the case of the Ridgefield Park Board of Education, the General Fund is by far the most significant fund.

**Reporting the District as a Whole**

One of the most important questions asked about the District is "How did we do financially during the fiscal year ended June 30, 2021? The *Statement of Net Position* and the *Statement of Activities*, which appear first in the District's financial statements, report information on the District as a whole and its activities in such a way as to answer this question. These statements include all assets, liabilities and deferred inflows/outflows of resources using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's net position and changes in net position. 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, some financial and some not. Non-financial factors include the 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 District is divided into two distinct kinds of activities:

- Governmental Activities – most of the District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation and extra-curricular activities.
- Business-Type Activities – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods and services provided. The District's food service program is reported as a business-type activity.

**RIDGEFIELD PARK BOARD OF EDUCATION**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**

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

**Fund Financial Statements**

Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. The District's governmental funds are the General and Special Revenue Funds. The District's Enterprise Fund is the Food Service Fund.

**Governmental Funds**

The District's activities are reported in governmental funds, which focus on how money flows into and out of these funds and the balances left at year-end available for spending in the future years. These funds are reported using the *modified accrual accounting method*, which measures cash and all other financial assets that can be readily converted into cash. The governmental fund statements provide a detailed short-term view of the 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 will essentially match the information provided in statements for the District as a whole.

**Notes to the Financial Statements**

The notes to the 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 District as a Whole**

The *Statement of Net Position* provides the perspectives of the District as a whole, showing assets, liabilities, deferred inflows/outflows of resources and the difference between them (net position). Net position may serve over time as a useful indicator of a government's financial position.

**RIDGEFIELD PARK BOARD OF EDUCATION**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**

Table 1 provides a summary of the District's net position as of June 30, 2021 and 2020.

**Table 1**  
**Net Position**  
**As of June 30, 2021 and 2020**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2021</u>	<u>2020</u> (Restated)	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u> (Restated)
Current Assets	\$ 11,056,270	\$ 8,171,763	\$ 300,659	\$ 253,746	\$ 11,356,929	\$ 8,425,509
Capital Assets	16,398,882	14,483,344	65,802	74,451	16,464,684	14,557,795
<b>Total Assets</b>	<u>27,455,152</u>	<u>22,655,107</u>	<u>366,461</u>	<u>328,197</u>	<u>27,821,613</u>	<u>22,983,304</u>
Deferred Amount on Net Pension Liability	2,234,360	1,018,947	-	-	2,234,360	1,018,947
<b>Total Deferred Outflows of Resources</b>	<u>2,234,360</u>	<u>1,018,947</u>	<u>-</u>	<u>-</u>	<u>2,234,360</u>	<u>1,018,947</u>
Long-Term Liabilities	7,768,261	7,686,410			7,768,261	7,686,410
Other Liabilities	908,872	603,682	20,881	6,487	929,753	610,169
<b>Total Liabilities</b>	<u>8,677,133</u>	<u>8,290,092</u>	<u>20,881</u>	<u>6,487</u>	<u>8,698,014</u>	<u>8,296,579</u>
Deferred Amount on Net Pension Liability	6,837,875	7,675,238			6,837,875	7,675,238
Deferred Commodities Revenue	-	-	4,626	10,483	4,626	10,483
<b>Total Deferred Inflows of Resources</b>	<u>6,837,875</u>	<u>7,675,238</u>	<u>4,626</u>	<u>10,483</u>	<u>6,842,501</u>	<u>7,685,721</u>
Net Position						
Net Investment in Capital Assets	16,390,911	14,374,793	65,802	74,451	16,456,713	14,449,244
Restricted	6,480,362	7,019,197			6,480,362	7,019,197
Unrestricted	(8,696,769)	(13,685,266)	275,152	236,776	(8,421,617)	(13,448,490)
<b>Total Net Position</b>	<u>\$ 14,174,504</u>	<u>\$ 7,708,724</u>	<u>\$ 340,954</u>	<u>\$ 311,227</u>	<u>\$ 14,515,458</u>	<u>\$ 8,019,951</u>

The District's combined net position were \$14,515,458 and \$8,019,951 as restated on June 30, 2021 and 2020, respectively. This was an increase of \$6,495,507 from the prior year.



**RIDGEFIELD PARK BOARD OF EDUCATION**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**

Table 2 shows changes in net position for fiscal years ended June 30, 2021 and 2020.

**Table 2**  
**Changes in Net Position**  
**For The Years Ended June 30, 2021 and 2020**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
<b>Revenues</b>						
Program Revenues						
Charges for Services	\$ 5,746,266	\$ 5,287,772	\$ 1,477	\$ 389,817	\$ 5,747,743	\$ 5,677,589
Operating Grants and Contributions	16,508,422	12,536,585	544,576	418,497	17,052,998	12,955,082
General Revenues						
Property Taxes	26,872,158	26,345,253			26,872,158	26,345,253
State Aid	7,669,208	7,387,827			7,669,208	7,387,827
Other	725,938	3,973,561	603	3,327	726,541	3,976,888
<b>Total Revenues</b>	<u>57,521,992</u>	<u>55,530,998</u>	<u>546,656</u>	<u>811,641</u>	<u>58,068,648</u>	<u>56,342,639</u>
<b>Expenses</b>						
Instruction						
Regular	23,833,546	22,807,960			23,833,546	22,807,960
Special Education	8,286,805	7,676,379			8,286,805	7,676,379
Other Instruction	986,409	861,268			986,409	861,268
School Sponsored Activities and Athletics	1,420,164	1,359,260			1,420,164	1,359,260
Support Services						
Student and Instruction Related Services	6,718,645	5,954,347			6,718,645	5,954,347
General Administration Services	1,455,408	1,194,627			1,455,408	1,194,627
School Administration Services	3,447,494	2,944,707			3,447,494	2,944,707
Business / Central Services	992,136	1,031,274			992,136	1,031,274
Plant Operations and Maintenance	3,020,263	2,918,697			3,020,263	2,918,697
Pupil Transportation	891,689	932,104			891,689	932,104
Interest on Debt	3,653	8,575			3,653	8,575
Food Services	-	-	516,929	785,867	516,929	785,867
<b>Total Expenses</b>	<u>51,056,212</u>	<u>47,689,198</u>	<u>516,929</u>	<u>785,867</u>	<u>51,573,141</u>	<u>48,475,065</u>
<b>Change in Net Position</b>	6,465,780	7,841,800	29,727	25,774	6,495,507	7,867,574
<b>Net Position, Beginning of Year</b>	<u>7,708,724</u>	<u>(878,413)</u>	<u>311,227</u>	<u>285,453</u>	<u>8,019,951</u>	<u>(592,960)</u>
<b>Prior Period Adjustment</b>	-	745,337	-	-	-	745,337
<b>Net Position, End of Year</b>	<u>\$ 14,174,504</u>	<u>\$ 7,708,724</u>	<u>\$ 340,954</u>	<u>\$ 311,227</u>	<u>\$ 14,515,458</u>	<u>\$ 8,019,951</u>

**RIDGEFIELD PARK BOARD OF EDUCATION**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**

**Governmental Activities**

The District's total revenues were \$57,521,992 and \$55,530,998 for the years ended June 30, 2021 and 2020, respectively. Property taxes made up 47 and 47 percent of revenues for governmental activities for the Ridgefield Park Board of Education for fiscal years ended June 30, 2021 and 2020, respectively. Federal, state and local grants aid accounted for another 42 and 36 percent of revenue and tuition, transportation fees and miscellaneous revenues accounted for 11 percent and 17 percent for the years ended June 30, 2021 and 2020.

The total cost of all programs and services was \$50,056,212 and \$47,689,198 and for the fiscal years ended June 30, 2021 and 2020, respectively. Instruction comprises 68 and 69 percent of governmental program expenses for the fiscal years ended June 30, 2021 and 2020, respectively. Support services expenses make up 32 and 31 percent of governmental expenses for the fiscal years ended June 30, 2021 and 2020, respectively. The *Statement of Activities* shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for government activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

**Table 3**  
**Total Cost and Net Cost of Governmental Activities Services**  
**for the Years Ended June 30, 2021 and 2020**

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Instruction				
Regular	\$ 23,833,546	\$ 22,807,960	\$ 12,173,621	\$ 13,052,537
Special Education	8,286,805	7,676,379	2,743,333	3,030,998
Other Instruction	986,409	861,268	663,366	640,946
School Sponsored Activities and Athletics	1,420,164	1,359,260	963,700	1,068,624
Support Services				
Student and Instruction Related Services	6,718,645	5,954,347	4,800,202	4,795,358
General Administration Services	1,455,408	1,194,627	1,325,163	1,125,384
School Administration Services	3,447,494	2,944,707	2,548,579	2,437,442
Business / Central Services	992,136	1,031,274	862,474	977,562
Plant Operations and Maintenance	3,020,263	2,918,697	2,488,257	2,417,384
Pupil Transportation	891,689	932,104	229,176	310,031
Interest on Debt	3,653	8,575	3,653	8,575
<b>Total</b>	<b><u>\$ 51,056,212</u></b>	<b><u>\$ 47,689,198</u></b>	<b><u>\$ 28,801,524</u></b>	<b><u>\$ 29,864,841</u></b>

**RIDGEFIELD PARK BOARD OF EDUCATION**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**

**Business-Type Activities**

The only business-type activity is the food service operation. The program had revenues of \$546,656 and \$811,641 and expenses of \$516,929 and \$785,867 in fiscal years ended June 30, 2021 and 2020, respectively. Of the revenues, \$1,477 and \$389,817 was charges for services paid by patrons for daily food service and \$544,576 and \$418,497 was from State and Federal reimbursements in fiscal years ended June 30, 2021 and 2020, respectively.

**The School District's Funds**

All governmental funds (i.e., general fund and special revenue fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$53,436,972 and \$51,364,439 and expenditures were \$50,857,655 and \$49,010,560 for the fiscal years ended June 30, 2021 and 2020 respectively. The net change in the fund balance for the 2020/2021 year was an increase of \$2,579,317.

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. The following schedules present a summary of the revenues of the governmental funds for the fiscal years ending June 30, 2021 and 2020.

	<u>Years Ended June 30,</u>		Amount of	Percent
	<u>2021</u>	<u>2020</u>	Increase	Increase
			(Decrease)	(Decrease)
Local Sources	\$ 33,381,439	\$ 33,269,405	\$ 112,034	0%
State Sources	18,490,333	16,592,944	1,897,389	11%
Federal Sources	<u>1,565,200</u>	<u>1,502,090</u>	<u>63,110</u>	4%
 Total Governmental Revenues	 <u>\$ 53,436,972</u>	 <u>\$ 51,364,439</u>	 <u>\$ 2,072,533</u>	 4%

**RIDGEFIELD PARK BOARD OF EDUCATION**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**

**The School District's Funds (Continued)**

The following schedule represents a summary of the governmental funds expenditures for the fiscal years ending June 30, 2021 and 2020.

	Years Ended June 30,		Amount of Increase (Decrease)	Percent Increase (Decrease)
	2021	2020		
Current Expense:				
Instruction	\$ 31,061,901	\$ 30,880,287	\$ 181,614	1%
Support Services	15,990,358	15,338,456	651,902	4%
Capital Outlay	2,907,750	2,387,717	520,033	22%
Debt Service:				
Principal	893,993	395,525	498,468	126%
Interest	3,653	8,575	(4,922)	-57%
 Total Expenditures	 \$ 50,857,655	 \$ 49,010,560	 \$ 1,847,095	 4%

**General Fund Budgeting Highlights**

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

During the course of the year, the District revised the annual operating budget several times. Revisions in the budget were made to avoid over-expenditures in specific line item accounts.

**Capital Assets**

At the end of fiscal years 2021 and 2020, the District had \$16,464,684 and \$14,557,795 invested in land, construction in progress, buildings and building improvements, furniture and equipment and vehicles net of depreciation. Overall capital assets net of accumulated depreciation increased \$1,906,889 from fiscal year 2020 to fiscal year 2021. Table 4 shows capital assets net of depreciation at June 30, 2021 and 2020.

**RIDGEFIELD PARK BOARD OF EDUCATION**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**

**Table A-4**  
**Capital Assets at June 30, 2021 and 2020**

	Governmental Activities		Business-Type Activities		Total	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Land	\$ 2,703,196	\$ 2,703,196			\$ 2,703,196	\$ 2,703,196
Construction in Progress	349,656	107,696			349,656	107,696
Buildings and Building Improvements	23,750,265	21,288,540			23,750,265	21,288,540
Land Improvements	977,102	977,102			977,102	977,102
Machinery and Equipment	<u>3,779,573</u>	<u>3,575,508</u>	\$ 269,937	\$ 265,858	<u>4,049,510</u>	<u>3,841,366</u>
	31,559,792	28,652,042	269,937	265,858	31,829,729	28,917,900
Less Accumulated Depreciation	<u>15,160,910</u>	<u>14,168,698</u>	<u>204,135</u>	<u>191,407</u>	<u>15,365,045</u>	<u>14,360,105</u>
Total	<u>\$ 16,398,882</u>	<u>\$ 14,483,344</u>	<u>\$ 65,802</u>	<u>\$ 74,451</u>	<u>\$ 16,464,684</u>	<u>\$ 14,557,795</u>

Additional information pertaining to capital assets can be found in the Notes to the Financial Statements.

**Long-Term Liabilities**

At June 30, 2021 and 2020, the District had \$7,768,261 and \$7,686,410 of long-term liabilities, respectively. Of this amount, \$1,789,823 and \$1,836,572 is for compensated absences; \$7,971 and \$151,964 is for leases payable, \$5,220,467 and \$4,197,874 is for net pension liability and \$750,000 and \$1,500,000 of a State Aid Advance Loan payable, as of June 30, 2021 and 2020, respectively.

Additional information pertaining to capital assets can be found in the Notes to the Financial Statements.

**For the Future**

The Ridgefield Park Board of Education is in sound financial condition presently. The District is proud of its community support of the public schools. A major concern is the continued enrollment growth of the District and the increased reliance on property taxes.

In conclusion, the District has committed itself to continue its system of financial planning, budgeting and internal financial controls to meet the challenge of the future.

**Contacting the District's Financial Management**

This financial report is designed to provide the citizens, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, contact the Business Administrator/Board Secretary at Ridgefield Park Board of Education, 712 Lincoln Avenue, Ridgefield Park, NJ 07660.

**FINANCIAL STATEMENTS**

**RIDGEFIELD PARK BOARD OF EDUCATION**  
**STATEMENT OF NET POSITION**  
**AS OF JUNE 30, 2021**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 9,823,280	\$ 216,766	\$ 10,040,046
Receivables, net			
Receivables from Other Governments	1,193,096	108,849	1,301,945
Internal Balances	39,894	(39,894)	-
Inventory		14,938	14,938
Capital Assets			
Not Being Depreciated	3,052,852		3,052,852
Being Depreciated, Net	<u>13,346,030</u>	<u>65,802</u>	<u>13,411,832</u>
Total Assets	<u>27,455,152</u>	<u>366,461</u>	<u>27,821,613</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Amount on Net Pension Liability	<u>2,234,360</u>	-	<u>2,234,360</u>
Total Deferred Outflows of Resources	<u>2,234,360</u>	-	<u>2,234,360</u>
<b>LIABILITIES</b>			
Accounts Payable & Other Liabilities	640,039	20,881	660,920
Payable to State Government	78,011		78,011
Unearned Revenue	190,822		190,822
Noncurrent Liabilities			
Due Within One Year	436,953		436,953
Due Beyond One Year	<u>7,331,308</u>	-	<u>7,331,308</u>
Total Liabilities	<u>8,677,133</u>	<u>20,881</u>	<u>8,698,014</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Amount on Net Pension Liability	6,837,875		6,837,875
Deferred Commodities Revenue	<u>-</u>	<u>4,626</u>	<u>4,626</u>
Total Deferred Inflows of Resources	<u>6,837,875</u>	<u>4,626</u>	<u>6,842,501</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	16,390,911	65,802	16,456,713
Restricted for:			
Capital Projects	4,300,995		4,300,995
Plant Maintenance	1,494,922		1,494,922
Other Purposes	684,445		684,445
Unrestricted	<u>(8,696,769)</u>	<u>275,152</u>	<u>(8,421,617)</u>
Total Net Position	<u>\$ 14,174,504</u>	<u>\$ 340,954</u>	<u>\$ 14,515,458</u>

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

14

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
<b>Governmental Activities</b>							
Instruction							
Regular	\$ 23,833,546	\$ 4,304,951	\$ 7,354,974		\$ (12,173,621)		\$ (12,173,621)
Special Education	8,286,805	1,048,346	4,495,126		(2,743,333)		(2,743,333)
Other Instruction	986,409		323,043		(663,366)		(663,366)
School Sponsored Activities and Athletics	1,420,164	81,564	374,900		(963,700)		(963,700)
Support Services							
Student and Instruction Related Services	6,718,645		1,918,443		(4,800,202)		(4,800,202)
General Administration Services	1,455,408		130,245		(1,325,163)		(1,325,163)
School Administration Services	3,447,494		898,915		(2,548,579)		(2,548,579)
Central Services	992,136		129,662		(862,474)		(862,474)
Plant Operations and Maintenance	3,020,263		532,006		(2,488,257)		(2,488,257)
Pupil Transportation	891,689	311,405	351,108		(229,176)		(229,176)
Interest on Long-Term Debt	3,653	-	-		(3,653)		(3,653)
Total Governmental Activities	<u>51,056,212</u>	<u>5,746,266</u>	<u>16,508,422</u>	<u>-</u>	<u>(28,801,524)</u>	<u>-</u>	<u>(28,801,524)</u>
<b>Business-Type Activities</b>							
Food Service	516,929	1,477	544,576	-	-	\$ 29,124	29,124
Total Business-Type Activities	<u>516,929</u>	<u>1,477</u>	<u>544,576</u>	<u>-</u>	<u>-</u>	<u>29,124</u>	<u>29,124</u>
Total Primary Government	<u>\$ 51,573,141</u>	<u>\$ 5,747,743</u>	<u>\$ 17,052,998</u>	<u>\$ -</u>	<u>(28,801,524)</u>	<u>29,124</u>	<u>(28,772,400)</u>

Continued



**RIDGEFIELD PARK BOARD OF EDUCATION  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<b>Net (Expense) Revenue and Changes in Net Position</b>		
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
General Revenues			
Taxes			
Property Taxes Levied for General Purposes	\$ 26,872,158		\$ 26,872,158
State Aid -Unrestricted	7,669,208		7,669,208
Miscellaneous Income	725,938	\$ 603	726,541
Total General Revenues	35,267,304	603	35,267,907
Change in Net Position	6,465,780	29,727	6,495,507
Net Position, Beginning of Year, Restated	7,708,724	311,227	8,019,951
Net Position, End of Year	\$ 14,174,504	\$ 340,954	\$ 14,515,458

**FUND FINANCIAL STATEMENTS**

**RIDGEFIELD PARK BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
AS OF JUNE 30, 2021**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 9,116,405	\$ 706,875	\$ 9,823,280
Receivables from Other Governments	532,028	661,068	1,193,096
Due from Other Funds	306,412	-	306,412
	<hr/>	<hr/>	<hr/>
Total Assets	\$ 9,954,845	\$ 1,367,943	\$ 11,322,788
<b>LIABILITIES</b>			
Liabilities			
Accounts Payable	\$ 491,892	\$ 148,147	\$ 640,039
Due to Other Funds		266,518	266,518
Payable to State Government		78,011	78,011
Unearned Revenue	-	190,822	190,822
	<hr/>	<hr/>	<hr/>
Total Liabilities	491,892	683,498	1,175,390
<b>FUND BALANCES</b>			
Restricted			
Capital Reserve	1,468,710		1,468,710
Capital Reserve - Designated for Subsequent Year's Expenditures	2,832,285		2,832,285
Maintenance Reserve	327,207		327,207
Maintenance Reserve - Designated for Subsequent Year's Expenditures	1,167,715		1,167,715
Student Activities		172,348	172,348
Scholarships		512,097	512,097
Committed			
Year End Encumbrances	3,455,019		3,455,019
Assigned			
Year End Encumbrances	631,036		631,036
FFCRA/SEMI - Designated for Subsequent Years' Expenditures	3,052		3,052
Unassigned	(422,071)	-	(422,071)
	<hr/>	<hr/>	<hr/>
Total Fund Balances	9,462,953	684,445	10,147,398
	<hr/>	<hr/>	<hr/>
Total Liabilities and Fund Balances	\$ 9,954,845	\$ 1,367,943	\$ 11,322,788
	<hr/>	<hr/>	<hr/>
Total Fund Balances Governmental Funds (Exhibit 1)			\$ 10,147,398
 Amounts reported for <i>governmental activities</i> in the statement of net position (A-1) are different because:			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$31,559,792 and the accumulated depreciation is \$15,160,910.			
			16,398,882
 Certain amounts resulting from the measurement of the net pension liability are reported as either deferred inflows of resources or deferred outflows of resources on the statement of net position and deferred over future years.			
Deferred Outflows of Resources		\$ 2,234,360	
Deferred Inflows of Resources		(6,837,875)	
			<hr/>
			(4,603,515)
 Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.			
Leases Payable		(7,971)	
State Aid Advance Loan Payable		(750,000)	
Net Pension Liability		(5,220,467)	
Compensated Absences Payable		(1,789,823)	
			<hr/>
			(7,768,261)
Net position of governmental activities			<hr/>
			\$ 14,174,504

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>			
Local Sources			
Property Tax Levy	\$ 26,872,158		\$ 26,872,158
Tuition	11,000		11,000
Tuition From Other LEAs Within State	5,342,297		5,342,297
Transportation Fees	311,405		311,405
Rents and Royalties	225		225
Miscellaneous	<u>725,713</u>	\$ 118,641	<u>844,354</u>
Total - Local Sources	33,262,798	118,641	33,381,439
State Sources	18,434,991	55,342	18,490,333
Federal Sources	<u>49,425</u>	<u>1,515,775</u>	<u>1,565,200</u>
Total Revenues	<u>51,747,214</u>	<u>1,689,758</u>	<u>53,436,972</u>
<b>EXPENDITURES</b>			
Current			
Instruction			
Regular Instruction	20,355,742	598,267	20,954,009
Special Education Instruction	7,353,233	568,505	7,921,738
Other Instruction	884,388		884,388
School-Sponsored Activities and Athletics	1,166,319	135,447	1,301,766
Support Services			
Student and Instruction Related Services	5,931,439	448,431	6,379,870
General Administration Services	1,464,482		1,464,482
School Administration Services	3,241,908		3,241,908
Business / Central Services	1,027,465		1,027,465
Plant Operations and Maintenance	2,972,357		2,972,357
Student Transportation	904,276		904,276
Capital Outlay	2,907,750		2,907,750
Debt Service			
Principal	893,993		893,993
Interest and Other Charges	<u>3,653</u>	-	<u>3,653</u>
Total Expenditures	<u>49,107,005</u>	<u>1,750,650</u>	<u>50,857,655</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,640,209</u>	<u>(60,892)</u>	<u>2,579,317</u>
Net change in Fund Balance	2,640,209	(60,892)	2,579,317
Fund Balance, Beginning of Year, Restated	<u>6,822,744</u>	<u>745,337</u>	<u>7,568,081</u>
Fund Balance, End of Year	<u>\$ 9,462,953</u>	<u>\$ 684,445</u>	<u>\$ 10,147,398</u>

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF  
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
WITH THE DISTRICT-WIDE STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**Total net change in fund balances - governmental funds (Exhibit B-2)** **\$ 2,579,317**

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement and allocated over their estimated useful lives as annual depreciation expense. This is the amount by which capital outlay additions exceeds depreciation in the current period.

Capital Outlay Additions	\$	2,907,750	
Depreciation Expense		<u>(992,212)</u>	
			1,915,538

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Principal Repayments			
Loan Payable		750,000	
Leases Payable		<u>143,993</u>	
			893,993

In the statement of activities, certain operating expenses-compensated absences, pension expenses, judgements are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (paid):

Decrease in Compensated Absences		46,749	
Decrease in Pension Expense		<u>1,030,183</u>	
			<u>1,076,932</u>

**Change in net position of governmental activities** **\$ 6,465,780**

**RIDGEFIELD PARK BOARD OF EDUCATION  
 PROPRIETARY FUNDS  
 STATEMENT OF NET POSITION  
 AS OF JUNE 30, 2021**

	<b>Business-Type Activities Enterprise Fund <u>Food Service</u></b>
<b>ASSETS</b>	
Current Assets	
Cash and Cash Equivalents	\$ 216,766
Intergovernmental Receivable	
State	2,682
Federal	106,167
Inventory	<u>14,938</u>
Total Current Assets	<u>340,553</u>
Capital Assets	
Equipment	269,937
Less: Accumulated Depreciation	<u>(204,135)</u>
Total Capital Assets	<u>65,802</u>
Total Assets	<u>406,355</u>
<b>LIABILITIES</b>	
Current Liabilities	
Due to Other Funds	39,894
Accounts Payable	<u>20,881</u>
Total Current Liabilities	<u>60,775</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred Commodities Revenue	<u>4,626</u>
Total Deferred Inflows of Resources	<u>4,626</u>
<b>NET POSITION</b>	
Invested in Capital Assets	65,802
Unrestricted	<u>275,152</u>
Total Net Position	<u>\$ 340,954</u>

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
 PROPRIETARY FUND  
 STATEMENT OF REVENUES, EXPENSES AND  
 CHANGES IN NET POSITION  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<b>Business-Type Activities Enterprise Fund <u>Food Service</u></b>
<b>OPERATING REVENUES</b>	
Charges for Services	
Daily Sales-Reimbursable Programs	\$ 1,110
Daily Sales-Non-Reimbursable Programs	<u>367</u>
Total Operating Revenues	<u>1,477</u>
<b>OPERATING EXPENSES</b>	
Salaries and Employee Benefits	154,567
Cost of Sales-Reimbursable Programs	256,659
Cost of Sales-Non-Reimbursable Programs	1,230
Other Purchased Services	14,887
Management Fee	62,392
Depreciation	12,728
Supplies and Materials	<u>14,466</u>
Total Operating Expenses	<u>516,929</u>
Operating Loss	<u>(515,452)</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>	
State Sources	
School Lunch Program	17,136
Federal Sources	
National School Lunch Program	285,423
Food Distribution Program - National School Lunch Program	61,834
National School Breakfast Program	180,183
Interest on Deposits	<u>603</u>
Total Nonoperating Revenues	<u>545,179</u>
Change in Net Position	29,727
Total Net Position, Beginning of Year,	<u>311,227</u>
Total Net Position, End of Year	<u>\$ 340,954</u>

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
 PROPRIETARY FUNDS  
 STATEMENT OF CASH FLOWS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<b>Business-Type Activities Enterprise Fund <u>Food Service</u></b>
<b>Cash Flows from Operating Activities</b>	
Receipts from Customers	\$ 40,381
Payments for Employees' Salaries and Benefits	(154,567)
Payments to Suppliers for Goods and Services	<u>(268,042)</u>
Net Cash Used for Operating Activities	<u>(382,228)</u>
<b>Cash Flows from Noncapital Financing Activities</b>	
Transfers to Other Funds	(497,766)
State and Federal Subsidy Reimbursements	<u>395,892</u>
Net Cash Provided by Noncapital Financing Activities	<u>(101,874)</u>
<b>Cash Flows from Capital and Related Financing Activities</b>	
Acquisition of Capital Assets	<u>(4,079)</u>
Net Cash Used for Capital and Related Financing Activities	<u>(4,079)</u>
<b>Cash Flows from Investing Activities</b>	
Interest on Deposits	<u>603</u>
Net Cash Provided by Investing Activities	<u>603</u>
Net Decrease in Cash and Cash Equivalents	(487,578)
Cash and Cash Equivalents, Beginning of Year	<u>704,344</u>
Cash and Cash Equivalents, End of Year	<u><u>\$ 216,766</u></u>
<b>Reconciliation of Operating Loss to Net Cash Used for Operating Activities</b>	
Operating Loss	<u>\$ (515,452)</u>
Adjustments to Reconcile Operating Loss to Net Cash Used for Operating Activities	
Depreciation	12,728
Non-Cash Federal Assistance	
Food Distribution - National School Lunch Programs	61,834
Change in Assets and Liabilities	
Increase/(Decrease) in Accounts Payable	14,394
(Increase)/Decrease in Other Accounts Receivable	38,904
(Increase)/Decrease in Inventory	<u>5,364</u>
Total Adjustments	<u>133,224</u>
Net Cash Used for Operating Activities	<u><u>\$ (382,228)</u></u>
Non-Cash Financing Activities	
National School Lunch Program (Food Distribution)	<u><u>\$ 55,977</u></u>

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



**NOTES TO THE FINANCIAL STATEMENTS**

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

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

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

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

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

**B. New Accounting Standards**

During fiscal year 2021, the District adopted the following GASB statement:

- GASB No. 84, *Fiduciary Activities*. The objective of this 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 established 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.

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. New Accounting Standards (Continued)**

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

- GASB No. 87, *Leases*, implementation postponed will be effective beginning with the fiscal year ending June 30, 2022. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract.
- GASB No. 89, *Accounting for Interest Costs Incurred Before the End of a Construction Period*, implementation postponed will be effective beginning with the fiscal year ending June 30, 2022. The objectives of this Statement is to improve financial reporting by providing users of financial statements with more relevant information about capital assets and the cost of borrowing for a reporting period. The resulting information also will enhance the comparability of information about capital assets and the cost of borrowing for a reporting period for both governmental activities and business-type activities.
- GASB No. 92, *Omnibus 2020*, implementation postponed will be effective beginning with the fiscal year ending June 30, 2022 except requirements related to GASB No. 87 and Implementation Guide No. 2019-3 are effective upon issuance. The objective of this Statement is to enhance comparability in the application of accounting and financial reporting requirements and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. This Statement addresses a variety of topics.
- GASB No. 96, *Subscription – Based Information Technology Arrangements*, will be effective beginning with the fiscal year ending June 30, 2023. The objective of this Statement will be to improve financial reporting by establishing a definition for subscription-based information technology arrangements (SBITAs) and providing uniform guidance for accounting and financial reporting for transactions that meet that definition. That definition and uniform guidance will result in greater consistency in practice. Establishing the capitalization criteria for implementation costs also will reduce diversity and improve comparability in financial reporting by governments. This Statement also will enhance the relevance and reliability of a government's financial statements by requiring a government to report a subscription asset and subscription liability for a SBITA and to disclose essential information about the arrangement. The disclosures will allow users to understand the scale and important aspects of a government's SBITA activities and evaluate a government's obligations and assets resulting from SBITAs.
- GASB No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – An Amendment of GASB Statements No. 14 and No.84, and a Supersession of GASB Statement No. 32*, the section that maybe applicable to the District will be effective beginning with the fiscal year ending June 30, 2022. The objective of this Statement is to provide more consistent financial reporting of defined contribution pension plans, defined contribution OPEB plans, and other employee benefit plans, while mitigating the costs associated with reporting those plans. The requirements also will enhance the relevance, consistency, and comparability of (1) the information related to Section 457 plans that meet the definition of a pension plan and the benefits provided through those plans and (2) investment information for all Section 457 plans.

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Presentation - Financial Statements**

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

**District-Wide Financial Statements**

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

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

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

**Fund Financial Statements**

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

The District reports the following major governmental funds:

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

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Presentation - Financial Statements (Continued)**

**Fund Financial Statements (Continued)**

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

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

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

**Reclassifications**

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

**D. Measurement Focus and Basis of Accounting**

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

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

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

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

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

***1. Cash, Cash Equivalents and Investments***

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

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

***2. Receivables***

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

***3. Inventories***

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

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

***4. Capital Assets***

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

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

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

<u>Assets</u>	<u>Years</u>
Land Improvements	20
Buildings and Building Improvements	20-50
Machinery and Equipment	5-15

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

***5. Deferred Outflows/Inflows of Resources***

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

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

***6. Compensated Absences***

It is the District's policy to permit employees to accumulate (with certain restrictions) earned but unused vacation and sick leave benefits. A long-term liability of accumulated vacation and sick leave and salary related payments has been recorded in the governmental activities in the district-wide financial statements, representing the Board's commitment to fund such costs from future operations. A liability is reported in the governmental funds only to the amount actually due at year end as a result of employee resignations and retirements.

***7. Pensions***

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

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

**8. *Long-Term Obligations***

In the district-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

**9. *Net Position/Fund Balance***

**District-Wide Statements**

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

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

**Governmental Fund Statements**

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

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

*Capital Reserve* – This restriction was created by the District in accordance with NJAC 6A:23A-14.1 to fund future capital expenditures (See Note 2).

*Capital Reserve - Designated for Subsequent Year's Expenditures* – This designation was created to dedicate the portion of capital reserve fund balance appropriated in the adopted 2021/2022 District budget certified for taxes.

*Maintenance Reserve* – This restriction was created by the Board in accordance with NJAC 6A:23A-14.2 to accumulate funds for the required maintenance of school facilities in accordance with the EFCA (NJSA 18A:7G-9) for a thorough and efficient education. (See Note 2).

*Maintenance Reserve - Designated for Subsequent Year's Expenditures* – This designation was created to dedicate the portion of maintenance reserve fund balance appropriated in the adopted 2021/2022 District budget certified for taxes.

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

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



**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

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

**Governmental Fund Statements (Continued)**

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

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

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

*FFCRA/SEMI* – Represents fund balance assigned specifically for the Families First Coronavirus Response Act in the General Fund that was not appropriated in the 2020/2021 school year. These Funds are available for appropriation in subsequent year's budgets.

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

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

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

**10. *Fund Balance Policies***

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

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

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**F. Revenues and Expenditures/Expenses**

**1. *Program Revenues***

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

**2. *Property Taxes***

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

**3. *Tuition Revenues and Expenditures***

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

Tuition Expenditures - Tuition charges for the fiscal years 2019-2020 and 2020-2021 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been certified by the State Department of Education.

**4. *Proprietary Funds, Operating and Nonoperating Revenues and Expenses***

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

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. Budgetary Information**

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

**A. Budgetary Information (Continued)**

The annual budget is adopted in the spring of the preceding year for the general and special revenue funds. The budget is submitted to the county superintendent for review and approval prior to adoption. Prior to the 2012/2013 budget year, the annual budget was required to be voted upon at the annual school election held on the third Tuesday in April. On January 17, 2012, Chapter 202 of the Laws of P.L. 2011 was approved which established procedures for moving the date of a school district's annual school election from April to the general election in November. Under the new law, districts that have their school board members elected in November no longer have to submit their budgets that meet levy cap requirements for voter approval beginning with the 2012/2013 budget year. Only a school board decision to exceed the tax levy cap would require voter approval for the additional amount on the November ballot. On January 25, 2012, the Board adopted a resolution to move its annual election to the date of the general elections in accordance with the law; therefore voter approval of the annual budget is not required.

Budget adoptions and amendments are recorded in the District's board minutes. The budget is amended by the Board of Trustees as needed throughout the year. The budget for revenues, other resources, other uses, and fund balances is prepared by fund source and amount. The budget for expenditures is prepared by fund, program, function, object and amount. The legal level of budgetary control is established at the line item account within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. The Board approved several budget transfers during 2020/2021. Also, during 2020/2021 the Board increased the original budget by \$3,183,303. The net increase was funded by additional grant awards, the reappropriation of prior year general fund encumbrances, the inclusion of scholarship donations, student activity revenues and net of a reduction in state aid.

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

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

**B. Deficit Fund Equity**

The District has an unassigned fund deficit of \$422,071 in the General Fund as of June 30, 2021 as reported in the fund financial statements (modified accrual basis). NJSA 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record these delayed state aid payments as revenue, for budget purposes only, in the current school budget year. The statute provides legal authority for school districts to recognize this revenue in the current budget year. GASB Statement No. 33, "Accounting and Financial Reporting for Nonexchange Transactions", requires that intergovernmental transactions (revenue, expenditure, asset, liability) should be recognized in symmetry (i.e., if one government recognizes an asset, the other government recognizes a liability). Since the State of New Jersey is recording certain 2020/2021 budgeted state aid payments in the subsequent fiscal year, the school district cannot recognize such payments on the GAAP (fund) financial statements until the year the State records the payable. Due to the timing difference of recording these delayed state aid payments, the General Fund deficit does not alone indicate that the District is facing financial difficulties; however, unless the State of New Jersey budgets the delayed payments in future years, the District may also report fund deficits in the future.

Pursuant to NJSA 18A:22-44.2, any negative unreserved, undesignated (i.e., unassigned) general fund balance that is reported as a direct result of a delay in the payment of state aid until the following fiscal year, is not considered as a violation of New Jersey Statute or regulation and is not considered an item in need of corrective action. The District deficit in the GAAP (fund) financial statements of \$422,071 in the General Fund is less than the delayed state aid payments at June 30, 2021.

**RIDGEFIELD PARK BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

**C. Capital Reserve**

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

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

The activity of the capital reserve for the fiscal year ended June 30, 2021 is as follows:

Balance, July 1, 2020	\$ 4,573,860
Increases	
Deposits Approved by Board Resolution	<u>1,327,135</u>
	5,900,995
Withdrawals	
Approved in District Budget	<u>1,600,000</u>
Balance, June 30, 2021	<u>\$ 4,300,995</u>

The June 30, 2021 LRFP balance of local support costs (60 percent) of uncompleted capital projects is \$18,367,554.

The withdrawals from the capital reserve were for use in a department approved facilities project, consistent with the district’s Long Range Facilities Plan. \$2,832,285 of the capital reserve balance at June 30, 2021 was designated and appropriated for use in the 2021/2022 original budget certified for taxes.

**D. Maintenance Reserve**

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

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

The activity of the maintenance reserve for the fiscal year ended June 30, 2021 is as follows:

Balance, July 1, 2020	\$ 1,700,000
Increases	
Deposits Approved by Board Resolution	<u>194,922</u>
	1,894,922
Withdrawals	
Approved in District Budget	<u>400,000</u>
Balance, June 30, 2021	<u>\$ 1,494,922</u>

The June 30, 2021 comprehensive maintenance plan indicated a maximum maintenance reserve amount of \$1,494,922. The withdrawals from the maintenance reserve were for use in required maintenance activities for school facilities. \$1,167,715 of the maintenance reserve balance at June 30, 2021 was designated and appropriated for use in the 2021/2022 original budget certified for taxes.

**NOTE 3 DETAILED NOTES ON ALL FUNDS**

**A. Cash Deposits and Investments**

**Cash Deposits**

The Board's deposits are insured through either the Federal Deposit Insurance Corporation (FDIC), National Credit Union Share Insurance Fund (NCUSIF), Securities Investor Protection Corporation (SIPC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Board is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or \$200 million for all deposits not covered by the FDIC and NCUSIF.

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to \$250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At June 30, 2020, the book value of the Board's deposits were \$10,040,046 and bank and brokerage firm balances of the Board's deposits amounted to \$11,591,731. The Board's deposits which are displayed on the various fund balance sheets as "cash and cash equivalents" are categorized as:

**Depository Account**

Insured	<u>\$ 11,591,731</u>
---------	----------------------

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Board does not have a policy for custodial credit risk. As of June 30, 2021 the Board's bank balances were not exposed to custodial credit risk.

**RIDGEFIELD PARK BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**A. Cash Deposits and Investments (Continued)**

**Investments**

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

As of June 30, 2021, the Board had no outstanding investments.

Interest Rate Risk – Interest rate risk is the risk that changes in the market interest rate will adversely affect the fair value of an investment. The Board does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law limits investments as noted above (N.J.S.A. 18A:20-37). The District does not have an investment policy that would further limit its investment choices.

Concentration of Credit Risk – The concentration of credit risk is the risk of loss that may be caused by the Board's investment in a single issuer. The Board places no limit in the amount the District may invest in any one issuer.

**B. Receivables**

Receivables as of June 30, 2021 for the district's individual major funds including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Special Revenue</u>	<u>Food Service</u>	<u>Total</u>
Receivables:				
Intergovernmental				
Federal		\$ 661,068	\$ 106,167	\$ 767,235
State			2,682	2,682
Other	\$ 532,028	-	-	532,028
Gross Receivables	532,028	661,068	108,849	1,301,945
Less Allowance for Uncollectibles	-	-	-	-
Net Total Receivables	<u>\$ 532,028</u>	<u>\$ 661,068</u>	<u>\$ 108,849</u>	<u>\$ 1,301,945</u>

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**C. Unearned Revenue**

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

Special Revenue Fund		
Unencumbered Grant Draw Downs	\$	144,076
Grant Draw Downs Reserved for Encumbrances		<u>46,746</u>
Total Unearned Revenue for Governmental Funds	\$	<u><u>190,822</u></u>

**D. Capital Assets**

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

	Balance, <u>July 1, 2020</u>	<u>Increases</u>	<u>Transfers</u>	Balance, <u>June 30, 2021</u>
<b>Governmental activities:</b>				
Capital Assets, Not Being Depreciated:				
Land	\$ 2,703,196			\$ 2,703,196
Construction in Progress	<u>107,696</u>	\$ 349,656	\$ (107,696)	<u>349,656</u>
Total Capital Assets, not being depreciated	<u>2,810,892</u>	<u>349,656</u>	<u>(107,696)</u>	<u>3,052,852</u>
Capital Assets, being depreciated:				
Buildings and Building Improvements	21,288,540	2,354,029	107,696	23,750,265
Land Improvements	977,102			977,102
Machinery and Equipment	<u>3,575,508</u>	<u>204,065</u>	<u>-</u>	<u>3,779,573</u>
Total Capital Assets being depreciated	<u>25,841,150</u>	<u>2,558,094</u>	<u>107,696</u>	<u>28,506,940</u>
Less Accumulated Depreciation for:				
Buildings and Building Improvements	(11,019,893)	(697,034)		(11,716,927)
Land Improvements	(520,511)	(27,315)		(547,826)
Machinery and Equipment	<u>(2,628,294)</u>	<u>(267,863)</u>	<u>-</u>	<u>(2,896,157)</u>
Total Accumulated Depreciation	<u>(14,168,698)</u>	<u>(992,212)</u>	<u>-</u>	<u>(15,160,910)</u>
Total Capital Assets, being depreciated, net	<u>11,672,452</u>	<u>1,565,882</u>	<u>107,696</u>	<u>13,346,030</u>
Government Activities capital assets, net	<u>\$ 14,483,344</u>	<u>\$ 1,915,538</u>	<u>\$ -</u>	<u>\$ 16,398,882</u>

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**D. Capital Assets (Continued)**

	Balance, July 1, 2020	Increases	Decreases	Balance, June 30, 2021
<b>Business-Type Activities:</b>				
Capital Assets, being depreciated:				
Machinery and Equipment	\$ 265,858	\$ 4,079	-	\$ 269,937
Total Capital Assets being depreciated	<u>265,858</u>	<u>4,079</u>	<u>-</u>	<u>269,937</u>
Less Accumulated Depreciation for:				
Machinery and Equipment	(191,407)	(12,728)	-	(204,135)
Total Accumulated Depreciation	<u>(191,407)</u>	<u>(12,728)</u>	<u>-</u>	<u>(204,135)</u>
Total Capital Assets, being depreciated, net	<u>74,451</u>	<u>(8,649)</u>	<u>-</u>	<u>65,802</u>
Business-Type Activities capital assets, net	<u>\$ 74,451</u>	<u>\$ (8,649)</u>	<u>\$ -</u>	<u>\$ 65,802</u>

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

**Governmental Activities:**

Instruction	
Regular	\$ 753,844
Special Education	648
Total Instruction	<u>754,492</u>
Support Services	
Student and Instruction Related Services	67,531
School Administrative Services	19,936
Pupil Transportation	70,481
Plant Operations and Maintenance	79,772
Total Support Services	<u>237,720</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 992,212</u>
Business-Type Activities:	
Food Service Fund	\$ 12,728
Total Depreciation Expense-Business-Type Activities	<u>\$ 12,728</u>



**RIDGEFIELD PARK BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**D. Capital Assets (Continued)**

**Construction and Other Significant Commitments**

The District has the following active construction projects as of June 30, 2021:

<u>Project</u>	<u>Spent to Date</u>	<u>Remaining Commitment</u>
Chiller Construction at Lincoln School		\$ 107,191
Boiler Replacements		521,870
Door Replacements at Grant School	\$ 140,229	203,988
Curtain Wall Replacements at Junior/Senior High School	96,040	959,960
Roof Replacement at Grant and Roosevelt Schools	9,500	94,600
Window Replacements at Roosevelt School	18,742	618,758
Gym Floor/Ceiling - High School		537,200

**E. Interfund Receivables, Payables, and Transfers**

The composition of interfund balances as of June 30, 2021, is as follows:

**Due To/From Other Funds**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Special Revenue Fund	\$ 266,518
General Fund	Food Service Fund	<u>39,894</u>
		<u>\$ 306,412</u>

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

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**F. Leases**

**Capital Leases**

The District is leasing vehicles totaling \$265,173 under a capital lease. The lease is for a term of 6 years.

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2021 were as follows:

<u>Year Ending June 30</u>	<u>Governmental Activities</u>
2022	\$ 7,998
Total Minimum Lease Payments	7,998
Less: Amount Representing Interest	<u>27</u>
Present Value of Minimum Lease Payments	<u>\$ 7,971</u>

**G. Long-Term Debt**

**State Aid Advance Loan Payable**

On June 13, 2016, the Board entered into a loan agreement with the State of New Jersey in the amount of \$2,500,000 pursuant to N.J.S.A. 18A:7A-56 in the form of an advancement of state aid to provide funds to eliminate the unassigned budgetary fund deficit in the General Fund. The State aid advance loan is being repaid by the school district through automatic reductions in the State aid provided to the school district in each year. The term of the loan repayment is ten (10) years which began in the 2016/2017 school year at a minimum amount of \$250,000 per year, but may be for a shorter term as determined by the State Treasurer. At any time during the term of the repayment the State Treasurer, in consultation with the Commissioner of Education, may determine to impose interest on the unpaid balance. The State Treasurer has not imposed interest during the 2020/2021 school year or in any of the prior years. The District prepaid two installments during the fiscal year ended June 30, 2021 totaling \$500,000.

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

**Governmental Activities:**

<u>Year Ended June 30,</u>	<u>State Aid Advance Loan Principal</u>	<u>Total</u>
2022	\$ 250,000	\$ 250,000
2023	250,000	250,000
2024	<u>250,000</u>	<u>250,000</u>
Total	<u>\$ 750,000</u>	<u>\$ 750,000</u>

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**G. Long-Term Debt (Continued)**

**Statutory Borrowing Power**

The Board's remaining borrowing power under N.J.S. 18A:24-19, as amended, at June 30, 2021 was as follows:

4% of Equalized Valuation Basis (Municipal)	\$ 64,293,200
Less: Net Bonded Debt	<u>-</u>
Remaining Borrowing Power	<u>\$ 64,293,200</u>

**H. Other Long-Term Liabilities**

**Changes in Long-Term Liabilities**

Long-term liability activity for the fiscal year ended June 30, 2021, was as follows:

	Balance, <u>July 1, 2020</u>	<u>Additions</u>	<u>Reductions</u>	Balance, <u>June 30, 2021</u>	Due Within <u>One Year</u>
<b>Governmental Activities:</b>					
Net Pension Liability	\$ 4,197,874	\$ 1,022,593		\$ 5,220,467	
State Aid Advance Loan Payable	1,500,000		\$ 750,000	750,000	\$ 250,000
Leases Payable	151,964		143,993	7,971	7,971
Compensated Absences Payable	<u>1,836,572</u>	<u>-</u>	<u>46,749</u>	<u>1,789,823</u>	<u>178,982</u>
Governmental Activity Long-Term Liabilities	<u>\$ 7,686,410</u>	<u>\$ 1,022,593</u>	<u>\$ 940,742</u>	<u>\$ 7,768,261</u>	<u>\$ 436,953</u>

For the governmental activities, the liabilities for compensated absences, leases payable, state aid advance loan payable and net pension liability are generally liquidated by the general fund.

**NOTE 4 OTHER INFORMATION**

**A. Risk Management**

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

The District is a member of the New Jersey Schools Insurance Group (NJSIG). The Group is a risk sharing public entity pool, established for the purpose of insuring against various risks.

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**A. Risk Management (Continued)**

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

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

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

**B. Contingent Liabilities**

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

- ***Ridgefield Park Board of Education and Ridgefield Park Education Association (Second Chapter 78 Grievance)***. The Ridgefield Park Education Association has filed a grievance on October 2020 in which they claim that the subsequent contract referenced in our January 29, 2021 correspondence has been violated by the Board because it contains language referencing health insurance contributions and 1.5% of salary. They seek retro-recoupment of contributions paid over 1.5% of salary beginning with the 2018-2019 school year. This is language leftover from prior to Chapter 78. The Board denied the grievance and, the Association sought to arbitrate this issue before PERC. Arbitration was held on June 25, 2021 before James Mastriani. The record was closed, following submissions of post-arbitration briefs, on September 3, 2021. As of the date of correspondence, no decision has been issued, however if the District is unsuccessful in this matter the financial may be material.

The following lawsuits were resolved during the fiscal year ended June 30, 2021:

***Ridgefield Park Board of Education and Ridgefield Park Education Association, P.E.R.C. Docket No. 2018-14:*** On January 6, 2016, the Ridgefield Park Board of Education ("Board") corrected the amount Association members were contributing toward their health insurance based on P.L. 2011, c. 78 and the Public Employment Relations Commission's ("PERC") decision in *Clementon Bd. of Educ. Ass'n*, PERC No. 2016-10, 42 N.J.P.E.R. 117 (¶34 2016). The Association filed a grievance challenging the Board's decision to modify its members' contribution rate on January 6, 2016. The grievance was initially held in abeyance pending final disposition of the appeal in *Clementon*. On October 11, 2016, the Association reinstated its grievance. The Superintendent denied the grievance on October 21, 2016. The Association advanced the grievance to the Board on October 31, 2016. The Board denied the grievance on November 29, 2016.

The Association submitted its grievance to binding arbitration on November 30, 2016, which PERC assigned Docket No. AR-2017-249. Arbitrator Frank Cocuzza was appointed by PERC to serve as the arbitrator.

On June 2, 2017, the Association filed its petition for Scope of Negotiations, Docket No. SN-2017-47, seeking "a determination as to whether the Commission would adhere to its holding in *Clementon*..." The Board submitted its own Petition for Scope of Negotiations, Docket No. SN-2017-56, on July 21, 2017, which sought to have the Association's request for arbitration restrained.

PERC issued its decision on October 26, 2017. In its decision, PERC granted the Board's request to restrain binding arbitration (except on the limited issue of negotiating over the timing and amount of recoupment of underpaid employee health insurance premiums). Notably, PERC held that the "health insurance premium contribution rate for the July 1, 2014 to June 30, 2018 collective negotiations agreement between the Board and the Association is controlled by the pertinent provisions of P.L. 2011, c. 78 as interpreted by the Commission in *Clementon Bd. of Ed. and Clementon Ed. Ass'n*, PERC No. 2016-10, 42 NJPER 117 (¶34 2015)".

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**B. Contingent Liabilities (Continued)**

On December 11, 2017, the Association filed an appeal, Docket No. A-1694-17. The Board filed its opposition of the appeal April 18, 2018. The New Jersey School Boards Association and the Community Workers of America, AFL-CIO were granted the right to appear as *amicus curiae* in the matter. Oral argument was heard on January 7, 2019.

On May 3, 2019, the Appellate Division reversed PERC's decision and ordered the Ridgefield Park Board of Education to reimburse association members for health contributions they made between July 1, 2015 to June 30, 2018 above 1.5% of their salaries.

On June 20, 2019, the Board sought review by the New Jersey Supreme Court. On September 20, 2019, the New Jersey Supreme Court granted the Board's petition for certification and agreed to hear the Board's appeal of the Appellate Division's decision. On August 17, 2020, the New Jersey Supreme Court reversed the Appellate Division and reinstated PERC's original decision that sided with the Board's interpretation of the contract. While the Board's exposure in this case was approximately \$3.6 million for retro payments and approximately \$1 million annually moving forward (dependent upon multiple variables), the New Jersey Supreme Court's decision removes from the Board this exposure.

***Ridgefield Park Administrators' Association v. and Ridgefield Park Board of Education Association:*** On October 16, 2017, the Ridgefield Park Administrators' Association ("Administrators' Association") filed an Unfair Practice Charge with the Public Employment Relations Commission ("PERC") alleging that the Ridgefield Park Board of Education's ("Board") "decision to unilaterally change the contribution level from 1.5% of salary to the 4<sup>th</sup> tier contribution level beginning with the pay period of January 13, 2017 constitutes both a violation of contract and a unilateral change in terms and conditions of employment in violation of N.J.S.A. 34:13-5.4(a)(1)(3)(5)."

The Board's consistently held legal position has been that the parties have a past practice that the Administrators' Association receives the same benefits as the Ridgefield Park Educational Association ("Educational Association"). Therefore, since the Ridgefield Park Educational Association was required to contribute at Tier 4 (based on PERC's *Clementon and Ridgefield Park* decisions), so must the Administrators' Association. The Board further has argued that under Chapter 78, Tier 4 remains the status quo. As such, the Administrators' Association must contribute at Tier 4 until the Board affirmatively agrees to reduce the contribution amount. In addition, we have taken the position that there is no documentation regarding any negotiated agreement to move the administrators from Tier 4 to 1.5% of salary – no memorandum of understanding, nothing in the contract, and no vote from the Board approving that move.

On October 20, 2020, the Director of Unfair Practices issued a 25-page decision finding that PERC should not issue a complaint in this matter based on the New Jersey Supreme Court's decision in *Matter of Ridgefield Park Bd. of Educ.*, 244 N.J. 1 (discussed in the previous section). On November 2, 2020, the Administrators' Association appealed the Director's decision. On January 28, 2021, PERC sustained the Director's decision, agreeing with the Director's determination that Tier IV must remain as the status quo for contributions until the parties negotiate otherwise, and that the Director's decision was fully consistent with the Supreme Court's decision in the related case of *Matter of Ridgefield Park Bd. of Educ.*, 244 N.J. 1 (2020).

**Federal and State Awards** – The Board participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Board may be required to reimburse the grantor government. As of June 30, 2021, significant amounts of grant expenditures have not been audited by the various grantor agencies but the Board believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.

**RIDGEFIELD PARK BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans**

**Plan Descriptions and Benefits Provided**

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

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

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

The following represents the membership tiers for PERS:

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

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

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

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

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

The following represent the membership tiers for TPAF:

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

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

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

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

**Other Pension Funds**

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

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

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

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

**Plan Amendments**

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

**Measurement Focus and Basis of Accounting**

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

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



**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

**Investment Valuation**

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

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

**Collective Net Pension Liability**

The collective net pension liability of the participating employers for local PERS at June 30, 2020 is \$16.4 billion and the plan fiduciary net position as a percentage of the total pension liability is 58.32%. The collective net pension liability of the State funded TPAF at June 30, 2020 is \$66.0 billion and the plan fiduciary net position as a percentage of total pension liability is 24.60%.

The total pension liabilities were determined based on actuarial valuations as of July 1, 2019 which were rolled forward to June 30, 2020.

**Actuarial Methods and Assumptions**

In the July 1, 2019 PERS and TPAF actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The pension systems selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 68. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

**Employer and Employee Pension Contributions**

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan members and employer contributions may be amended by State of New Jersey legislation with the amount of contributions by the State of New Jersey contingent upon the Annual Appropriations Act. As defined, the retirement systems require employee contributions based on 7.50% for PERS, 7.50% for TPAF and 5.50% for DCRP of the employee's annual compensation for fiscal year 2021.

**RIDGEFIELD PARK BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

**Employer and Employee Pension Contributions (Continued)**

PERS employers' and TPAF State's nonemployer contributions are based on actuarially determined amounts, which include the normal cost and unfunded accrued liability. For the fiscal year ended June 30, 2021 for TPAF, which is a cost sharing multiple employer defined benefit pension plan with a special funding situation, the State's annual pension contribution was less than the actuarial determined amount. For local PERS, which is a cost sharing multiple employer defined benefit pension plan, the annual pension contributions were equal to the actuarial determined amounts. TPAF nonemployer contributions are made annually by the State of New Jersey to the pension system on behalf of the Board. PERS employer contributions are made annually by the Board to the pension system in accordance with Chapter 114, P.L. 1997. In the DCRP, which is a defined contribution plan, member contributions are matched by a 3% employer contribution. All PERS and DCRP contributions made by the Board for fiscal years 2021, 2020 and 2019 were equal to the required contributions.

During the fiscal years ended June 30, 2021, 2020 and 2019 the Board was required to contribute for PERS and DCRP and the State of New Jersey, as a nonemployer contributing entity, contributed for TPAF, respectively for normal cost pension and unfunded accrued liability contributions (including non-contributory group life insurance (NCGI)) the following amounts:

Fiscal Year Ended June 30,	<u>PERS</u>	On-behalf <u>TPAF</u>	<u>DCRP</u>
2021	\$ 350,205	\$ 4,874,387	\$ 47,889
2020	226,619	3,676,204	43,602
2019	503,541	3,342,517	26,314

In addition for fiscal years 2021, 2020 and 2019 the District contributed \$-0-, \$940 and \$2,786, respectively for PERS and the State contributed \$2,037, \$1,662 and \$2,098, respectively for TPAF for Long Term Disability Insurance Premium (LTDI).

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

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$1,430,765 during the fiscal year ended June 30, 2021 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount has been recognized in the district-wide financial statements (accrual basis) and the governmental fund financial statements (modified accrual basis) as both a revenue and expense/expenditure in accordance with GASB No. 85.

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

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

**Public Employees Retirement System (PERS)**

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, (GASB No. 68) requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense. The employer allocation percentages presented are based on the ratio of the contributions as an individual employer to total contributions to the PERS during the measurement period July 1, 2019 through June 30, 2020. Employer allocation percentages have been rounded for presentation purposes.

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

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages are presented for each group. The allocation percentages for each group as of June 30, 2020 are based on the ratio of each employer’s contribution to total employer contributions of the group for the fiscal year ended June 30, 2020.

At June 30, 2021, the District reported in the statement of net position (accrual basis) a liability of \$5,220,467 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2020 and was determined by an actuarial valuation as of July 1, 2019. The District’s proportionate share of the net pension liability was based on the ratio of the District’s share of contributions to the pension plan relative to the total contributions of all participating governmental entities, for the year ended June 30, 2020. At June 30, 2020, the District’s proportionate share was .03201 percent, which was an increase of .00871 percent from its proportionate share measured as of June 30, 2019 of .02330 percent.

For the fiscal year ended June 30, 2021, the District recognized in the district-wide statement of activities (accrual basis) pension expense/(benefit) of (\$679,978) for PERS. The pension contribution made by the District during the current 2020/2021 fiscal year is the contribution that is applied to the net pension liability reported at the end of the current fiscal year of June 30, 2021 with a measurement date of the prior fiscal year end of June 30, 2020. Since the State of New Jersey applies the current year pension contribution towards the calculation of the net pension liability reported at the end of the current fiscal year, which has a measurement date of the preceding fiscal year end, there is no deferred outflows of resources reported as of June 30, 2021 for contributions made subsequent to the measurement date. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to PERS pension from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Difference Between Expected and Actual Experience	\$ 95,056	\$ 18,462
Changes of Assumptions	169,358	2,185,859
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	178,440	
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	<u>1,791,506</u>	<u>4,633,554</u>
Total	<u>\$ 2,234,360</u>	<u>\$ 6,837,875</u>

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

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

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

At June 30, 2021, the amounts reported as deferred outflows of resources and deferred inflows of resources related to PERS pension will be recognized in pension expense/(benefit) as follows:

Year Ending June 30,	Total
2022	\$ (1,703,749)
2023	(1,704,066)
2024	(1,218,929)
2025	(1,025)
2026	24,254
Thereafter	-
	<u>\$ (4,603,515)</u>

***Actuarial Assumptions***

The District's 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>PERS</u>
Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	2.00-6.00% Based on Years of Service
Thereafter	3.00%-7.00% Based on Years of Service
Investment Rate of Return	7.00%
Mortality Rate Table	Pub-2010

Assumptions for mortality improvements are based on Society of Actuaries 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.

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

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

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

***Long-Term Expected Rate of Return***

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2020) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the PERS's target asset allocation as of June 30, 2020 are summarized in the following table:

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

***Discount Rate***

The discount rate used to measure the total pension liabilities of the PERS plan was as follows:

<u>Fiscal Year</u>	<u>Measurement Date</u>	<u>Discount Rate</u>
2021	June 30, 2020	7.00%
2020	June 30, 2019	6.28%

**RIDGEFIELD PARK BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

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

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

***Discount Rate (Continued)***

There was no crossover period for the PERS defined benefit plan. 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 Net Pension Liability***

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

	<b>1% Decrease <u>6.00%</u></b>	<b>Current Discount Rate <u>7.00%</u></b>	<b>1% Increase <u>8.00%</u></b>
District's Proportionate Share of the PERS Net Pension Liability	\$ <u>6,571,697</u>	\$ <u>5,220,467</u>	\$ <u>4,073,911</u>

The sensitivity analysis was based on the proportionate share of the District's net pension liability as of the measurement date of June 30, 2020. A sensitivity analysis specific to the District's net pension liability at June 30, 2020 was not provided by the pension system.

***Pension Plan Fiduciary Net Position***

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

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

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

GASB No. 68, requires participating employers in TPAF to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense. The non-employer allocation percentages presented are based on the ratio of the State's contributions made as an employee and non-employer adjusted for unpaid early retirement incentives to total contributions to TPAF during the measurement period July 1, 2019 through June 30, 2020. Non-employer allocation percentages have been rounded for presentation purposes.

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and non-employer contributions by the State. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. For the fiscal year ended June 30, 2020, the State's pension contribution was less than the actuarial determined amount.

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

For the fiscal year ended June 30, 2021, the District recognized in the district-wide statement of activities (accrual basis) pension expense of \$6,742,146 for TPAF. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2021 the State's proportionate share of the net pension liability attributable to the District is \$108,422,077. The net pension liability was measured as of June 30, 2020 and was determined by an actuarial valuation as of July 1, 2019. The nonemployer allocation percentages are based on the ratio of the State's contributions made as a nonemployer attributable to the District adjusted for unpaid early retirement incentives relative to total contributions to TPAF during the year ended June 30, 2019. At June 30, 2020, the State's share of the net pension liability attributable to the District was .16465 percent, which was a decrease of .00182 percent from its proportionate share measured as of June 30, 2019 of .16647 percent.

**RIDGEFIELD PARK BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

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

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

**Actuarial Assumptions**

The total pension liability for the June 30, 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>TPAF</u>
Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	1.55-4.55% Based on Years of Service
Thereafter	2.75%-5.65% Based on Years of Service
Investment Rate of Return	7.00%
Mortality Rate Table	Pub-2010

Assumptions for mortality improvements are based on Society of Actuaries Scale MP-2020.

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



**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

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

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

**Long-Term Expected Rate of Return**

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2020) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the TPAF's target asset allocation as of June 30, 2020 are summarized in the following table:

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

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

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

***Discount Rate***

The discount rate used to measure the total pension liabilities of the TPAF plan was as follows:

<u>Fiscal Year</u>	<u>Measurement Date</u>	<u>Discount Rate</u>
2021	June 30, 2020	5.40%
2020	June 30, 2019	5.60%

The following table represents the crossover period, if applicable, for the TPAF defined benefit plan:

**Period of Projected Benefit**

Payments for which the Following  
Rates were Applied:

Long-Term Expected Rate of Return	Through June 30, 2062
Municipal Bond Rate *	From July 1, 2062 and Thereafter

\* The municipal bond return rate used is 2.21% as of the measurement date of June 30, 2020. 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.

***Sensitivity of Net Pension Liability***

The following presents the State's proportionate share of the TPAF net pension liability attributable to the District calculated using the discount rate of 5.40%, as well as what the State's proportionate share of the TPAF net pension liability attributable to the District that would be if it were calculated using a discount rate that is 1-percentage-point lower (4.40 percent) or 1-percentage-point higher (6.40 percent) than the current rate:

	<b>1% Decrease (4.40%)</b>	<b>Current Discount Rate (5.40%)</b>	<b>1% Increase (6.40%)</b>
State's Proportionate Share of the TPAF Net Pension Liability Attributable to the District	<u>\$ 127,354,427</u>	<u>\$ 108,422,077</u>	<u>\$ 92,701,938</u>

The sensitivity analysis was based on the State's proportionate share of the net pension liability attributable to the District as of the measurement date of June 30, 2020. A sensitivity analysis specific to the State's proportionate share of the net pension liability attributable to the District at June 30, 2020 was not provided by the pension system.

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Employee Retirement Systems and Pension Plans (Continued)**

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

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

***Pension Plan Fiduciary Net Position***

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

**D. Post-Retirement Medical Benefits**

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

As a result of implementing GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans*, the post-retirement health benefit program plan is reported in an Agency Fund in the New Jersey Comprehensive Annual Financial Report for the fiscal year ended June 30, 2020. In addition, the plan is administered on a pay-as-you-go basis. Therefore, the plan has no assets accumulated in a trust. In accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pension* (GASB No. 75), the plan is classified as a multiple-employer defined benefit OPEB plan with a special funding situation that is not administered through a trust that meets the criteria in paragraph 4 of GASB No. 75.

**Plan Description and Benefits Provided**

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

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

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Post-Retirement Medical Benefits (Continued)**

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

**Plan Membership**

Membership of the defined benefit OPEB plan consisted of the following at June 30, 2019:

Active Plan Members	216,804
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	<u>149,304</u>
Total	<u>366,108</u>

**Measurement Focus and Basis of Accounting**

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

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

**Investment Valuation**

Investments are reported at fair value. Investments that do not have an established market are reported at estimated fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

**Collective Net OPEB Liability**

The collective net OPEB liability of the State, as the non-employer contributing entity, of the plan at June 30, 2020 is \$67.8 billion, and the plan fiduciary net position as a percentage of the total OPEB liability is zero percent.

The total OPEB liabilities were determined based on actuarial valuations as of June 30, 2019 which were rolled forward to June 30, 2020.

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Post-Retirement Medical Benefits (Continued)**

**Actuarial Methods and Assumptions**

In the June 30, 2019 OPEB actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The Plan selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 75. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

**Post-Retirement Medical Benefits Contributions**

The funding policy of the OPEB plan is pay as you go basis; therefore, there is no prefunding of the liability. Contributions to pay for the health benefit premiums of participating employees in the OPEB plan are made by the State, as a non-employer contributing entity, under a special funding situation in accordance with State statutes as previously disclosed. The State as a non-employer contributing entity made contributions of \$1.18 billion to the OPEB plan in fiscal year 2020.

The State sets the contribution rate based on a pay as you go basis rather than the actuarial determined contribution amount actuarially determined in accordance with the parameters of GASB Statement 75. The actuarial determined contribution represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and any unfunded actuarial liabilities (or funding excess) of the plan using a systematic and rational method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with OPEB through the Plan. The State's contributions, as a nonemployer contributing entity, to the State Health Benefits Program Fund – Local Education Retired Employees Plan for retirees' post-retirement benefits on behalf of the School District for the fiscal years ended June 30, 2021, 2020 and 2019 were \$1,527,557, \$1,363,804 and \$1,516,161, respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund – Local Education Retired Employees Plan for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey. The on-behalf OPEB contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB No. 85.

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

GASB Statement No. 75 requires participating employers in the State Health Benefit Program Fund – Local Education Retired Employees Plan to recognize their proportionate share of the collective OPEB liability, collective deferred outflows of resources, collective deferred inflows of resources and collective OPEB expense. The nonemployer allocation percentages presented are based on the ratio of the State's contributions made as a nonemployer toward the actuarially determined contribution amount to total contributions to the plan during the measurement period July 1, 2019 through June 30, 2020. Nonemployer allocation percentages have been rounded for presentation purposes.

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

For the fiscal year ended June 30, 2021, the District recognized in the district-wide statement of activities (accrual basis) OPEB expense of \$3,744,818. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2021 the State's proportionate share of the OPEB liability attributable to the District is \$88,484,608. The nonemployer allocation percentages are based on the ratio of the State's proportionate share of the OPEB liability attributable to the District at June 30, 2020 to the total OPEB liability of the State Health Benefit Program Fund – Local Education Retired Employees Plan at June 30, 2020. At June 30, 2020, the state's share of the OPEB liability attributable to the District was 0.13049 percent, which was an increase of 0.00567 percent from its proportionate share measured as of June 30, 2019 of 0.12482 percent.

**RIDGEFIELD PARK BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Post-Retirement Medical Benefits (Continued)**

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

**Actuarial Assumptions**

The OPEB liability for the June 30, 2020 measurement date was determined by an actuarial valuation as of June 30, 2019, which was rolled forward to June 30, 2020. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate	2.50%
Salary Increases*	
PERS:	
Initial Fiscal Year Applied Through	2026
Rate	2.00% to 6.00%
Rate Thereafter	3.00% to 7.00%
TPAF:	
Initial Fiscal Year Applied Through	2026
Rate	1.55% to 4.45%
Rate Thereafter	1.55% to 4.45%
Mortality:	
PERS	Pre-retirement and Post-retirement based on Pub-2010 Healthy "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2020.
TPAF	Pre-retirement and Post-retirement based on Pub-2010 Healthy "Teachers" and "General" classifications respectively, headcount-weighted mortality tables with fully generational mortality improvement projections from the central year using Scale MP-2020.

\*Salary increases are based on the defined benefit pension plan that the member is enrolled in and the members years of service.

For the June 30, 2020 measurement date healthcare cost trend rates for pre-Medicare medical benefits, the trend 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 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%.

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Post-Retirement Medical Benefits (Continued)**

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

**Actuarial Assumptions (Continued)**

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of the TPAF and PERS actuarial experience studies for the period July 1, 2015 to June 30, 2018 and July 1, 2014 to June 30, 2018, respectively.

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

**Discount Rate**

The discount rate used to measure the total OPEB liabilities of the plan was as follows:

<b><u>Fiscal Year</u></b>	<b><u>Measurement Date</u></b>	<b><u>Discount Rate</u></b>
2021	June 30, 2020	2.21%
2020	June 30, 2019	3.50%

The discount rate 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.

**RIDGEFIELD PARK BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Post-Retirement Medical Benefits (Continued)**

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

**Changes in the Total OPEB Liability**

The change in the State’s proportionate share of the OPEB liability attributable to the District for the fiscal year ended June 30, 2021 (measurement date June 30, 2020) is as follows:

	Total OPEB Liability <u>(State Share 100%)</u>
Balance, June 30, 2019 Measurement Date	\$ <u>52,088,230</u>
Changes Recognized for the Fiscal Year:	
Service Cost	2,116,651
Interest on the Total OPEB Liability	1,871,255
Differences Between Expected and Actual Experience	17,739,128
Changes of Assumptions	16,163,097
Gross Benefit Payments	(1,540,444)
Contributions from the Member	<u>46,691</u>
<b>Net Changes</b>	<b>\$ <u>36,396,378</u></b>
Balance, June 30, 2020 Measurement Date	\$ <u><u>88,484,608</u></u>

Changes of assumptions and other inputs reflect a change in the discount rate from 3.50 % percent in 2019 to 2.21% percent in 2020.

The change in the total OPEB liability was based on the State’s proportionate share of the OPEB liability attributable to the District at June 30, 2020.



**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Post-Retirement Medical Benefits (Continued)**

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

**Sensitivity of OPEB Liability**

*Sensitivity of the total OPEB liability to changes in the discount rate.* The following presents the State's proportionate share of the OPEB liability attributable to the District calculated using the discount rate of 2.21%, as well as what the State's proportionate share of the OPEB liability attributable to the District that would be if it were calculated using a discount rate that is 1-percentage-point lower (1.21 percent) or 1-percentage-point higher (3.21 percent) than the current rate:

	<b>1% Decrease <u>(1.21%)</u></b>	<b>Current Discount Rate <u>(2.21%)</u></b>	<b>1% Increase <u>(3.21%)</u></b>
State's Proportionate Share of the OPEB Liability Attributable to the District	\$ <u>106,672,762</u>	\$ <u>88,484,608</u>	\$ <u>74,263,223</u>

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

	<b>1% Decrease <u>          </u></b>	<b>Healthcare Cost Trend Rates <u>          </u></b>	<b>1% Increase <u>          </u></b>
Total OPEB Liability (School Retirees)	\$ <u>71,427,760</u>	\$ <u>88,484,608</u>	\$ <u>108,795,524</u>

The sensitivity analyses were based on the State's proportionate share of the OPEB liability attributable to the District at June 30, 2020. Sensitivity analyses specific to the State's proportionate share of the OPEB liability attributable to the District at June 30, 2020 were not provided by the pension system.

**E. Tax Abatements**

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

For Ridgefield Park Board of Education, the District's share of abated taxes resulting from the municipality having entered into a tax abatement agreement is indeterminate.

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 5 RESTATEMENT**

On July 1, 2020, the Ridgefield Park Board of Education implemented GASB Statement No. 84 "Fiduciary Activities". The Ridgefield Park Board of Education has determined that the effect of implementing this accounting change on the financial statements previously reported as of and for the fiscal year ended June 30, 2020 are as follows:

**Governmental Activities**

The financial statements of the governmental activities as of June 30, 2020 have been restated to reflect the reclassification of certain activities related to student activities, scholarships and payroll related activities which were previously reported as fiduciary activities to governmental activities. The effect of this restatement is to increase net position of governmental activities by \$745,337 from \$6,963,387 as previously reported to \$7,708,724 as of June 30, 2020.

**Governmental Funds**

The financial statements of the governmental funds as of June 30, 2020 have been restated to reflect the reclassification of certain activities related to student activities, scholarships and payroll activities previously reported as fiduciary funds to governmental funds. The effect of this restatement is to increase fund balances of governmental funds by \$745,337 from \$6,822,744 as previously reported to \$7,568,081 as of June 30, 2020. Special Revenue Fund fund balance increased \$745,337 from \$-0- as previously reported to \$745,337 as of June 30, 2020.

**Fiduciary Funds**

The financial statements of the fiduciary funds as of June 30, 2020 have been restated to reflect the reclassification of certain activities to governmental funds as noted above. The effect of this restatement is to decrease total fiduciary net position by \$519,106 from \$519,106 as previously reported to \$-0- as of June 30, 2020.

**NOTE 6 INFECTIOUS DISEASE OUTBREAK – COVID-19 PANDEMIC**

The outbreak of COVID-19, a respiratory disease caused by a new strain of coronavirus, has been characterized as a pandemic (the "Pandemic") by the World Health Organization and has been affecting many parts of the world, including the United States and the State of New Jersey. On January 31, 2020, the Secretary of the United States Health and Human Services Department declared a public health emergency for the United States and on March 13, 2020, the President of the United States declared the outbreak of COVID-19 in the United States a national emergency. Subsequently, the President's Coronavirus Guidelines for America and the United States Centers for Disease Control and Prevention called upon Americans to take actions to slow the spread of COVID-19 in the United States.

Governor Phil Murphy (the "Governor") of the State of New Jersey (the "State") declared a state of emergency and a public health emergency on March 9, 2020 due to the outbreak of COVID-19, which spread to the State and to all counties within the State. The Governor also instituted mandatory measures via various executive orders to contain the spread of the virus. These measure, which altered the behaviors of businesses and people, had negative impacts on regional, state and local economies. The Governor, pursuant to various executive orders, then implemented a multi-stage approach to restarting New Jersey's economy. The declaration of the state of emergency and of a public health emergency was terminated by the Governor, by executive order, on June 4, 2021. Also, on June 4, 2021, the Governor signed into law Assembly Bill No. 5820 which terminates most of the governor's pandemic-related executive orders in early July. The remaining executive orders (dealing with coronavirus testing and vaccinations, moratoriums on evictions and utility shutoffs and various other matters) will terminate on January 1, 2022. In the event of substantial increases in COVID-19 hospitalizations, spot positivity or rates of transmission, the Governor is empowered to impose more restrictive measures than currently in place.

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 6 INFECTIOUS DISEASE OUTBREAK – COVID-19 PANDEMIC (Continued)**

Recently, the United States Congress has passed relief and stimulus legislations including the American Rescue Plan Act signed into law by President Biden on March 12, 2021, comprising of \$1.9 trillion in funding to address the COVID-19 Pandemic. This legislation is intended to address the financial impact of the pandemic on the U.S. economy and alleviate the health effects of the COVID-19 pandemic. The Plan provides funding for state and local governments to offset costs to safely reopen schools during the COVID-19 pandemic and to subsidize COVID-19 testing and vaccination programs. In addition, the Plan includes \$350 billion in relief funds to public entities, such as the School District. It is too early to predict if the legislation will have its intended affect.

The largest portion of the School District's revenues is derived from local tax revenues levied by the Village. In that regard, under applicable State statutes, the Village annually is required to pay 100% of the amount levied for operations and debt service to the School District regardless of delinquencies in applicable property tax collections. The ability of the Village to fully collect property taxes on a timely basis may be affected by the economic impact of the Pandemic; however, the District does not anticipate an interruption in the timely collection of property taxes from the Village.

Because of the evolving nature of the outbreak and federal, state and local responses thereto, the Board cannot predict how the outbreak will impact the financial condition or operations of the School District, or if there will be any impact on the assessed values of property within the School District or deferral of tax payments to municipalities. The Board cannot predict costs associated with this or any other potential infectious disease outbreak, including whether there will be any reduction in State funding or an increase in operational costs incurred to clean, sanitize and maintain it facilities either before or after an outbreak of an infectious disease.

**BUDGETARY COMPARISON SCHEDULES**

**RIDGEFIELD PARK BOARD OF EDUCATION  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
<b>REVENUES</b>					
<b>Local Sources</b>					
Local Tax Levy	\$ 26,872,158		\$ 26,872,158	\$ 26,872,158	
Tuition From Individuals	17,000		17,000	11,000	\$ (6,000)
Tuition From Other LEAs Within State	5,521,436		5,521,436	5,342,297	(179,139)
Transportation Fees from Other LEAs	302,225		302,225	311,405	9,180
Rents and Royalties	22,000		22,000	225	(21,775)
Interest Earned on Capital Reserve Funds	350		350		(350)
Unrestricted Miscellaneous Revenue	308,696	-	308,696	725,713	417,017
<b>Total Local Sources</b>	<u>33,043,865</u>	<u>-</u>	<u>33,043,865</u>	<u>33,262,798</u>	<u>218,933</u>
<b>State Sources</b>					
Categorical Special Education Aid	1,696,661		1,696,661	1,696,661	
Equalization Aid	8,255,128	\$ (549,973)	7,705,155	7,705,155	
Categorical Security Aid	511,781		511,781	511,781	
Categorical Transportation Aid	296,758		296,758	296,758	
Extraordinary Aid	75,000		75,000	319,161	244,161
On-behalf TPAF Pension System Contribution - NCGI (Nonbudgeted)				91,010	91,010
On-behalf TPAF Pension System Contribution - LTDI (Nonbudgeted)				2,037	2,037
On-behalf TPAF Pension System Contribution - Normal Cost (Nonbudgeted)				4,783,377	4,783,377
On-behalf TPAF Pension System Contribution - Post-Retirement Medical (Nonbudgeted)				1,527,557	1,527,557
Reimbursed TPAF Social Security Contributions (Nonbudgeted)	-	-	-	1,430,765	1,430,765
<b>Total State Sources</b>	<u>10,835,328</u>	<u>(549,973)</u>	<u>10,285,355</u>	<u>18,364,262</u>	<u>8,078,907</u>
<b>Federal Sources</b>					
Medical Assistance Program (SEMI)	41,692	-	41,692	49,425	7,733
<b>Total Federal Sources</b>	<u>41,692</u>	<u>-</u>	<u>41,692</u>	<u>49,425</u>	<u>7,733</u>
<b>Total Revenues</b>	<u>43,920,885</u>	<u>(549,973)</u>	<u>43,370,912</u>	<u>51,676,485</u>	<u>8,305,573</u>
<b>CURRENT EXPENDITURES</b>					
<b>Regular Programs-Instruction</b>					
<b>Salaries of Teachers:</b>					
Kindergarten	589,297	(64,630)	524,667	514,576	10,091
Grades 1-5	4,857,278	(29,314)	4,827,964	4,801,154	26,810
Grades 6-8	1,891,978	(106,908)	1,785,070	1,769,686	15,384
Grades 9-12	4,962,859	(354,703)	4,608,156	4,597,236	10,920
<b>Regular Programs-Home Instruction</b>					
Salaries of Teachers	60,000	(12,548)	47,452	37,191	10,261
Purchased Professional-Educational Services		638	638	638	-
Other Purchased Services		43,888	43,888	28,843	15,045
<b>Regular Programs-Undistributed Instruction</b>					
Purchased Professional-Educational Services	25,500	(766)	24,734	21,234	3,500
Other Purchased Services	9,500	(6,311)	3,189	2,790	399
General Supplies	768,646	848,930	1,617,576	1,414,641	202,935
Textbooks	46,265	36,279	82,544	82,544	-
Other Objects	725	(605)	120	45	75
<b>Total Regular Programs</b>	<u>13,212,048</u>	<u>353,950</u>	<u>13,565,998</u>	<u>13,270,578</u>	<u>295,420</u>
<b>Learning and/or Language Disabilities</b>					
Salaries of Teachers	156,680	20,643	177,323	165,235	12,088
Other Salaries for Instruction	99,724	39,890	139,614	139,614	-
General Supplies	200	(14)	186	186	-
<b>Total Learning and/or Language Disabilities</b>	<u>256,604</u>	<u>60,519</u>	<u>317,123</u>	<u>305,035</u>	<u>12,088</u>
<b>Behavioral Disabilities</b>					
Salaries of Teachers	87,546	(950)	86,596	86,446	150
Other Salaries for Instruction	24,931	-	24,931	24,931	-
General Supplies	125	(26)	99	99	-
<b>Total Behavioral Disabilities</b>	<u>112,602</u>	<u>(976)</u>	<u>111,626</u>	<u>111,476</u>	<u>150</u>

**RIDGEFIELD PARK BOARD OF EDUCATION  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget to Actual
<b>CURRENT EXPENDITURES (Continued)</b>					
Multiple Disabilities					
Salaries of Teachers	\$ 588,747	\$ 195,164	\$ 783,911	\$ 778,979	\$ 4,932
Other Salaries for Instruction	373,965	44,010	417,975	417,870	105
General Supplies	3,860	(3,002)	858	858	-
<b>Total Multiple Disabilities</b>	<b>966,572</b>	<b>236,172</b>	<b>1,202,744</b>	<b>1,197,707</b>	<b>5,037</b>
Resource Room/Resource Center					
Salaries of Teachers	1,430,451	(1,436)	1,429,015	1,425,493	3,522
Other Salaries for Instruction	224,379	(29,615)	194,764	194,733	31
<b>Total Resource Room/Resource Center</b>	<b>1,654,830</b>	<b>(31,051)</b>	<b>1,623,779</b>	<b>1,620,226</b>	<b>3,553</b>
Autism					
Salaries of Teachers	213,615	(134,617)	78,998	78,548	450
Other Salaries for Instruction	299,172	(110,265)	188,907	188,907	-
General Supplies	17,565	(15,552)	2,013	1,563	450
<b>Total Autism</b>	<b>530,352</b>	<b>(260,434)</b>	<b>269,918</b>	<b>269,018</b>	<b>900</b>
Preschool Disabilities - Full-Time					
Salaries of Teachers	288,666	63,926	352,592	352,592	-
Other Salaries for Instruction	174,517	13,278	187,795	187,795	-
General Supplies	200	1,619	1,819	1,819	-
<b>Total Preschool Disabilities - Full-Time</b>	<b>463,383</b>	<b>78,823</b>	<b>542,206</b>	<b>542,206</b>	<b>-</b>
<b>Total Special Education</b>	<b>3,984,343</b>	<b>83,053</b>	<b>4,067,396</b>	<b>4,045,668</b>	<b>21,728</b>
Basic Skills/Remedial					
Salaries of Teachers	193,373	18,095	211,468	210,467	1,001
<b>Total Basic Skills/Remedial</b>	<b>193,373</b>	<b>18,095</b>	<b>211,468</b>	<b>210,467</b>	<b>1,001</b>
Bilingual Education - Instruction					
Salaries of Teachers	354,534	10,372	364,906	354,806	10,100
<b>Total Bilingual Education - Instruction</b>	<b>354,534</b>	<b>10,372</b>	<b>364,906</b>	<b>354,806</b>	<b>10,100</b>
School Sponsored Cocurricular Activities					
Salaries	181,718	(32,979)	148,739	128,755	19,984
Supplies and Materials	7,500	(7,500)	-	-	-
Transfer to Cover Deficit	69,869	(45,494)	24,375	24,375	-
<b>Total School Sponsored Cocurricular Activities</b>	<b>259,087</b>	<b>(85,973)</b>	<b>173,114</b>	<b>153,130</b>	<b>19,984</b>
School Sponsored Athletics					
Salaries	463,176	69,464	532,640	527,259	5,381
Unused Vacation Payment to Terminated/Retired Staff	15,300	(15,300)	-	-	-
Purchased Services	149,000	(77,701)	71,299	69,899	1,400
Supplies and Materials	87,838	(37,034)	50,804	45,689	5,115
<b>Total School Sponsored Athletics</b>	<b>715,314</b>	<b>(60,571)</b>	<b>654,743</b>	<b>642,847</b>	<b>11,896</b>
<b>Total Instruction</b>	<b>18,718,699</b>	<b>318,926</b>	<b>19,037,625</b>	<b>18,677,496</b>	<b>360,129</b>

**RIDGEFIELD PARK BOARD OF EDUCATION  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget to Actual
<b>CURRENT EXPENDITURES (Continued)</b>					
Undistributed Expenditures					
Instruction:					
Tuition to Other LEA's Within the State-Special	\$ 247,000	\$ (66,750)	\$ 180,250	\$ 180,250	
Tuition to County Vocational Schools-Regular	325,000	(95,203)	229,797	228,625	\$ 1,172
Tuition to County Vocational Schools-Special	175,000	(6,928)	168,072	165,380	2,692
Tuition to CSSD and Regional Day Schools	646,000	(333,655)	312,345	300,162	12,183
Tuition to Priv. Sch. for the Handicapped-Within State	588,944	36,823	625,767	625,767	-
<b>Total Undistributed Expenditures- Instruction</b>	<b>1,981,944</b>	<b>(465,713)</b>	<b>1,516,231</b>	<b>1,500,184</b>	<b>16,047</b>
Attendance and Social Work					
Salaries	36,000	-	36,000	36,000	-
Purchased Professional and Tech. Services	44,000	(329)	43,671	43,671	-
<b>Total Attendance and Social Work</b>	<b>80,000</b>	<b>(329)</b>	<b>79,671</b>	<b>79,671</b>	<b>-</b>
Health Services					
Salaries	402,386	(9,295)	393,091	393,091	-
Purchased Professional and Technical Services	18,000	14,605	32,605	29,605	3,000
Supplies and Materials	6,080	49,967	56,047	55,277	770
<b>Total Health Services</b>	<b>426,466</b>	<b>55,277</b>	<b>481,743</b>	<b>477,973</b>	<b>3,770</b>
Other Support Services-Students-Speech, OT, PT and Related Services					
Salaries	802,273	(41,545)	760,728	760,615	113
Purchased Professional-Educational Services	60,000	22,035	82,035	71,516	10,519
Supplies and Materials	24,028	(17,193)	6,835	6,835	-
<b>Total Other Support Services-Students, Speech, OT, PT and Related Serv</b>	<b>886,301</b>	<b>(36,703)</b>	<b>849,598</b>	<b>838,966</b>	<b>10,632</b>
Other Support Services-Students-Extra Serv					
Purchased Professional-Educational Services	475,000	(215,085)	259,915	184,503	75,412
<b>Total Other Support Services-Students-Extra Serv</b>	<b>475,000</b>	<b>(215,085)</b>	<b>259,915</b>	<b>184,503</b>	<b>75,412</b>
Guidance					
Salaries of Other Professional Staff	840,754	(69,459)	771,295	770,450	845
Other Purchased Professional and Technical Services	12,500	(1,389)	11,111	11,111	-
Other Purchased Services	-	39,000	39,000	28,312	10,688
Supplies and Materials	18,000	(8,121)	9,879	9,879	-
<b>Total Guidance</b>	<b>871,254</b>	<b>(39,969)</b>	<b>831,285</b>	<b>819,752</b>	<b>11,533</b>
Child Study Teams					
Salaries of Other Professional Staff	701,965	(21,501)	680,464	678,094	2,370
Other Purchased Services	220	(220)	-	-	-
Supplies and Materials	5,500	3,654	9,154	9,154	-
<b>Total Child Study Teams</b>	<b>707,685</b>	<b>(18,067)</b>	<b>689,618</b>	<b>687,248</b>	<b>2,370</b>
Improvement of Instruction Services					
Services-Instructional Staff					
Salaries of Supervisors of Instruction	585,174	92,250	677,424	677,424	-
Salaries of Other Professional Staff	154,500	-	154,500	154,500	-
Purchased Professional-Educational Services	11,725	(1,207)	10,518	10,239	279
<b>Total Improvement of Instruction Services</b>	<b>751,399</b>	<b>91,043</b>	<b>842,442</b>	<b>842,163</b>	<b>279</b>
Educational Media/School Library					
Salaries	91,501	(15,250)	76,251	76,251	-
Supplies and Materials	4,804	41,589	46,393	24,529	21,864
<b>Total Educational Media/School Library</b>	<b>96,305</b>	<b>26,339</b>	<b>122,644</b>	<b>100,780</b>	<b>21,864</b>

**RIDGEFIELD PARK BOARD OF EDUCATION  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget to Actual
<b>CURRENT EXPENDITURES (Continued)</b>					
Instructional Staff Training Services					
Salaries of Other Professional Staff	\$ 27,000	\$ 31,677	\$ 58,677	\$ 41,283	\$ 17,394
Purchased Professional-Educational Services	144,980	(54,801)	90,179	86,698	3,481
<b>Total Instructional Staff Training Services</b>	<b>171,980</b>	<b>(23,124)</b>	<b>148,856</b>	<b>127,981</b>	<b>20,875</b>
Support Services- General Administration					
Salaries	412,356	(37,903)	374,453	351,315	23,138
Salaries of State Monitors	135,000	5,000	140,000	134,592	5,408
Repayment of Principal-NJDOE Loan	250,000	500,000	750,000	750,000	-
Legal Services	145,000	174,884	319,884	319,884	-
Audit Fees	58,000	6,059	64,059	62,569	1,490
Architectural/Engineering Services	15,000	(3,770)	11,230	9,524	1,706
Other Purchased Professional Services	20,850	(6,205)	14,645	14,645	-
Communications/Telephone	198,600	38,125	236,725	236,365	360
BOE Other Purchased Services	6,750	(5,850)	900	900	-
Miscellaneous Purchased Services	103,500	(34,115)	69,385	69,385	-
General Supplies	6,435	123	6,558	6,558	-
Miscellaneous Expenditures	42,000	(8,338)	33,662	33,662	-
BOE Membership Dues and Fees	14,750	(340)	14,410	14,410	-
<b>Total Support Services- General Administration</b>	<b>1,408,241</b>	<b>627,670</b>	<b>2,035,911</b>	<b>2,003,809</b>	<b>32,102</b>
Support Services- School Administration					
Salaries of Principals/Assistant Principals	1,541,279	(62,194)	1,479,085	1,479,081	4
Salaries of Secretarial and Clerical Assistants	626,791	(26,507)	600,284	598,686	1,598
Unused Vacation Payment to Terminated/Retired Staff		46,000	46,000		46,000
Other Purchased Services	158,866	(7,537)	151,329	151,303	26
Supplies and Materials	11,950	(4,842)	7,108	7,108	-
Other Objects	12,500	3,880	16,380	16,380	-
<b>Total Support Services- School Administration</b>	<b>2,351,386</b>	<b>(51,200)</b>	<b>2,300,186</b>	<b>2,252,558</b>	<b>47,628</b>
Central Services					
Salaries	470,284	(11,147)	459,137	448,637	10,500
Purchased Professional Services	70,000	1,828	71,828	69,723	2,105
Miscellaneous Purchased Services	3,300	(2,550)	750	750	-
Supplies and Materials	3,312	4,954	8,266	6,393	1,873
<b>Total Central Services</b>	<b>546,896</b>	<b>(6,915)</b>	<b>539,981</b>	<b>525,503</b>	<b>14,478</b>
Admin. Info. Technology					
Salaries	209,256	(38,427)	170,829	170,222	607
Purchased Professional Services	112,600	(31,379)	81,221	81,221	-
<b>Total Admin. Info. Technology</b>	<b>321,856</b>	<b>(69,806)</b>	<b>252,050</b>	<b>251,443</b>	<b>607</b>
Required Maintenance for School Facilities					
Salaries	212,780	(9,000)	203,780	203,561	219
Cleaning, Repair and Maintenance Services	217,450	144,215	361,665	349,759	11,906
Other Purchased Services		3,750	3,750	3,750	-
Supplies and Materials	-	47,708	47,708	47,708	-
<b>Total Required Maintenance for School Facilities</b>	<b>430,230</b>	<b>186,673</b>	<b>616,903</b>	<b>604,778</b>	<b>12,125</b>
Custodial Services					
Salaries	122,100	(80,164)	41,936	31,117	10,819
Purchased Professional and Technical Services	91,165	(80,337)	10,828	-	10,828
Cleaning, Repair and Maintenance Service	1,330,335	(72,681)	1,257,654	1,233,259	24,395
Other Purchased Property Services	40,500	(7,583)	32,917	32,917	-
Insurance	171,600	1,569	173,169	173,169	-
General Supplies	120,500	7,557	128,057	127,605	452
Energy (Natural Gas)	160,700	(27,000)	133,700	97,625	36,075
Energy (Electricity)	340,500	59,562	400,062	390,325	9,737
<b>Total Custodial Services</b>	<b>2,377,400</b>	<b>(199,077)</b>	<b>2,178,323</b>	<b>2,086,017</b>	<b>92,306</b>



**RIDGEFIELD PARK BOARD OF EDUCATION  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget to Actual
<b>CURRENT EXPENDITURES (Continued)</b>					
Security					
Purchased Professional and Technical Services	\$ 190,000	\$ 3,916	\$ 193,916	\$ 193,916	
General Supplies	10,001	(9,926)	75	75	-
Total Security	200,001	(6,010)	193,991	193,991	-
Student Transportation Services					
Salaries for Pupil Transp (Between Home & School)Spec Ed	685,056	(44,917)	640,139	611,739	\$ 28,400
Lease Purchase Payments - School Buses	91,332	-	91,332	91,332	-
Contracted Services(Special Ed Students)-Joint Agreements	29,000	(28,084)	916	916	-
Transportation Supplies	123,750	(42,355)	81,395	76,353	5,042
Total Student Transportation Services	929,138	(115,356)	813,782	780,340	33,442
Unallocated Employee Benefits					
Social Security Contributions	505,000	(90,499)	414,501	413,501	1,000
Other Retirement Contributions - PERS	550,000	(197,995)	352,005	352,005	-
Other Retirement Contributions - Regular	45,000	2,889	47,889	47,889	-
Unemployment Compensation	90,000	(18,387)	71,613	70,553	1,060
Workers Compensation	269,500	(60,299)	209,201	209,201	-
Health Benefits	5,940,650	(1,944,818)	3,995,832	3,938,670	57,162
Tuition Reimbursement	25,000	-	25,000	-	25,000
Other Employee Benefits	110,850	11,374	122,224	122,224	-
Unused Sick Payment to Terminated/Retired Staff	300,000	25,482	325,482	-	325,482
Total Unallocated Employee Benefits	7,836,000	(2,272,253)	5,563,747	5,154,043	409,704
On-behalf TPAF Pension System Contribution (Nonbudgeted)					
NCGI Cost				91,010	(91,010)
LTDI Cost				2,037	(2,037)
Normal Cost				4,783,377	(4,783,377)
Post Retirement Medical				1,527,557	(1,527,557)
Reimbursed TPAF Social Security Contributions (Nonbudgeted)	-	-	-	1,430,765	(1,430,765)
Total Undistributed Expenditures	22,849,482	(2,532,605)	20,316,877	27,346,449	(7,029,572)
Total Current Expenditures	41,568,181	(2,213,679)	39,354,502	46,023,945	(6,669,443)
<b>CAPITAL OUTLAY</b>					
Equipment					
Grades 1-5		61,077	61,077	60,000	1,077
Grades 9-12		36,376	36,376	18,486	17,890
School Sponsored and Other Instructional Program		12,805	12,805	11,866	939
Undistributed Expenditures - Required Maint for School Facilities	-	156,036	156,036	119,003	37,033
Total Equipment	-	266,294	266,294	209,355	56,939
Facilities Acquisition and Construction Services					
Architectual/Engineering Services	340,850	(34,387)	306,463	121,671	184,792
Other Purchased Professional and Technical Services	55,500	53,012	108,512	45,268	63,244
Construction Services	3,803,000	2,296,309	6,099,309	2,536,445	3,562,864
Assessment for Debt Service on SDA Funding	1,425	-	1,425	1,425	-
Total Facilities Acquisition and Construction Services	4,200,775	2,314,934	6,515,709	2,704,809	3,810,900
Interest Deposit to Capital Reserve	350	-	350	-	350
Total Capital Outlay	4,201,125	2,581,228	6,782,353	2,914,164	3,868,189
<b>SPECIAL SCHOOLS</b>					
Summer School - Instruction					
Salaries of Teachers	76,500	19,013	95,513	95,513	-
Other Salaries for Instruction	51,000	(1,320)	49,680	49,680	-
Total Summer School - Instruction	127,500	17,693	145,193	145,193	-
Total Summer School	127,500	17,693	145,193	145,193	-
Total Special Schools	127,500	17,693	145,193	145,193	-
Transfer of Funds to Charter Schools	24,079	-	24,079	23,703	376
Total Expenditures	45,920,885	385,242	46,306,127	49,107,005	(2,800,878)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(2,000,000)	(935,215)	(2,935,215)	2,569,480	5,504,695

**RIDGEFIELD PARK BOARD OF EDUCATION  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
Excess/(Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Sources (Uses)	\$ (2,000,000)	\$ (935,215)	\$ (2,935,215)	\$ 2,569,480	\$ 5,504,695
Fund Balances, Beginning of Year	<u>8,178,789</u>	<u>-</u>	<u>8,178,789</u>	<u>8,178,789</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ 6,178,789</u>	<u>\$ (935,215)</u>	<u>\$ 5,243,574</u>	<u>\$ 10,748,269</u>	<u>\$ 5,504,695</u>

**Recapitulation of Fund Balance**

Restricted	
Capital Reserve	\$ 1,468,710
Capital Reserve - Designated for Subsequent Year's Expenditures	2,832,285
Maintenance Reserve	327,207
Maintenance Reserve - Designated for Subsequent Year's Expenditures	1,167,715
Committed	
Year End Encumbrances	3,455,019
Assigned	
Year End Encumbrances	631,036
FFCRA/SEMI - Designated for Subsequent Year's Expenditures	3,052
Unassigned	<u>863,245</u>
	10,748,269

**Reconciliation to Governmental Fund Statements (GAAP):**

Less: 2020/2021 Final State Aid Payment Not Recognized on GAAP Basis	\$ 966,155
2020/2021 Extraordinary Aid Payment Not Recognized on GAAP Basis	<u>319,161</u>
	<u>(1,285,316)</u>

Fund Balance Per Governmental Funds (GAAP) \$ 9,462,953

**RIDGEFIELD PARK BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
<b>REVENUES</b>					
Intergovernmental					
State	\$ 108,236	\$ 23,844	\$ 132,080	\$ 55,342	\$ (76,738)
Federal	950,378	2,462,542	3,412,920	1,553,951	(1,858,969)
Local	-	311,675	311,675	118,641	(193,034)
	<u>1,058,614</u>	<u>2,798,061</u>	<u>3,856,675</u>	<u>1,727,934</u>	<u>(2,128,741)</u>
<b>EXPENDITURES</b>					
Instruction					
Salaries of Teachers	280,580	359,202	639,782	306,750	333,032
Other Purchased Services	491,500	232,293	723,793	507,479	216,314
General Supplies	22,381	634,301	656,682	420,010	236,672
Co-Curricular - Student Activities	-	135,447	135,447	135,447	-
	<u>794,461</u>	<u>1,361,243</u>	<u>2,155,704</u>	<u>1,369,686</u>	<u>786,018</u>
Support Services					
Salaries of Teachers	10,404	87,808	98,212	-	98,212
Personal Services - Employee Benefits	100,017	20,774	120,791	104,553	16,238
Purchased Professional/Educational Services	126,834	291,744	418,578	117,846	300,732
Other Purchased Services	5,595	23,044	28,639	1,470	27,169
Scholarships	-	28,000	28,000	28,000	-
Supplies and Materials	12,958	993,793	1,006,751	167,271	839,480
	<u>255,808</u>	<u>1,445,163</u>	<u>1,700,971</u>	<u>419,140</u>	<u>1,281,831</u>
Facilities Acquisition and Construction					
Noninstructional Equipment	8,345	(8,345)	-	-	-
	<u>8,345</u>	<u>(8,345)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Facilities Acq. & Construction	<u>8,345</u>	<u>(8,345)</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>1,058,614</u>	<u>2,798,061</u>	<u>3,856,675</u>	<u>1,788,826</u>	<u>2,067,849</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures	-	-	-	(60,892)	(60,892)
Fund Balances, Beginning of Year, Restated	-	-	-	745,337	-
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 684,445</u>	<u>\$ (60,892)</u>

**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION - PART II**

**RIDGEFIELD PARK BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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

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

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

	<b>General Fund</b>	<b>Special Revenue Fund</b>
<b>Sources/inflows of resources</b>		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule (Exhibits C-1, C-2)	\$ 51,676,485	\$ 1,727,934
Difference - Budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for financial reporting purposes		
2019/20		8,570
2020/21		(46,746)
State Aid payment recognized for budgetary purpose not recognized for GAAP statements (2019/2020) State Aid)	1,356,045	
State Aid payments recognized for budgetary purpose not recognized for GAAP statements (2020/2021) State Aid)	<u>(1,285,316)</u>	<u>-</u>
Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	<u>\$ 51,747,214</u>	<u>\$ 1,689,758</u>
<b>Uses/outflows of resources</b>		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$ 49,107,005	\$ 1,788,826
Differences - Budget to GAAP		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for financial reporting purposes		
2019/20, Net		8,570
2020/21	<u>-</u>	<u>(46,746)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 49,107,005</u>	<u>\$ 1,750,650</u>

**REQUIRED SUPPLEMENTARY INFORMATION - PART III**  
**PENSION AND OTHER POST-EMPLOYMENT BENEFITS INFORMATION**

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

**PUBLIC EMPLOYEES RETIREMENT SYSTEM  
Last Eight Fiscal Years \***

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's Proportion of the Net Position Liability (Asset)	0.03201%	0.02330%	0.05062%	0.05841%	0.05533%	0.05393%	0.04961%	0.04671%
District's Proportionate Share of the Net Pension Liability (Asset)	<u>\$ 5,220,467</u>	<u>\$ 4,197,874</u>	<u>\$ 9,967,529</u>	<u>\$ 13,595,903</u>	<u>\$ 16,385,898</u>	<u>\$ 12,107,448</u>	<u>\$ 9,288,719</u>	<u>\$ 8,926,288</u>
District's Covered- Payroll	<u>\$ 2,325,383</u>	<u>\$ 2,191,928</u>	<u>\$ 1,572,665</u>	<u>\$ 3,504,209</u>	<u>\$ 4,002,339</u>	<u>\$ 3,724,638</u>	<u>\$ 3,598,717</u>	<u>\$ 3,396,313</u>
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered- Payroll	224%	192%	634%	388%	409%	325%	258%	263%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	58.32%	56.27%	53.60%	48.10%	40.14%	47.92%	52.08%	48.72%

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

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 68. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

**RIDGEFIELD PARK BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS**

**PUBLIC EMPLOYEES RETIREMENT SYSTEM  
Last Eight Fiscal Years**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 350,205	\$ 226,619	\$ 503,541	\$ 541,066	\$ 491,506	\$ 474,751	\$ 408,994	\$ 351,914
Contributions in Relation to the Contractually Required Contributions	<u>350,205</u>	<u>226,619</u>	<u>503,541</u>	<u>541,066</u>	<u>491,506</u>	<u>474,751</u>	<u>408,994</u>	<u>351,914</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered- Payroll	<u>\$ 2,188,222</u>	<u>\$ 2,325,383</u>	<u>\$ 2,191,928</u>	<u>\$ 1,572,665</u>	<u>\$ 3,504,209</u>	<u>\$ 4,002,339</u>	<u>\$ 3,724,638</u>	<u>\$ 3,598,717</u>
Contributions as a Percentage of Covered- Payroll	16.00%	9.75%	22.97%	34.40%	14.03%	11.86%	10.98%	9.78%

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 68. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.



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

**TEACHERS PENSION AND ANNUITY FUND  
Last Eight Fiscal Years \***

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's Proportion of the Net Position Liability (Asset)	0%	0%	0%	0%	0%	0%	0%	0%
District's Proportionate Share of the Net Pension Liability (Asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	<u>108,422,077</u>	<u>102,161,779</u>	<u>114,894,623</u>	<u>118,673,365</u>	<u>134,147,839</u>	<u>103,678,148</u>	<u>86,837,427</u>	<u>85,251,840</u>
<b>Total</b>	<b><u>\$ 108,422,077</u></b>	<b><u>\$ 102,161,779</u></b>	<b><u>\$ 114,894,623</u></b>	<b><u>\$ 118,673,365</u></b>	<b><u>\$ 134,147,839</u></b>	<b><u>\$ 103,678,148</u></b>	<b><u>\$ 86,837,427</u></b>	<b><u>\$ 85,251,840</u></b>
District's Covered- Payroll	<b><u>\$ 18,626,782</u></b>	<b><u>\$ 17,755,389</u></b>	<b><u>\$ 17,668,412</u></b>	<b><u>\$ 17,881,345</u></b>	<b><u>\$ 18,994,729</u></b>	<b><u>\$ 18,021,120</u></b>	<b><u>\$ 17,196,615</u></b>	<b><u>\$ 16,461,939</u></b>
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered- Payroll	0%	0%	0%	0%	0%	0%	0%	0%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

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

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 68. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

**RIDGEFIELD PARK BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF NET PENSION LIABILITY  
AND SCHEDULE OF DISTRICT CONTRIBUTIONS  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**Change of Benefit Terms:** None.

**Change of Assumptions:** Assumptions used in calculating the net pension liability and statutorily required employer contribution are presented in Note 4C.

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

**POSTEMPLOYMENT HEALTH BENEFIT PLAN**

Last Four Fiscal Years\*

	2021	2020	2019	2018
<b>Total OPEB Liability</b>				
Service Cost	\$ 2,116,651	\$ 2,487,430	\$ 3,083,635	\$ 3,754,706
Interest on the Total OPEB Liability	1,871,255	2,487,365	2,709,714	2,317,635
Differences Between Expected and Actual Experience	17,739,128	(14,665,642)	(7,853,147)	
Changes of Assumptions	16,163,097	776,640	(7,178,384)	(9,698,131)
Gross Benefit Payments	(1,540,444)	(1,598,953)	(1,672,671)	(1,906,194)
Contribution from the Member	46,691	47,397	57,810	70,191
<b>Net Change in Total OPEB Liability</b>	36,396,378	(10,465,763)	(10,853,043)	(5,461,793)
<b>Total OPEB Liability - Beginning</b>	<u>52,088,230</u>	<u>62,553,993</u>	<u>73,407,036</u>	<u>78,868,829</u>
<b>Total OPEB Liability - Ending</b>	<u>\$ 88,484,608</u>	<u>\$ 52,088,230</u>	<u>\$ 62,553,993</u>	<u>\$ 73,407,036</u>
District's Proportionate Share	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share	<u>88,484,608</u>	<u>52,088,230</u>	<u>62,553,993</u>	<u>73,407,036</u>
Total OPEB Liability - Ending	<u>\$ 88,484,608</u>	<u>\$ 52,088,230</u>	<u>\$ 62,553,993</u>	<u>\$ 73,407,036</u>
<b>Covered Payroll</b>	<u>\$ 20,952,165</u>	<u>\$ 19,947,317</u>	<u>\$ 19,241,077</u>	<u>\$ 21,385,554</u>
<b>District's Proportionate Share of OPEB</b>				
<b>Liability as a Percentage of Covered Payroll:</b>	0.00%	0.00%	0.00%	0.00%

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

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

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF THE OPEB LIABILITY  
AND SCHEDULE OF DISTRICT PROPORTIONATE SHARE OF THE OPEB LIABILITY  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**Changes in Benefit Terms:**

None.

**Changes of Assumptions**

Assumptions used in calculating the OPEB liability are presented in Note 4D.

**SCHOOL LEVEL SCHEDULES**

**NOT APPLICABLE**

**SPECIAL REVENUE FUND**

RIDGEFIELD PARK BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
SCHEDULE OF REVENUE AND EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

REVENUES	ESEA					CARES Emergency Relief	CARES County of Bergen	Nonpublic Textbooks	Nonpublic Nursing	Subtotal Page 2	Total 2021	
	Title I	Title I SIA	Title IIA	Title III	Title III Immigrant							Title IV
Local										\$ 118,641	\$ 118,641	
State										20,088	55,342	
Federal	\$ 415,922	\$ 9,800	\$ 49,400	\$ 13,640	\$ 4,586	\$ 12,154	\$ 24,259	\$ 96,125	\$ -	\$ -	928,065	1,553,951
<b>Total Revenues</b>	<b>\$ 415,922</b>	<b>\$ 9,800</b>	<b>\$ 49,400</b>	<b>\$ 13,640</b>	<b>\$ 4,586</b>	<b>\$ 12,154</b>	<b>\$ 24,259</b>	<b>\$ 96,125</b>	<b>\$ 11,206</b>	<b>\$ 24,048</b>	<b>\$ 1,066,794</b>	<b>\$ 1,727,934</b>
<b>EXPENDITURES</b>												
Instruction												
Salaries of Teachers	\$ 286,998			\$ 4,840	\$ 4,228	\$ 10,684						\$ 306,750
Other Purchased Services						1,450					\$ 506,029	507,479
General Supplies	25,460					20	\$ 1,816	\$ 96,125			296,589	420,010
Co-Curricular - Student Activities	-	-	-	-	-	-	-	-	-	-	135,447	135,447
<b>Total Instruction</b>	<b>312,458</b>	<b>-</b>	<b>-</b>	<b>4,840</b>	<b>4,228</b>	<b>12,154</b>	<b>1,816</b>	<b>96,125</b>	<b>-</b>	<b>-</b>	<b>938,065</b>	<b>1,369,686</b>
Support Services												
Salaries of Teachers												-
Personal Services - Employee Benefits	103,464			906	183						20,088	104,553
Purchased Prof. Education Services		\$ 9,800	\$ 49,400				14,510			\$ 24,048	20,088	117,846
Other Purchased Services				345							1,125	1,470
Scholarships											28,000	28,000
Supplies and Materials	-	-	-	7,549	175	-	7,933	-	\$ 11,206	-	140,408	167,271
<b>Total Support Services</b>	<b>103,464</b>	<b>9,800</b>	<b>49,400</b>	<b>8,800</b>	<b>358</b>	<b>-</b>	<b>22,443</b>	<b>-</b>	<b>11,206</b>	<b>24,048</b>	<b>189,621</b>	<b>419,140</b>
Equipment												
Noninstructional Equipment	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Equipment</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Expenditures</b>	<b>\$ 415,922</b>	<b>\$ 9,800</b>	<b>\$ 49,400</b>	<b>\$ 13,640</b>	<b>\$ 4,586</b>	<b>\$ 12,154</b>	<b>\$ 24,259</b>	<b>\$ 96,125</b>	<b>\$ 11,206</b>	<b>\$ 24,048</b>	<b>\$ 1,127,686</b>	<b>\$ 1,788,826</b>
Excess (Deficiency) of Revenues												
Over (Under) Expenditures	-	-	-	-	-	-	-	-	-	-	(60,892)	(60,892)
Fund Balance, Beginning of Year, Restated	-	-	-	-	-	-	-	-	-	-	745,337	745,337
<b>Fund Balance, End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 684,445</b>	<b>\$ 684,445</b>

RIDGEFIELD PARK BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
SCHEDULE OF REVENUE AND EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

REVENUES	IDEA		Perkins Secondary	Digital Divide	Coronavirus Relief Grant	Non Public Digital Divide	Chapter 192		Chapter 193			Scholarships	Student Activities/Athletics	Local Grants	Page 2 Total
	IDEA Part B Basic	IDEA Part B Preschool					Compensatory Education	ESL	Initial Exam & Classification	Corrective Speech	Supplementary Instruction				
Local												\$ 20,991	\$ 81,564	\$ 16,086	\$ 118,641
State							\$ 14,022	\$ 1,421	\$ 372	\$ 3,463	\$ 810				20,088
Federal	\$ 532,151	\$ 16,266	\$ 19,821	\$ 225,000	\$ 125,407	\$ 9,420	-	-	-	-	-	-	-	-	928,065
<b>Total Revenues</b>	<b>\$ 532,151</b>	<b>\$ 16,266</b>	<b>\$ 19,821</b>	<b>\$ 225,000</b>	<b>\$ 125,407</b>	<b>\$ 9,420</b>	<b>\$ 14,022</b>	<b>\$ 1,421</b>	<b>\$ 372</b>	<b>\$ 3,463</b>	<b>\$ 810</b>	<b>\$ 20,991</b>	<b>\$ 81,564</b>	<b>\$ 16,086</b>	<b>\$ 1,066,794</b>
<b>EXPENDITURES</b>															
Instruction															
Other Purchased Services	\$ 489,763	\$ 16,266													\$ 506,029
General Supplies	42,388	-	\$ 3,695	\$ 225,000		\$ 9,420								\$ 16,086	296,589
Co-Curricular - Student Activities	-	-	-	-	-	-	-	-	-	-	-	-	135,447	-	135,447
<b>Total Instruction</b>	<b>532,151</b>	<b>16,266</b>	<b>3,695</b>	<b>225,000</b>	<b>-</b>	<b>9,420</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>135,447</b>	<b>16,086</b>	<b>938,065</b>
Support Services															
Purchased Professional Education Services							\$ 14,022	\$ 1,421	\$ 372	\$ 3,463	\$ 810				20,088
Other Purchased Services			1,125												1,125
Cleaning, Repair & Maintenance Services															-
Scholarships												\$ 28,000			28,000
Supplies and Materials			15,001		\$ 125,407										140,408
<b>Total Support Services</b>	<b>-</b>	<b>-</b>	<b>16,126</b>	<b>-</b>	<b>125,407</b>	<b>-</b>	<b>14,022</b>	<b>1,421</b>	<b>372</b>	<b>3,463</b>	<b>810</b>	<b>28,000</b>	<b>-</b>	<b>-</b>	<b>189,621</b>
Equipment															
Noninstructional Equipment															
<b>Total Equipment</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Expenditures</b>	<b>\$ 532,151</b>	<b>\$ 16,266</b>	<b>\$ 19,821</b>	<b>\$ 225,000</b>	<b>\$ 125,407</b>	<b>\$ 9,420</b>	<b>\$ 14,022</b>	<b>\$ 1,421</b>	<b>\$ 372</b>	<b>\$ 3,463</b>	<b>\$ 810</b>	<b>\$ 28,000</b>	<b>\$ 135,447</b>	<b>\$ 16,086</b>	<b>\$ 1,127,686</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures												(7,009)	(53,883)		(60,892)
Fund Balance, Beginning of Year, Restated												\$19,106	226,231		745,337
Fund Balance, End of Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 512,097	\$ 172,348	\$ -	\$ 684,445



**RIDGEFIELD PARK BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
PRESCHOOL EDUCATION AID  
SCHEDULE OF EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOT APPLICABLE**

**RIDGEFIELD PARK BOARD OF EDUCATION  
SPECIAL REVENUE FUND - STUDENT ACTIVITIES/ATHLETICS  
SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Balance, July 1, 2020</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance, June 30, 2021</u>
<b>ELEMENTARY SCHOOLS</b>				
Lincoln School	\$ 6,147	\$ 113	\$ 220	\$ 6,040
Grant School	8,821	264	239	8,846
Roosevelt School	<u>9,135</u>	<u>1,189</u>	<u>502</u>	<u>9,822</u>
 Total Elementary Schools	 <u>24,103</u>	 <u>1,566</u>	 <u>961</u>	 <u>24,708</u>
<b>JUNIOR/SENIOR HIGH SCHOOL</b>				
Student Activities Fund	139,805	79,800	119,467	100,138
Athletic Accounts	<u>62,323</u>	<u>198</u>	<u>15,019</u>	<u>47,502</u>
 Total Junior/Senior High School	 <u>202,128</u>	 <u>79,998</u>	 <u>134,486</u>	 <u>147,640</u>
 Total All Schools	 <u>\$ 226,231</u>	 <u>\$ 81,564</u>	 <u>\$ 135,447</u>	 <u>\$ 172,348</u>

**CAPITAL PROJECTS FUND**

**NOT APPLICABLE**

**ENTERPRISE FUND**

**NOT APPLICABLE**

**FIDUCIARY FUNDS**

**NOT APPLICABLE**

**LONG-TERM DEBT**

**RIDGEFIELD PARK BOARD OF EDUCATION  
STATEMENT OF BONDS PAYABLE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOT APPLICABLE**

**RIDGEFIELD PARK BOARD OF EDUCATION  
STATEMENT OF LEASES PAYABLE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

<u>Issue</u>	<u>Amount of Original Issue</u>	<u>Interest Rate</u>	<u>Balance, July 1, 2020</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance, June 30, 2021</u>
(3) 29 Passenger Buses and (1) Midbus	\$ 239,457	2.28%	\$ 42,666		\$ 42,666	
(3) 54 Passenger Buses	265,173	2.28%	55,036		47,065	\$ 7,971
(18) Powerheart AED's	63,280	N/A	10,849		10,849	
Technology Equipment	170,320	N/A	43,413	-	43,413	-
			<u>\$ 151,964</u>	<u>\$ -</u>	<u>\$ 143,993</u>	<u>\$ 7,971</u>

N/A - Not Available



**RIDGEFIELD PARK BOARD OF EDUCATION  
DEBT SERVICE FUND BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOT APPLICABLE**

## STATISTICAL SECTION

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

### Contents

### Exhibits

#### **Financial Trends**

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

J-1 to J-5

#### **Revenue Capacity**

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

J-6 to J-9

#### **Debt Capacity**

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government'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 government's financial activities take place.

J-14 and J-15

#### **Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government 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 for the relevant year.

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

	2012		2013		2014		2015		2016		Fiscal Year Ended June 30,		2019		2020		2021		
	(Restated)				(Restated)						2017	2018		(Restated)					
<b>Governmental Activities</b>																			
Net Investment in Capital Assets	\$ 8,045,931	\$ 8,961,153	\$ 9,769,270	\$ 9,824,350	\$ 9,782,461	\$ 9,798,598	\$ 10,420,332	\$ 12,712,604	\$ 14,374,793	\$ 16,390,911									
Restricted	1,887,248	1,215,978	332,870	332,870	332,870	1,552,778	1,804,225	2,752,574	7,019,197	6,480,362									
Unrestricted	(1,332,328)	(1,725,532)	(11,250,338)	(12,077,830)	(14,310,492)	(15,101,821)	(14,167,800)	(16,343,591)	(13,685,266)	(8,696,769)									
<b>Total Governmental Activities Net Position</b>	<u>\$ 8,600,851</u>	<u>\$ 8,451,599</u>	<u>\$ (1,148,198)</u>	<u>\$ (1,920,610)</u>	<u>\$ (4,195,161)</u>	<u>\$ (3,750,445)</u>	<u>\$ (1,943,243)</u>	<u>\$ (878,413)</u>	<u>\$ 7,708,724</u>	<u>\$ 14,174,504</u>									
<b>Business-Type Activities</b>																			
Net Investment in Capital Assets	\$ 13,662	\$ 15,882	\$ 14,724	\$ 60,548	\$ 62,376	\$ 41,777	\$ 31,948	\$ 71,489	\$ 74,451	\$ 65,802									
Unrestricted	296,076	185,375	96,528	(27,893)	81,140	151,632	218,503	213,964	236,776	275,152									
<b>Total Business-Type Activities Net Position</b>	<u>\$ 309,738</u>	<u>\$ 201,257</u>	<u>\$ 111,252</u>	<u>\$ 32,655</u>	<u>\$ 143,516</u>	<u>\$ 193,409</u>	<u>\$ 250,451</u>	<u>\$ 285,453</u>	<u>\$ 311,227</u>	<u>\$ 340,954</u>									
<b>District-Wide</b>																			
Net Investment in Capital Assets	\$ 8,059,593	\$ 8,977,035	\$ 9,783,994	\$ 9,884,898	\$ 9,844,837	\$ 9,840,375	\$ 10,452,280	\$ 12,784,093	\$ 14,449,244	\$ 16,456,713									
Restricted	1,887,248	1,215,978	332,870	332,870	332,870	1,552,778	1,804,225	2,752,574	7,019,197	6,480,362									
Unrestricted	(1,036,252)	(1,540,157)	(11,153,810)	(12,105,723)	(14,229,352)	(14,950,189)	(13,949,297)	(16,129,627)	(13,448,490)	(8,421,617)									
<b>Total District Net Position</b>	<u>\$ 8,910,589</u>	<u>\$ 8,652,856</u>	<u>\$ (1,036,946)</u>	<u>\$ (1,887,955)</u>	<u>\$ (4,051,645)</u>	<u>\$ (3,557,036)</u>	<u>\$ (1,692,792)</u>	<u>\$ (592,960)</u>	<u>\$ 8,019,951</u>	<u>\$ 14,515,458</u>									

Note 1 - Net Position at June 30, 2012 is restated to reflect the implementation of GASB Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position" and GASB Statement No. 65, "Items Previously Reported in Assets and Liabilities".

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

Note 3 - Net Position at June 30, 2020 is restated to reflect the implementation of GASB Statement No. 84, "Fiduciary Activities".

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

	Fiscal Year Ended June 30									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Expenses</b>										
<b>Governmental Activities</b>										
Instruction										
Regular	\$ 15,171,855	\$ 16,784,624	\$ 16,895,035	\$ 19,206,920	\$ 20,539,538	\$ 22,858,044	\$ 23,704,135	\$ 23,218,391	\$ 22,807,960	\$ 23,833,546
Special Education	5,701,214	6,413,590	6,246,015	6,995,549	7,866,888	8,182,893	7,814,343	8,262,935	7,676,379	8,286,805
Other Instruction	694,429	873,942	847,413	1,457,852	1,529,858	886,992	909,133	871,325	861,268	986,409
School Sponsored Activities And Athletics	1,038,423	1,122,459	1,069,437	1,187,907	1,231,578	1,200,218	1,283,130	1,448,704	1,359,260	1,420,164
Support Services:										
Student & Instruction Related Services	5,129,207	5,149,343	5,333,528	6,373,111	7,244,098	7,219,993	7,036,227	6,532,714	5,954,347	6,718,645
General Administration Services	866,708	847,109	901,014	783,050	1,013,397	1,257,093	1,331,067	3,819,201	1,194,627	1,455,408
School Administration Services	1,630,154	1,694,347	1,702,674	1,974,276	2,347,955	2,344,568	2,662,178	3,197,910	2,944,707	3,447,494
Business / Central Services	618,510	674,922	780,122	960,210	1,162,547	1,264,396	1,360,247	995,746	1,031,274	992,136
Plant Operations And Maintenance	2,609,146	2,754,932	2,995,101	3,139,740	3,841,199	4,033,800	4,194,437	3,139,854	2,918,697	3,020,263
Pupil Transportation	630,009	712,620	619,927	571,183	1,035,240	1,149,250	1,295,539	1,121,297	932,104	891,689
Special Schools										
Interest On Long-Term Debt	111,898	96,849	82,669	78,518	62,610	40,458	20,199	13,114	8,575	1,653
<b>Total Governmental Activities Expenses</b>	<b>34,201,553</b>	<b>37,124,737</b>	<b>37,472,955</b>	<b>42,728,316</b>	<b>47,874,908</b>	<b>50,437,705</b>	<b>51,610,635</b>	<b>52,621,191</b>	<b>47,689,198</b>	<b>51,056,212</b>
<b>Business-Type Activities:</b>										
Food Service	997,792	1,066,896	1,104,638	1,078,211	1,113,399	1,000,552	981,420	987,808	785,867	516,929
Total Business-Type Activities Expense	997,792	1,066,896	1,104,638	1,078,211	1,113,399	1,000,552	981,420	987,808	785,867	516,929
<b>Total District Expenses</b>	<b>\$ 35,199,345</b>	<b>\$ 38,191,633</b>	<b>\$ 38,577,593</b>	<b>\$ 43,806,527</b>	<b>\$ 48,988,307</b>	<b>\$ 51,438,257</b>	<b>\$ 52,592,055</b>	<b>\$ 53,608,999</b>	<b>\$ 48,475,065</b>	<b>\$ 51,573,141</b>
<b>Program Revenues</b>										
<b>Governmental Activities:</b>										
Charges For Services:										
Regular	\$ 3,895,957	\$ 3,863,442	\$ 3,992,049	\$ 3,824,819	\$ 3,917,080	\$ 4,341,295	\$ 4,413,538	\$ 4,335,659	\$ 3,951,121	\$ 4,304,951
Special Education	360,744	259,433	267,532	572,649	569,807	545,881	900,919	802,619	996,909	1,048,346
School Sponsored Activities And Athletics										81,564
Pupil Transportation					151,000	381,000	375,826	292,490	339,742	311,405
Operating Grants And Contributions	5,267,932	6,366,263	5,992,076	10,448,232	12,819,208	16,371,535	17,349,817	15,076,362	12,536,585	16,508,422
Capital Grants And Contributions										
<b>Total Governmental Activities Program Revenues</b>	<b>9,524,633</b>	<b>10,489,138</b>	<b>10,251,637</b>	<b>14,845,700</b>	<b>17,457,095</b>	<b>21,639,711</b>	<b>23,040,100</b>	<b>20,507,130</b>	<b>17,824,357</b>	<b>22,254,688</b>
<b>Business-Type Activities:</b>										
Charges For Services:										
Food Service	503,906	479,218	514,671	491,949	524,206	513,657	499,746	522,422	389,817	1,477
Operating Grants And Contributions	450,706	479,197	499,962	507,665	520,054	536,555	538,388	498,094	418,497	544,576
Total Business-Type Activities Program Revenues	954,612	958,415	1,014,633	999,614	1,044,260	1,050,212	1,038,134	1,020,516	808,314	546,053
<b>Total District Program Revenues</b>	<b>\$ 10,479,245</b>	<b>\$ 11,447,553</b>	<b>\$ 11,266,290</b>	<b>\$ 15,845,314</b>	<b>\$ 18,501,355</b>	<b>\$ 22,689,923</b>	<b>\$ 24,078,234</b>	<b>\$ 21,527,646</b>	<b>\$ 18,632,671</b>	<b>\$ 22,800,741</b>
<b>Net (Expense)/Revenue</b>										
Governmental Activities	\$ (24,676,920)	\$ (26,635,599)	\$ (27,221,298)	\$ (27,882,616)	\$ (30,417,813)	\$ (28,797,994)	\$ (28,570,535)	\$ (32,114,061)	\$ (29,864,841)	\$ (28,801,524)
Business-Type Activities	(43,180)	(108,481)	(90,005)	(78,597)	(69,139)	49,660	56,714	32,708	22,447	29,124
<b>Total District-Wide Net Expense</b>	<b>\$ (24,720,100)</b>	<b>\$ (26,744,080)</b>	<b>\$ (27,311,303)</b>	<b>\$ (27,961,213)</b>	<b>\$ (30,486,952)</b>	<b>\$ (28,748,334)</b>	<b>\$ (28,513,821)</b>	<b>\$ (32,081,353)</b>	<b>\$ (29,842,394)</b>	<b>\$ (28,772,400)</b>
<b>General Revenues And Other Changes In Net Position</b>										
<b>Governmental Activities:</b>										
Property Taxes Levied For General Purposes, Net	\$ 21,584,702	\$ 22,005,605	\$ 22,443,517	\$ 22,892,388	\$ 24,011,557	\$ 24,825,721	\$ 25,322,235	\$ 25,828,679	\$ 26,345,253	\$ 26,872,158
Taxes Levied For Debt Service	443,246	357,230	310,238	331,079	319,881	304,865	293,119	260,562	-	-
State Aid - Unrestricted	3,537,828	3,613,720	3,662,973	3,736,671	3,782,044	3,655,996	4,619,783	6,788,410	7,387,827	7,669,208
Investment Earnings	18,380	13,600	-	-	209,780	456,128	687,212	301,240	-	-
Miscellaneous Income	394,201	496,192	131,061	150,066	(180,000)	-	-	-	1,371,202	725,938
Special Item									2,602,359	
<b>Total Governmental Activities</b>	<b>25,978,357</b>	<b>26,486,347</b>	<b>26,547,789</b>	<b>27,110,204</b>	<b>28,143,262</b>	<b>29,242,710</b>	<b>30,922,349</b>	<b>33,178,891</b>	<b>37,706,641</b>	<b>35,267,304</b>
<b>Business-Type Activities:</b>										
Investment Earnings					180,000	233	328	2,294	3,327	603
Transfers					-	-	-	-	-	-
Total Business-Type Activities					180,000	233	328	2,294	3,327	603
<b>Total District-Wide</b>	<b>\$ 25,978,357</b>	<b>\$ 26,486,347</b>	<b>\$ 26,547,789</b>	<b>\$ 27,110,204</b>	<b>\$ 28,323,262</b>	<b>\$ 29,242,943</b>	<b>\$ 30,922,677</b>	<b>\$ 33,181,185</b>	<b>\$ 37,709,968</b>	<b>\$ 35,267,907</b>
<b>Change In Net Position</b>										
Governmental Activities	\$ 1,301,437	\$ (149,252)	\$ (673,509)	\$ (772,412)	\$ (2,274,551)	\$ 444,716	\$ 2,351,814	\$ 1,064,830	\$ 7,841,800	\$ 6,465,780
Business-Type Activities	(43,180)	(108,481)	(90,005)	(78,597)	110,861	49,893	57,042	35,002	25,774	29,727
<b>Total District</b>	<b>\$ 1,258,257</b>	<b>\$ (257,733)</b>	<b>\$ (763,514)</b>	<b>\$ (851,009)</b>	<b>\$ (2,163,690)</b>	<b>\$ 494,609</b>	<b>\$ 2,408,856</b>	<b>\$ 1,099,832</b>	<b>\$ 7,867,574</b>	<b>\$ 6,495,507</b>

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

	Fiscal Year Ended June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020 (Restated)	2021
General Fund										
Restricted	\$ 1,538,469	\$ 1,154,265	\$ 332,870	\$ 332,870	\$ 332,870	\$ 1,552,778	\$ 1,804,224	\$ 2,752,573	\$ 6,273,860	\$ 5,795,917
Committed	245,500						1,447,087	27,388	747,383	3,455,019
Assigned	300,658	281,266	336,275	52,218	54,985	276,417	336,435	2,130,795	187,832	634,088
Unassigned	(329,272)	(307,811)	(552,477)	(978,793)	(305,607)	(141,280)	(163,369)	(441,892)	(386,331)	(422,071)
<b>Total General Fund</b>	<b><u>\$ 1,755,355</u></b>	<b><u>\$ 1,127,720</u></b>	<b><u>\$ 116,668</u></b>	<b><u>\$ (593,705)</u></b>	<b><u>\$ 82,248</u></b>	<b><u>\$ 1,687,915</u></b>	<b><u>\$ 3,424,377</u></b>	<b><u>\$ 4,468,864</u></b>	<b><u>\$ 6,822,744</u></b>	<b><u>\$ 9,462,953</u></b>
All Other Governmental Funds										
Unreserved										
Restricted	\$ 595,079	\$ 198,031	\$ -	\$ -	\$ -	\$ 1	\$ 1	\$ 1	\$ 745,337	\$ 684,445
<b>Total All Other Governmental Funds</b>	<b><u>\$ 595,079</u></b>	<b><u>\$ 198,031</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 1</u></b>	<b><u>\$ 1</u></b>	<b><u>\$ 1</u></b>	<b><u>\$ 745,337</u></b>	<b><u>\$ 684,445</u></b>

Note 1 - Fund Balance at June 30, 2020 is restated to reflect the implementation of GASB Statement No. 84, "Fiduciary Activities".

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

	Fiscal Year Ended June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Revenues</b>										
Tax Levy	\$ 22,027,948	\$ 22,362,835	\$ 22,753,755	\$ 23,223,467	\$ 24,331,438	\$ 25,130,586	\$ 25,615,354	\$ 26,089,241	\$ 26,345,253	\$ 26,872,158
Tuition Charges	4,256,701	4,122,875	4,259,581	4,397,468	4,486,887	4,887,176	5,314,457	4,886,736	5,199,572	5,353,297
Interest Earnings	18,380	13,600	-	-	-	-	-	-	-	-
Miscellaneous	407,399	512,223	131,061	187,033	372,022	844,162	1,073,811	618,835	1,724,580	1,155,984
State Sources	7,646,009	8,933,324	8,552,463	9,216,882	10,516,391	10,796,220	11,949,124	15,575,499	16,592,944	18,490,333
Federal Sources	1,146,553	1,030,628	1,102,586	1,145,227	1,108,445	1,124,718	1,216,487	1,194,245	1,502,090	1,565,200
<b>Total Revenue</b>	<b>35,502,990</b>	<b>36,975,485</b>	<b>36,799,446</b>	<b>38,170,077</b>	<b>40,815,183</b>	<b>42,782,862</b>	<b>45,169,233</b>	<b>48,364,556</b>	<b>51,364,439</b>	<b>53,436,972</b>
<b>Expenditures</b>										
<b>Instruction</b>										
Regular Instruction	14,772,783	16,284,086	16,462,126	16,597,275	17,250,067	17,418,059	18,573,838	19,778,112	21,069,178	20,954,009
Special Education Instruction	5,696,757	6,405,781	6,243,283	6,470,208	7,096,604	6,782,921	6,730,402	7,438,640	7,705,198	7,921,738
Other Instruction	692,300	871,142	845,959	1,274,876	1,300,734	678,288	710,701	749,431	811,846	884,388
School Sponsored Activities And Athletics	1,038,423	1,122,459	1,069,457	1,066,272	1,068,535	941,137	1,032,621	1,278,188	1,294,065	1,301,766
<b>Support Services:</b>										
Student & Inst. Related Services	5,055,892	5,246,957	5,239,866	5,776,528	6,380,946	5,808,040	5,648,606	5,800,161	5,964,809	6,379,870
General Administration Services	857,409	846,757	904,285	747,423	957,726	1,124,300	1,185,886	1,145,910	1,244,831	1,464,482
School Administration Services	1,577,132	1,648,423	1,662,772	1,778,220	2,026,671	1,848,350	2,096,061	2,806,270	2,953,441	3,241,908
Business / Central Services	614,634	671,127	811,163	922,305	1,072,053	1,070,653	1,104,194	913,828	1,160,364	1,027,465
Plant Operations And Maintenance	2,551,315	2,722,511	2,958,384	3,087,569	3,691,062	3,678,233	4,029,785	3,083,323	2,989,207	2,972,357
Pupil Transportation	630,009	712,620	619,927	566,349	945,928	1,002,600	1,061,089	984,322	1,025,804	904,276
Capital Outlay	668,898	960,429	814,904	437,546	3,400	-	576,650	2,489,283	2,387,717	2,907,750
<b>Debt Service:</b>										
Principal	477,929	498,893	505,381	597,581	592,317	773,604	822,817	830,297	395,525	893,993
Interest And Other Charges	123,045	108,983	94,322	89,572	73,187	51,009	30,441	22,304	8,575	3,653
Payments to Refunding Escrow Agents	-	-	-	-	-	-	-	-	-	-
Cost of Issuance of Refunding Bonds	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>34,756,526</b>	<b>38,100,168</b>	<b>38,231,829</b>	<b>39,411,724</b>	<b>42,459,230</b>	<b>41,177,194</b>	<b>43,603,091</b>	<b>47,320,069</b>	<b>49,010,560</b>	<b>50,857,655</b>
<b>Excess (Deficiency) Of Revenues</b>										
Over (Under) Expenditures	746,464	(1,124,683)	(1,432,383)	(1,241,647)	(1,644,047)	1,605,668	1,566,142	1,044,487	2,353,879	2,579,317
<b>Other Financing Sources (Uses)</b>										
Capital Leases (Non-Budgeted)	75,812	100,000	223,300	531,274	-	-	170,320	-	-	-
School District Deficit Relief Proceeds	-	-	-	-	2,500,000	-	-	-	-	-
Refunding Bond Proceeds	-	-	-	-	-	-	-	-	-	-
Premium on Refunding Bonds	-	-	-	-	-	-	-	-	-	-
payment to Refunding Escrow Agent	-	-	-	-	-	-	-	-	-	-
Transfers In	1,201,269	309,584	685,077	-	-	1	-	-	1	-
Transfers Out	(1,201,269)	(309,584)	(685,077)	-	(180,000)	-	-	-	(1)	-
<b>Total Other Financing Sources (Uses)</b>	<b>75,812</b>	<b>100,000</b>	<b>223,300</b>	<b>531,274</b>	<b>2,320,000</b>	<b>1</b>	<b>170,320</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change In Fund Balances</b>	<b>\$ 822,276</b>	<b>\$ (1,024,683)</b>	<b>\$ (1,209,083)</b>	<b>\$ (710,373)</b>	<b>\$ 675,953</b>	<b>\$ 1,605,669</b>	<b>\$ 1,736,462</b>	<b>\$ 1,044,487</b>	<b>\$ 2,353,879</b>	<b>\$ 2,579,317</b>
<b>Debt Service As A Percentage Of</b>										
Noncapital Expenditures	1.76%	1.64%	1.60%	1.76%	1.57%	2.00%	1.98%	1.90%	0.87%	1.87%

\* Noncapital expenditures are total expenditures less capital outlay.

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

<u>Fiscal Year Ended June 30,</u>	<u>Tuition</u>	<u>Interest on Investments</u>	<u>Other</u>	<u>Total</u>
2021	\$ 5,353,297	\$ 22,722	\$ 1,014,621	\$ 6,390,640
2020	5,199,572	91,308	1,619,636	6,910,516
2019	4,886,736	62,895	530,835	5,480,466
2018	5,314,457	15,291	1,047,747	6,377,495
2017	4,887,176	3,058	834,070	5,724,304
2016	4,486,887	4,835	355,945	4,847,667
2015	4,397,468	4,970	145,096	4,547,534
2014	4,259,581	9,830	121,231	4,390,642
2013	4,122,875	13,600	496,192	4,632,667
2012	4,256,701	18,380	394,201	4,669,282

Source: School District records

**RIDGEFIELD PARK BOARD OF EDUCATION**  
**ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN YEARS**  
**(Unaudited)**

Calendar Year Ended December 31,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate <sup>a</sup>
2012	\$26,181,600	\$ 766,238,100	N/A	N/A	\$ 280,250,600	\$ 49,183,200	\$ 104,107,200	\$ 1,225,960,700	\$ 1,825,934	\$ 1,227,786,634	\$ 1,364,697,743	\$ 1.822
2013	28,515,600	766,852,100	N/A	N/A	274,587,700	48,409,620	103,832,600	1,222,197,620		1,222,197,620	1,370,921,451	1.862
2014	25,221,600	766,388,000	N/A	N/A	270,931,600	47,908,920	102,519,800	1,212,969,920		1,212,969,920	1,395,299,209	1.915
2015	25,623,100	771,379,500	N/A	N/A	251,114,800	47,758,920	101,646,000	1,197,522,320		1,197,522,320	1,274,098,383	2.032
2016	25,623,100	765,800,000	N/A	N/A	251,114,800	47,525,420	101,646,000	1,191,709,320		1,191,709,320	1,224,582,795	2.108
2017	25,159,900	766,080,200	N/A	N/A	248,111,700	47,412,400	101,409,500	1,188,173,700		1,188,173,700	1,310,515,497	2.156
2018	25,147,800	766,419,400	N/A	N/A	246,187,500	47,128,900	104,940,300	1,189,823,900		1,189,823,900	1,370,882,006	2.193
2019	33,181,200	767,518,300	N/A	N/A	246,180,600	46,047,400	105,317,600	1,198,245,100		1,198,245,100	1,598,033,027	2.200
2020 (A)	39,992,100	928,020,200	N/A	N/A	308,620,900	69,913,500	134,738,500	1,481,285,200		1,481,285,200	1,534,243,609	1.814
2021	39,694,600	956,900,500	N/A	N/A	296,981,700	72,322,700	136,972,500	1,502,872,000		1,502,872,000	1,589,695,545	1.824

Source: County Abstract of Ratables

a Tax rates are per \$100

(A) The Village undertook a reassessment of real property which became effective in calendar year 2020.



**RIDGEFIELD PARK BOARD OF EDUCATION  
PROPERTY TAX RATES-DIRECT AND OVERLAPPING GOVERNMENTS  
PER \$100 OF ASSESSED VALUATION  
LAST TEN YEARS  
(Unaudited)**

<u>Calendar Year</u>	<u>Total</u>	<u>Local School District</u>	<u>Municipality</u>	<u>County</u>
2021	\$ 3.290	\$ 1.824	\$ 1.200	\$ 0.266
2020 (A)	3.248	1.814	1.176	0.258
2019	3.939	2.200	1.415	0.324
2018	3.848	2.193	1.374	0.281
2017	3.723	2.156	1.292	0.275
2016	3.624	2.108	1.266	0.250
2015	3.550	2.032	1.272	0.246
2014	3.458	1.915	1.277	0.266
2013	3.385	1.862	1.274	0.249
2012	3.301	1.822	1.241	0.238

(A) The Village undertook a reassessment of real property which became effective in calendar year 2020

Source: Village Tax Duplicate

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

Taxpayer	2021		Taxpayer	2012	
	Taxable Assessed Value	% of Total District Net Assessed Value		Taxable Assessed Value	% of Total District Net Assessed Value
85 Challenger Rd LLC	\$ 39,246,400	2.61%	Bank of America	\$ 36,610,600	2.98%
55 Challenger, LLC	33,998,800	2.26%	85 Challenger Rd LLC	29,000,000	2.36%
UBS DPC I LLC	27,676,500	1.84%	Hartz Mountain Industries	28,000,000	2.28%
65 Challenger LLC	21,157,800	1.41%	AGFA	27,500,000	2.24%
Eye Level Hub LLC	20,574,100	1.37%	Dackyo America Inc	21,000,000	1.71%
100 Challenger Partners LLC	20,267,800	1.35%	Pitcain Skymark LLC	18,979,000	1.55%
Marlboro Apt Corp	19,600,000	1.30%	Marlboro Apt Corp	17,547,200	1.43%
Ridgefield Park Lodging Assoc	14,624,000	0.97%	Ridgefield Park Lodging Assoc	14,203,600	1.16%
United Rentals North America Inc	14,350,300	0.95%	United Rentals North America Inc	12,803,000	1.04%
Scott Court Apts LLC	13,914,200	0.93%	Landmark E Corp	10,320,000	0.84%
	<u>\$ 225,409,900</u>	<u>15.00%</u>		<u>\$ 215,963,400</u>	<u>17.59%</u>

Source: Municipal Tax Assessor

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

Calendar Year Ended December 31,	Local School Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2012	\$ 22,027,948	\$ 22,027,948	100.00%	N/A
2013	22,362,835	22,362,835	100.00%	N/A
2014	22,753,755	22,753,755	100.00%	N/A
2015	23,223,467	23,223,467	100.00%	N/A
2016	24,331,438	24,331,438	100.00%	N/A
2017	25,130,586	25,130,586	100.00%	N/A
2018	25,615,354	25,615,354	100.00%	N/A
2019	26,089,241	26,089,241	100.00%	N/A
2020	26,345,253	26,345,253	100.00%	N/A
2021	26,872,158	26,872,158	100.00%	N/A

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

Fiscal Year Ended June 30,	Governmental Activities			Population	(1) Per Capita
	General Obligation Bonds	Capital Leases	Total District		
2012	\$ 2,730,000	\$ 143,465	\$ 2,873,465	12,815	\$ 224
2013	2,330,000	144,572	2,474,572	12,851	193
2014	1,930,000	262,491	2,192,491	12,885	170
2015	1,535,000	591,184	2,126,184	12,898	165
2016	1,140,000	826,999	1,966,999	12,925	152
2017	750,000	612,958	1,362,958	12,908	106
2018	360,000	517,786	877,786	12,931	68
2019		297,489	297,489	12,956	23
2020		151,964	151,964	12,901	12
2021		7,971	7,971	12,837	1

Source: District records

(1) Estimated

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

Fiscal Year Ended June 30,	General Bonded Debt Outstanding		Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value <sup>a</sup> of Property	Per Capita <sup>b</sup>
	General Obligation Bonds	Deductions			
2012	\$ 2,730,000		\$ 2,730,000	0.22%	\$ 213
2013	2,330,000		2,330,000	0.19%	181
2014	1,930,000		1,930,000	0.16%	150
2015	1,535,000		1,535,000	0.13%	119
2016	1,140,000		1,140,000	0.10%	88
2017	750,000	\$ 1	749,999	0.06%	58
2018	360,000	1	359,999	0.03%	28
2019				0.00%	-
2020				0.00%	-
2021				0.00%	-

Source: District records

Notes:

a See Exhibit J-6 for property tax data.

b See Exhibit J-14 for population data.

**RIDGEFIELD PARK BOARD OF EDUCATION  
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT  
FOR THE YEAR ENDED DECEMBER 31, 2020  
(Unaudited)**

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
DIRECT DEBT: (1)			
Village of Ridgefield Park	\$ 8,707,071	\$ 285,470	\$ 8,421,601
	<u>\$ 8,707,071</u>	<u>\$ 285,470</u>	<u>\$ 8,421,601</u>
OVERLAPPING DEBT APPORTIONED TO THE MUNICIPALITY			
Bergen County:			
County of Bergen(A)			12,524,218
Bergen County Utilities Authority - Water Pollution Control (B)			<u>2,505,549</u>
			<u>15,029,767</u>
Total Direct and Overlapping Outstanding Debt			<u>\$ 23,451,368</u>

SOURCE:

(1) Village of Ridgefield Park 2020 Annual Debt Statement

(A) The debt for this entity was apportioned to Village of Ridgefield Park by dividing the municipality's 2020 equalized value by the total 2020 equalized value for Bergen County.

(B) The debt was computed based upon dividing the Village's 2020 billings by the total 2020 billings of the Authority.

**RIDGEFIELD PARK BOARD OF EDUCATION  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**

**Legal Debt Margin Calculation for Fiscal Year 2021**

	Equalized Valuation Basis	
	2020	\$ 1,667,926,134
	2019	1,573,532,633
	2018	<u>1,580,531,217</u>
		<u>\$ 4,821,989,984</u>
		<u>\$ 1,607,329,995</u>
Debt Limit (4 % of Average Equalization Value)		\$ 64,293,200
Total Net Debt Applicable to Limit		-
Legal Debt Margin		<u>\$ 64,293,200</u>

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Debt Limit	\$ 57,083,476	\$ 55,683,763	\$ 55,114,973	\$ 54,005,505	\$ 52,658,549	\$ 50,880,810	\$ 51,938,284	\$ 56,689,232	\$ 60,224,062	\$ 64,293,200
Total Net Debt Applicable to Limit	<u>2,730,000</u>	<u>2,330,000</u>	<u>1,930,000</u>	<u>1,535,000</u>	<u>1,140,000</u>	<u>750,000</u>	<u>360,000</u>			
Legal Debt Margin	<u>\$ 54,353,476</u>	<u>\$ 53,353,763</u>	<u>\$ 53,184,973</u>	<u>\$ 52,470,505</u>	<u>\$ 51,518,549</u>	<u>\$ 50,130,810</u>	<u>\$ 51,578,284</u>	<u>\$ 56,689,232</u>	<u>\$ 60,224,062</u>	<u>\$ 64,293,200</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	4.78%	4.18%	3.50%	2.84%	2.16%	1.47%	0.69%	0.00%	0.00%	0.00%

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

a Limit set by NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other district types.

**RIDGEFIELD PARK BOARD OF EDUCATION  
DEMOGRAPHIC STATISTICS  
LAST TEN YEARS  
(Unaudited)**

<u>Year Ended December 31,</u>	<u>Unemployment Rate</u>	<u>Per Capita Income(1)</u>	<u>Population</u>
2021	11.70%	89,456 ( E)	12,837
2020	3.50%	89,456 ( E)	12,901
2019	3.50%	89,456	12,956
2018	4.10%	86,404	12,931
2017	4.90%	81,676	12,908
2016	4.90%	79,407	12,925
2015	5.30%	77,767	12,898
2014	6.20%	74,480	12,885
2013	7.00%	71,699	12,851
2012	8.90%	72,164	12,815

## Source:

Unemployment Rate - New Jersey Department of Labor  
Population - US Bureau of the Census, Population Division  
(1) Represents County of Bergen's per capita income

( E) - Estimated



RIDGEFIELD PARK BOARD OF EDUCATION  
PRINCIPAL EMPLOYERS,  
CURRENT YEAR AND NINE YEARS AGO  
(Unaudited)

<u>Employer</u>	<u>2021</u>		<u>2012</u>	
	<u>Employees</u>	<u>Percentage of Total Municipal Employment</u>	<u>Employees</u>	<u>Percentage of Total Municipal Employment</u>

NOT AVAILABLE

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

<u>Function/Program</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Instruction										
Regular	164	172	180	182	162	149	139	146	145	148
Special education	45	48	53	56	76	71	28	31	37	35
Support Services:										
Student & instruction related services	17	21	21	21	26	27	26	78	70	67
School administration services	14	14	14	15	16	11	14	13	16	16
Other administration services	5	5	5	5	5	5	5	5	7	7
Central services	4	4	4	4	4	4	3	4	5	5
Administrative Information Technology	3	3	3	3	3	3	3	3	3	3
Plant operations and maintenance	20	21	22	22	22	21	3	3	3	3
Pupil transportation	4	4	4	7	4	4	3	4	4	4
Other support services	14	14	14	14	14	12	11	11	11	14
Total	<u>290</u>	<u>306</u>	<u>320</u>	<u>329</u>	<u>332</u>	<u>307</u>	<u>235</u>	<u>298</u>	<u>301</u>	<u>302</u>

**Source:** District Personnel Records

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

Fiscal Year	Enrollment <sup>a</sup>	Operating Expenditures <sup>b</sup>	Cost Per Pupil <sup>c</sup>	Percentage Change	Pupil/Teacher Ratio			Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
					Teaching Staff	Elementary	Junior/Senior High School				
2012	2,264	\$ 33,486,654	\$ 14,791	-1.03%	209	1:11.6	1:12.2	2,248	2,134	1.08%	94.93%
2013	2,330	36,531,863	15,679	6.00%	217	1:12.3	1:13.4	2,296	2,171	2.14%	94.56%
2014	2,363	36,817,222	15,581	-0.63%	230	1:13.7	1:15.6	2,343	2,213	2.05%	94.45%
2015	2,386	38,287,025	16,047	2.99%	238	1:14.2	1:16.8	2,379	2,256	1.54%	94.83%
2016	2,422	41,790,326	17,254	7.53%	236	1:10.4	1:10.8	2,442	2,283	2.65%	93.49%
2017	2,385	40,352,581	16,919	-1.94%	175	1:12.9	1:13.9	2,401	2,214	-1.68%	92.21%
2018	2,344	42,173,183	17,992	6.34%	167	1:13.5	1:12.7	2,320	2,199	-3.37%	94.78%
2019	2,296	43,978,185	19,154	6.46%	177	1:12.8	1:12.8	2,250	2,129	-3.02%	94.62%
2020	2,234	46,218,743	20,689	8.01%	182	1:11.2	1:13.3	2,227	2,129	-1.02%	95.60%
2021	2,221	47,052,259	21,185	2.40%	183	1:10.5	1:13.0	2,255	2,167	1.26%	96.10%

Sources: District records

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

**RIDGEFIELD PARK BOARD OF EDUCATION  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS  
(Unaudited)**

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<b>District Building</b>										
<u>Elementary</u>										
<b>Lincoln School:</b>										
Square Feet	54,000	54,000	54,000	54,000	54,000	54,000	54,000	54,000	54,000	54,000
Capacity (students)	420	420	420	420	420	420	420	420	420	420
Enrollment	387	416	422	359	323	313	330	408	400	371
<b>Grant School:</b>										
Square Feet	27,350	27,350	27,350	27,350	27,350	27,350	27,350	27,350	27,350	27,350
Capacity (students)	330	330	330	330	330	330	330	330	330	330
Enrollment	242	241	230	212	198	190	205	237	243	242
<b>Roosevelt School:</b>										
Square Feet	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Capacity (students)	510	510	510	510	510	510	510	510	510	510
Enrollment	415	438	454	413	361	338	324	418	384	339
<b>Thomas Jefferson School:</b>										
Square Feet				22,293	22,293	22,293	22,293	-	-	-
Capacity (students)				240	240	240	240	-	-	-
Enrollment				141	272	256	259	-	-	-
<u>High School</u>										
<b>Ridgefield Park Jr./Sr. High School:</b>										
Square Feet	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000
Capacity (students)	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500
Enrollment	1,229	1,220	1,235	1,257	1,261	1,268	1,249	1,226	1,207	1,195
<u>Other</u>										
<b>Special Services:</b>										
Square Feet	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
<b>Fieldhouse:</b>										
Square Feet	4,875	4,875	4,875	4,875	4,875	4,875	4,875	4,875	4,875	4,875
<b>Central Office:</b>										
Square Feet	4,500	4,500	4,500	4,500	4,500	4,000	4,000	4,000	4,000	4,000

Number of Schools at June 30, 2021  
 Elementary = 4  
 Junior/Senior High School = 1  
 Other = 3

Source: District Records

**RIDGEFIELD PARK BOARD OF EDUCATION  
GENERAL FUND  
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
FOR THE LAST TEN FISCAL YEARS**

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

		<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>
*School Facilities	<b>Project # (s)</b>										
Lincoln School	N/A	\$ 80,347	\$ 47,585	\$ 76,129	\$ 49,285	\$ 34,883	\$ 33,943	\$ 32,416	\$ 31,564	\$ 29,760	\$ 30,975
Roosevelt School	N/A	19,593	11,604	18,565	12,019	8,507	8,278	7,906	6,412	6,046	3,707
Grant School	N/A	16,809	9,955	15,927	10,311	7,298	7,101	6,781	5,403	5,094	6,837
Jefferson School	N/A			6,828	4,420	3,128	3,044	2,907			
Junior/Senior High School	N/A	<u>488,029</u>	<u>289,031</u>	<u>455,582</u>	<u>294,937</u>	<u>208,749</u>	<u>203,127</u>	<u>193,987</u>	<u>187,273</u>	<u>176,570</u>	<u>173,874</u>
Total School Facilities		<u>604,778</u>	<u>358,175</u>	<u>573,031</u>	<u>370,972</u>	<u>262,565</u>	<u>255,493</u>	<u>243,997</u>	<u>230,652</u>	<u>217,470</u>	<u>215,393</u>
Grand Total		<u>\$ 604,778</u>	<u>\$ 358,175</u>	<u>\$ 573,031</u>	<u>\$ 370,972</u>	<u>\$ 262,565</u>	<u>\$ 255,493</u>	<u>\$ 243,997</u>	<u>\$ 230,652</u>	<u>\$ 217,470</u>	<u>\$ 215,393</u>

Source: District Records

Note: Beginning in fiscal year 2001, the New Jersey State Department of Education required District's to report maintenance expenditures by location.

\*School Facilities as defined under EFCFA.  
(N.J.A.C. 6A:26-1.2 and N.J.A.C. 6:24-1.3)

**RIDGEFIELD PARK BOARD OF EDUCATION  
INSURANCE SCHEDULE  
JUNE 30, 2021  
(Unaudited)**

	<u>Coverage</u>	<u>Deductible</u>
New Jersey Schools Insurance Group		
<b>School Package Policy</b>		
Blanket Building & Contents	\$ 500,000,000	\$ 5,000
Blanket Extra Expense	50,000,000	5,000
Blanket Valuable Papers and Records	10,000,000	5,000
Loss of Business Income/Tuition	6,000,000	
Demolition and Increased Cost of Construction	25,000,000	
Data Processing Equipment	1,200,000	1,000
Comprehensive General Liability	11,000,000	
Comprehensive Auto Liability	11,000,000	
Equipment Breakdown	100,000,000	5,000
Public Employee Dishonesty with Faithful Performance	250,000	1,000
Loss of Money & Securities	25,000	500
Board Secretary	250,000	1,000
School Leaders Errors and Omissions	10,000,000	5,000

Source: District records

**SINGLE AUDIT SECTION**



# LERCH, VINCI & HIGGINS, LLP

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-1

DIETER P. LERCH, CPA, RMA, PSA  
GARY J. VINCI, CPA, RMA, PSA  
GARY W. HIGGINS, CPA, RMA, PSA  
JEFFREY C. BLISS, CPA, RMA, PSA  
PAUL J. LERCH, CPA, RMA, PSA  
JULIUS B. CONSONI, CPA, PSA  
ANDREW D. PARENTE, CPA, RMA, PSA

ELIZABETH A. SHICK, CPA, RMA, PSA  
ROBERT W. HAAG, CPA, PSA  
RALPH M. PICONE, III, CPA, RMA, PSA  
DEBRA GOLLE, CPA  
MARK SACO, CPA  
ROBERT LERCH, CPA  
CHRISTOPHER M. VINCI, CPA, PSA  
CHRISTINA CUIFFO, CPA

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

**INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Trustees  
Ridgefield Park Board of Education  
Ridgefield Park, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities and each major fund of the Ridgefield Park Board of Education as of and for the fiscal year ended June 30, 2021 and the related notes to the financial statements, which collectively comprise the Ridgefield Park Board of Education's basic financial statements and have issued our report thereon dated February 15, 2022.

**Internal Control Over Financial Reporting**

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

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



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

### **Compliance and Other Matters**

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

However, we noted a certain matter that is not required to be reported under Government Auditing Standards that we reported to management of the Ridgefield Park Board of Education in a separate report entitled, "Auditor's Management Report on Administrative Findings – Financial, Compliance and Performance" dated February 15, 2022.

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



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



Gary W. Higgins  
Public School Accountant  
PSA Number CS00814

Fair Lawn, New Jersey  
February 15, 2022



# LERCH, VINCI & HIGGINS, LLP

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-2

DIETER P. LERCH, CPA, RMA, PSA  
GARY J. VINCI, CPA, RMA, PSA  
GARY W. HIGGINS, CPA, RMA, PSA  
JEFFREY C. BLISS, CPA, RMA, PSA  
PAUL J. LERCH, CPA, RMA, PSA  
JULIUS B. CONSONI, CPA, PSA  
ANDREW D. PARENTE, CPA, RMA, PSA

ELIZABETH A. SHICK, CPA, RMA, PSA  
ROBERT W. HAAG, CPA, PSA  
RALPH M. PICONE, III, CPA, RMA, PSA  
DEBRA GOLLE, CPA  
MARK SACO, CPA  
ROBERT LERCH, CPA  
CHRISTOPHER M. VINCI, CPA, PSA  
CHRISTINA CUIFFO, CPA

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

**INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Trustees  
Ridgefield Park Board of Education  
Ridgefield Park, New Jersey

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

We have audited the Ridgefield Park Board of Education's compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Compliance Supplement and the New Jersey OMB Circular 15-08 State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the Ridgefield Park Board of Education's major federal and state programs for the fiscal year ended June 30, 2021. The Ridgefield Park Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

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

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the Ridgefield Park Board of Education'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; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Those standards, U.S. Uniform Guidance and New Jersey Circular 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 Ridgefield Park Board of Education's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

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

In our opinion, the Ridgefield Park Board of Education 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 fiscal year ended June 30, 2021.

### **Report on Internal Control Over Compliance**

Management of the Ridgefield Park Board of Education is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Ridgefield Park Board of Education'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 and state program and to test and report on internal control over compliance in accordance with the U.S. Uniform Guidance and New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Ridgefield Park Board of Education'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.

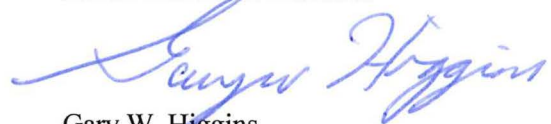
The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of U.S. Uniform Guidance and New Jersey OMB Circular 15-08. Accordingly, this report is not suitable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

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

We have audited the financial statements of the governmental activities, the business-type activities and each major fund of the Ridgefield Park Board of Education as of and for the fiscal year ended June 30, 2021 and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements. We have issued our report thereon dated February 15, 2022, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards as required by the U.S. Uniform Guidance and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.



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



Gary W. Higgins  
Public School Accountant  
PSA Number CS00814

Fair Lawn, New Jersey  
February 15, 2022

RIDGEFIELD PARK BOARD OF EDUCATION  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Federal/Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Federal FAIN Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2020			Accounts Receivable Carryover	Unearned Revenue Carryover	Cash Received	Budgetary Expenditures	Paid to Grantor	Unearned Revenue Adjustments	June 30, 2021			MEMO GAAP Receivable
						Accounts Receivable	Unearned Revenue	Due to Grantor							(Accounts Receivable)	Unearned Revenue	Due to Grantor	
<b>U.S. Department of Education</b>																		
<b>Passed-through State Department of Education</b>																		
<b>Enterprise Fund:</b>																		
National School Lunch Program	10.555																	
Cash Assistance		211NJ304N1099	N/A	7/1/20-6/30/21	\$ 285,423					\$ 203,027	\$ 285,423					\$ (82,396)	\$ (82,396)	
Cash Assistance		201NJ304N1099	N/A	7/1/19-6/30/20	301,292	(13,349)				13,349								
Non-Cash Assistance		211NJ304N1099	N/A	7/1/20-6/30/21	55,977					55,977	51,351				\$ 4,626			
Non-Cash Assistance		201NJ304N1099	N/A	7/1/19-6/30/20	69,816		10,483				10,483							
School Breakfast Program	10.553	211NJ304N1099	N/A	7/1/20-6/30/21	180,183					156,412	180,183				(23,771)	(23,771)		
School Breakfast Program	10.553	201NJ304N1099	N/A	7/1/19-6/30/20	46,937	(8,439)				8,439								
Total Child Nutrition Cluster						(21,788)	10,483			437,204	527,440				(106,167)	4,626	(106,167)	
<b>U.S. Department of Education</b>																		
<b>Passed-through State Department of Education</b>																		
<b>Special Revenue Fund:</b>																		
IDEA Part B - Flow Through	84.027	H027A200100	FT4380-21	7/1/20-9/30/21	586,995				\$ (203,635)	\$ 1,692	411,375	532,151			(379,255)	56,536	(322,719)	
IDEA Part B - Flow Through C/O	84.027	H027A190100	FT4380-20	7/1/19-9/30/20	551,535	(203,635)	1,692		203,635	(1,692)								
IDEA Part B - Preschool	84.173	H173A200114	FT4380-21	7/1/20-9/30/21	16,238				(28)	28	5,653	16,266			(10,613)	-	(10,613)	
IDEA Part B - Preschool	84.173	H173A190114	FT4380-20	7/1/19-9/30/20	16,142	(28)	28		28	(28)								
Total Special Education Cluster (IDEA)											548,417							
CARES Emergency Relief Grant	84.425D	S425D200027	N/A	3/13/20-9/30/22	419,412	(360,200)	39,550			330,399	24,259				(89,013)	74,503	(14,510)	
Digital Divide	84.425D	S425D200027	N/A	7/16/20-10/31/20	225,000					225,000	225,000							
CRRSA - ESSER II	84.425D	S425D210027	N/A	3/13/20-9/30/23	1,475,444										(1,475,444)	1,475,444		
CRRSA - Learning Acceleration	84.425D	S425D210027	N/A	3/13/20-9/30/23	94,686										(94,686)	94,686		
CRRSA - Mental Health	84.425D	S425D210027	N/A	3/13/20-9/30/23	45,000										(45,000)	45,000		
Total ESSER Cluster											249,259							
Coronavirus Relief Fund Grant	21.019	N/A	N/A	7/1/20-6/30/21	125,407					125,407	125,407							
Coronavirus Relief (Passed thru County of Bergen)	21.019	N/A	N/A	7/1/20-6/30/21	108,060					108,060	96,125				-	11,935		
Nonpublic Digital Divide	21.019	N/A	N/A	7/1/20-6/30/21	9,962					9,420	9,420				(542)	542		
Total Coronavirus Relief Fund Cluster											230,952							
Perkins Secondary	84.048A	V048A200030	N/A	7/1/20-6/30/21	19,821					18,151	19,821				(1,670)	-	(1,670)	
Title I	84.010	S010A200030	ESSA4380-21	7/1/20-9/30/21	450,158				(240,659)	419,377	415,922				(271,440)	34,236	(237,204)	
Title I Carryover	84.010	S010A190030	ESSA4380-20	7/1/19-9/30/20	448,015	(240,659)			240,659									
Title I SIA Part A	84.010	S010A200030	ESSA4380-21	7/1/20-9/30/21	13,300				(9,784)	11,784	9,800				(11,300)	3,501	(7,799)	
Title I SIA Part A Carryover	84.010	S010A190030	ESSA4380-20	7/1/19-9/30/20	9,400	(9,784)	1		9,784	(1)								
Title II A	84.367A	S367A2000029	ESSA4380-21	7/1/20-9/30/21	59,328				(31,316)	717	41,299	49,400			(49,345)	10,645	(38,700)	
Title II A Carryover	84.367A	S367A1900029	ESSA4380-20	7/1/19-9/30/20	46,746	(31,316)	717		31,316	(717)								
Title III	84.365	S365A200030	ESSA4380-21	7/1/20-9/30/21	28,536				(17,501)	1,935	16,831	13,640	\$ 163		(29,206)	16,994	(12,212)	
Title III Carryover	84.365	S365A190030	ESSA4380-20	7/1/19-9/30/20	25,673	(17,501)	1,935		17,501	(1,935)								
Title III Immigrant	84.365	S365A200030	ESSA4380-21	7/1/20-9/30/21	9,010				(36,454)	9,717	1,077	4,586			(7,933)	4,424	(3,509)	
Title IV	84.424	S424A200031	ESSA4380-21	7/1/20-9/30/21	33,084				36,454	26,759	12,154				(42,779)	30,647	(12,132)	
Title IV Carryover	84.424	S424A190031	ESSA4380-20	7/1/19-9/30/20	27,896	(36,454)	9,717		36,454	(9,717)								
Total Special Revenue Fund						(899,577)	53,640			1,750,592	1,553,951			163	(2,508,226)	1,859,093	(661,068)	
<b>U.S. Department of Education</b>																		
<b>Passed-through State Department of Education</b>																		
<b>General Fund:</b>																		
Medical Assistance Program (SEMI)	93.778	2005NJ5MAP	N/A	7/1/20-6/30/21	49,425					49,425	49,425							
Total General Fund										49,425	49,425							
Total Federal Financial Assistance						\$ (921,365)	\$ 64,123	\$ -	\$ -	\$ -	\$ 2,237,221	\$ 2,130,816	\$ -	\$ 163	\$ (2,614,393)	\$ 1,863,719	\$ -	\$ (767,235)

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

RIDGEFIELD PARK BOARD OF EDUCATION  
 SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2020			Cash Received	Budgetary Expenditures	Repayment of Prior Year Balances	Adjustments	June 30, 2021			MEMO	
				Accounts Receivable	Unearned Revenue	Due to Grantor					(Accounts Receivable)	Unearned Revenue	Due to Grantor June 30, 2021	GAAP Receivable	Combined Total Expenditures
<b>State Department of Education</b>															
<b>General Fund:</b>															
Categorical Special Education Aid	21-495-034-5120-089	7/1/20-6/30/21	\$ 1,696,661				\$ 1,536,114	\$ 1,696,661				\$ (160,547)		\$	1,696,661
Categorical Special Education Aid	20-495-034-5120-089	7/1/19-6/30/20	1,696,661	\$ (157,880)			157,880								
Equalization Aid	21-495-034-5120-078	7/1/20-6/30/21	7,705,155				6,976,055	7,705,155				(729,100)			7,705,155
Equalization Aid	20-495-034-5120-078	7/1/19-6/30/20	7,448,968	(693,153)			429,774								
Security Aid	21-495-034-5120-084	7/1/20-6/30/21	511,781				463,354	511,781				(48,427)			511,781
Security Aid	20-495-034-5120-084	7/1/19-6/30/20	511,781	(47,623)			47,623								
Total State Aid Public Cluster								9,913,597							9,913,597
Transportation Aid	21-495-034-5120-014	7/1/20-6/30/21	296,758				268,677	296,758				(28,081)			296,758
Transportation Aid	20-495-034-5120-014	7/1/19-6/30/20	296,758	(27,615)			27,615								
Extraordinary Aid	21-495-034-5120-044	7/1/20-6/30/21	319,161					319,161				(319,161)			319,161
Extraordinary Aid	20-495-034-5120-044	7/1/19-6/30/20	429,774	(429,774)			429,774								
TPAF - Post Retirement Medical	21-495-034-5094-001	7/1/20-6/30/21	1,527,557				1,527,557	1,527,557							1,527,557
TPAF - NCGI	21-495-034-5094-004	7/1/20-6/30/21	91,010				91,010	91,010							91,010
TPAF - LTDI	21-495-034-5094-004	7/1/20-6/30/21	2,037				2,037	2,037							2,037
TPAF - Normal Cost	21-495-034-5094-002	7/1/20-6/30/21	4,783,377				4,783,377	4,783,377							4,783,377
Reimbursed TPAF Social Security	21-495-034-5094-003	7/1/20-6/30/21	1,430,765				1,430,765	1,430,765							1,430,765
Reimbursed TPAF Social Security	20-495-034-5094-003	7/1/19-6/30/20	1,415,710	(77,525)			77,525								
Total General Fund				(1,433,570)	-	-	18,512,516	18,364,262	-	-	-	(1,285,316)	-	-	18,364,262
<b>Special Revenue Fund</b>															
Nonpublic Textbooks	21-100-034-5120-064	7/1/20-6/30/21	13,990				13,990	11,206					\$ 2,784		11,206
Nonpublic Technology	20-100-034-5120-373	7/1/19-6/30/20	6,840		\$ 2,222				\$ 2,222						
Nonpublic Security	21-100-034-5120-509	7/1/20-6/30/21	43,400				43,400							43,400	
Nonpublic Security	20-100-034-5120-509	7/1/19-6/30/20	30,750			30,750			30,750						
Nonpublic Nursing	21-100-034-5120-070	7/1/20-6/30/21	25,296				25,296	24,048					1,248		24,048
Nonpublic Nursing	20-100-034-5120-070	7/1/19-6/30/20	19,885			9,054			9,054						
Compensatory Education	21-100-034-5120-066	7/1/20-6/30/21	34,836				34,836	14,022					20,814		14,022
Compensatory Education	20-100-034-5120-066	7/1/19-6/30/20	44,778	(5,922)		2,028			5,922			2,028			
ESL	21-100-034-5120-066	7/1/20-6/30/21	3,553				3,553	1,421					2,132		1,421
ESL	20-100-034-5120-066	7/1/19-6/30/20	2,978	(394)		2,316			394			2,316			
Initial Exam & Classification	20-100-034-5120-067	7/1/20-6/30/21	1,490				1,490	372					1,118		372
Initial Exam & Classification	20-100-034-5120-067	7/1/19-6/30/20	1,117	(147)		1,117			147			1,117			
Initial Exam & Classification	19-100-034-5120-067	7/1/18-6/30/19	5,092			1,273							1,273		
Corrective Speech	21-100-034-5120-067	7/1/20-6/30/21	5,468				5,468	3,463					2,005		3,463
Corrective Speech	20-100-034-5120-067	7/1/19-6/30/20	4,922	(651)		2,370			651			2,370			
Supplementary Instruction	21-100-034-5120-067	7/1/20-6/30/21	4,047				4,047	810					3,237		810
Supplementary Instruction	20-100-034-5120-067	7/1/19-6/30/20	3,643	(482)		2,461			482			2,461			
Total Special Revenue Fund				(7,596)	-	53,591	139,676	55,342	52,318	-	-	-	78,011	-	55,342
<b>State Department of Agriculture</b>															
<b>Enterprise Fund</b>															
National School Lunch	21-100-010-3350-023	7/1/20-6/30/21	17,136				14,454	17,136				(2,682)		\$	(2,682) 17,136
National School Lunch	20-100-010-3350-023	7/1/19-6/30/20	7,860	(211)			211								
Total Enterprise Fund				(211)	-	-	14,665	17,136	-	-	-	(2,682)	-	-	(2,682) 17,136
Total State Financial Assistance Subject to Major Program Determination				(1,441,377)	-	53,591	18,666,857	18,436,740	52,318	-	-	(1,287,998)	-	78,011	(2,682) 18,436,740
<b>State Financial Assistance</b>															
<b>Not Subject to Single Audit Determination</b>															
<b>General Fund</b>															
TPAF - Post Retirement Medical	21-495-034-5094-001	7/1/20-6/30/21	1,527,557				(1,527,557)	(1,527,557)							(1,527,557)
TPAF - Normal Cost	21-495-034-5094-002	7/1/20-6/30/21	4,783,377				(4,783,377)	(4,783,377)							(4,783,377)
TPAF - LTDI	21-495-034-5094-004	7/1/20-6/30/21	2,037				(2,037)	(2,037)							(2,037)
TPAF - NCGI	21-495-034-5094-004	7/1/20-6/30/21	91,010				(91,010)	(91,010)							(91,010)
Total State Financial Assistance Subject to Single Audit				\$ (1,441,377)	\$ -	\$ 53,591	\$ 12,262,876	\$ 12,032,759	\$ 52,318	\$ -	\$ -	\$ (1,287,998)	\$ -	\$ 78,011	\$ (2,682) \$ 12,032,759

**RIDGEFIELD PARK BOARD OF EDUCATION  
NOTES TO THE SCHEDULES OF EXPENDITURES OF  
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 GENERAL**

The accompanying schedules present the activity of all federal and state financial assistance programs of the Ridgefield Park Board of Education. The Board of Education is defined in Note 1(A) to the Board's financial statements. All federal financial assistance received directly from federal 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 are prepared and presented using the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These basis of accounting are described in Notes 1(C) to the Board's financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (U.S. Uniform Guidance) and New Jersey OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid". Therefore, some amounts presented in these schedules may differ from the amounts presented in, or used in the preparation of, the financial statements.

**NOTE 3 RELATIONSHIP TO FINANCIAL STATEMENTS**

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is an increase of \$70,729 for the general fund and a decrease of \$38,176 for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's financial statements on a GAAP basis as presented as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 49,425	\$ 18,434,991	\$ 18,484,416
Special Revenue Fund	1,515,775	55,342	1,571,117
Food Service Fund	<u>527,440</u>	<u>17,136</u>	<u>544,576</u>
Total Financial Assistance	<u>\$ 2,092,640</u>	<u>\$ 18,507,469</u>	<u>\$ 20,600,109</u>

**RIDGEFIELD PARK BOARD OF EDUCATION  
 NOTES TO THE SCHEDULES OF EXPENDITURES OF  
 FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS**

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

**NOTE 5 STATE LOANS OUTSTANDING**

The District's state loan outstanding at June 30, 2021, which is not required to be reported on the schedule of expenditures of state financial assistance, is as follows:

<u>Loan Program</u>	<u>State Account Number</u>	<u>Total</u>
State Aid Advance Loan	100-034-5120-489	<u>\$ 750,000</u>

**NOTE 6 OTHER INFORMATION**

Revenues and expenditures reported under the Food Distribution Program as non-cash assistance represent current year value received and current year distributions, respectively. TPAF Social Security contributions in the amount of \$1,430,765 represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year ended June 30, 2021. The amount reported as TPAF Pension System Contributions in the amount of \$4,874,387, TPAF Post-Retirement Medical Benefits Contributions in the amount of \$1,527,557 and TPAF Long-Term Disability Insurance in the amount of \$2,037 represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2021.

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

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

**NOTE 8 DE MINIMIS INDIRECT COST RATE**

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



**RIDGEFIELD PARK BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**Part I – Summary of Auditor’s Results**

**Financial Statement Section**

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

1) Material weakness(es) identified?            yes       X       no

2) Significant deficiencies identified  
not considered to be material weaknesses?            yes       X       none reported

Noncompliance material to basic financial  
statements noted?            yes       X       no

**Federal Awards Section**

Internal Control over major programs:

1) Material weakness(es) identified?            yes       X       no

2) Significant deficiencies identified  
not considered to be material weaknesses?            yes       X       none reported

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

Any audit findings disclosed that are required to be reported  
in accordance with U.S. Uniform Guidance?            yes       X       no

Identification of major federal programs:

<u>CFDA Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.027	H027A180100	IDEA - Basic
84.173	H173A180114	IDEA - Preschool Elementary and Secondary School Emergency Relief (ESSER) Fund
84.425D	N/A	
21.019	N/A	CARES Act

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

Auditee qualified as low-risk auditee?            yes       X       no

**RIDGEFIELD PARK BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

*Part I – Summary of Auditor’s Results*

**State Awards Section**

Internal control over major programs:

1) Material weakness(es) identified: \_\_\_\_\_ yes      X   no

2) Significant deficiencies identified not considered to be material weakness(es)? \_\_\_\_\_ yes      X   none reported

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

Any audit findings disclosed that are required to be reported in accordance with N.J. Circular Letter 15-08? \_\_\_\_\_ yes      X   no

Identification of major state programs:

<u>GMIS Number(s)</u>	<u>Name of State Program or Cluster</u>
21-495-034-5120-089	Categorical Special Education Aid
21-495-034-5120-078	Equalization Aid
21-495-034-5120-084	Security Aid
21-495-034-5094-003	Reimbursed TPAF Social Security

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

Auditee qualified as low-risk auditee? \_\_\_\_\_ yes      X   no

**RIDGEFIELD PARK BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

***Part 2 – Schedule of Financial Statement Findings***

This section identifies the reportable conditions, material weaknesses, and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with paragraphs 5.18 through 5.20 of *Government Auditing Standards*.

There are none.

**RIDGEFIELD PARK BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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

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

**CURRENT YEAR STATE AWARDS**

There are none.

**RIDGEFIELD PARK BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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

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

**CURRENT YEAR FEDERAL AWARDS**

There are none.

**RIDGEFIELD PARK BOARD OF EDUCATION  
SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS  
AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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

**STATUS OF PRIOR YEAR FINDINGS**

**Finding 2020-001:**

Our audit of the ASSA indicated the following:

- A net variance of eleven (11) students was noted when comparing the number of on-roll students reported on the ASSA with the supporting district workpapers.
- A net variance of five (5) students was noted when comparing the number of Resident LEP-Not Low Income students reported on the ASSA with supporting district workpapers.
- A net variance of one hundred fourteen (114) students was noted when comparing the number of resident low income students reported on the ASSA with the supporting district workpapers.
- A net variance of fourteen (14) students was noted when comparing the number of Resident LEP-Low Income students on the ASSA with the supporting district workpapers.

**Status**

Corrective action has been taken.