

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT

Rumson, New Jersey
County of Monmouth

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

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
OF THE
RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
RUMSON, NEW JERSEY**

YEAR ENDED JUNE 30, 2021

**PREPARED BY DISTRICT FINANCE OFFICER
SCHOOL BUSINESS ADMINISTRATOR/BOARD SECRETARY**

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INTRODUCTORY SECTION

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BOARD OF EDUCATION
RUMSON-FAIR HAVEN REGIONAL HIGH
SCHOOL 74 RIDGE ROAD
RUMSON, NEW JERSEY 07760-1896
TELEPHONE (732) 842-1597
FAX (732) 842-3908

February 10, 2022

Honorable President and
Members of the Board of Education
Rumson-Fair Haven Regional School District
Rumson, New Jersey

Dear Member of the Rumson-Fair Haven Regional High School Board of Education:

It is with pleasure we submit the Comprehensive Annual Financial Report (CAFR) of the Rumson-Fair Haven Regional High School District (District) for the fiscal year ended June 30, 2021. This CAFR includes the District's basic financial statements prepared in accordance with generally accepted accounting principles for local governments. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the District. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities, have been included.

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

- The Introductory Section contains a letter of transmittal, organizational chart, the roster of officials, and a list of consultants, and advisors.
- The Financial Section begins with the Independent Auditors' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements and Notes the Basic Financial Statements providing an overview of the District's financial position and operating results, and other schedules providing detailed budgetary information.
- The Statistical Section includes selected economic and demographic information, financial trends, presented on a multi-year basis.
- The Single Audit Section; the District is required to undergo an annual Single Audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, "Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance)" and the New Jersey State Treasury Circular Letter 15-08 0 MB, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid." Information related to this Single Audit, including the independent auditors' report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, is included in the Single Audit Section of this report.

REPORTING ENTITY AND ITS SERVICES

The Rumson-Fair Haven Regional High School District is an independent reporting entity within the criteria adopted by the Generally Accepted Standards Board (GASB), as established by Statement No. 14 as amended by GASB Statement No. 39, 61 and 80. All funds and the government wide financial statements of the District are included in this report. The Rumson-Fair Haven Regional Board of Education and its High School constitute the District's reporting entity.

The District continues to maintain a high quality of education and provides a full range of programs and services appropriate to grade levels 9 through 12. These include regular education, as well as programs for students with disabilities both in and out of District. The District completed the 2020-2021 fiscal year with an average daily enrollment of 963.94 students. The following details the changes in the average student enrollment of the District over the last ten years.

<u>Fiscal Year</u>	<u>Average Daily Enrollment</u>	<u>Percent Change</u>
2020-2021	963.94	-2.17%
2019-2020	985.31	-0.21%
2018-2019	987.36	0.44%
2017-2018	983.01	-0.25%
2016-2017	985.50	-0.01%
2015-2016	986.50	5.43%
2014-2015	935.70	2.04%
2013-2014	917.00	2.46%
2012-2013	895.00	-1.53%
2011-2012	908.40	-4.57%

The Board of Education, comprised of nine members, each elected to three-year terms, meet twice monthly for regular monthly meetings. During its meetings the board determines District goals and priorities and conducts other business. Board meetings are open to the public and begin at 7:00 PM.

Various parent groups, including the Rumson-Fair Haven Education Foundation, the Performing Arts Society, the Booster Club and the PTO, are highly active in the District and provide community support for a variety of programs and activities for the students.

To maintain effective communications, the District uses several options to ensure a consistent flow of information to our stakeholders. During the budget review process, information about the budget was posted on the District website. The District website is updated regularly with important information for parents, such as school closures, delayed openings, medical/health alerts, new curriculum initiatives, new board projects, and more. The District also communicates with parents via Blackboard, a system that provides both phone and e-mail contact. The ability to contact the entire parent population within minutes in order to update them in an emergency situation, is a vital component in ensuring that our communication efforts are timely, accurate, and effective.

MAJOR INITIATIVES:

MAINTAINING OUR SCHOOL SYSTEM

Our first priority is maintaining current educational programming and opportunities for students. The 2020-2021 budget reflected a balance between maintain the rich history and tradition of our school system with moving our programs and procedures into the future. The budget made a commitment to expanding offerings in all curricular areas, offering content-specific professional development and continued commitment to student athletic and activity programs.

RAISING STANDARDS AND EXPANDING OPPORTUNITIES

Raising standards and expanding opportunities were two of the most viable commitments for the 2020-2021 school year. Expanded offerings in all curricular areas was addressed. The addition of ten new electives, advanced placement courses, and computer science courses were added. Additionally, we expanded programs for students with disabilities ensuring strong content focused teaching in all resource room settings.

BUILDING PROFESSIONALISM

Resources were set aside for curriculum writing in every subject area. A commitment to teacher leadership and professional growth were established by providing resources for onsite expert training as well as funds for teachers and administrators to attend expert lead conferences in their subject area. Stipends for teacher leaders, known as Innovative Specialists continued. This team of teachers provides for support to student-centered pedagogical strategies, the purposeful use of technology and foster a culture of collaboration. We continue to build upon the strong focus on professional development in our school, by allowing for three professional development days, led by teachers, as well as a mentoring and induction program for non-tenured teachers.

PROTECTING OUR INVESTMENT - CAPITAL AND MAINTENANCE RESERVE

The 2018-2019 school year marked the Rumson-Fair Haven community's approval of a \$12.59 million referendum. These funds provide for a five-year implementation of improvements to our facilities. During the 2018-2019 school year, a great deal of time was spent planning for phasing in the construction activities. Teachers and leaders joined Board members in planning for the first phase of the referendum, which included renovations to the classrooms on the third floor, the rooms used by our self-contained special education programs, and a new world language lab. Construction began as soon as the students graduated in June, 2019. During the 2019-2020 school year, the 300 wing was updated and several classrooms were reconfigured to create additional classroom space. Planning for construction during 2020-2021 was conducted. During school year 2020-2021 the 600 wing science classrooms and labs were renovated to include utilities, the auditorium was upgraded and an addition of a new state of the art woodshop was completed. Phase 3 of the referendum was planned for and the bids were awarded for classroom renovations in the 500 wing, a new girls physical education locker room and turf fields for baseball, softball, and field hockey. This work was scheduled to take place over the summer of 2021. The replacement of the stadium turf and track were also completed during 2020-2021. A maintenance plan has been written for existing facilities and equipment. In conjunction with the improvements delineated in the referendum, funds from maintenance reserve and capital reserve were used to make improvements to the site. Our budgeted funds allowed for the continuation of our preventive program, in addition to new locks, cameras and systems designed to protect not only our students and staff, but our property.

PLANNING FOR THE FUTURE

Every summer the entire administrative team meets with the Rumson-Fair Haven Regional High School Board of Education to plan for the future. Every initiative is discussed and goals are written in the ensuing months. Every topic, including budget, facilities, curricula, wellness, community relations, etc. is discussed and plans are developed.

MATH

Honors College Pre-calculus and Honors College Calculus courses were introduced in conjunction with Stockton University. These courses give students the opportunity to earn college credit while enrolled at the High School. In continuing to grow our computer science course selections, we introduced Introduction to Computer Science and AP Computer Science Principles.

SCIENCE

The referendum included funds for renovations to science labs and classrooms, which has improved the curriculum and course offerings. All grade nine students currently take a Physics course, and all juniors are taking Biology. As part of the school-wide initiative to offer more, diverse electives, we introduced the Forensic Science course.

ENGLISH AND LANGUAGE ARTS

We successfully implemented dual-enrollment courses with Rutgers University in the English department. Teachers were trained to teach Expository Writing. Students were successful in the course, and writing skills taught in this course are also being explored in other courses. We also have implemented writing across the curriculum initiative and English teachers have served as models and mentors. In addition, we've not only piloted choice reading in each level of instruction but offered a new elective course, Dynamic Public Speaking, to prepare our students for not only academic endeavors but to successfully communicate in a competitive and modern workforce. Vocabulary has shifted to focus more on vocabulary in context and practice rather than recitation. Articulation with sending districts is ongoing to ensure smooth transitions for our incoming 9th graders.

SOCIAL STUDIES

The Social Studies department is in the second year of a sequence switch that began in September of 2020. United States History I and II have been repositioned before World History and the US II Honors course has been replaced with AP United States History making it more accessible to all. Articulation with sending districts is ongoing and Social Studies courses continue to support the English department's efforts in promoting writing across the curriculum.

21st CENTURY LIFE AND CAREERS

We maintain high standards in digital literacy for our students. We have continued our certification as a Common Sense Media school and increased available career-oriented courses in English, STEM, and Health/Physical Education. Our state-of-the-art world language lab and woodshop provides students with access to these new spaces for their scheduled classes and after-school activities.

VISUAL AND PERFORMING ARTS

We revised the curriculum to reflect the 2020 New Jersey Student Learning Standards. We also revamped our sequence of courses to allow for increased student access. The new sequence and curriculum focus on the creative process and career-ready skills.

HEALTH AND PHYSICAL EDUCATION

We reviewed the Health and Physical Education Curriculum to identify future revisions that will reflect the 2020 New Jersey Student Learning Standards to be implemented by September 2022. We are continuing work to develop curricula that provide life skills and training to all students.

WORLD LANGUAGES

We revised our curriculum to reflect the 2020 New Jersey Student Learning Standards. We continued to support our cultural exchange programs through online media.

TECHNOLOGY

The technology focus was on 1-to-1 devices for all students. Technology was implemented to maintain high level instruction during hybrid and remote school days. We purchased additional web-based applications for teachers and students to enhance the curriculum and support the hybrid and remote instruction. Technology for daily school operations was increased to automate and reduce touchpoints for students and staff with new hardware and software.

INTERNAL ACCOUNTING CONTROLS

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

As a recipient of federal and state awards, the District also is responsible for ensuring that an adequate internal control system is in place to ensure compliance with applicable laws, regulations, contracts and grants related to those programs. This internal control system 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 adequacy of the internal control system, including that portion related to federal and state financial assistance programs, as well as to determine that the District has complied with applicable laws, regulations, contracts and grants.

BUDGETARY CONTROLS

In addition to internal controls, the District maintains budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue funds, and the debt service fund. The final budget amount, as amended for the fiscal year, is reflected in the financial section. P.L. 2011, c 202 allowed school districts to elect to eliminate the budget vote and adopt a budget approved by the Board of Education and the New Jersey Department of Education (NJDOE) providing that the tax levy increase does not exceed 2% plus any allowable waivers.

ACCOUNTING SYSTEM AND REPORTS

The District's financial statements are presented in conformity with accounting principles generally accepted in the United States, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is an encumbrance accounting system that 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 at fiscal year-end. These funds are explained in "Notes to the Basic Financial Statements," Note 1.

INDEPENDENT AUDIT

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

Accounting principles generally accepted in the United States require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

ACKNOWLEDGMENTS

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

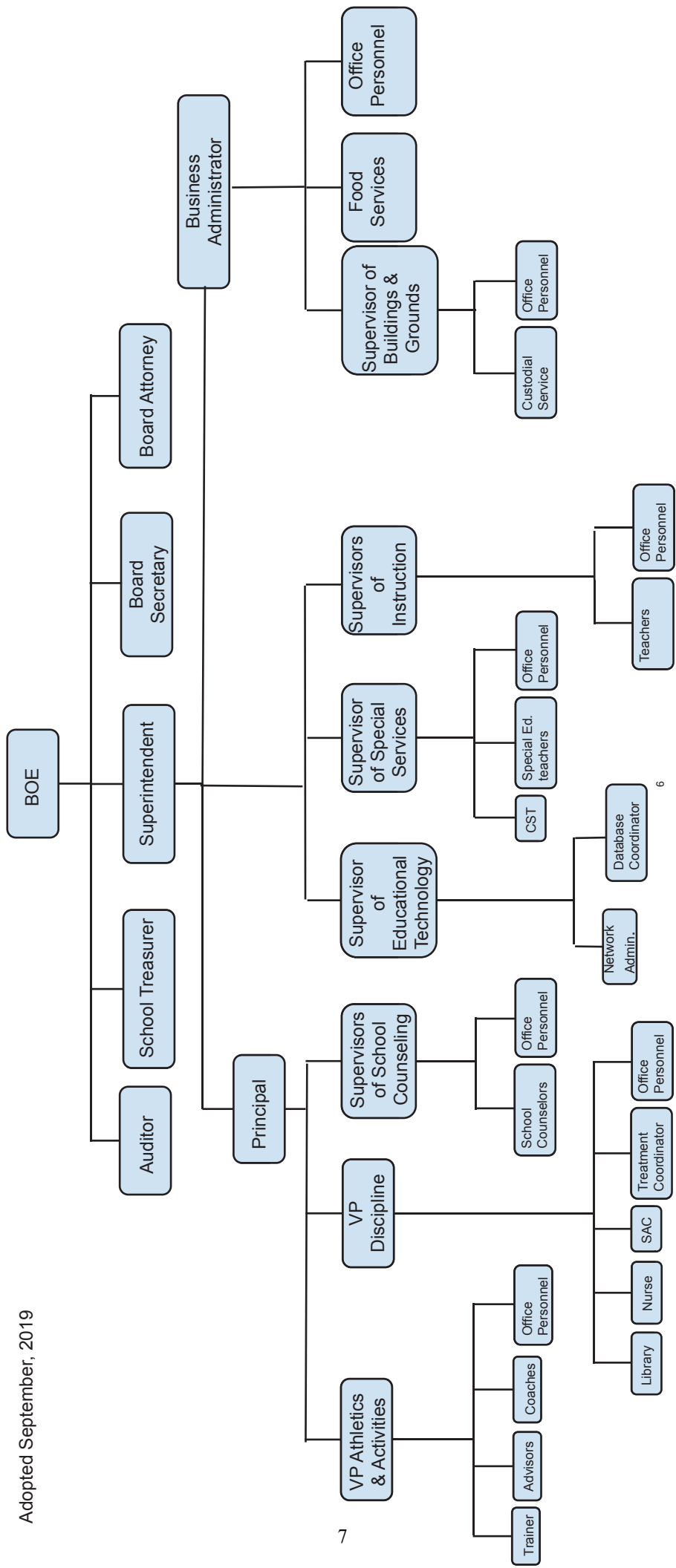
Respectfully submitted,



Anne R. Facendo
Interim Superintendent of Schools



Valery Petrone
Interim School Business Administrator



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**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
RUMSON, NEW JERSEY
ROSTER OF OFFICIALS
JUNE 30, 2021**

Members of the Board of Education

TERM EXPIRES

Anne Marie McGinty, President

2023

Jane Pattwell, Vice President

2022

Eileen Hickey

2023

Joseph T. Kenney

2021

Brian Leddin

2021

Sarah Maris

2021

Stephen Page

2022

Katherine Thompson

2022

Dorothy Whitehouse

2023

Other Officials

Debra Gulick, Superintendent of Schools

Michele Loree, School Business Administrator/Board Secretary

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**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
RUMSON, NEW JERSEY
CONSULTANTS AND ADVISORS
JUNE 30, 2021**

AUDITOR/AUDIT FIRM

Robert Allison, CPA, PSA
Holman Frenia Allison, P. C.
1985 Cedar Bridge Avenue
Lakewood, New Jersey 08701

ATTORNEY

Sciarrillo, Cornell, Merlino, McKeever & Osborne, LLC
238 St. Paul Street
Westfield, New Jersey 07090

BOND & SPECIAL COUNCIL

McManimom, Scotland & Baurmann, LLC
75 Livingston Ave
Roseland, New Jersey 07068

OFFICIAL DEPOSITORY

Wells Fargo (primary depository)
1st Constitution Bank
State of New Jersey Cash Management Fund

ARCHITECT

Spiezle Architectural Group
1395 Yardville Hamilton Square Road
Hamilton Township, New Jersey 08691

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FINANCIAL SECTION

Second Section

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INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Rumson-Fair Haven Regional School District
County of Monmouth
Rumson, NJ 07760

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Governmental 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 District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

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

Emphasis of Matter

Change in Accounting Principle

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

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, statistical section and schedule of expenditures of federal awards are presented for purposes of additional analysis, as required by the Division of Administration and Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedule of expenditures of state financial assistance, as required by New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, is also presented for purposes of additional analysis and is not a required part of the basic financial statements.

The accompanying combining statements and related major fund supporting statements and schedules, and the schedules of expenditures of federal awards and state financial assistance are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting other records used to prepare the basic financial statements or the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying combining statements and related major fund supporting statements and schedules and schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards* , we have also issued our report dated February 10, 2022 our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Robert W. Allison
Certified Public Accountant
Public School Accountant, No. 897

Lakewood, New Jersey
February 10, 2022

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REQUIRED SUPPLEMENTARY INFORMATION - PART I

Management's Discussion and Analysis

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Rumson-Fair Haven Regional High School District

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2021

Unaudited

The discussion and analysis of Rumson-Fair Haven Regional High School District's financial performance provides an overall review of the School Board's financial activities for the fiscal year ended June 30, 2021. The intent of this discussion and analysis is to look at the School Board's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the School Board's financial performance.

Financial Highlights

Key financial highlights for June 30, 2021 are as follows:

Net position totaled \$15,137,875.32, which represents a 7.68% increase from June 30, 2020.

General revenues accounted for \$22,359,237.87 in revenue or 68.36 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$10,347,166.78 or 31.64 percent of total revenues of \$32,706,404.65.

Total assets increased by \$1,625,101 as current assets increased by \$143,320 and capital assets, net increased by \$1,481,782.

The School Board had \$32,751,817.01 in expenses; only \$10,347,166.78 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of \$20,414,152 were adequate to provide for these programs.

Among major funds, the General Fund had \$25,373,040 in revenues and \$25,064,511 in expenditures and transfers. The General Fund's balance increased \$313,169 over June 30, 2020. The General Fund's balance is \$6,543,535

Using this Comprehensive Annual Financial Report (CAFR)

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

The Statement of Net Position and Statement of Activities provide information about the activities of the School Board, presenting both an aggregate view of the School Board's finances and longer-term view of those finances. Fund financial statements provide the next level of detail. For government 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 School Board's most significant funds with all other non- major funds presented in total in one column. In the case of Rumson-Fair Haven Regional High School District, the General Fund is by far the most significant.

Reporting the School Board as a Whole

Statement of Net Position and the Statement of Activities

The Statement of Net Position and Statement of Activities provide information about the activities of the entire School District and are designed to provide readers with a broad overview of the District's finances, in a manner similar to private-sector business.

These statements include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into consideration 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. The change in net position is important because it informs the reader that, for the School District as a whole, the financial position of the School District has improved or worsened. The causes of the change may be the result of many factors, some financial and some not. Non-financial factors include, but are not limited to, the District's property tax base, current laws in New Jersey restricting revenue growth, facility conditions, and required educational programs. In the Statement of Net Position and the Statement of Activities, the School Board is divided into two kinds of activities:

Governmental Activities - All of the School Board's programs and services are reported here including, instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

Business-Type Activities - This service is provided on a charge for goods or services basis to recover all the expense of the goods or services provided. The Food Service Funds are reported as a business activity.

Reporting the School Board's Most Significant Funds Fund

Financial Statement

The Analysis of the School Board's major funds begins with Exhibit B-1. Fund financial reports provide detailed information about the School Board's major funds. The School Board's major governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund.

Governmental Funds

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

The School Board as a Whole

The Statement of Net Position provides the financial perspective of the School Board as a whole.

Table 1 provides a summary comparison of the School Board's net position for June 30, 2021 and 2020.

Table 1

Net Position as of June 30, 2021 and June 30, 2020

	June 30, 2021			June 30, 2020		
	Governmental Activities	Business- type Activities	Total	Governmental Activities	Business-type Activites	Total
Assets						
Current and other asset	\$ 15,849,133	\$ 249,885	\$ 16,099,019	\$ 15,659,081	\$ 296,618	\$15,955,699
Capital assets, net	16,054,111	43,569	16,097,680	14,573,372	42,526	14,615,898
Total Assets	31,903,244	293,454	32,196,698	30,232,453	339,144	30,571,597
Deferred outflow of resources						
	<u>752,776</u>	<u>-</u>	<u>752,776</u>	<u>622,216</u>	<u>-</u>	<u>622,216</u>
Liabilities						
Current Liabilities	920,495	34,623	955,118	125,656	-	125,656
Long- term liabilities outstanding	15,161,528	-	15,161,528	15,492,182	-	15,492,182
Total liabilities	16,082,023	34623	15,617,838	15,617,838	-	15,617,838
Deferred inflow of resources						
	<u>1,436,122</u>	<u>-</u>	<u>1,436,122</u>	<u>1,277,211</u>	<u>-</u>	<u>1,277,211</u>
Net position						
Net investment in capital assets	4,334,111	43,569	4,377,680	2,378,372	42,526	2,420,898
Restricted	13,472,308	-	13,472,308	14,866,042	-	14,866,042
Unrestricted	(2,668,544)	215,263	(2,453,281)	(3,284,794)	296,618	(2,988,176)
Total Net Position	\$ 15,137,875	\$ 258,832	\$ 15,396,707	\$ 13,959,620	\$ 339,144	\$14,298,764

The unrestricted net position is a negative balance due to the unfunded liabilities for compensated absences and PERS pension. The District expects to be able to fund these liabilities as they come due yearly.

The School Board's combined net position was \$15,396,620 on June 30, 2021. This is a change of 7.68% from the previous year.

As described in Note 19 to the financial statements, "Prior Period Adjustment/Restatement of Net Position", the District has adopted the provisions of GASB Statement No. 84, Fiduciary Activities, for the year ended June 30, 2021. The adoption of this principle resulted in a restatement of the District's opening net position as of July 1, 2020 in the amount of \$15,102,975.21, as indicated in Note 19 to the financial statements. The adoption of this principle resulted in a restatement of the District's opening General Fund fund balance and Special Revenue Fund fund balance as of July 1, 2020 in the amount of \$6,230,365.21 and \$889,796 respectively, as indicated in Note 19 to the financial statements.

Table 2 provides a comparison analysis of School Board's changes in net position from fiscal years June 30, 2021 and 2020.

Table 2

Changes in Net Position

	June 30, 2020			June 30, 2019		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Revenues						
Program Revenues:						
Charges for Services	\$ -	\$ 266,141	\$ 266,141	\$ 295,816	\$ 818,483	\$ 1,114,299
Operating & Capital grants and contributions	10,081,026	-	1,252,343	1,252,343	-	1,252,343
General revenues:						
Property taxes	20,414,152	-	20,031,713	20,031,713	-	20,031,713
Federal and state aid	1,076,625	-	1,381,350	1,381,350	-	1,381,350
Miscellaneous	868,461	-	126,558	341,311	-	341,311
Total revenues	32,440,264	266,141	23,058,105	23,302,533	818,483	24,121,016
Expenses						
Instructional services	18,540,037	-	9,970,941	9,970,941	-	9,970,941
Support services	13,202,255	346,453	15,444,820	14,662,146	782,674	15,444,820
Interest on long-term liabilities	663,072	-	497,324	497,324	-	497,324
Total expenses	32,405,364	346,453	25,913,085	25,130,411	782,674	25,913,085
Change in net position	34,900	(80,312)	(2,854,980)	(1,827,878)	35,809	(1,792,069)
Net position - beginning*	15,102,975	339,144	16,090,833	15,787,498	303,335	16,090,833
Net position (deficit) - ending	\$ 15,137,875	\$ 258,832	\$ 13,235,853	\$ 13,959,620	\$ 339,144	\$ 14,298,764

*Beginning Net Position was restated for June 30, 2020. Please see Note 19.

The tax levy increase was due in general to cover increased costs in salaries and benefits, equipment, and materials. The Federal and State aid-restricted increased due to the increase in grants available.

Regular instructional costs increased due to contractual increases in salary and benefits as well as program maintenance and enhancements.

Other support services increased primarily due to the additional other purchased professional services from the Special Revenue Fund.

Business-Type Activities

Revenues for the District's business-type activities (food service program and technology shared service/summer academic enrichment) were comprised of charges for services and royalties.

Total Enterprise Fund expenses exceeded revenues by \$80,312.

Charges for services represent \$266,141 of revenue. This represents the amount paid by patrons for daily food service and catering.

Governmental Activities

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

Table 3

Governmental Activities

Comparative Statement of Activities

	Total Cost of Services			2019-2020		
	2020-2021	2019-2020	% Change	2020-2021	2019-2020	% Change
Instruction	\$ 18,540,037	\$ 9,970,941	86%	\$ 10,318,516	\$ 9,675,125	7%
Support Services:						
Pupil & Instructional Staff	6,173,908	5,155,598	20%	5,085,408	3,903,255	30%
General Administration/School Admin						
Operation and Maintenance						
of Facilities	5,547,307	8,556,584	-35%	4,910,054	8,556,584	-43%
Pupil Transportation	1,481,040	949,964	56%	3,114,355	949,964	228%
Interest & Fiscal Changes	663,072	497,324	33%	663,072	497,324	33%
	<u>\$ 32,405,364</u>	<u>\$ 25,130,411</u>	29%	<u>\$ 24,091,405</u>	<u>\$ 23,582,252</u>	2%

Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student, including extracurricular activities.

Extracurricular activities includes expenses related to student activities provided by the District which are designed to provide opportunities for students to participate in school and public events for the purpose of motivation, enjoyment, skill improvement, school spirit and leadership. Approximately 95% of the student population participates in extracurricular activities.

Pupils and instructional staff include the activities involved with assisting staff with the content and process of teaching to students, including curriculum and staff development.

General administration, school administration and business include expenses associated with administrative and financial supervision of the District.

Operation and maintenance of facilities activities involve keeping the school grounds, buildings, and equipment in an effective working condition.

Pupil transportation includes activities involved with the conveyance of students to and from school, to school curricular and athletic activities and field trips as provided by state law.

Interest and fiscal charges involve the transactions associated with the payment of interest and other related charges to debt of the District.

The School Board's Funds

The School Board uses funds to control and manage money for particular purposes. The Fund's basic financial statements allow the School Board to demonstrate its stewardship over and accountability for resources received from the Boroughs of Rumson and Fair Haven, State of New Jersey and other entities. These statements also allow the reader to obtain more insight into the financial workings of the School Board, and assess further the School Board's overall financial health.

As the School Board completed the fiscal year ended June 30, 2021, it reported a combined fund balance of \$15,904,491, which is a decrease of \$1,582,289. The Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds, Exhibit B-2, presents the reader with a detailed explanation of the decrease in fund balance for the fiscal year.

The following schedule presents a summary of General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund revenues for the fiscal year ended June 30, 2021.

Comparative Summary of Revenues

Revenue	2020-2021		2019-2020		Increase/(Decrease) from 2019-2020 to 2020-2021
	Amount	Percent of Total	Amount	Percent of Total	
Local Sources	\$ 21,282,613	78.45%	\$ 20,668,840	88.70%	\$ 613,773
State Sources	5,327,821	19.64%	2,545,982	10.93%	2,781,839
Federal Sources	517,379	1.91%	87,711	0.38%	429,668
	<u>\$ 27,127,814</u>	<u>100.00%</u>	<u>\$ 23,302,533</u>	<u>100.00%</u>	<u>\$ 3,825,281</u>

The following schedule presents a summary of General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund expenditures for the fiscal year ended June 30, 2021.

Comparative Summary of Expenditures

Expenditures	2020-2021		2019-2020		Increase/Decrease from 2019-2020 to 2020-2021
	Amount	Percent of Total	Amount	Percent of Total	
Current Expense:					
Instruction	\$ 8,663,468	30.18%	\$ 8,970,115	35.96%	\$ (306,647.47)
Undistributed Expenditures	15,960,148	55.59%	12,185,281	48.85%	3,774,867
Capital Outlay	3,138,515	10.93%	2,888,015	11.58%	250,500
Debt Service:					
Principal	475,000	1.65%	401,000	1.61%	74,000
Interest	472,972	1.65%	497,324	1.99%	(24,352)
	<u>\$ 28,710,103.31</u>	<u>100%</u>	<u>\$ 24,941,735.00</u>	<u>100%</u>	<u>\$ 3,792,720.05</u>

General Fund Budgeting Highlights

The School Board'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 budgeted fund is the General Fund.

Over the course of the year, the School Board revises its budget as it attempts to take into consideration unexpected changes in revenue and expenditures.

A schedule showing the School Board's original and final budget compared with actual operating results is provided in Section C of the CAFR, entitled Budgetary Comparison Schedules. The School Board generally did better than had been budgeted in its General Fund since it practices conservative budgetary practices in which revenues are forecasted very conservatively and expenditures are budgeted with worst-case scenarios in mind.

The General Fund finished the fiscal year approximately \$2,977,014 better than had been budgeted in terms of expenditures. Revenue-wise, the General Fund fared about \$787,580 more than expected. Both these amounts have been adjusted for the non-budgeted amounts reflected in the comparison schedule for reimbursed TPAF social security contributions and on-behalf TPAF post-retirement medical contributions.

The General Fund has restricted a portion of its Fund Balance. The restricted Fund Balance items are as follows:

Capital Reserve	3,756,390
Maintenance Reserve	881,763
Emergency Reserve	25,000

These restricted reserves are regulated as to their use by the State of New Jersey. Therefore, the Board places funds in the reserves in combination with the future financial needs of the District.

The expenditures were less due to cost containment by the Board even after the salary and benefit increases. General supplies were purchased at better prices than expected due to the school board joining other schools in cooperative bidding. Through efforts made in finding jointures with other local districts, and increase students on district owned vehicles the district transportation costs were lowered for special needs students.

Capital Assets and Debt Administration

Capital Assets. At the end of the fiscal year June 30, 2021, the School Board had \$16,097,680 invested in land, buildings, and machinery and equipment.

Table 4

Capital Assets (Net of Depreciation) at June 30, 2021 and June 30, 2020

	Governmental Activities		Business- type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	\$ 7,500	\$ 7,500	\$ -	\$ -	\$ 7,500	\$ 7,500
Construction in Progress	1,866,717.98	-	-	-	1,866,717.98	-
Building and Improvements	13,507,272	13,811,592	3,133	3,648	13,510,405	13,815,240
Machinery and Equipment	672,621	754,280	40,436	38,878	713,057	793,158
Total	\$ 16,054,111	\$ 14,573,372	\$ 43,569	\$ 42,526	\$ -	\$ 16,097,680

During the current fiscal year, \$1,481,782 of capital assets were capitalized as additions. Increases in capital assets were offset by depreciation expense for the year.

Debt Administration. The District's long-term liabilities are as follows for the governmental and business- type activities:

	Balance	Balance
	June 30, 2020	June 30, 2021
Governmental Activities:		
General Obligation Bonds	\$ 12,195,000.00	\$ 11,720,000.00
Compensated Absences	293,705.00	317,952.59
Net Pension Liability	3,003,477.00	3,123,575.00
Total	\$ 15,492,182.00	\$ 15,161,527.59

For more detailed information, please refer to the Capital Assets and Long-term debt notes in the basic financial statements.

Economic Factors and Next Year's Budget

For the 2021-2022 school year, the School Board was able to sustain its budget through the local tax levy, state education aid and local revenue sources. Approximately 4.5% of the School Board's revenue is from federal, state and local aid (restricted and not restricted), while 95.5% of total revenue is from local tax levy.

The \$(2,448,641) in unrestricted net position for all governmental activities represents the accumulated results of all past years' operations. It means that if the School Board had to pay off all bills today, including all of the School Board's non-capital liabilities (compensated absences, etc.), the School Board would have that much in value.

The 2020-2021 budget was adopted in May 2020 based in part on the state education aid the School Board anticipated receiving. Due to the economic condition in the State of New Jersey funding from the State for the current year remained below the previous year. Any future increases based on the enrollment formula, originally formulated to allocate state education aid amongst school boards, will be minimal. Future decreases in local revenue and state education aid will place additional burden on the Borough's of Rumson and Fair Haven for increased aid.

The School Board anticipates a slight increase in enrollment for the 2021-2022 fiscal year. If the School Board were to experience a significant increase in enrollment with no appreciable increase in state aid for future budgets, the School Board will be faced with the following alternatives: (a) reduce programs and services, (b) increase local tax levy or (c) seek alternative sources of funding.

Contacting the School Board's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or need additional information, you may contact the School Business Administrator/Board Secretary at Rumson-Fair Haven Regional High School District, 74 Ridge Road, Rumson, NJ, 07760.

BASIC FINANCIAL STATEMENTS

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A. Government-Wide Financial Statements

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RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2021

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
Cash & Cash Equivalents	\$ 13,222,033.36	\$ 247,836.72	\$ 13,469,870.08
Receivables, Net (Note 4)	763,947.00	-	763,947.00
Inventory	-	2,048.73	2,048.73
Restricted Cash & Cash Equivalents	1,863,152.79	-	1,863,152.79
Capital Assets, Net (Note 5):			
Non-Depreciable	1,874,217.98	-	1,874,217.98
Depreciable	14,179,892.80	43,569.00	14,223,461.80
Total Assets	<u>31,903,243.93</u>	<u>293,454.45</u>	<u>32,196,698.38</u>
DEFERRED OUTFLOWS OF RESOURCES			
Related to Pensions (Note 8)	<u>752,776.00</u>	-	<u>752,776.00</u>
Total Deferred Outflow of Resources	<u>752,776.00</u>	-	<u>752,776.00</u>
LIABILITIES			
Accounts Payable	698,829.37	14,775.00	713,604.37
Payroll Deductions and Withholdings Payable	8,134.40	-	8,134.40
Unemployment Trust Fund Liability	13,754.03	-	13,754.03
Unearned Revenue	9,010.70	19,847.92	28,858.62
Accrued Interest	165,852.52	-	165,852.52
Other Liabilities	24,914.00	-	24,914.00
Noncurrent Liabilities (Note 7):			
Due Within One Year	503,140.78	-	503,140.78
Due in More Than One Year	14,658,386.81	-	14,658,386.81
Total Liabilities	<u>16,082,022.61</u>	<u>34,622.92</u>	<u>16,116,645.53</u>
DEFERRED INFLOWS OF RESOURCES			
Related to Pensions (Note 8)	<u>1,436,122.00</u>	-	<u>1,436,122.00</u>
Total Deferred Inflow of Resources	<u>1,436,122.00</u>	-	<u>1,436,122.00</u>
NET POSITION			
Net Investment in Capital Assets	4,334,110.78	43,569.00	4,377,679.78
Restricted for:			
Capital Projects	11,446,289.72	-	11,446,289.72
Debt Service	2.09	-	2.09
Emergency Reserve	25,000.00	-	25,000.00
Maintenance Reserve	881,763.09	-	881,763.09
Unemployment Reserve	253,559.21	-	253,559.21
Student Activities	376,132.50	-	376,132.50
Scholarship	484,921.36	-	484,921.36
Unrestricted (Deficit)	<u>(2,663,903.43)</u>	<u>215,262.53</u>	<u>(2,448,640.90)</u>
Total Net Position	<u>\$ 15,137,875.32</u>	<u>\$ 258,831.53</u>	<u>\$ 15,396,706.85</u>

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2021**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction:						
Regular Instruction	\$ 13,194,898.53	\$ -	\$ 5,948,398.91	\$ (7,246,499.62)	\$ -	\$ (7,246,499.62)
Special Education Instruction	2,869,626.58	-	1,220,504.01	(1,649,122.57)	-	(1,649,122.57)
Other Instruction	2,475,511.65	-	1,052,618.11	(1,422,893.54)	-	(1,422,893.54)
Support Services:						
Tuition	1,993,688.42	-	360,052	(1,633,636.42)	-	(1,633,636.42)
Student & Instruction Related Services	4,180,219.87	-	728,447.91	(3,451,771.96)	-	(3,451,771.96)
General Administrative	917,952.44	-	165,703.28	(752,249.16)	-	(752,249.16)
School Administrative Services	611,732.34	-	110,615.76	(501,116.58)	-	(501,116.58)
Central Services	493,057.81	-	89,021.44	(404,036.37)	-	(404,036.37)
Administrative Info. Technology	151,959.09	-	13,661.71	(138,297.38)	-	(138,297.38)
Plant Operations & Maintenance	3,372,605.05	-	258,250.32	(3,114,354.73)	-	(3,114,354.73)
Pupil Transportation	1,481,039.55	-	133,752.51	(1,347,287.04)	-	(1,347,287.04)
Interest & Other Charges	663,072.39	-	-	(663,072.39)	-	(663,072.39)
Total Governmental Activities	32,405,363.72	-	10,081,025.96	(22,324,337.76)	-	(22,324,337.76)
Business-Type Activities:						
Food Service	328,565.62	253,128.32	-	-	(75,437.30)	(75,437.30)
Other Enterprise Fund	17,887.67	13,012.50	-	-	(4,875.17)	(4,875.17)
Total Business-Type Activities	346,453.29	266,140.82	-	-	(80,312.47)	(80,312.47)
Total Primary Government	\$ 32,751,817.01	\$ 266,140.82	\$ 10,081,025.96	(22,324,337.76)	(80,312.47)	(22,404,650.23)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes				19,704,634.00	-	19,704,634.00
Property Taxes, Levied for Debt Service				709,518.00	-	709,518.00
Federal & State Aid Restricted				183,864.00	-	183,864.00
Federal & State Aid Not Restricted				892,760.52	-	892,760.52
Tuition Charges				346,949.00	-	346,949.00
Miscellaneous				521,512.35	-	521,512.35
Total General Revenues				22,359,237.87	-	22,359,237.87
Change In Net Position				34,900.11	(80,312.47)	(45,412.36)
Net Position - Beginning (As Restated, Note 19)				15,102,975.21	339,144.00	15,442,119.21
Net Position - Ending				\$ 15,137,875.32	\$ 258,831.53	\$ 15,396,706.85

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

B. Fund Financial Statements

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Governmental Funds

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**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2021**

	MAJOR FUNDS				TOTAL GOVERNMENTAL FUNDS
	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	
ASSETS					
Cash & Cash Equivalents	\$ 4,771,876.82	\$ 705,720.24	7,744,434.21	\$ 2.09	\$ 13,222,033.36
Receivables, Net:					
Due from Other Governments:					
Federal	-	167,292.00	-	-	167,292.00
State	587,606.00	-	-	-	587,606.00
Other	9,049.00	-	-	-	9,049.00
Restricted Cash & Cash Equivalents	1,863,152.79	-	-	-	1,863,152.79
Total Assets	<u>\$ 7,231,684.61</u>	<u>\$ 873,012.24</u>	<u>\$ 7,744,434.21</u>	<u>\$ 2.09</u>	<u>\$ 15,849,133.15</u>
LIABILITIES & FUND BALANCES					
Accounts Payable	\$ 641,347.50	\$ 2,947.68	\$ 54,534.19	\$ -	\$ 698,829.37
Payroll Deductions and Withholdings Payable	8,134.40	-	-	-	8,134.40
Unemployment Trust Fund Liability	13,754.03	-	-	-	13,754.03
Unearned Revenue	-	9,010.70	-	-	9,010.70
Other Liabilities	24,914.00	-	-	-	24,914.00
Total Liabilities	<u>688,149.93</u>	<u>11,958.38</u>	<u>54,534.19</u>	<u>-</u>	<u>754,642.50</u>
Fund Balances:					
Restricted for:					
Capital Reserve	3,756,389.70	-	-	-	3,756,389.70
Maintenance Reserve	881,763.09	-	-	-	881,763.09
Emergency Reserve	25,000.00	-	-	-	25,000.00
Unemployment Reserve	253,559.21	-	-	-	253,559.21
Student Activities	-	376,132.50	-	-	376,132.50
Scholarship	-	484,921.36	-	-	484,921.36
Capital Projects	-	-	7,689,900.02	-	7,689,900.02
Debt Service	-	-	-	2.09	2.09
Assigned to:					
Designated for Subsequent Year	500,000.00	-	-	-	500,000.00
Other Purposes	323,793.66	-	-	-	323,793.66
Unassigned	803,029.02	-	-	-	803,029.02
Total Fund Balances	<u>6,543,534.68</u>	<u>861,053.86</u>	<u>7,689,900.02</u>	<u>2.09</u>	<u>15,094,490.65</u>
Total Liabilities & Fund Balances	<u>\$ 7,231,684.61</u>	<u>\$ 873,012.24</u>	<u>\$ 7,744,434.21</u>	<u>\$ 2.09</u>	
Amounts reported for governmental activities in the statement of net position (A-1) are different because:					
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$35,078,189.98 and the accumulated depreciation is \$19,024,079.20.					16,054,110.78
Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refunding are applicable to future reporting periods and therefore are not reported in the funds.					
Deferred Outflows Related to Pensions					983,632.00
Deferred Inflows Related to Pensions					(1,436,122.00)
Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported as a liability in the funds.					(165,852.52)
Accrued pension contributions for the June 30, 2021 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.					(230,856.00)
Long-term liabilities, including net pension liability and bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.					<u>(15,161,527.59)</u>
Net Position of Governmental Activities					<u>\$ 15,137,875.32</u>

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2021

	MAJOR FUNDS				TOTAL GOVERNMENTAL FUNDS
	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	
Revenues:					
Local Sources:					
Local Tax Levy	\$ 19,704,634.00	\$ -	\$ -	\$ 709,518.00	\$ 20,414,152.00
Tuition Charges	346,949.00	-	-	-	346,949.00
Miscellaneous	182,140.10	339,372.25	-	-	521,512.35
Total Local Sources	20,233,723.10	339,372.25	-	709,518.00	21,282,613.35
State Sources	5,143,957.32	-	-	183,864.00	5,327,821.32
Federal Sources	-	517,379.16	-	-	517,379.16
Total Revenues	25,377,680.42	856,751.41	-	893,382.00	27,127,813.83
Expenditures:					
Instruction:					
Regular Instruction	5,828,774.62	337,071.24	-	-	6,165,845.86
Special Education Instruction	1,340,759.08	-	-	-	1,340,759.08
Other Instruction	1,156,862.59	-	-	-	1,156,862.59
Support Services:					
Tuition	1,474,587.06	-	-	-	1,474,587.06
Attendance & Social Work Services	30,248.42	-	-	-	30,248.42
Health Services	87,795.09	-	-	-	87,795.09
Student & Instruction Related Services	2,425,357.14	548,421.88	-	-	2,973,779.02
General Administrative	679,051.45	-	-	-	679,051.45
School Administrative Services	452,253.23	-	-	-	452,253.23
Central Services	364,712.06	-	-	-	364,712.06
Administrative Information Technology	112,565.84	-	-	-	112,565.84
Plant Operations & Maintenance	2,115,333.37	-	-	-	2,115,333.37
Pupil Transportation	1,095,366.94	-	-	-	1,095,366.94
Unallocated Benefits	2,856,635.53	-	-	-	2,856,635.53
On Behalf TPAF Pension and Social Security Contributions	3,717,820.32	-	-	-	3,717,820.32
Capital Outlay	1,271,797.21	-	1,866,717.98	-	3,138,515.19
Debt Service:					
Principal	-	-	-	475,000.00	475,000.00
Interest & Other Charges	54,591.00	-	-	418,381.26	472,972.26
Total Expenditures	25,064,510.95	885,493.12	1,866,717.98	893,381.26	28,710,103.31
Excess/(Deficiency) of Revenues Over Expenditures	313,169.47	(28,741.71)	(1,866,717.98)	0.74	(1,582,289.48)
Net Changes in Fund Balances	313,169.47	(28,741.71)	(1,866,717.98)	0.74	(1,582,289.48)
Fund Balance, July 1, (As Restated, See Note 19)	6,230,365.21	889,795.57	9,556,618.00	1.35	16,676,780.13
Fund Balance, June 30	\$ 6,543,534.68	\$ 861,053.86	\$ 7,689,900.02	\$ 2.09	\$ 15,094,490.65

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

Total Net Changes in Fund Balances - Governmental Funds (B-2)	\$	(1,582,289.48)
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the period.		
Depreciation Expense	\$	(1,145,164.20)
Capital Outlay		<u>2,625,902.98</u>
		1,480,738.78
Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period.		
		(148,449.06)
Repayment of long-term debt principal and obligation of lease purchase agreements are an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		
		475,000.00
In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is an addition in the reconciliation (+).		
		(165,852.54)
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		
		<u>(24,247.59)</u>
Change in Net Position of Governmental Activities	\$	<u>34,900.11</u>

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Proprietary Funds

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**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 JUNE 30, 2021**

	MAJOR FUNDS		
	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	FOOD SERVICE	OTHER ENTERPRISE	TOTALS
ASSETS			
Current Assets:			
Cash & Cash Equivalents	\$ 237,379.89	\$ 10,456.83	\$ 247,836.72
Inventories	2,048.73	-	2,048.73
Total Current Assets	239,428.62	10,456.83	249,885.45
Noncurrent Assets:			
Capital Assets	180,542.00	-	180,542.00
Less: Accumulated Depreciation	(136,973.00)	-	(136,973.00)
Total Capital Assets, Net	43,569.00	-	43,569.00
Total Noncurrent Assets	43,569.00	-	43,569.00
Total Assets	\$ 282,997.62	\$ 10,456.83	\$ 293,454.45
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 14,775.00	\$ -	14,775.00
Unearned Revenue	19,847.92	-	19,847.92
Total Current Liabilities	34,622.92	-	34,622.92
NET POSITION			
Net Investment in Capital Assets	43,569.00	-	43,569.00
Unrestricted	204,805.70	10,456.83	215,262.53
Total Net Position	\$ 248,374.70	\$ 10,456.83	\$ 258,831.53

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

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

	MAJOR FUNDS		
	BUSINESS-TYPE		
	ACTIVITIES -		
	ENTERPRISE		
	FUNDS		
	FOOD	OTHER	TOTALS
	SERVICE	ENTERPRISE	
Operating Revenues:			
Charges for Services:			
Daily Sales - Non-Reimbursable Programs	\$ 247,783.83	\$ -	\$ 247,783.83
Miscellaneous	5,344.49	13,012.50	18,356.99
Total Operating Revenues	253,128.32	13,012.50	266,140.82
Operating Expenses:			
Cost of Sales - Non-Reimbursable Programs	296,755.56	-	296,755.56
Salaries	-	16,350.28	16,350.28
Employee Benefits	-	573.75	573.75
Supplies and Materials	6,384.25	963.64	7,347.89
Depreciation	4,757.00	-	4,757.00
Management and Administrative Fees/Purchase Technical	20,668.81	-	20,668.81
Total Operating Expenses	328,565.62	17,887.67	346,453.29
Operating Loss	(75,437.30)	(4,875.17)	(80,312.47)
Change in Net Position	(75,437.30)	(4,875.17)	(80,312.47)
Total Net Position - Beginning	323,812.00	15,332.00	339,144.00
Total Net Position - Ending	\$ 248,374.70	\$ 10,456.83	\$ 258,831.53

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS
 YEAR ENDED JUNE 30, 2021**

	MAJOR FUNDS		
	BUSINESS-TYPE		
	ACTIVITIES -		
	ENTERPRISE		
	FUNDS		
	FOOD	OTHER	TOTALS
	SERVICE	ENTERPRISE	
Cash Flows From Operating Activities:			
Receipts from Customers	\$ 272,976.24	\$ 13,012.50	\$ 285,988.74
Payments to Employees	-	(16,350.28)	(16,350.28)
Payments for Employee Benefits	-	(573.75)	(573.75)
Payments to Suppliers	(308,529.35)	(963.64)	(309,492.99)
Net Cash Used for Operating Activities	(35,553.11)	(4,875.17)	(40,428.28)
Cash Flows From Capital & Related Financing Activities:			
Purchases of Capital Assets	(5,800.00)	-	(5,800.00)
Net Cash Used for Capital & Related Financing Activities	(5,800.00)	-	(5,800.00)
Net Decrease in Cash & Cash Equivalents	(41,353.11)	(4,875.17)	(46,228.28)
Balances - Beginning of Year	278,733.00	15,332.00	294,065.00
Balances - End of Year	\$ 237,379.89	\$ 10,456.83	\$ 247,836.72
Reconciliation of Operating Loss to Net Cash Used for Operating Activities:			
Operating Loss	\$ (75,437.30)	\$ (4,875.17)	\$ (80,312.47)
Adjustments to Reconcile Operating Loss to Net Cash Provided by Operating Activities:			
Depreciation	4,757.00	-	4,757.00
Decrease in Inventories	504.27	-	504.27
Increase in Unearned Revenue	19,847.92	-	19,847.92
Increase in Accounts Payable	14,775.00	-	14,775.00
Total Adjustments	39,884.19	-	39,884.19
Net Cash Used by Operating Activities	\$ (35,553.11)	\$ (4,875.17)	\$ (40,428.28)

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

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Fiduciary Fund
Not Applicable

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RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2021

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RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

Note 1. Summary of Significant Accounting Policies

Basis of Presentation

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

Reporting Entity

The School District is a Type II district located in the County of Monmouth, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members appointed to three-year terms. These terms are staggered so that three members' terms expire each year. The District provides a full range of educational services appropriate to grades levels nine (9) through twelfth (12th) grade. The School District has an approximate enrollment at June 30, 2021 of 965 students.

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

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

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

Component Units

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

Basis of Accounting, Measurement Focus and Financial Statement Presentation

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

A. Government-Wide Financial Statements

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

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the School District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the School District are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes.

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

B. Governmental Fund Financial Statements

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

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

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

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

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

The School District reports the following major governmental funds:

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

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

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

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

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

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

C. Proprietary Fund Financial Statements

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

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

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

The School District reports the following major proprietary funds:

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

Other proprietary funds – The Other proprietary funds accounts for financial transactions relating to technology shared service and a summer academic enrichment program.

D. Fiduciary Fund Financial Statements

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

The School District reports no fiduciary funds.

Budgets/Budgetary Control

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

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

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

The budget, as detailed on Exhibit C-1, Exhibit C-2, and Exhibit I-3, includes all amendments to the adopted budget, if any.

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

Encumbrances

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

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

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

Cash, Cash Equivalents and Investments

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

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

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

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

Tuition Receivable/Payable

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

Inventories

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

Interfund Receivables/Payables

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Capital Assets

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

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

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

Compensated Absences

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

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

Unearned Revenue

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

Accrued Liabilities and Long-Term Obligations

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

Accounting Estimates

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

Interfund Activity

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

Deferred Outflows and Deferred Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future periods and so will not be recognized as an inflow of resources (revenue) until that time.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

Pensions

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

Fund Balance

In accordance with Government Accounting Standards Board 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, fund balances in the governmental funds financial statements are classified into the following five categories, as defined below:

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

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

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

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

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

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

Net Position

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

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

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

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

Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2021 and February 10, 2022, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items have come to the attention of the School District that would require disclosure.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2019 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

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

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

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

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

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

Accounting Pronouncements Effective in Future Reporting Periods

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

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

Statement No. 93, *Replacement of Interbank Offered Rates*. The requirements of this Statement, except for paragraphs 11b, 13, and 14 are effective for reporting periods beginning after June 15, 2020. The requirement in paragraph 11b is effective for reporting periods ending after December 31, 2021. The requirements in paragraphs 13 and 14 are effective for fiscal years periods beginning after June 15, 2021.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 2. Deposits and Investments

Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board’s deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity fund or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2021, the School District’s bank balance of \$15,583,705.11 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$ 14,853,187.78
Uninsured and Uncollateralized	<u>730,517.33</u>
Total	<u><u>\$ 15,583,705.11</u></u>

Investments

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

Note 3. Reserve Accounts

Capital Reserve

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

Funds placed in the capital reserve account are restricted to capital projects in the School District’s approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a School District may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A School District may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant N.J.S.A.19:60-2. Pursuant to N.J.A.C.6:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 3. Reserve Accounts (Continued)

Capital Reserve (continued)

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

Beginning Balance, July 1, 2020	\$	1,255,074.00
Increased by:		
Interest Earnings		1,315.70
Deposits Approved by Board		2,500,000.00
		2,501,315.70
Ending Balance, June 30, 2021	\$	3,756,389.70

Emergency Reserve

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

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

Beginning Balance, July 1, 2020	\$	25,000.00
Ending Balance, June 30, 2021	\$	25,000.00

Maintenance Reserve

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

Funds placed in the maintenance reserve account are restricted to maintenance projects in the School District's approved Maintenance Plan (M-1). A School District may increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. The balance in the account cannot at any time exceed four percent of the replacement cost of the school district's school facilities for the current year.

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

Beginning Balance, July 1, 2020	\$	818,149.00
Increased by:		
Interest Earnings		14.09
Deposits Approved by Board		300,000.00
		300,014.09
Decreased by:		
Budget Withdrawals		(236,400.00)
Ending Balance, June 30, 2021	\$	881,763.09

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 3. Reserve Accounts (Continued)

Unemployment Reserve

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

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

Beginning Balance, July 1, 2020	\$	253,559.00
Increased by:		
Interest		0.21
Ending Balance, June 30, 2021	\$	253,559.21

Note 4. Accounts Receivable

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

Description:	Governmental Funds		
	General Fund	Special Revenue Fund	Total Governmental Activities
Federal Awards	\$ -	\$ 167,292.00	\$ 167,292.00
State Awards	587,606.00	-	587,606.00
Other	9,049.00	-	9,049.00
Total	\$ 596,655.00	\$ 167,292.00	\$ 763,947.00

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 5. Capital Assets

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

	Governmental Activities			Balance June 30, 2021
	Balance July 1, 2020	Additions	Retirements and Transfers	
Governmental Activities:				
Capital Assets not Being Depreciated:				
Land	\$ 7,500.00	\$ -	\$ -	\$ 7,500.00
Construction in Progress	-	1,866,717.98	-	1,866,717.98
Total Capital Assets not Being Depreciated	7,500.00	1,866,717.98	-	1,874,217.98
Capital Assets Being Depreciated:				
Buildings and Building Improvements	29,273,964.00	3,836.10	-	29,277,800.10
Machinery and Equipment	2,265,470.00	19,083.02	-	2,284,553.02
Site Improvements	905,353.00	736,265.88	-	1,641,618.88
Total Capital Assets Being Depreciated	32,444,787.00	759,185.00	-	33,203,972.00
Less: Accumulated Depreciation:				
Buildings and Building Improvements	(15,462,372.00)	(1,029,696.92)	-	(16,492,068.92)
Machinery and Equipment	(1,511,190.00)	(100,741.96)	-	(1,611,931.96)
Site Improvements	(905,353.00)	(14,725.32)	-	(920,078.32)
Total Accumulated Depreciation	(17,878,915.00)	(1,145,164.20)	-	(19,024,079.20)
Total Capital Assets Being Depreciated, Net	14,565,872.00	(385,979.20)	-	14,179,892.80
Total Governmental Activities Capital Assets, Net	\$14,573,372.00	\$ 1,480,738.78	\$ -	\$16,054,110.78
	Business-Type Activities			Balance June 30, 2021
	Balance July 1, 2020	Additions	Retirements and Transfers	
Business-Type Activities:				
Capital Assets Being Depreciated:				
Building Improvements	\$ 12,875.00	\$ -	\$ -	\$ 12,875.00
Equipment	161,867.00	5,800.00	-	167,667.00
Total Capital Assets Being Depreciated	174,742.00	5,800.00	-	180,542.00
Less: Accumulated Depreciation:				
Building Improvements	(9,227.00)	(515.00)	-	(9,742.00)
Equipment	(122,989.00)	(4,242.00)	-	(127,231.00)
Total Capital Assets being depreciated, net	(132,216.00)	(4,757.00)	-	(136,973.00)
Total Business-Type Activities Capital Assets, Net	\$ 42,526.00	\$ 1,043.00	\$ -	\$ 43,569.00

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 5. Capital Assets (Continued)

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

Governmental Activities:

Instruction:

Regular Instruction	\$	398,517.14
Special Education Instruction		86,688.93
Other Instruction		74,779.22

Support Services:

Tuition		95,277.66
Student & Instruction Related Services		178,416.58
General Administrative		43,859.79
School Administrative Services		29,201.69
Central Services		23,590.38
Administrative Info. Technology		7,329.05
Plant Operations & Maintenance		136,732.61
Pupil Transportation		70,771.15
Summer Schools		-

Total Depreciation Expense - Governmental Activities	\$	1,145,164.20
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Note 6. Interfund Receivables, Payables and Transfers

The School District did not have any interfund receivables, payables and/or transfers for the year ended June 30, 2021.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 7. Long-Term Obligations

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

	Balance			Balance	Balance
	June 30, 2020	Additions	Reductions	June 30, 2021	Due Within
					One Year
Governmental Activities:					
General Obligation Bonds	\$ 12,195,000.00	\$ -	\$ 475,000.00	\$ 11,720,000.00	\$ 485,000.00
Compensated Absences	293,705.00	24,247.59	-	317,952.59	18,140.78
Net Pension Liability	3,003,477.00	120,098.00	-	3,123,575.00	-
Total	\$ 15,492,182.00	\$ 144,345.59	\$ 475,000.00	\$ 15,161,527.59	\$ 503,140.78

For governmental activities, the bonds payable are liquidated from the School District's debt service fund. Compensated absences, capital leases, unamortized bond premiums and the net pension liability are liquidated by the general fund.

Bonds Payable

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

On October 2, 2018 the School District issued \$12,596,000.00 of General Obligation Bonds. The General Obligation Bonds were issued at varying interest rates and mature on February, 2039. The following is a schedule of the remaining future minimum payments under General Obligations Bonds:

Fiscal Year Ending	Principal	Interest	Total
June 30,			
2022	\$ 485,000.00	\$ 402,943.76	\$ 887,943.76
2023	500,000.00	387,181.26	887,181.26
2024	520,000.00	370,931.26	890,931.26
2025	535,000.00	354,031.26	889,031.26
2026	550,000.00	336,643.76	886,643.76
2027 - 2031	3,065,000.00	1,401,931.30	4,466,931.30
2032 - 2036	3,695,000.00	845,881.26	4,540,881.26
2037 - 2039	2,370,000.00	177,750.00	2,547,750.00
	\$ 11,720,000.00	\$ 4,277,293.86	\$ 15,997,293.86

Bonds Authorized but not Issued

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 8. Pension Plans

A. Public Employees' Retirement System (PERS)

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

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

The following represents the membership tiers for PERS:

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

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

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 8. Pension Plans (Continued)

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

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources – At June 30, 2021, the School District reported a liability of \$3,123,575.00 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2019, to the measurement date of June 30, 2020. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2020. The School District's proportion measured as of June 30, 2020, was 0.0191543566%, which was an increase of 0.0024854871% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the School District recognized full accrual pension expense of \$194,996.00 in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2020 measurement date. At June 30, 2021 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 56,875.00	\$ 11,046.00
Changes of Assumptions	101,332.00	1,307,870.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	106,766.00	-
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	487,803.00	117,206.00
School District contributions subsequent to measurement date	230,856.00	-
	<u>\$ 983,632.00</u>	<u>\$ 1,436,122.00</u>

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 8. Pension Plans (Continued)

\$230,856.00 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is estimated based on unadjusted 2020-2021 total salaries for PERS employees multiplied by an employer pension contribution rate of 15.11%. The payable is due on April 1, 2022 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,		
2020	\$	43,462.00
2021		(670,404.00)
2022		(57,862.00)
2023		3,056.00
2024		(1,598.00)
	<u>\$</u>	<u>(683,346.00)</u>

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

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 8. Pension Plans (Continued)

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

Inflation Rate:

Price	2.75%
Wage	3.25%

Salary Increases:

Through 2026	2.00% - 6.00% Based on Years of Service
Thereafter	3.00% - 7.00% Based on Years of Service

Investment Rate of Return: 7.00%

Mortality Rate of Return:

PERS	Pub-2010 General Below-Median Income Employee mortality table with fully generational mortality improvement projections from the central year using Scale MP-2020
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Period of Actuarial Experience

Study upon which Actuarial Assumptions were Based:	July 1, 2014 - June 30, 2018
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Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee Mortality Table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2020.

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

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 8. Pension Plans (Continued)

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

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

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 8. Pension Plans (Continued)

	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
School District's Proportionate Share of the Net Pension Liability	\$ 3,962,979.00	\$ 3,123,575.00	\$ 2,456,721.00

Additional Information – The following is a summary of the collective balances of the local group at June 30, 2019 and 2018:

	6/30/2021	6/30/2020
Collective Deferred Outflows of Resources	\$ 2,347,583,337.00	\$ 3,149,522,616.00
Collective Deferred Inflows of Resources	7,849,949,467.00	7,645,087,574.00
Collective Net Pension Liability	16,435,616,426.00	18,143,832,135.00
School District's portion	0.01915%	0.01667%

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description – TPAF is a cost sharing multiple-employer defined benefit pension plan with a special-funding situation, by which the State is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. TPAF is administered by the Division. For additional information about TPAF, please refer to the Division's annual financial statements which can be found at www.nj.gov/treasury/pensions/financial-reports.shtml.

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

The following represents the membership tiers for TPAF:

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 8. Pension Plans (Continued)

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

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

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

Pension Liability and Pension Expense – The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2020 was \$49,995,749. The School District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. The State's proportionate share of the net pension liability associated with the District was based on projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2020, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.0759250762%, which was a decrease of 0.0037120362% from its proportion measured as of June 30, 2019.

For the fiscal year ended June 30, 2021., the State recognized a pension expense in the amount of \$3,108,949.00 for the State's proportionate share of the TPAF pension expense attributable to the School District. This pension expense was based on the pension plans June 30, 2020 measurement date.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 8. Pension Plans (Continued)

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

Inflation Rate:

Price	2.75%
Wage	3.25%

Salary Increases:

Through 2026	1.55% - 4.45% Based on Years of Service
Thereafter	2.75% - 5.65% Based on Years of Service

Investment Rate of Return: 7.00%

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

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

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 8. Pension Plans (Continued)

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

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

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 8. Pension Plans (Continued)

	At 1% Decrease (4.40%)	At Current Discount Rate (5.40%)	At 1% Increase (6.40%)
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	\$ 58,725,862.00	\$ 49,995,749.00	\$ 42,746,855.00

Pension Plan Fiduciary Net Position – For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of TPAF and additions to/deductions from the TPAF’s fiduciary net position have been determined on the same basis as they are reported by the TPAF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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

	6/30/2021	6/30/2020
Collective Deferred Outflows of Resources	\$ 9,626,548,228.00	\$10,129,162,237.00
Collective Deferred Inflows of Resources	14,591,988,841.00	17,736,240,054.00
Collective Net Pension Liability	65,993,498,688.00	61,519,112,443.00
 School District's portion	 0.07593%	 0.07964%

C. Defined Contribution Retirement Plan (DCRP)

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

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007;
- Employees enrolled in the Public Employees’ Retirement System (PERS) or Teachers’ Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established “maximum compensation” limits;
- Employees enrolled in the Police and Firemen’s Retirement System (PFRS) or State Police Retirement System (SPRS) after May 21, 2010, who earn salary in excess of established “maximum compensation” limits;
- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually. The minimum salary in 2020 is \$8,400 and is subject to adjustment in future years.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually. The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 8. Pension Plans (Continued)

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

For the year ended June 30, 2021, employee contributions totaled \$35,646.92, and the School District recognized an expense for payments made to the Defined Contribution Retirement program in the amount of \$71,756.45.

Note 9. Other Post-Retirement Benefits

General Information about the OPEB Plan

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

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

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

Basis of Presentation

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2021 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

Total Nonemployer OPEB Liability

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

Inflation Rate 2.50%

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

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

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

OPEB Obligation and OPEB Expense - The State's proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2020 was \$43,637,713.00. The School District's proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2020, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. The State's proportionate share of the OPEB Obligation associated with the District was based on projection of the State's long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2020, the State proportionate share of the OPEB Obligation attributable to the School District was 63547300.%, which was an increase of 0.00124354% from its proportion measured as of June 30, 2019.

For the fiscal year ended June 30, 2021, the State of New Jersey recognized an OPEB expense in the amount of \$2,203,501.00 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2020 measurement date.

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

Health Care Trend Assumptions

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

Discount Rate

The discount rate for June 30, 2020 was 2.21%, respectively. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

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

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

	June 30, 2020		
	At 1% Decrease (1.21%)	At Discount Rate (2.21%)	At 1% Increase (3.21%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 52,607,515.43	\$ 43,637,713.00	\$ 36,624,191.39
State of New Jersey's Total Nonemployer OPEB Liability	\$ 81,748,410,002.00	\$ 67,809,962,608	\$ 56,911,439,160.00

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

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

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

	June 30, 2020		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 35,225,833.51	\$ 43,637,713.00	\$ 53,654,391.86
State of New Jersey's Total Nonemployer OPEB Liability	\$ 54,738,488,540	\$ 67,809,962,608	\$ 83,375,182,975

* See Healthcare Cost Trend Assumptions for details of rates.

Additional Information

	Deferred Outflows of	Deferred Inflows of
Differences between Expected & Actual Experience	\$ 10,295,318,750.00	\$ (9,170,703,615)
Change in Assumptions	11,534,251,250	(7,737,500,827)
Contributions Made in Fiscal Year Year Ending 2021 After June 30, Berkeley Measurement Date **	TBD	N/A
	\$ 21,829,570,000	\$ (16,908,204,442)
Fiscal Year Ending June 30,		
2021	\$ 43,440,417	
2022	43,440,417	
2023	43,440,417	
2024	43,440,417	
2025	43,440,417	
Thereafter	4,704,163,473	
	\$ 4,921,365,558	

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

Plan Membership

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

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

Changes in the Total OPEB Liability

The change in the State's Total OPEB liability for the fiscal year ended June 30, 2021 (measurement date June 30, 2019) is as follows:

Total OPEB Liability

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

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

As previously mentioned, the School District receives on-behalf payments from the State for normal costs and post-retirement medical costs related to the TPAF pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2021, the on-behalf payments for pension, social security, post-retirement medical costs, and long-term disability were \$2,364,752.00, \$610,594.32, \$741,077.00, and \$1,397.00, respectively.

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 11. Risk Management

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

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

Fiscal Year Ended June 30,	Ending Balance			
	Contributions	Amount Reimbursed	Restricted for: Unemployment Reserve	Unemployment Liability
2021	\$ 16,614.00	\$ (2,859.97)	\$ 253,559.00	\$ 13,754.03
2020	16,711.00	(2,420.00)	239,268.00	14,291.00
2019	16,503.00	(7,513.00)	230,278.00	8,990.00

*Starting on July 1, 2020 Unemployment is accounted for in the General Fund.

As of June 30, 2021 the State provided quarterly bills for the previous four quarters have not been provided in the fiscal year. The District has accrued a liability for estimated unemployment claims.

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

Note 12. Contingencies

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

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 12. Contingencies (Continued)

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

Note 13. Deferred Compensation

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

AXA Equitable	Valic Investments
Lincoln Investment	Fidelity Investment

Note 14. Compensated Absences

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

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

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. At June 30, 2021, the liability for compensated absences reported was \$317,953.00.

Note 15. Tax Abatements

As defined by the GASB Statement No. 77, *Tax Abatement*, a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district’s local tax revenue because *N.J.S.A. 54:4-75* and *N.J.S.A. 54:4-76* require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the School District.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 15. Tax Abatements (Continued)

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

Note 16. Calculation of Excess Surplus

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to *N.J.S.A.18A:7F-7*. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2021 was \$0.00.

Note 17. Fund Balances

General Fund – Of the \$6,543,534.68 General Fund fund balance at June 30, 2020, \$3,756,389.70 has been restricted for the Capital Reserve Account; \$881,763.09 has been restricted for the Maintenance Reserve Account; \$25,000 has been restricted for the Emergency Reserve; \$253,559.21 has been restricted for Unemployment; \$500,000.00 has been assigned for subsequent year's expenditures; \$323,793.66 has been assigned for other purposes; and \$803,029.02 is unassigned.

Special Revenue Fund – Of the \$861,053.86 Special Revenue Fund fund balance at June 30, 2021, \$376,132.50 is restricted for student activities and \$484,921.36 is restricted for scholarships.

Capital Projects Fund – Of the \$7,689,900.02 Capital Projects Fund fund balance at June 30, 2021, \$7,689,900.02 is restricted for future capital projects approved by the School District.

Debt Service Fund – Of the \$2.09 Debt Service Fund fund balance at June 30, 2021, \$2.09 is restricted for future debt service payments.

Note 18. Deficit in Net Position

Unrestricted Net Position – The School District governmental activities had a deficit in unrestricted net position in the amount of \$2,663,903.43 at June 30, 2021. The primary causes of this deficit is the School District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the Public Employee's Retirement System (PERS) as of June 30, 2021. This deficit in unrestricted net position for governmental activities does not indicate that the School District is facing financial difficulties.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

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

Net Position as of July 1, 2020, has been restated as follows for the implementation of GASB Statement No. 84, *Fiduciary Funds*.

Net Position as previously reported at June 30, 2020	\$ 13,959,620.00
Prior Period Adjustment-	
Implementation of GASB 84:	
Restricted Fund Balance - Unemployment	253,559.21
Restricted Fund Balance - Student Activities	481,517.00
Restricted Fund Balance - Scholarship	<u>408,279.00</u>
Total Prior Period Adjustment	<u>1,143,355.21</u>
Net Position as restated, July 1, 2020	<u><u>\$ 15,102,975.21</u></u>

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Fund Balance as previously reported at June 30, 2020	\$ 5,976,806.00	\$ -
Prior Period Adjustment-		
Implementation of GASB 84:		
Restricted Fund Balance - Unemployment	253,559.21	-
Restricted Fund Balance - Student Activities	-	481,517.00
Restricted Fund Balance - Scholarship	-	<u>408,279.00</u>
Total Prior Period Adjustment	<u>253,559.21</u>	<u>889,796.00</u>
Fund Balance as restated, July 1, 2020	<u><u>\$ 6,230,365.21</u></u>	<u><u>\$ 889,796.00</u></u>

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REQUIRED SUPPLEMENTARY INFORMATION - PART II

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C. Budgetary Comparison Schedules

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RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 GENERAL FUND
 BUDGETARY COMPARISON SCHEDULE
 YEAR ENDED JUNE 30, 2021

ACCOUNT NUMBERS	JUNE 30, 2021				VARIANCE FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Revenues:						
Local Sources:						
Local Tax Levy	10-1210	\$ 19,704,634.00	\$ -	\$ 19,704,634.00	\$ 19,704,634.00	\$ -
Tuition From Individuals	10-1310	204,968.00	(41,222.00)	163,746.00	222,344.00	58,598.00
Tuition From Other LEAs Within State	10-1320	-	124,605.00	124,605.00	124,605.00	-
Unrestricted Miscellaneous Revenues	10-1990	5,000.00	-	5,000.00	182,140.10	177,140.10
Total Local Sources		19,914,602.00	83,383.00	19,997,985.00	20,233,723.10	235,738.10
State Sources:						
Categorical Transportation Aid	10-3121	266,811.00	-	266,811.00	266,811.00	-
Extraordinary Aid	10-3131	-	-	-	538,078.00	538,078.00
Categorical Special Education Aid	10-3132	616,364.00	(83,383.00)	532,981.00	532,981.00	-
Categorical Security Aid	10-3177	15,063.00	-	15,063.00	15,063.00	-
Alyssa's Law (Securing our Future Bond Act)	10-3256	-	63,265.00	63,265.00	63,265.00	-
Other State Aids	10-3190	-	-	-	18,404.00	18,404.00
Nonbudgeted:						
TPAF Pension (on-behalf)		-	-	-	2,364,752.00	2,364,752.00
TPAF Social Security (reimbursed)		-	-	-	610,594.32	610,594.32
TPAF Post Retirement Medical Benefits (on-behalf)		-	-	-	741,077.00	741,077.00
TPAF Long-Term Disability Insurance (on-behalf)		-	-	-	1,397.00	1,397.00
Total State Sources		898,238.00	(20,118.00)	878,120.00	5,152,422.32	4,274,302.32
Total Revenues		20,812,840.00	63,265.00	20,876,105.00	25,386,145.42	4,510,040.42
Current Expenses:						
Regular Programs - Instruction:						
Grades 9-12 - Salaries of Teachers	11-140-100-101	5,484,882.00	(54,625.00)	5,430,257.00	5,243,861.87	186,395.13
Regular Programs - Home Instruction:						
Salaries of Teachers	11-150-100-101	5,000.00	800.00	5,800.00	5,788.75	11.25
Purchased Professional - Educational Services	11-150-100-320	15,000.00	(630.00)	14,370.00	14,321.06	48.94
Purchased Technical Services	11-190-100-340	66,400.00	(6,700.00)	59,700.00	52,435.03	7,264.97
Other Purchased Services	11-190-100-500	80,160.00	7,010.00	87,170.00	72,142.58	15,027.42
General Supplies	11-190-100-610	423,637.00	17,314.37	440,951.37	346,204.25	94,747.12
Textbooks	11-190-100-640	167,212.00	(500.00)	166,712.00	93,024.58	73,687.42
Other Objects	11-190-100-800	2,075.00	-	2,075.00	996.50	1,078.50
Total Regular Programs - Instruction		6,244,366.00	(37,330.63)	6,207,035.37	5,828,774.62	378,260.75
Special Education - Instruction:						
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	87,985.00	34,210.00	122,195.00	122,195.00	-
Other Salaries for Instruction	11-212-100-106	96,012.00	(27,651.98)	68,360.02	68,359.34	0.68
Purchased Professional - Educational Services	11-212-100-320	3,000.00	(280.00)	2,720.00	2,720.00	-
General Supplies	11-212-100-610	1,400.00	1,647.18	3,047.18	3,047.18	-
Total Multiple Disabilities		188,397.00	7,925.20	196,322.20	196,321.52	0.68
Special Education - Instruction:						
Resource Room/Resource Center:						
Salaries of Teachers	11-213-100-101	959,165.00	(22,654.00)	936,511.00	936,510.59	0.41
Other Salaries	11-213-100-106	101,012.00	(32,795.47)	68,216.53	68,216.53	-
General Supplies	11-213-100-610	11,000.00	(5,987.73)	5,012.27	993.95	4,018.32
Textbooks	11-213-100-640	1,700.00	-	1,700.00	171.60	1,528.40
Total Resource Room/Resource Center		1,072,877.00	(61,437.20)	1,011,439.80	1,005,892.67	5,547.13
Special Education - Instruction:						
Autism:						
Salaries of Teachers	11-214-100-101	85,275.00	(20,440.00)	64,835.00	64,835.00	-
Other Salaries for Instruction	11-214-100-106	48,006.00	15,193.52	63,199.52	63,199.37	0.15
Purchased Professional - Educational Services	11-214-100-320	-	3,280.00	3,280.00	3,280.00	-
General Supplies	11-214-100-610	6,200.00	(228.52)	5,971.48	4,780.52	1,190.96
Total Autism		139,481.00	(2,195.00)	137,286.00	136,094.89	1,191.11

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 GENERAL FUND
 BUDGETARY COMPARISON SCHEDULE
 YEAR ENDED JUNE 30, 2021

	ACCOUNT NUMBERS	JUNE 30, 2021			VARIANCE FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		ACTUAL
Special Education - Instruction:						
Home Instruction:						
Salaries of Teachers	11-219-100-101	-	2,450.00	2,450.00	2,450.00	-
Total Home Instruction		-	2,450.00	2,450.00	2,450.00	-
Total Special Education - Instruction		1,400,755.00	(53,257.00)	1,347,498.00	1,340,759.08	6,738.92
Basic Skills/Remedial - Instruction:						
Salaries of Teachers	11-230-100-101	39,647.00	(39,647.00)	-	-	-
Total Basic Skills/Remedial - Instruction		39,647.00	(39,647.00)	-	-	-
Bilingual Education - Instruction:						
Salaries of Teachers	11-240-100-101	11,000.00	100.00	11,100.00	7,920.00	3,180.00
General Supplies	11-240-100-610	50.00	(50.00)	-	-	-
Textbooks	11-240-100-640	50.00	(50.00)	-	-	-
Total Bilingual Education - Instruction		11,100.00	-	11,100.00	7,920.00	3,180.00
School-Sponsored Cocurricular/Extra:						
Curricular Activities - Instruction:						
Salaries	11-401-100-100	184,599.00	-	184,599.00	165,022.85	19,576.15
Purchased Services	11-401-100-500	25,550.00	-	25,550.00	9,675.95	15,874.05
Supplies and Materials	11-401-100-600	35,747.00	-	35,747.00	13,585.25	22,161.75
Other Objects	11-401-100-800	11,695.00	-	11,695.00	1,740.00	9,955.00
Total School-Sponsored Cocurricular/Extra Curricular Activities - Instruction		257,591.00	-	257,591.00	190,024.05	67,566.95
School-Sponsored Athletics - Instruction:						
Salaries	11-402-100-100	789,213.00	-	789,213.00	771,917.26	17,295.74
Purchased Services	11-402-100-500	116,500.00	21,755.90	138,255.90	103,370.26	34,885.64
Supplies and Materials	11-402-100-600	140,700.00	(28,560.00)	112,140.00	81,131.02	31,008.98
Other Objects	11-402-100-800	3,500.00	-	3,500.00	2,500.00	1,000.00
Total School-Sponsored Athletics - Instruction		1,049,913.00	(6,804.10)	1,043,108.90	958,918.54	84,190.36
Undistributed Expenditures - Instruction (Tuition):						
Tuition to Other LEAs Within State - Special	11-000-100-562	-	116,500.00	116,500.00	101,462.55	15,037.45
Tuition to County Vocational School - Regular	11-000-100-563	396,250.00	-	396,250.00	323,187.50	73,062.50
Tuition to County Vocational School - Special	11-000-100-564	63,050.00	-	63,050.00	-	63,050.00
Tuition to Private School Disabled - Within State	11-000-100-566	1,417,072.00	(363,228.16)	1,053,843.84	625,005.00	428,838.84
Tuition to Private School Disabled & Other LEAs - Outside State	11-000-100-567	-	425,600.00	425,600.00	352,632.02	72,967.98
Tuition - Other	11-000-100-569	-	132,500.00	132,500.00	72,299.99	60,200.01
Total Undistributed Expenditures - Instruction (Tuition)		1,876,372.00	311,371.84	2,187,743.84	1,474,587.06	713,156.78
Undistributed Expenditures Attendance and Social Work:						
Salaries	11-000-211-100	29,782.00	-	29,782.00	29,341.92	440.08
Supplies and Materials	11-000-211-600	1,500.00	-	1,500.00	906.50	593.50
Total Undistributed Expenditures Attendance and Social Work		31,282.00	-	31,282.00	30,248.42	1,033.58
Undistributed Expenditures - Health Services:						
Salaries	11-000-213-100	64,275.00	6,630.00	70,905.00	70,905.00	-
Purchased Professional & Technical Services	11-000-213-300	16,275.00	4,690.00	20,965.00	10,789.00	10,176.00
Other Purchased Services	11-000-213-500	915.00	-	915.00	658.00	257.00
Supplies and Materials	11-000-213-600	7,900.00	-	7,900.00	5,443.09	2,456.91
Total Undistributed Expenditures - Health Services		89,365.00	11,320.00	100,685.00	87,795.09	12,889.91
Undistributed Expenditures:						
Speech, OT, PT and Related Services:						
Salaries	11-000-216-100	155,040.00	4,520.00	159,560.00	159,560.00	-
Purchased Professional - Educational Services	11-000-216-320	98,950.00	44,867.00	143,817.00	106,359.50	37,457.50
Total Undistributed Expenditures - Speech, OT, PT and Related Services		253,990.00	49,387.00	303,377.00	265,919.50	37,457.50
Undistributed Expenditures - Guidance:						
Salaries of Other Professional Staff	11-000-218-104	584,984.00	-	584,984.00	562,096.68	22,887.32
Salaries of Secretaries & Clerical Assistants	11-000-218-105	117,973.00	(2,271.00)	115,702.00	113,982.95	1,719.05
Other Salaries	11-000-218-110	78,072.00	-	78,072.00	77,163.84	908.16
Unused Vacation Payments	11-000-218-199	-	2,271.00	2,271.00	2,270.37	0.63
Purchased Professional - Educational Services	11-000-218-320	124,970.00	106,440.00	231,410.00	216,663.12	14,746.88
Other Purchased Professional and Technical Services	11-000-218-390	14,625.00	-	14,625.00	8,204.25	6,420.75
Other Purchased Services	11-000-218-500	29,785.00	-	29,785.00	19,965.57	9,819.43
Supplies and Materials	11-000-218-600	6,065.00	-	6,065.00	1,359.44	4,705.56
Other Objects	11-000-218-800	1,070.00	-	1,070.00	425.00	645.00
Total Undistributed Expenditures - Guidance		957,544.00	106,440.00	1,063,984.00	1,002,131.22	61,852.78

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 GENERAL FUND
 BUDGETARY COMPARISON SCHEDULE
 YEAR ENDED JUNE 30, 2021

	ACCOUNT NUMBERS	JUNE 30, 2021			VARIANCE FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		ACTUAL
Undistributed Expenditures - Child Study Teams:						
Salaries of Other Professional Staff	11-000-219-104	226,005.00	1,080.00	227,085.00	227,085.00	-
Salaries of Secretaries & Clerical Assistants	11-000-219-105	60,564.00	-	60,564.00	60,564.00	-
Purchased Professional - Educational Services	11-000-219-320	24,950.00	-	24,950.00	9,275.00	15,675.00
Other Purchased Prof. and Tech. Services	11-000-219-390	12,600.00	-	12,600.00	10,014.29	2,585.71
Other Purchased Services	11-000-219-500	-	-	-	-	-
Residential Costs	11-000-219-591	200,000.00	(200,000.00)	-	-	-
Miscellaneous Purchased Services	11-000-219-592	8,700.00	(1,080.00)	7,620.00	99.00	7,521.00
Supplies and Materials	11-000-219-600	14,000.00	-	14,000.00	3,982.29	10,017.71
Total Undistributed Expenditures - Child Study Teams		546,819.00	(200,000.00)	346,819.00	311,019.58	35,799.42
Undistributed Expenditures - Improvement of Instruction Services:						
Salaries of Supervisors of Instruction	11-000-221-102	754,862.00	(61,552.13)	693,309.87	579,852.00	113,457.87
Salaries of Other Professional Staff	11-000-221-104	26,400.00	6,750.00	33,150.00	33,150.00	-
Salaries of Sec. and Clerical Assist.	11-000-221-105	54,764.00	3,392.00	58,156.00	49,655.94	8,500.06
Unused Vacation Payments	11-000-221-199	-	51,410.13	51,410.13	51,410.13	-
Other Purchased Services	11-000-221-500	14,000.00	(12,000.00)	2,000.00	1,269.60	730.40
Other Objects	11-000-221-800	7,200.00	-	7,200.00	6,904.00	296.00
Total Undistributed Expenditures - Improvement of Instruction Services		857,226.00	(12,000.00)	845,226.00	722,241.67	122,984.33
Undistributed Expenditures - Educational Media Services/Library:						
Salaries	11-000-222-100	98,073.00	-	98,073.00	76,929.71	21,143.29
Other Purchased Services	11-000-222-500	28,808.00	-	28,808.00	28,719.86	88.14
Supplies and Materials	11-000-222-600	5,029.00	-	5,029.00	3,853.64	1,175.36
Total Undistributed Expenditures - Educational Media Services/Library		131,910.00	-	131,910.00	109,503.21	22,406.79
Undistributed Expenditures - Instructional Staff Training Services:						
Other Purchased Prof. and Tech. Services	11-000-223-390	25,000.00	310.00	25,310.00	5,604.00	19,706.00
Other Purchased Services	11-000-223-500	15,310.00	-	15,310.00	8,937.96	6,372.04
Total Undistributed Expenditures - Instructional Staff Training Services		40,310.00	310.00	40,620.00	14,541.96	26,078.04
Undistributed Expenditures - Support Services - General Administration:						
Salaries	11-000-230-100	280,988.00	(20,700.00)	260,288.00	256,352.80	3,935.20
Legal Services	11-000-230-331	72,500.00	87,200.00	159,700.00	159,664.15	35.85
Audit Fees	11-000-230-332	25,500.00	(3,000.00)	22,500.00	22,300.00	200.00
Expenditure & Internal Control Audit Fees	11-000-230-333	7,500.00	(3,000.00)	4,500.00	3,960.00	540.00
Architectural/Engineering Services	11-000-230-334	-	-	-	-	-
Other Purchased Professional Services	11-000-230-339	-	9,975.00	9,975.00	7,085.00	2,890.00
Purchased Technical Services	11-000-230-340	7,500.00	4,125.00	11,625.00	11,625.00	-
Communications/Telephone	11-000-230-530	41,500.00	(18,000.00)	23,500.00	22,877.96	622.04
BOE Other Purchased Professional Services	11-000-230-585	3,500.00	-	3,500.00	900.00	2,600.00
Other Purchased Services	11-000-230-590	215,778.00	(33,683.00)	182,095.00	174,821.72	7,273.28
General Supplies	11-000-230-610	6,500.00	-	6,500.00	3,158.80	3,341.20
BOE In-House Training/Meeting Supplies	11-000-230-630	1,200.00	-	1,200.00	251.17	948.83
Judgements Against School District	11-000-230-820	35,000.00	(35,000.00)	-	-	-
Affordable Care Act - Employer Shared Responsibility Payment	11-000-230-821	-	-	-	-	-
Affordable Care Act - Information Reporting Penalties	11-000-230-822	-	-	-	-	-
Miscellaneous Expenditures	11-000-230-890	9,500.00	-	9,500.00	7,806.00	1,694.00
BOE Membership Dues and Fees	11-000-230-895	14,000.00	-	14,000.00	8,248.85	5,751.15
Total Undistributed Expenditures - Support Services - General Administration		720,966.00	(12,083.00)	708,883.00	679,051.45	29,831.55
Undistributed Expenditures - Support Services - School Administration:						
Salaries of Principals/Assistant Principals	11-000-240-103	340,597.00	(45,882.00)	294,715.00	268,928.66	25,786.34
Salaries of Secretaries & Clerical Assistants	11-000-240-105	100,216.00	-	100,216.00	97,215.84	3,000.16
Unused Vacation Payment to Staff	11-000-240-199	-	35,882.00	35,882.00	35,881.76	0.24
Purchased Professional & Technical Services	11-000-240-300	3,000.00	(525.00)	2,475.00	-	2,475.00
Other Purchased Services	11-000-240-500	51,050.00	3,950.75	55,000.75	33,104.74	21,896.01
Supplies and Materials	11-000-240-600	11,700.00	1,512.37	13,212.37	9,162.90	4,049.47
Other Objects	11-000-240-800	8,700.00	525.00	9,225.00	7,959.33	1,265.67
Total Undistributed Expenditures - Support Services - School Administration		515,263.00	(4,536.88)	510,726.12	452,253.23	58,472.89
Undistributed Expenditures - Central Services:						
Salaries	11-000-251-100	331,466.00	(22,594.00)	308,872.00	307,414.44	1,457.56
Unused Vacation Payment to Staff	11-000-251-199	-	32,594.00	32,594.00	32,593.56	0.44
Purchased Technical Services	11-000-251-340	13,500.00	10,000.00	23,500.00	19,208.88	4,291.12

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2021

	ACCOUNT NUMBERS	JUNE 30, 2021			VARIANCE FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		ACTUAL
Miscellaneous Purchased Services	11-000-251-592	7,950.00	589.00	8,539.00	1,789.00	6,750.00
Supplies and Materials	11-000-251-600	3,200.00	411.00	3,611.00	3,431.18	179.82
Miscellaneous Expenditures	11-000-251-890	2,000.00	(1,000.00)	1,000.00	275.00	725.00
Total Undistributed Expenditures - Central Services		358,116.00	20,000.00	378,116.00	364,712.06	13,403.94
Undistributed Expenditures -						
Administrative Information Technology:						
Salaries	11-000-252-100	-	91,652.00	91,652.00	90,891.84	760.16
Purchased Technical Services	11-000-252-340	22,500.00	-	22,500.00	21,674.00	826.00
Total Undistributed Expenditures - Administrative Information Technology		22,500.00	91,652.00	114,152.00	112,565.84	1,586.16
Undistributed Expenditures -						
Required Maintenance for School Facilities:						
Salaries	11-000-261-100	-	235,433.47	235,433.47	234,086.52	1,346.95
Unused Vacation Payment to Staff	11-000-261-199	-	25,312.08	25,312.08	25,312.08	-
Cleaning, Repair & Maintenance Services	11-000-261-420	158,100.00	(104,000.00)	54,100.00	40,887.00	13,213.00
Construction Accounts	11-000-261-422	-	820,383.75	820,383.75	789,198.93	31,184.82
General Supplies	11-000-261-610	90,000.00	-	90,000.00	68,952.37	21,047.63
Total Undistributed Expenditures - Required Maintenance for School Facilities		248,100.00	977,129.30	1,225,229.30	1,158,436.90	66,792.40
Undistributed Expenditures - Custodial Services:						
Salaries	11-000-262-100	330,547.00	(273,914.91)	56,632.09	43,985.28	12,646.81
Purchased Professional and Technical Services	11-000-262-300	24,000.00	(5,500.00)	18,500.00	2,155.00	16,345.00
Cleaning, Repair & Maintenance Services	11-000-262-420	277,000.00	49,540.00	326,540.00	312,479.70	14,060.30
Other Purchased Property Services	11-000-262-490	68,000.00	-	68,000.00	57,861.31	10,138.69
Insurance	11-000-262-520	117,817.00	8,183.00	126,000.00	125,997.54	2.46
Miscellaneous Purchased Services	11-000-262-590	5,000.00	(100.00)	4,900.00	450.00	4,450.00
General Supplies	11-000-262-610	66,500.00	3,817.69	70,317.69	49,549.27	20,768.42
Energy (Natural Gas)	11-000-262-621	12,600.00	-	12,600.00	8,373.53	4,226.47
Energy (Electricity)	11-000-262-622	320,000.00	21,287.30	341,287.30	210,558.33	130,728.97
Other Objects	11-000-262-800	1,000.00	-	1,000.00	350.00	650.00
Total Undistributed Expenditures - Custodial Services		1,222,464.00	(196,686.92)	1,025,777.08	811,759.96	214,017.12
Undistributed Expenditures -						
Care and Upkeep of Grounds:						
Salaries	11-000-263-100	-	30,669.36	30,669.36	30,669.36	-
Cleaning, Repair & Maintenance Services	11-000-263-420	38,500.00	11,400.00	49,900.00	45,206.85	4,693.15
General Supplies	11-000-263-610	19,500.00	-	19,500.00	14,328.04	5,171.96
Other Objects	11-000-263-800	19,200.00	(11,896.00)	7,304.00	-	7,304.00
Total Undistributed Expenditures - Care and Upkeep of Grounds		77,200.00	30,173.36	107,373.36	90,204.25	17,169.11
Security:						
Salaries	11-000-266-100	44,950.00	(3,900.00)	41,050.00	40,972.61	77.39
Unused Vacation Payment to Terminated / Retires Staff	11-000-266-199	-	58,594.13	58,594.13	3,090.13	55,504.00
Purchased Professional and Technical Services	11-000-266-300	7,500.00	3,550.00	11,050.00	10,869.52	180.48
General Supplies	11-000-266-610	11,050.00	(11,050.00)	-	-	-
Total Security		63,500.00	47,194.13	110,694.13	54,932.26	55,761.87
Undistributed Expenditures -						
Student Transportation Services:						
Salaries of Pupil Transportation (Between Home & School) - Regular	11-000-270-160	19,995.00	-	19,995.00	19,762.56	232.44
Management Fee - ESC & CTSA Trans. Program	11-000-270-350	-	28,256.79	28,256.79	25,484.30	2,772.49
Contract Services - Aid in Lieu Payments - Non Public Schools	11-000-270-503	5,000.00	-	5,000.00	1,067.52	3,932.48
Contract Services (Between Home & School) - Vendors	11-000-270-511	184,030.00	53,601.35	237,631.35	224,588.24	13,043.11
Contract Services (Other Than Between Home & School) - Vendors	11-000-270-512	223,034.00	6,411.29	229,445.29	103,322.39	126,122.90
Contract Services (Special Education) - Vendors	11-000-270-514	-	37,600.00	37,600.00	36,740.75	859.25
Contract Serv.(Spl. Ed. Students)-ESCs & CTSA	11-000-270-517	439,709.00	69,912.94	509,621.94	376,322.91	133,299.03
Contract Services (Special Education) - ESCs & CTSA	11-000-270-518	526,141.00	71,293.34	597,434.34	308,078.27	289,356.07
Total Undistributed Expenditures - Student Transportation Services		1,397,909.00	267,075.71	1,664,984.71	1,095,366.94	569,617.77
Unallocated Benefits:						
Social Security Contributions	11-000-291-220	220,000.00	25,000.00	245,000.00	215,635.86	29,364.14
Other Retirement Contributions - PERS	11-000-291-241	220,000.00	(7,380.00)	212,620.00	212,421.15	198.85
Workmen's Compensation	11-000-291-260	103,156.00	(6,000.00)	97,156.00	89,488.33	7,667.67
Health Benefits	11-000-291-270	2,337,904.00	(157,620.00)	2,180,284.00	2,142,686.19	37,597.81
Tuition Reimbursement	11-000-291-280	40,000.00	19,000.00	59,000.00	55,308.00	3,692.00
Other Employee Benefits	11-000-291-290	4,000.00	136,000.00	140,000.00	135,374.00	4,626.00
Unused Sick Payment to Staff	11-100-100-299	-	6,000.00	6,000.00	5,722.00	278.00
Total Unallocated Benefits		2,925,060.00	15,000.00	2,940,060.00	2,856,635.53	83,424.47

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 GENERAL FUND
 BUDGETARY COMPARISON SCHEDULE
 YEAR ENDED JUNE 30, 2021

ACCOUNT NUMBERS	JUNE 30, 2021			ACTUAL	VARIANCE FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET			
Nonbudgeted:						
TPAF Pension (on-behalf)	-	-	-	2,364,752.00	(2,364,752.00)	
TPAF Social Security (reimbursed)	-	-	-	610,594.32	(610,594.32)	
TPAF Post Retirement Medical Benefits (on-behalf)	-	-	-	741,077.00	(741,077.00)	
TPAF Long-Term Disability Insurance (on-behalf)	-	-	-	1,397.00	(1,397.00)	
Total Nonbudgeted	-	-	-	3,717,820.32	(3,717,820.32)	
Total Expenditures - Current Expense	21,339,268.00	1,364,707.81	22,703,975.81	23,738,122.74	(1,034,146.93)	
Capital Outlay:						
Equipment:						
School-Sponsored & Other Instructional Programs	12-400-100-730	3,650.00	(3,650.00)	-	-	
Undistributed Expenditures:						
Undistributed Expenditures - Instruction	12-000-100-730	-	18,235.00	18,235.00	3,651.98	
Undist. Expend. - Security	12-000-266-730	-	63,265.00	63,265.00	-	
Total Equipment		3,650.00	77,850.00	81,500.00	3,651.98	
Facilities Acquisition & Construction Services:						
Construction Services	12-000-400-450	-	1,459,908.09	1,459,908.09	265,958.90	
Assessment for Debt Service on SDA Funding	12-000-400-896	54,591.00	-	54,591.00	-	
School Sponsored & Other Instructional Programs	12-400-100-730	-	23,730.00	23,730.00	23,730.00	
Total Facilities Acquisition & Construction Services		54,591.00	1,483,638.09	1,538,229.09	289,688.90	
Total Capital Outlay		58,241.00	1,561,488.09	1,619,729.09	293,340.88	
Total Expenditures		21,397,509.00	2,926,195.90	24,323,704.90	25,064,510.95	(740,806.05)
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures After Other Financing Sources/(Uses)						
		(584,669.00)	(2,862,930.90)	(3,447,599.90)	321,634.47	(3,769,234.37)
Fund Balance, July 1 (As Restated)		6,297,588.21	-	6,297,588.21	6,297,588.21	-
Fund Balance, June 30		\$ 5,712,919.21	\$ (2,862,930.90)	\$ 2,849,988.31	\$ 6,619,222.68	\$ (3,769,234.37)
Prior Year Encumbrances \$ 2,626,531.00						
Maintenance Reserve 236,400.00						
<u>\$ 2,862,931.00</u>						

RECAPITULATION OF FUND BALANCE

Restricted Fund Balance:		
Capital Reserve		\$ 3,756,389.70
Maintenance Reserve		881,763.09
Emergency Reserve		25,000.00
Unemployment Reserve		253,559.21
Assigned Fund Balance:		
Designated for Subsequent Year's Expenditures		500,000.00
Year-End Encumbrances		323,793.66
Unassigned Fund Balance		<u>878,717.02</u>
Subtotal		6,619,222.68
Reconciliation to Governmental Funds Statements (GAAP):		
Last State Aid Payments Not Recognized on GAAP Basis		<u>(75,688.00)</u>
Fund Balance per Governmental Funds (GAAP)		<u>\$ 6,543,534.68</u>

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2021**

	JUNE 30, 2021				VARIANCE FINAL TO ACTUAL (OVER)/ UNDER
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:					
Local Sources	\$ -	\$ 1,308,178.52	\$ 1,308,178.52	\$ 339,372.25	\$ 968,806.27
Federal Sources	249,493.00	269,750.00	519,243.00	410,122.00	109,121.00
Total Revenues	249,493.00	1,577,928.52	1,827,421.52	749,494.25	1,077,927.27
Expenditures:					
Instruction:					
Salaries of Teachers	74,793.00	170,464.00	245,257.00	136,692.00	108,565.00
Purchased Professional - Educational Services	-	15,000.00	15,000.00	15,000.00	-
Other Purchased Services (400-500 Series)	150,000.00	26,152.00	176,152.00	176,152.00	-
General Supplies	-	24,530.94	24,530.94	9,227.24	15,303.70
Total Instruction	224,793.00	236,146.94	460,939.94	337,071.24	123,868.70
Support Services:					
Salaries of Teachers	-	74,153.00	74,153.00	45,353.00	28,800.00
Personal Services - Employee Benefits	2,535.00	35,305.00	37,840.00	13,927.00	23,913.00
Purchased Educational Services	22,165.00	(4,556.00)	17,609.00	12,609.00	5,000.00
Supplies and Materials	-	44,988.24	44,988.24	38,438.24	6,550.00
Student Activities	-	500,171.36	500,171.36	315,587.48	184,583.88
Scholarships Awarded	-	691,719.98	691,719.98	15,250.00	676,469.98
Total Support Services	24,700.00	1,341,781.58	1,366,481.58	441,164.72	925,316.86
Total Expenditures	249,493.00	1,577,928.52	1,827,421.52	778,235.96	1,049,185.56
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	(28,741.71)	28,741.71
Fund Balance, July 1 (As Restated)	-	-	-	889,795.57	(889,795.57)
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ 861,053.86	\$ (861,053.86)

Recapitulation:

Restricted:

Scholarship	\$ 484,921.36
Student Activities	376,132.50

Total Fund Balance \$ 861,053.86

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART II

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**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGET TO GAAP RECONCILIATION
YEAR ENDED JUNE 30, 2021**

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 25,386,145.42	\$ 749,494.25
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Prior Year	-	107,257.16
<p>The last state aid payments are recognized as revenue for budgetary purposes and differs from GAAP which does not recognize this revenue until the subsequent year when the state recognizes the related expense (GASB 33).</p>		
Current Year	(75,688.00)	-
Prior Year	67,223.00	-
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	\$ 25,377,680.42	\$ 856,751.41
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule. (C-1, C-2)	\$ 25,064,510.95	\$ 778,235.96
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		
	-	107,257.16
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	\$ 25,064,510.95	\$ 885,493.12

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REQUIRED SUPPLEMENTARY INFORMATION - PART III

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

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**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
LAST SEVEN FISCAL YEARS **/****

	2021	2020	2019	2018	2017	2016	2015
School District's proportion of the net pension liability	0.01915%	0.01667%	0.01709%	0.01712%	0.01806%	0.01625%	0.01614%
School District's proportionate share of the net pension liability	\$ 3,123,575.00	\$ 3,003,477.00	\$ 3,364,752.00	\$ 3,985,626.00	\$ 5,348,272.00	\$ 3,809,153.00	\$ 3,162,163.00
School District's covered payroll	\$ 1,348,852.71	\$ 1,371,874.00	\$ 1,197,946.00	\$ 1,184,539.00	\$ 1,138,190.00	\$ 1,141,200.00	\$ 1,054,657.00
School District's proportionate share of the net pension liability as a percentage of its covered payroll	231.57%	218.93%	280.88%	336.47%	469.89%	333.78%	299.83%
Plan fiduciary net position as a percentage of the total pension liability	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%

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

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
LAST SEVEN FISCAL YEARS ****

	2021	2020	2019	2018	2017	2016	2015
School District's contractually required contribution	\$ 209,539	\$ 162,139	\$ 446,073	\$ 398,994	\$ 375,517	\$ 353,264	\$ 302,708
Contributions in relation to the contractually required contribution	(209,539.00)	(162,139.00)	(446,073.00)	(398,994.00)	(375,517.00)	(353,264.00)	(302,708.00)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
School District's covered payroll	\$ 1,348,852.71	\$ 1,371,874.00	\$ 1,197,946.00	\$ 1,184,539.00	\$ 1,138,190.00	\$ 1,141,200.00	\$ 1,054,657.00
Contributions as a percentage of covered payroll	15.53%	11.82%	37.24%	33.68%	32.99%	30.96%	28.70%

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' PENSION AND ANNUITY FUND (TPAF)
LAST SEVEN FISCAL YEARS **/****

	2021	2020	2019	2018	2017	2016	2015
School District's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	\$ 49,995,749.00	\$ 48,874,048.00	\$ 48,642,715.00	\$ 51,313,544.00	\$ 60,367,252.00	\$ 46,942,536.00	\$ 39,840,781.00
School District's covered payroll	\$ 49,995,749.00	\$ 48,874,048.00	\$ 48,642,715.00	\$ 51,313,544.00	\$ 60,367,252.00	\$ 46,942,536.00	\$ 39,840,781.00
School District's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
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%

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

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

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

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EXHIBIT M-1

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

	2021	2020	2019	2018
Total OPEB Liability				
Service Cost	\$ 1,188,259	\$ 1,150,469	\$ 1,266,696	\$ 1,540,528
Interest Cost	950,532	1,149,794	1,258,772	1,090,160
Difference between Actual and Expected	7,929,505	(4,521,974)	(3,772,610)	-
Changes of Assumptions	7,971,111	392,657	(3,321,982)	(4,691,572)
Contributions: Member	23,026	23,963	26,753	29,224
Gross Benefit Payments	(759,697)	(808,405)	(774,072)	(793,648)
Net Change in Total OPEB Liability	17,302,736	(2,613,496)	(5,316,443)	(2,825,308)
Total OPEB Liability (Beginning)	26,334,977	28,948,473	34,264,916	37,090,224
Total OPEB Liability (Ending)	\$ 43,637,713	\$ 26,334,977	\$ 28,948,473	\$ 34,264,916
State's Covered Employee Payroll***	\$ 11,603,617	\$ 11,285,925	\$ 11,274,010	\$ 10,842,657
Net OPEB Liability as a Percentage of Payroll	376%	233%	257%	316%

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

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

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III

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

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

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

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

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

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

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

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OTHER SUPPLEMENTARY INFORMATION

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D. School Based Budget Schedules

Not Applicable

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E. Special Revenue Fund

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

	Title I	Title II-A	I.D.E.A. Part B - Basic	CARES Emergency Relief Grant	COVID Relief Fund
Revenues:					
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Sources	19,596.00	20,353.00	176,152.00	169,046.00	24,975.00
Total Revenues	\$ 19,596.00	\$ 20,353.00	\$ 176,152.00	\$ 169,046.00	\$ 24,975.00
Expenditures:					
Instruction:					
Salaries of Teachers	\$ 18,203.00	\$ -	\$ -	\$ 118,489.00	\$ -
Purchased Professional - Educational Services	-	-	-	-	-
Other Purchased Services (400-500 Series)	-	-	176,152.00	-	-
General Supplies	-	-	-	5,814.00	-
Total Instruction	18,203.00	-	176,152.00	124,303.00	-
Support Services:					
Salaries of Teachers	-	12,210.00	-	33,143.00	-
Personnel Services - Employee Benefits	1,393.00	934.00	-	11,600.00	-
Purchased Educational Services	-	7,209.00	-	-	-
Supplies and Materials	-	-	-	-	24,975.00
Student Activities	-	-	-	-	-
Scholarships Awarded	-	-	-	-	-
Total Support Services	1,393.00	20,353.00	-	44,743.00	24,975.00
Total Expenditures	19,596.00	20,353.00	176,152.00	169,046.00	24,975.00
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	-
Fund Balance, July 1 (As Restated)	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -

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

	Other Local Programs	Student Activities	Scholarship Fund	Totals
Revenues:				
Local Sources	\$ 37,276.48	\$ 283,441.06	\$ 18,654.71	\$ 339,372.25
Federal Sources	-	-	-	410,122.00
Total Revenues	\$ 37,276.48	\$ 283,441.06	\$ 18,654.71	\$ 749,494.25
Expenditures:				
Instruction:				
Salaries of Teachers	\$ -	\$ -	\$ -	\$ 136,692.00
Purchased Professional - Educational Services	15,000.00	-	-	15,000.00
Other Purchased Services (400-500 Series)	-	-	-	176,152.00
General Supplies	3,413.24	-	-	9,227.24
Total Instruction	18,413.24	-	-	337,071.24
Support Services:				
Salaries of Teachers	-	-	-	45,353.00
Personal Services - Employee Benefits	-	-	-	13,927.00
Purchased Educational Services	5,400.00	-	-	12,609.00
Supplies and Materials	13,463.24	-	-	38,438.24
Student Activities	-	315,587.48	-	315,587.48
Scholarships Awarded	-	-	15,250.00	15,250.00
Total Support Services	18,863.24	315,587.48	15,250.00	441,164.72
Total Expenditures	37,276.48	315,587.48	15,250.00	778,235.96
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	(32,146.42)	3,404.71	(28,741.71)
Fund Balance, July 1 (As Restated)	-	408,278.92	481,516.65	889,795.57
Fund Balance, June 30	\$ -	\$ 376,132.50	\$ 484,921.36	\$ 861,053.86

F. Capital Projects Fund

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EXHIBIT F-1

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 CAPITAL PROJECTS FUND
 SUMMARY SCHEDULE OF PROJECT EXPENDITURES
 YEAR ENDED JUNE 30, 2021

Project Title / Issue:	Original Date	Original Appropriations	Expenditures to Date		Unexpended Balance June 30, 2021
			Prior Years	Current Year	
Alterations, Renovations & Additions	12/6/2018	\$ 8,827,000.00	\$ 3,039,382.00	\$ 1,354,902.03	\$ 4,432,715.97
Auditorium Renovations	12/6/2018	339,000.00	-	339,000.00	-
Site Improvements	12/6/2018	3,430,000.00	-	172,815.95	3,257,184.05
Total		\$ 12,596,000.00	\$ 3,039,382.00	\$ 1,866,717.98	\$ 7,689,900.02

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

Expenditures and Other Financing Uses:	
Other Purchased Professional and Technical Services	\$ 211,441.69
Construction Services	1,645,940.13
Supplies	4,336.16
Land and Improvements	<u>5,000.00</u>
 Total Expenditures and Other Financing Uses	 <u>1,866,717.98</u>
 Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	 (1,866,717.98)
 Fund Balance, July 1	 <u>9,556,618.00</u>
 Fund Balance, June 30	 <u><u>\$ 7,689,900.02</u></u>

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGETARY BASIS
ALTERATIONS, RENOVATIONS & ADDITIONS
YEAR ENDED JUNE 30, 2021

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Bond Proceeds	\$ 8,827,000.00	\$ -	\$ 8,827,000.00	\$ 8,827,000.00
Total Revenues and Other Financing Sources	8,827,000.00	-	8,827,000.00	8,827,000.00
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	188,509.00	30,625.74	219,134.74	219,134.74
Construction Services	2,850,873.00	1,319,940.13	4,170,813.13	4,170,813.13
Supplies	-	4,336.16	4,336.16	4,336.16
Total Expenditures and Other Financing Uses	3,039,382.00	1,354,902.03	4,394,284.03	4,394,284.03
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ 5,787,618.00	\$ (1,354,902.03)	\$ 4,432,715.97	\$ 4,432,715.97

Additional Project Information:

Name of Project:	
Alterations, Renovations & Additions	
DOE Project Number	4580-050-18-1000
Date	7/9/2019
Bond Authorization Date	12/6/2018
Bonds Authorized	\$ 12,596,000.00
Bonds Issued	12,596,000.00
Original Authorized Cost	8,827,000.00
Additional Authorized Cost	-
Revised Authorized Cost	4,394,284.03
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	49.78%
Original Target Completion Date	2023
Revised Target Completion Date	2023

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

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Bond Proceeds	\$ 339,000.00	\$ -	\$ 339,000.00	\$ 339,000.00
Total Revenues and Other Financing Sources	339,000.00	-	339,000.00	339,000.00
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	-	13,000.00	13,000.00	13,000.00
Construction Services	-	326,000.00	326,000.00	326,000.00
Total Expenditures and Other Financing Uses	-	339,000.00	339,000.00	339,000.00
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ 339,000.00	\$ (339,000.00)	\$ -	\$ -

Additional Project Information:

Name of Project:	
Auditorium Renovations	
DOE Project Number	4580-050-18-2000
Date	7/9/2019
Bond Authorization Date	12/6/2018
Bonds Authorized	12,596,000.00
Bonds Issued	12,596,000.00
Original Authorized Cost	339,000.00
Additional Authorized Cost	-
Revised Authorized Cost	339,000.00
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	100.00%
Original Target Completion Date	2023
Revised Target Completion Date	2023

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

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Bond Proceeds	\$ 3,430,000.00	\$ -	\$ 3,430,000.00	\$ 3,430,000.00
Total Revenues and Other Financing Sources	3,430,000.00	-	3,430,000.00	3,430,000.00
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	-	167,815.95	167,815.95	167,815.95
Land and Improvements	-	5,000.00	5,000.00	-
Total Expenditures and Other Financing Uses	-	172,815.95	172,815.95	3,430,000.00
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ 3,430,000.00	\$ (172,815.95)	\$ 3,257,184.05	\$ -

Additional Project Information:

Name of Project:	
Site Improvements	
DOE Project Number	4580-050-18-3000
Date	7/9/2019
Bond Authorization Date	12/6/2018
Bonds Authorized	12,596,000.00
Bonds Issued	12,596,000.00
Original Authorized Cost	3,430,000.00
Additional Authorized Cost	-
Revised Authorized Cost	3,430,000.00
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	5.04%
Original Target Completion Date	2023
Revised Target Completion Date	2023

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H. Fiduciary Fund
Not Applicable

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I. Long-Term Debt

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

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES DATE	ANNUAL MATURITIES AMOUNT	INTEREST RATE	BALANCE JUNE 30, 2020	RETIRED	BALANCE JUNE 30, 2021
School Bonds, Series 2018	12/6/2018	\$ 12,596,000.00	2/1/2022	\$ 485,000.00	3.250%	\$ 12,195,000.00	\$ 475,000.00	\$ 11,720,000.00
			2/1/2023	500,000.00	3.250%			
			2/1/2024	520,000.00	3.250%			
			2/1/2025	535,000.00	3.250%			
			2/1/2026	550,000.00	3.250%			
			2/1/2027	570,000.00	3.250%			
			2/1/2028	590,000.00	3.250%			
			2/1/2029	610,000.00	3.250%			
			2/1/2030	635,000.00	3.250%			
			2/1/2031	660,000.00	3.375%			
			2/1/2032	685,000.00	3.375%			
			2/1/2033	710,000.00	3.500%			
			2/1/2034	740,000.00	3.500%			
			2/1/2035	770,000.00	3.500%			
			2/1/2036	790,000.00	3.625%			
			2/1/2037	790,000.00	3.750%			
			2/1/2038	790,000.00	3.750%			
			2/1/2039	790,000.00	3.750%			
Total						\$ 12,195,000.00	\$ 475,000.00	\$ 11,720,000.00

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2021**

	JUNE 30, 2021			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Revenues:				
Local Sources:				
Local Tax Levy	\$ 709,518.00	\$ -	\$ 709,518.00	\$ -
Interest on Investments	-	-	4,640.51	4,640.51
State Sources:				
Debt Service Aid Type II	183,864.00	-	183,864.00	-
Total Revenues	893,382.00	-	893,382.00	4,640.51
Expenditures:				
Regular Debt Service:				
Interest	418,382.00	-	418,382.00	0.74
Redemption of Principal	475,000.00	-	475,000.00	-
Total Regular Debt Service	893,382.00	-	893,382.00	0.74
Total Expenditures	893,382.00	-	893,382.00	0.74
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	4,641.25	(4,639.77)
Fund Balance, July 1,	-	-	1.35	1.35
Fund Balance, June 30,	\$ -	\$ -	\$ 4,642.60	\$ (4,638.42)

STATISTICAL SECTION (Unaudited)

Third Section

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Financial Trends Information

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

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RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NET POSITION BY COMPONENT
 LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
 (UNAUDITED)

	FISCAL YEAR ENDING JUNE 30,									
	2021 *	2020	2019	2018	2017	2016	2015	2014	2013	2012
Governmental Activities:										
Net Investment in Capital Assets	\$ 4,334,110.78	\$ 2,378,372.00	\$ 2,599,081.00	\$ 14,103,763.00	\$ 13,944,675.00	\$ 13,571,244.00	\$ 13,433,987.00	\$ 13,671,872.00	\$ 12,405,448.00	\$ 12,567,547.00
Restricted	13,467,667.97	14,866,042.00	16,204,125.00	4,871,725.00	4,471,177.00	4,218,768.00	3,920,795.00	3,120,494.00	4,354,038.00	3,426,122.00
Unrestricted (Deficit) Surplus	(2,663,903.43)	(3,284,794.00)	(3,015,708.00)	(3,387,242.00)	(3,250,477.00)	(3,183,736.00)	(3,059,557.00)	260,550.00	91,208.00	95,981.00
Total Governmental Activities	\$ 15,137,875.32	\$ 13,959,620.00	\$ 15,787,498.00	\$ 15,588,246.00	\$ 15,165,375.00	\$ 14,606,276.00	\$ 14,295,225.00	\$ 17,052,916.00	\$ 16,850,694.00	\$ 16,089,650.00
Business-Type Activities:										
Net Investment in Capital Assets	\$ 43,569.00	\$ 42,526.00	\$ 47,283.00	\$ 52,279.00	\$ 63,585.00	\$ 69,596.00	\$ 80,549.00	\$ 33,177.00	\$ 39,809.00	\$ 46,441.00
Unrestricted (Deficit) Surplus	215,262.53	296,618.00	256,052.00	192,594.00	155,463.00	116,752.00	66,328.00	116,482.00	101,493.00	71,255.00
Total Business-Type Activities	\$ 258,831.53	\$ 339,144.00	\$ 303,335.00	\$ 244,873.00	\$ 219,048.00	\$ 186,348.00	\$ 146,877.00	\$ 149,659.00	\$ 141,302.00	\$ 117,696.00
District-Wide:										
Net Investment in Capital Assets	\$ 4,377,679.78	\$ (2,335,846.00)	\$ 2,646,364.00	\$ 14,156,042.00	\$ 14,008,260.00	\$ 13,640,840.00	\$ 13,514,536.00	\$ 13,705,049.00	\$ 12,445,257.00	\$ 12,613,988.00
Restricted	13,467,667.97	14,866,042.00	16,204,125.00	4,871,725.00	4,471,177.00	4,218,768.00	3,920,795.00	3,120,494.00	4,354,038.00	3,426,122.00
Unrestricted (Deficit) Surplus	(2,448,640.90)	(2,988,176.00)	(2,759,656.00)	(3,194,648.00)	(3,095,014.00)	(3,066,984.00)	(2,993,229.00)	377,032.00	192,701.00	167,236.00
Total District Net Position	\$ 15,396,706.85	\$ 9,542,020.00	\$ 16,090,833.00	\$ 15,833,119.00	\$ 15,384,423.00	\$ 14,792,624.00	\$ 14,442,102.00	\$ 17,202,575.00	\$ 16,991,996.00	\$ 16,207,346.00

Source: CAFR Schedule A-1
 * For the year ended June 30, 2021 net position was reclassified due to GASB 84

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS
(UNAUDITED)

	FISCAL YEAR ENDING JUNE 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Expenses:										
Governmental Activities:										
Instruction:										
Regular	\$ 13,194,898.53	\$ 7,309,321.00	\$ 6,953,505.00	\$ 7,044,047.00	\$ 6,710,905.00	\$ 6,525,479.00	\$ 6,432,317.00	\$ 6,259,316.00	\$ 6,085,044.00	\$ 7,863,183.00
Special Education	2,869,626.58	1,506,598.00	1,476,981.00	1,012,617.00	969,025.00	1,029,550.00	923,779.00	891,548.00	888,195.00	1,406,388.00
Other Special Education	-	1,155,022.00	1,202,600.00	1,165,183.00	1,100,373.00	996,000.00	929,316.00	1,004,506.00	762,375.00	42,037.00
Other Instruction	2,475,511.65	1,106,999.00	1,049,838.00	1,439,480.00	1,349,959.00	1,115,237.00	872,928.00	904,891.00	660,165.00	692,131.00
Support Services:										
Tuition	1,993,688.42	-	-	-	-	-	-	-	-	401,696.00
Attendance & Social Work Services	-	29,608.00	33,308.00	29,784.00	30,438.00	41,022.00	37,453.00	25,777.00	28,658.00	-
Health Services	-	95,021.00	111,060.00	139,388.00	127,484.00	130,684.00	125,354.00	122,207.00	115,405.00	-
Improvement of Instruction Services	-	695,469.00	754,446.00	734,214.00	708,618.00	737,805.00	697,897.00	705,261.00	668,126.00	-
Student & Instruction Related Services	4,180,219.87	-	-	-	-	-	-	-	-	2,589,474.00
Educational Media Services/School	-	125,787.00	121,341.00	120,400.00	116,669.00	110,525.00	115,501.00	121,723.00	112,002.00	-
Instructional Staff Training	-	15,932.00	13,002.00	7,454.00	9,820.00	15,796.00	14,122.00	12,903.00	22,909.00	-
General Administration	917,952.44	659,983.00	656,563.00	645,739.00	549,808.00	609,826.00	682,986.00	580,060.00	483,699.00	513,620.00
Other Administrative Services	-	498,080.00	547,557.00	504,624.00	547,923.00	501,264.00	506,821.00	381,896.00	411,527.00	512,846.00
Central Services	493,057.81	332,824.00	324,437.00	316,571.00	317,281.00	313,160.00	306,106.00	294,232.00	286,751.00	353,117.00
Administration Information Technology	151,959.09	21,315.00	21,138.00	24,231.00	19,776.00	13,284.00	17,128.00	26,377.00	18,668.00	55,563.00
School Administrative Services	611,732.34	-	-	-	-	-	-	-	-	-
Plant Operations & Maintenance	3,372,605.05	4,342,433.00	1,934,555.00	1,380,961.00	1,528,123.00	1,459,079.00	1,371,271.00	1,283,543.00	1,272,625.00	2,115,164.00
Pupil Transportation	1,481,039.55	949,964.00	1,409,657.00	1,260,874.00	1,046,606.00	941,875.00	839,528.00	817,813.00	645,679.00	721,643.00
Unallocated Benefits	-	2,701,949.00	2,688,471.00	2,492,897.00	2,427,806.00	2,403,607.00	2,431,198.00	2,469,119.00	2,399,028.00	-
Other Support Services	-	1,834,439.00	1,524,443.00	1,287,019.00	1,249,978.00	1,226,087.00	1,146,549.00	1,152,704.00	1,080,940.00	-
Non-budgeted Expenditures	-	1,252,343.00	1,335,385.00	1,331,709.00	1,296,324.00	1,304,489.00	1,204,680.00	1,389,860.00	1,550,045.00	-
Interest & Other Charges	663,072.39	497,324.00	13,757.00	18,490.00	20,980.00	59,700.00	61,390.00	83,510.00	260,228.00	188,083.00
Total Governmental Activities	\$ 32,405,363.72	\$ 25,130,411.00	\$ 22,172,044.00	\$ 20,955,682.00	\$ 20,127,896.00	\$ 19,534,469.00	\$ 18,716,324.00	\$ 18,527,246.00	\$ 17,752,069.00	\$ 17,454,945.00
Business-Type Activities:										
Food Service	328,565.62	758,648.00	1,016,896.00	912,619.00	811,128.00	727,283.00	591,641.00	570,097.00	550,041.00	557,909.00
Other Enterprise Fund	17,887.67	24,026.00	28,168.00	30,056.00	28,193.00	16,793.00	32,472.00	26,255.00	71,356.00	-
Total Business-Type Activities	\$ 346,453.29	\$ 782,674.00	\$ 1,045,064.00	\$ 942,675.00	\$ 839,321.00	\$ 744,076.00	\$ 624,113.00	\$ 596,352.00	\$ 621,397.00	\$ 557,909.00
Total Expenses	\$ 32,751,817.01	\$ 25,913,085.00	\$ 23,217,108.00	\$ 21,898,357.00	\$ 20,967,217.00	\$ 20,278,545.00	\$ 19,340,437.00	\$ 19,123,598.00	\$ 18,373,466.00	\$ 18,012,854.00

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS
(UNAUDITED)

	FISCAL YEAR ENDING JUNE 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Program Revenues:										
Charges for Services:										
Instruction	\$ -	\$ 295,816.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 190,605.00
Pupil Transportation	-	-	-	-	-	-	-	-	-	71,964.00
Operating Grants & Contributions	10,081,025.96	1,252,343.00	1,335,385.00	1,331,709.00	1,296,324.00	1,304,489.00	1,204,680.00	1,389,860.00	1,550,045.00	10,119.00
Capital Grants & Contributions	-	-	-	-	-	-	-	-	-	110,071.00
Total Governmental Activities	10,081,025.96	1,548,159.00	1,335,385.00	1,331,709.00	1,296,324.00	1,304,489.00	1,204,680.00	1,389,860.00	1,550,045.00	382,759.00
Business-Type Activities:										
Charges for Services:										
Food Service	253,128.32	797,306.00	1,079,646.00	966,954.00	842,574.00	754,868.00	584,690.00	571,075.00	534,453.00	544,502.00
Other Enterprise Fund	13,012.50	21,177.00	23,880.00	1,546.00	29,447.00	28,679.00	36,641.00	33,634.00	65,810.00	-
Operating Grants & Contributions	-	-	-	-	-	-	-	-	12,903.00	11,345.00
Total Business Type Activities	266,140.82	818,483.00	1,103,526.00	968,500.00	872,021.00	783,547.00	621,331.00	604,709.00	613,166.00	555,847.00
Total District Program Revenues	\$ 10,347,166.78	\$ 2,366,642.00	\$ 2,438,911.00	\$ 2,300,209.00	\$ 2,168,345.00	\$ 2,088,036.00	\$ 1,826,011.00	\$ 1,994,569.00	\$ 2,163,211.00	\$ 938,606.00
Net (Expense)/Revenue:										
Governmental Activities	\$ (22,324,337.76)	\$ (23,582,252.00)	\$ (22,516,564.52)	\$ (21,170,176.04)	\$ (18,723,763.87)	\$ (17,055,108.26)	\$ (15,601,330.15)	\$ (14,704,005.03)	\$ (19,708,761.80)	\$ (20,538,356.48)
Business-Type Activities	(80,312.47)	35,809.00	70,523.66	(75,186.07)	81,872.65	135,770.15	(33,879.21)	(69,423.08)	(42,825.23)	36,133.69
Total Net Expense	\$ (22,404,650.23)	\$ (23,546,443.00)	\$ (22,446,040.86)	\$ (21,245,362.11)	\$ (18,641,891.22)	\$ (16,919,338.11)	\$ (15,635,209.36)	\$ (14,773,428.11)	\$ (19,751,587.03)	\$ (20,502,222.79)
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 19,704,634.00	\$ 19,318,269.00	\$ 18,686,649.00	\$ 17,973,117.00	\$ 17,450,703.00	\$ 16,851,880.00	\$ 16,316,506.00	\$ 15,616,839.00	\$ 15,310,626.00	\$ 15,056,632.00
Taxes Levied for Debt Service	709,518.00	713,444.00	790,500.00	769,072.00	780,400.00	774,700.00	768,600.00	760,698.00	775,605.00	769,143.00
Grants & Contributions	1,076,624.52	1,381,350.00	1,035,306.00	869,817.00	816,176.00	721,880.00	657,962.00	694,769.00	541,275.00	1,728,955.00
Tuition Received	346,949.00	-	-	-	-	-	-	-	-	-
Investment Earnings	-	214,753.00	-	-	-	-	-	-	-	370.00
Miscellaneous Income	521,512.35	126,558.00	523,456.00	434,838.00	343,392.00	192,571.00	230,177.00	267,302.00	335,562.00	43,496.00
Total Governmental Activities	22,359,237.87	21,754,374.00	21,035,911.00	20,046,844.00	19,390,671.00	18,541,031.00	17,973,245.00	17,339,608.00	16,963,068.00	17,598,596.00
Total District-Wide	\$ 22,359,237.87	\$ 21,754,374.00	\$ 21,035,911.00	\$ 20,046,844.00	\$ 19,390,671.00	\$ 18,541,031.00	\$ 17,973,245.00	\$ 17,339,608.00	\$ 16,963,068.00	\$ 17,598,596.00
Change in Net Position:										
Governmental Activities	\$ 34,900.11	\$ (1,827,878.00)	\$ (1,480,653.52)	\$ (1,123,332.04)	\$ 666,907.13	\$ 1,485,922.74	\$ 2,371,914.85	\$ 2,635,602.97	\$ (2,745,693.80)	\$ (2,939,760.48)
Business-Type Activities	(80,312.47)	35,809.00	70,523.66	(75,186.07)	81,872.65	135,770.15	(33,879.21)	(69,423.08)	(42,825.23)	36,133.69
Total District	\$ (45,412.36)	\$ (1,792,069.00)	\$ (1,410,129.86)	\$ (1,198,518.11)	\$ 748,779.78	\$ 1,621,692.89	\$ 2,338,035.64	\$ 2,566,179.89	\$ (2,788,519.03)	\$ (2,903,626.79)

Source: CAFR Schedule A-2

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
FUND BALANCES - GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
 (UNAUDITED)

	2021 *	2020	2019	2018	2017	2016	2015	2014	2013	2012
General Fund:										
Restricted	\$ 4,916,712.00	\$ 2,098,223.00	\$ 3,417,202.00	\$ 4,289,509.00	\$ 3,636,909.00	\$ -	\$ -	\$ -	\$ -	\$ 2,677,727.00
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	823,793.66	3,211,200.00	1,055,663.00	578,047.00	702,492.00	-	-	-	-	615,945.00
Unassigned	803,029.02	667,383.00	462,869.00	464,548.00	458,159.00	-	-	-	-	307,911.00
Reserved	-	-	-	-	-	4,084,085.00	3,759,321.00	2,907,896.00	4,141,418.00	-
Unreserved	-	-	-	-	-	366,965.00	335,284.00	387,179.00	240,503.00	-
Total General Fund	\$ 6,543,534.68	\$ 5,976,806.00	\$ 4,935,734.00	\$ 5,332,104.00	\$ 4,797,560.00	\$ 4,451,050.00	\$ 4,094,605.00	\$ 3,295,075.00	\$ 4,381,921.00	\$ 3,601,583.00
All Other Governmental Funds:										
Restricted for:										
Capital Projects Fund	\$ 7,689,900.02	\$ 9,556,618.00	\$ 12,236,923.00	\$ 38,481.00	\$ 110,148.00	\$ 113,055.00	\$ 139,846.00	\$ 190,970.00	\$ 190,970.00	\$ 190,970.00
Debt Service Fund	2.09	1.00	-	-	21,628.00	21,628.00	21,628.00	21,628.00	21,650.00	22.00
Special Revenue Fund	861,053.86	-	-	-	-	-	-	-	-	-
Total All Other Governmental Funds	\$ 8,550,955.97	\$ 9,556,619.00	\$ 12,236,923.00	\$ 38,481.00	\$ 131,776.00	\$ 134,683.00	\$ 161,474.00	\$ 212,598.00	\$ 212,620.00	\$ 190,992.00

Source: CAFR Schedule B-1

* For the year ended June 30, 2021, fund balance was reclassified due to GASB 84

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

	FISCAL YEAR ENDING JUNE 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Revenues:										
Tax Levy	\$ 20,414,152.00	\$ 20,031,713.00	\$ 19,477,149.00	\$ 18,742,189.00	\$ 18,231,103.00	\$ 17,626,580.00	\$ 17,085,106.00	\$ 16,377,537.00	\$ 16,086,231.00	\$ 15,825,775.00
Tuition Charges	346,949.00	295,816.00	257,211.00	264,123.00	241,657.00	143,020.00	170,701.00	193,073.00	-	190,605.00
Transportation Fees	-	214,753.00	48,958.00	39,466.00	13,128.00	-	-	-	10,878.00	-
Interest Earnings	-	126,558.00	217,287.00	131,249.00	88,607.00	49,551.00	59,476.00	71,918.00	62.00	370.00
Miscellaneous	521,512.35	2,545,982.00	2,133,531.00	1,966,641.00	1,882,435.00	1,805,007.00	1,698,452.00	1,888,002.00	305,703.00	115,461.00
State Sources	517,379.16	87,711.00	237,160.00	234,885.00	230,065.00	221,362.00	164,190.00	199,627.00	1,966,020.00	1,667,231.00
Federal Sources	-	-	-	-	-	-	-	-	125,300.00	181,913.00
Total Revenues	27,127,813.83	23,302,533.00	22,371,296.00	21,378,553.00	20,686,995.00	19,845,520.00	19,177,925.00	18,729,468.00	18,494,753.00	17,981,355.00
Expenditures:										
Instruction:										
Regular Instruction	6,165,845.86	6,348,075.00	6,056,015.00	6,146,414.00	5,868,462.00	5,679,164.00	5,612,482.00	5,430,297.00	5,360,437.00	7,699,450.00
Special Education Instruction	1,340,759.08	1,472,672.00	1,445,305.00	980,936.00	939,292.00	999,680.00	894,844.00	862,289.00	862,621.00	42,037.00
Other Instruction	1,156,862.59	1,149,368.00	1,197,321.00	1,159,903.00	1,095,417.00	991,022.00	924,493.00	999,629.00	758,113.00	634,340.00
Support Services:										
Tuition	1,474,587.06	1,010,875.00	960,089.00	1,349,717.00	1,265,715.00	1,030,605.00	790,944.00	821,989.00	587,704.00	401,696.00
Attendance & Social Work Services	30,248.42	29,608.00	33,308.00	29,784.00	30,438.00	41,022.00	37,453.00	25,777.00	28,658.00	-
Health Services	87,795.09	95,021.00	111,060.00	139,388.00	127,484.00	130,684.00	125,354.00	122,207.00	115,405.00	-
Student & Instruction Related Services	2,973,779.02	1,834,439.00	1,524,443.00	1,287,019.00	1,249,978.00	1,226,087.00	1,146,549.00	1,152,704.00	1,080,940.00	1,564,924.00
Improvement of Instruction	695,469.00	754,446.00	754,446.00	734,214.00	708,618.00	737,805.00	697,897.00	705,261.00	668,126.00	-
Educational Media Services	-	125,787.00	121,341.00	120,400.00	116,669.00	110,525.00	115,501.00	121,723.00	112,002.00	-
Instruction Staff Training	-	15,932.00	13,002.00	7,454.00	9,820.00	15,796.00	14,122.00	12,903.00	22,909.00	816,627.00
General Administration	679,051.45	659,983.00	656,563.00	645,739.00	549,808.00	609,826.00	682,986.00	580,060.00	483,699.00	476,949.00
Central Services	364,712.06	332,824.00	324,437.00	316,571.00	317,281.00	313,160.00	306,106.00	294,232.00	286,751.00	332,183.00
Allowed Maintenance for School Facilities	-	606,059.00	696,285.00	365,881.00	814,499.00	224,161.00	184,924.00	123,617.00	207,280.00	-
Administrative Information Technology	112,565.84	21,315.00	21,380.00	24,231.00	19,776.00	13,284.00	17,128.00	26,377.00	18,668.00	55,563.00
School Administrative Services	452,253.23	496,613.00	467,738.00	449,532.00	460,376.00	443,486.00	435,627.00	373,303.00	448,588.00	494,290.00
Plant Operations & Maintenance	2,115,333.37	1,357,526.00	1,183,529.00	1,206,738.00	1,257,914.00	1,184,682.00	1,131,736.00	1,059,585.00	992,394.00	1,358,978.00
Pupil Transportation	1,095,366.94	949,964.00	1,409,657.00	1,260,874.00	1,046,606.00	941,875.00	839,528.00	817,813.00	645,679.00	721,643.00
Unallocated Benefits	6,574,455.85	2,701,523.00	2,638,506.00	2,338,842.00	2,327,685.00	2,275,655.00	2,424,537.00	2,469,119.00	2,399,028.00	323,790.00
Non-budgeted Expenditures	-	1,252,343.00	1,335,385.00	1,331,709.00	1,296,324.00	1,304,489.00	1,204,680.00	1,389,860.00	1,550,045.00	1,232,117.00
Scholarships Awarded	-	-	-	-	-	-	-	-	-	-
Student Activities	-	-	-	-	-	-	-	-	-	-
Business and Other Support Services:										
Capital Outlay	3,138,515.19	2,888,015.00	1,425,186.00	251,258.00	60,830.00	468,158.00	74,028.00	1,664,871.00	309,763.00	405,759.00
Debt Service:										
Principal	475,000.00	401,000.00	775,000.00	760,000.00	735,000.00	715,000.00	695,000.00	665,000.00	615,000.00	575,000.00
Interest & Other Charges	472,972.26	497,324.00	15,500.00	30,700.00	45,400.00	59,700.00	73,600.00	95,720.00	138,977.00	194,313.00
Total Expenditures	28,710,103.31	24,941,735.00	23,165,254.00	20,937,304.00	20,343,392.00	19,515,866.00	18,429,519.00	17,692,787.00	17,692,787.00	17,329,659.00
Other Financing Sources/(Uses):										
Transfers In	-	-	-	-	-	-	-	-	-	211,683.00
Transfers Out	-	-	-	-	-	-	-	-	(18,360.00)	(211,683.00)
Total Other Financing Sources/(Uses)	-	-	-	-	-	-	-	-	(18,360.00)	-
Net Change in Fund Balances	\$ (1,582,289.48)	\$ (1,639,202.00)	\$ (793,958.00)	\$ 441,249.00	\$ 343,603.00	\$ 329,654.00	\$ 748,406.00	\$ (1,086,868.00)	\$ 783,606.00	\$ 651,696.00
Debt Service as a Percentage of Noncapital Expenditures	3.41%	3.74%	3.53%	3.92%	3.99%	4.13%	4.35%	3.99%	4.45%	4.65%

Source: CAFR Schedule B-2

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE

LAST TEN FISCAL YEARS

(Modified Accrual Basis of Accounting)
 (UNAUDITED)

FISCAL YEAR ENDING JUNE 30,	INTEREST			TRANSPORTATION FEES	MISCELLANEOUS	TOTAL
	INVESTMENTS	ON				
2021	\$ -	\$ -	\$ -	\$ 529,089.10	\$ 529,089.10	529,089.10
2020	-	-	-	9,520.00	9,520.00	9,520.00
2019	-	-	-	195,615.00	195,615.00	195,615.00
2018	-	-	-	92,752.00	92,752.00	92,752.00
2017	-	-	-	71,499.00	71,499.00	71,499.00
2016	-	-	-	15,909.00	15,909.00	15,909.00
2015	-	-	-	32,067.00	32,067.00	32,067.00
2014	311.00	-	-	34,766.00	35,077.00	35,077.00
2013	621.00	-	10,878.00	-	11,499.00	11,499.00
2012	-	-	-	280,080.00	280,080.00	280,080.00

Source: District Records

Revenue Capacity Information

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

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RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS

RUMSON BOROUGH

FISCAL YEAR ENDED JUNE 30	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	LESS:			NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE ^b	ACTUAL COUNTY EQUALIZED VALUE
									TAX EXEMPT PROPERTY	PUBLIC UTILITIES ^a	TAX			
2012	41,969,100	2,809,034,000	-	30,200	103,446,700	-	628,700	2,955,108,700	-	1,363,484	3,248,954,038	0.480	3,441,790,050	
2013	54,489,000	2,757,376,100	-	26,800	99,895,900	-	628,700	2,912,416,500	-	1,277,630	2,913,694,130	0.496	3,318,993,162	
2014	54,489,000	2,757,376,100	-	26,800	99,895,900	-	628,700	3,284,290,800	-	1,277,630	2,913,694,130	0.446	3,338,372,433	
2015	47,011,900	3,192,319,600	-	25,000	80,679,000	-	31,338,400	3,377,312,100	-	1,124,732	3,359,860,332	0.446	3,427,549,226	
2016	38,095,200	3,290,090,400	7,361,700	25,000	111,691,600	-	488,900	3,453,598,600	-	1,126,150	3,448,408,950	0.448	3,602,272,765	
2017	35,813,400	3,286,000,000	6,898,900	29,400	110,281,900	-	1,024,700	3,445,573,900	-	1,124,274	3,441,172,574	0.473	3,576,104,047	
2018	51,604,600	3,404,746,900	7,043,700	25,000	110,367,200	-	1,195,200	3,574,982,600	-	1,121,447	3,576,104,047	0.473	3,676,440,250	
2019	45,869,300	3,516,366,900	19,209,000	35,600	111,628,900	-	1,224,700	3,694,334,400	-	1,137,771	3,677,902,471	0.472	3,852,766,411	
2020	46,192,200	3,499,294,400	19,209,000	35,600	111,628,900	-	1,060,000	3,676,764,700	-	1,154,480	3,934,890,180	0.472	3,974,777,200	
2021	37,194,900	3,832,861,700	19,918,900	10,200	145,210,700	-	1,102,200	4,036,298,600	-	1,239,257	4,037,537,857	0.466		

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY (continued)
LAST TEN FISCAL YEARS

FISCAL YEAR ENDED JUNE 30,	FAIR HAVEN BOROUGH										TOTAL DIRECT SCHOOL TAX RATE ^b	ACTUAL COUNTY EQUALIZED VALUE	
	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	LESS: TAX EXEMPT PROPERTY	PUBLIC UTILITIES ^a			NET VALUATION TAXABLE
2012	11,706,700	1,112,721,000	-	-	38,126,700	-	-	1,162,554,400	-	-	1,162,554,400	1.120	1,505,176,258
2013	10,626,900	1,115,672,700	-	-	37,727,500	-	-	1,164,027,100	-	488,358	1,164,515,458	1.137	1,457,584,648
2014	10,626,900	1,115,672,700	-	-	37,727,500	-	-	1,456,398,200	-	488,358	1,164,475,458	0.952	1,515,976,059
2015	9,108,000	1,470,013,900	-	-	50,248,000	-	-	1,532,121,800	-	441,313	1,532,563,113	0.914	1,599,793,046
2016	11,427,100	1,510,231,800	-	-	51,014,900	-	-	1,576,422,900	-	443,518	1,573,117,318	0.909	1,623,838,999
2017	15,738,400	1,570,109,300	-	-	52,250,800	-	-	1,641,063,400	-	450,247	1,638,548,747	0.878	1,677,464,377
2018	15,418,300	1,651,642,500	-	-	53,548,500	-	-	1,720,609,300	-	450,480	1,721,059,780	0.853	1,721,059,780
2019	15,872,100	1,723,174,400	-	-	54,075,700	-	-	1,793,122,200	-	460,111	1,790,478,311	0.831	1,774,823,276
2020	15,985,900	1,720,005,600	-	-	54,023,700	-	-	1,790,018,200	-	501,515	1,834,586,915	0.831	1,785,658,276
2021	9,099,200	1,815,124,000	-	-	58,681,000	-	-	1,882,904,200	-	513,323	1,883,417,523	0.855	1,883,417,523

Source: Monmouth County Board of Taxation

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

a. Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

b. Tax rates are per \$100

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)

FISCAL ENDED JUNE 30,	RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT DIRECT RATE										OVERLAPPING RATES						TOTAL DIRECT AND OVERLAPPING TAX RATE							
	BASIC RATE ^a :					DEBT SERVICE ^b :					TOTAL DIRECT SCHOOL TAX RATE					MUNICIPAL			COUNTY			RUMSON BOROUGH	FAIR-HAVEN BOROUGH	TOTAL BOROUGH
	RUMSON BOROUGH	FAIR-HAVEN BOROUGH	RUMSON BOROUGH	FAIR-HAVEN BOROUGH	RUMSON BOROUGH	FAIR-HAVEN BOROUGH	RUMSON BOROUGH	FAIR-HAVEN BOROUGH	RUMSON BOROUGH	FAIR-HAVEN BOROUGH	RUMSON BOROUGH	FAIR-HAVEN BOROUGH	RUMSON BOROUGH	FAIR-HAVEN BOROUGH	RUMSON BOROUGH	FAIR-HAVEN BOROUGH	RUMSON BOROUGH	FAIR-HAVEN BOROUGH	FAIR-HAVEN BOROUGH					
2012	0.017	0.020	0.017	0.020	0.019	0.019	0.017	0.020	0.019	0.019	0.480	0.480	0.480	0.480	0.480	0.480	0.342	0.456	0.301	0.338	1.201	1.201	1.123	1.914
2013	0.369	0.377	0.019	0.019	0.019	0.019	0.019	0.019	0.019	0.496	0.496	0.496	0.496	0.496	0.496	0.496	0.359	0.457	0.346	0.383	1.201	1.201	1.201	1.977
2014	0.388	0.373	0.019	0.019	0.019	0.019	0.019	0.019	0.019	0.446	0.446	0.446	0.446	0.446	0.446	0.446	0.322	0.404	0.315	0.312	1.083	1.083	1.083	1.648
2015	0.355	0.304	0.016	0.015	0.015	0.015	0.015	0.015	0.015	0.446	0.446	0.446	0.446	0.446	0.446	0.446	0.329	0.399	0.306	0.305	1.081	1.081	1.081	1.618
2016	0.329	0.399	0.016	0.015	0.015	0.015	0.015	0.015	0.015	0.448	0.448	0.448	0.448	0.448	0.448	0.448	0.327	0.405	0.290	0.301	1.065	1.065	1.065	1.615
2017	0.335	0.389	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.467	0.467	0.467	0.467	0.467	0.467	0.467	0.335	0.389	0.289	0.288	1.091	1.091	1.091	1.555
2018	0.252	0.248	0.018	0.018	0.018	0.018	0.018	0.018	0.018	0.473	0.473	0.473	0.473	0.473	0.473	0.473	0.333	0.377	0.252	0.248	1.058	1.058	1.058	1.478
2019	0.241	0.240	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.472	0.472	0.472	0.472	0.472	0.472	0.472	0.333	0.372	0.017	0.017	0.822	0.822	0.822	1.220
2020	0.241	0.240	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.472	0.472	0.472	0.472	0.472	0.472	0.472	0.333	0.372	0.017	0.017	0.822	0.822	0.822	1.220
2021	0.352	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.466	0.466	0.466	0.466	0.466	0.466	0.466	0.323	0.405	0.017	0.017	0.806	0.806	0.806	1.277

Source: Municipal Tax Assessor

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

^a The District's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net Valuation taxable
^b Rates for debt service are based on each year's requirements.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 PRINCIPAL PROPERTY TAX PAYERS,
 CURRENT YEAR AND NINE YEARS AGO

RUMSON BOROUGH				FAIR HAVEN BOROUGH			
2021				2021			
Taxpayer	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE	Taxpayer	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
DATA NOT AVAILABLE				DATA NOT AVAILABLE			
Total	\$ -		0.000%	Total	\$ -		0.000%
2012				2012			
Taxpayer	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE	Taxpayer	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
DATA NOT AVAILABLE				DATA NOT AVAILABLE			
Total	\$ -		-	Total	\$ -		-

Source: Municipal Tax Assessor

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY ^a		COLLECTIONS IN SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
2012	\$ 15,825,775.00	\$ 15,825,775.00	100.00%	\$ -
2013	16,086,231.00	16,086,231.00	100.00%	-
2014	16,377,537.00	16,377,537.00	100.00%	-
2015	17,085,107.00	17,085,107.00	100.00%	-
2016	17,626,580.00	17,626,580.00	100.00%	-
2017	18,231,103.00	18,231,103.00	100.00%	-
2018	18,742,189.00	18,742,189.00	100.00%	-
2019	19,477,149.00	19,477,149.00	100.00%	-
2020	20,031,713.00	20,031,713.00	100.00%	-
2021	20,414,152.00	20,414,152.00	100.00%	-

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

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

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Debt Capacity Information

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

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**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME ^a		PER CAPITA FAIR-HAVEN BOROUGH
		RUMSON BOROUGH	FAIR-HAVEN BOROUGH	
2012	\$ 4,960,000.00	N/A	N/A	492.57
2013	4,345,000.00	N/A	N/A	N/A
2014	3,680,000.00	N/A	N/A	N/A
2015	3,136,540.00	N/A	N/A	N/A
2016	2,985,000.00	N/A	N/A	N/A
2017	2,270,000.00	N/A	N/A	N/A
2018	790,500.00	N/A	N/A	N/A
2019	-	N/A	N/A	N/A
2020	12,195,000.00	N/A	N/A	N/A
2021	11,720,000.00	N/A	N/A	N/A

Note: Details regarding the district's outstanding debt can be found in the notes to the financial statements.
See Exhibit J-14 for personal income and population data.

^a See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income.

^b Includes Early Retirement Incentive Plan ("ERIP") refunding and State Loans

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

RUMSON BOROUGH						
GENERAL BONDED DEBT OUTSTANDING						
FISCAL YEAR ENDED JUNE 30,	GENERAL OBLIGATION BONDS	CAPITAL LEASES	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY ^a	PER CAPITA ^b
2012	\$ 3,512,054.70	\$ -	\$ -	\$ 3,512,054.70	0.130%	548.75
2013	2,966,766.00	-	-	2,966,766.00	N/A	N/A
2014	2,576,000.00	-	-	2,576,000.00	N/A	N/A
2015	2,252,165.00	-	-	2,252,165.00	N/A	N/A
2016	2,113,259.90	-	-	2,113,259.90	N/A	N/A
2017	1,579,052.18	-	-	1,579,052.18	N/A	N/A
2018	549,305.00	-	-	549,305.00	N/A	N/A
2019	-	-	-	-	N/A	N/A
2020	8,536,500.00	-	-	8,536,500.00	N/A	N/A
2021	8,204,000.00	-	-	8,204,000.00	N/A	N/A

FAIR HAVEN BOROUGH						
GENERAL BONDED DEBT OUTSTANDING						
FISCAL YEAR ENDED JUNE 30,	GENERAL OBLIGATION BONDS	CAPITAL LEASES	DEDUCTIONS	NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
2012	\$ 1,447,945.30	\$ -	\$ -	\$ 1,447,945.30	0.130%	492.57
2013	1,378,234.00	-	-	1,378,234.00	N/A	N/A
2014	1,104,000.00	-	-	1,104,000.00	N/A	N/A
2015	884,375.00	-	-	884,375.00	N/A	N/A
2016	871,740.10	-	-	871,740.10	N/A	N/A
2017	690,947.82	-	-	690,947.82	N/A	N/A
2018	241,195.00	-	-	241,195.00	N/A	N/A
2019	-	-	-	-	N/A	N/A
2020	3,658,500.00	-	-	3,658,500.00	N/A	N/A
2021	3,516,000.00	-	-	3,516,000.00	N/A	N/A

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

^a Used Estimated County equalized value from J-6

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 20, 2021**

GOVERNMENTAL UNIT:	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE ^a	SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
Rumson Borough			\$ 9,732,206.39
Fair Haven Borough			23,046,879.26
Monmouth County General Obligation Debt:			
Rumson Borough	481,238,392.88	3.016%	14,514,149.93
Fair Haven Borough	481,238,392.88	1.429%	<u>6,876,896.63</u>
Subtotal, Overlapping Debt			
Rumson-Fair Haven Regional School District Direct Debt			<u>11,720,000.00</u>
Total Direct & Overlapping Debt			<u><u>\$ 11,720,000.00</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by the Monmouth County Board of Taxation. Debt Outstanding data provided by each governmental unit.

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

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS
 (Dollars in Thousands)

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Debt Limit	\$ 157,281,308.10	\$ 162,498,314.00	\$ 158,611,953.00	\$ 153,936,953.00	\$ 141,745,470.00	\$ 139,845,057.00	\$ 130,409,927.00	\$ 145,035,739.00	\$ 147,548,236.00	\$ 151,653,264.00
Total Net Debt Applicable to Limit	11,720,000.00	12,195,000.00	12,596,000.00	775,000.00	1,535,000.00	2,270,000.00	2,985,000.00	3,680,000.00	4,345,000.00	4,960,000.00
Legal Debt Margin	\$ 145,561,308.10	\$ 67,902,520.34	\$ 146,015,953.00	\$ 153,161,953.00	\$ 140,210,470.00	\$ 137,575,057.00	\$ 127,424,927.00	\$ 141,355,739.00	\$ 143,203,236.00	\$ 146,693,264.00
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	7.45%	0.61%	7.94%	0.50%	1.08%	1.62%	2.29%	2.54%	2.94%	3.27%

EQUALIZED VALUATION BASIS

	RUMSON BOROUGH	FAIR HAVEN BOROUGH	TOTAL
2018	\$ 3,675,318,803.00	\$ 1,774,372,796.00	\$ 5,449,691,599.00
2019	3,851,628,640.00	1,785,198,165.00	5,636,826,805.00
2020	3,944,385,541.00	1,869,226,865.00	5,813,612,406.00
	[A]	16,900,130,810.00	
Average Equalized Valuation of Taxable Property [A/3]		5,633,376,936.67	
Debt Limit (3% of Average Equalization Value) [B]		169,001,308.10	
Net Bonded School Debt [C]		11,720,000.00	
Legal Debt Margin [B-C]		\$ 157,281,308.10	

Source: Equalized valuation bases were obtained from the Monmouth County Board of Taxation

Demographic and Economic Information

Demographic and economic information is intended (1) to assist users in understanding the socioeconomic environment within the School District operates and (2) to provide information that facilitates comparisons of financial statement information over time and among school districts.

Please refer to the following exhibits for a historical view of the demographic and economic statistics and factors prevalent in the location in which the School District operates.

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**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

RUMSON BOROUGH				
YEAR	POPULATION ^a	PERSONAL INCOME ^b	PER CAPITA PERSONAL INCOME ^c	UNEMPLOYMENT RATE ^d
2012	6,959	N/A	79,388	N/A
2013	6,902	N/A	N/A	N/A
2014	6,826	N/A	N/A	N/A
2015	6,820	N/A	N/A	N/A
2016	6,794	N/A	N/A	N/A
2017	6,815	N/A	N/A	N/A
2018	6,768	N/A	N/A	N/A
2019	6,724	N/A	N/A	N/A
2020	6,671	N/A	N/A	N/A
2021	N/A	N/A	N/A	N/A

FAIR HAVEN BOROUGH				
YEAR	POPULATION ^a	PERSONAL INCOME ^b	PER CAPITA PERSONAL INCOME ^c	UNEMPLOYMENT RATE ^d
2012	6,071	N/A	54,244	N/A
2013	6,053	N/A	N/A	N/A
2014	6,021	N/A	N/A	N/A
2015	5,981	N/A	N/A	N/A
2016	5,954	N/A	N/A	N/A
2017	5,911	N/A	N/A	N/A
2018	5,818	N/A	N/A	N/A
2019	5,744	N/A	N/A	N/A
2020	5,710	N/A	N/A	N/A
2021	N/A	N/A	N/A	N/A

Sources:

a Population information provided by the NJ Department of Labor and Workforce Development.

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

c Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.

d Unemployment data provided by the NJ Department of Labor and Workforce Development.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 PRINCIPAL EMPLOYERS
 CURRENT YEAR AND NINE YEARS AGO

2021			2011		
EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT	EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT

DATA NOT AVAILABLE

DATA NOT AVAILABLE

0		0.00%	0		0.00%
0			0		

Source: Municipal Tax Collector

N/A - Information was not available at reporting time

Operating Information

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

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**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program:	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Instruction:										
Regular	67.40	76.80	76.80	76.80	76.80	76.80	75.80	75.80	75.80	75.80
Special Education	16.00	14.00	14.00	14.00	14.00	14.00	14.00	14.00	14.00	14.00
Other Special Instruction	9.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Other instruction	0.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Support Services:										
Student & Instruction Related Services	27.75	21.50	21.50	21.50	21.50	21.50	21.50	21.50	21.50	21.50
General Administration	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
School Administrative Services	4.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Other Administrative Services	2.80	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Central Services	1.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Administrative Information Technology	7.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	0.00
Plant Operations & Maintenance	0.20	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Pupil Transportation	3.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total	140	134	134	134	134	134	133	133	133	132

Source: District Personnel Records

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)		PUPIL COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/TEACHER RATIO (d)	AVERAGE DAILY ENROLLMENT (ADE)(c)	AVERAGE DAILY ATTENDANCE (ADA)(c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
		\$									
2021	965	\$ 23,738,122.74	\$ 24,599.09	10.24%	83	11:1	963.94	937.02	-2.17%	97.21%	
2020	988	22,047,654.00	22,315.00	6.16%	77	12:1	985.31	942.30	-0.21%	97.21%	
2019	999	20,949,568.00	21,021.00	3.49%	77	12:1	987.36	932.70	0.44%	93.36%	
2018	999	20,292,132.00	20,312.00	8.76%	77	12:1	983.01	928.70	-0.25%	94.48%	
2017	1,001	18,594,026.00	18,575.00	-0.54%	77	11:1	985.50	937.20	-0.10%	95.10%	
2016	998	18,033,086.00	18,069.00	-3.25%	77	13:1	986.50	941.70	5.43%	95.46%	
2015	942	17,592,721.00	18,676.00	2.71%	76	13:1	935.70	889.20	2.04%	95.03%	
2014	929	16,892,299.00	18,183.00	9.54%	76	13:1	917.00	867.00	2.46%	94.55%	
2013	897	14,889,330.00	16,599.00	-5.41%	76	13:1	895.00	845.30	-1.53%	94.45%	
2012	934	16,389,411.00	17,548.00	5.93%	79	13:1	908.40	898.00	-4.57%	94.26%	

Sources: District records

Note: Enrollment based on annual October district count from the year prior.

- a Operating expenditures equal total expenditures less debt service, capital outlay, and on-behalf TPAF Pension and reimbursed TPAF social security contributions. J-4
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).
- d Pupil/Teacher ratio was obtained from the Comparative Spending Guide

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 SCHOOL BUILDING INFORMATION
 LAST TEN FISCAL YEARS

<u>DISTRICT BUILDINGS</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
High School	180,000	148,000	148,000	148,000	148,000	148,000	148,000	148,000	148,000	148,000
Square Feet	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200
Capacity (students)	965	985	984	999	1,001	998	942	929	895	934
Enrollment										

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

Source: District Facilities Office, District Records

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 GENERAL FUND
 SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
 LAST TEN FISCAL YEARS
 UNAUDITED

SCHOOL FACILITIES	PROJECT #(S)	<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>
High School:	N/A	1,158,437.00	606,059.00	696,285.00	504,089.00	814,499.00	224,161.00	256,400.00	271,400.00	225,640.00	264,654.00
Total:		1,158,437.00	606,059.00	696,285.00	504,089.00	814,499.00	224,161.00	256,400.00	271,400.00	225,640.00	264,654.00
Total School Facilities	\$										
											3,785,837.00

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2021
UNAUDITED**

	COVERAGE		DEDUCTIBLE
New Jersey School Boards Association			
Insurance Group			
Property Coverage:			
Blanket Real & Personal Property	500,000,000.00	Per Occurrence	5,000.00
Blanket Limit for RFH	56,758,524.00		5,000.00
Blanket Extra Expense	50,000,000.00		5,000.00
Blanket Valuable Papers & Records	10,000,000.00		5,000.00
Sublimits:			
All Flood Zones	75,000,000.00	Hazardous Area	500,000.00
		Other Flood Zones	10,000.00
Earthquake	50,000,000.00		5,000.00
Terrorism	1,000,000.00		
Electronic Data Processing:			
Data Processing Equipment Inc Data & Media	600,000.00	Per Occurrence	1,000.00
Equipment Breakdown:			
Property Damage	100,000,000.00		25,000.00
Perishable Goods	1,000,000.00		
Expediting Expenses	1,000,000.00		
Hazardous Substance Cleanup	1,000,000.00		
Crime Coverage:			
Faithful Performance Limit	500,000.00		1,000.00
Forgery & Alteration	50,000.00		1,000.00
Money & Securities Limit	50,000.00		500.00
Computer Fraud	100,000.00		1,000.00
General Liability Coverage:			
Bodily Injury & Property Damage	16,000,000.00		
Employee Benefit Liability	16,000,000.00		1,000.00
Sexual Abuse	16,000,000.00		
Terrorism Sub-limit	1,000,000.00		
Automobile Coverage:			
Bodily Injury & Property Damage	16,000,000.00		
Uninsured/Underinsured Motorists	1,000,000.00		
Personal Injury Protection	250,000.00		
Medical Payments	10,000.00		
Physical Damage:			
Comprehensive:	ACV		1,000.00
Collision:	ACV		1,000.00
Hired Car-Physical Damage	110,000.00		1,000.00
School Leaders Errors & Omissions Liability:			
Coverage A:	16,000,000.00		10,000.00
Coverage B:	100,000.00	Each Claim	10,000.00
	300,000.00	Policy Limit	

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2021
UNAUDITED**

	COVERAGE	DEDUCTIBLE
Workers Compensation		
Part One: Workers Compensation:	Statutory	
Part Two: Employers' Liability:		
Bodily Injury By Accident:	3,000,000.00	
Bodily Injury By Disease:	3,000,000.00	
Bodily Injury By Disease:	3,000,000.00	
Bonds		
Board Secretary Bond - Selective Ins.	225,000.00	
Pollution		
Ironshore Specialty/NJSIG		
Each Incident Limit	1,000,000.00	50,000.00
Each Incident Aggregate	11,000,000.00	50,000.00
Crisis Management		
National Union Fire Ins. Co./NJSIG		
Expenses Limit	1,000,000.00	
Consultant Expenses	Unlimited	
Cyber Liability		
Beazley Ins. Co./NJSIG		
Policy Aggregate	10,000,000.00	25,000.00
Limit of Liability	2,000,000.00	25,000.00
Student Accident Insurance		
Base Coverage - Berkeley Accident & Health		
Catastrophic - US Fire Ins. Co.		
Bob McCloskey Insurance		
Base Student Accident		
Max Medical Benefit	25,000.00	
Deductible	3,000.00	
Benefit Period	3 years	
Catastrophic Coverage		
Max Medical Benefit	5,000,000.00	
Deductible	25,000.00	
Benefit Period	10 Years	

Source: District Records

SINGLE AUDIT SECTION

Fourth Section

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EXHIBIT K-1

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

Honorable President and Members
of the Board of Education
Rumson-Fair Haven Regional School District
County of Monmouth
Rumson, NJ 07760

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Rumson-Fair Haven Regional School District (School District) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated February 10, 2022.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of This Report

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Robert W. Allison
Certified Public Accountant
Public School Accountant, No. 897

Lakewood, New Jersey
February 10, 2022

EXHIBIT K-2

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

Honorable President and Members
of the Board of Education
Rumson-Fair Haven Regional School District
County of Monmouth
Rumson, NJ 07760

Report on Compliance for Each Major Federal and State Program

We have audited the Rumson-Fair Haven Regional School District's (the School District) compliance with the types of compliance requirements described in the New Jersey State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the School District's major state programs for the fiscal year ended June 30, 2021. The Rumson-Fair Haven Regional School District's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School District's major 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; New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*; and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards and New Jersey OMB's Circular 15-08 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal and State Program

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

Report on Internal Control Over Compliance

Management of the School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major 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 state program and to test and report on internal control over compliance in accordance with New Jersey OMB's Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School District's internal control over compliance.

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

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

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Robert W. Allison
Certified Public Accountant
Public School Accountant, No. 897

Lakewood, New Jersey
February 10, 2022

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM TITLE OR CLUSTER	FEDERAL CDA NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2020	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	ADJUSTMENTS	UNEARNED REVENUE	BALANCE, JUNE 30, 2021	
												(ACCOUNTS RECEIVABLE)	DUE TO GRANTOR
U.S. Department of Education													
Passed Through New Jersey Department of Education:													
No Child Left Behind (N.C.L.B.):													
Title I - Part A													
Subtotal	84,010	S010A170030	100-034-5064-194	\$ 65,308.00	7/1/20-6/30/21	\$ -	9,688.00	(19,596.00)	-	-	\$ -	\$ (9,908.00)	\$ -
Title II - Part A, Supporting Effective Instruction	84,367	S367A170029	100-034-5063-290	13,313.00	7/1/20-6/30/21	-	7,040.00	(20,353.00)	-	-	-	(13,313.00)	-
Subtotal	84,424	S424A180031	100-034-5063-348	20,000.00	7/1/20-6/30/21	-	-	-	-	-	-	(13,313.00)	-
Title IV - Part A, Student Support and Academic Enrichment													
Subtotal													
I.D.E.A., Part B (Special Education Cluster):													
Basic	84,027	H027A170100	100-034-5065-016	176,132.00	7/1/20-6/30/21	-	176,132.00	(176,132.00)	-	-	-	-	-
Total Special Education Cluster													
Education Stabilization Fund													
Elementary and Secondary School Emergency Relief (ESSER) Fund													
Subtotal	84,423D	S425D200027	N/A	169,046.00	7/1/20-6/30/21	-	24,975.00	(169,046.00)	-	-	-	(144,071.00)	-
Total U.S. Department of Education													
							217,855.00	(383,147.00)	-	-	-	(167,292.00)	-
U.S. Department of the Treasury													
Passed Through New Jersey Department of Education:													
Corona Virus Relief Fund:													
School Re-opening and Remote Learning													
Subtotal	21,019	N/A	100-034-5120-517	24,975.00	7/1/20-6/30/21	-	24,975.00	(24,975.00)	-	-	-	-	-
Total U.S. Department of the Treasury													
Total Expenditures of Federal Awards							242,830.00	(610,122.00)	-	-	-	(167,292.00)	\$ -

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

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RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2021

GRANT OR STATE PROJECT NUMBER	STATE GRANTOR/PROGRAM TITLE	AWARD AMOUNT	GRANT PERIOD	BALANCE, JUNE 30, 2020			CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	REPAYMENT OF PRIOR YEARS' BALANCES	BALANCE, JUNE 30, 2021		MEMO	
				BALANCE	UNEARNED REVENUE	(ACCOUNTS RECEIVABLE)					UNEARNED REVENUE	(ACCOUNTS RECEIVABLE)	DUE TO GRANTOR	BUDGETARY RECEIVABLE
New Jersey Department of Education:														
General Fund:														
495-034-5120-089	State Aid Public:	\$ 506,799.07	7/1/20-6/30/21	-	-	-	\$ 506,799.07	(\$ 506,799.07)	-	\$ -	-	\$ -	\$ 49,506.07	506,799.07
495-034-5120-084	Special Education Categorical Aid Security Aid	16,462.13	7/1/20-6/30/21	-	-	-	16,462.13	(16,462.13)	-	-	-	-	1,399.13	16,462.13
	Total State Aid Public						523,261.20	(523,261.20)					50,905.20	523,261.20
495-034-5120-014	Transportation Aid	291,593.80	7/1/20-6/30/21	(320,888.00)	-	-	291,593.80	(291,593.80)	-	-	-	-	24,782.80	291,593.80
495-034-5120-044	Extraordinary Aid	320,888.00	7/1/19-6/30/20	-	-	-	320,888.00	-	-	-	-	-	-	-
495-034-5120-044	Extraordinary Aid	538,078.00	7/1/20-6/30/21	(15,063.00)	-	-	321,411.00	(538,078.00)	-	-	(505,937.00)	-	-	538,078.00
495-034-5120-014	Additional Non-Public Transportation Aid	15,063.00	7/1/19-6/30/20	-	-	-	15,063.00	-	-	-	-	-	-	-
495-034-5120-014	Additional Non-Public Transportation Aid	18,404.00	7/1/20-6/30/21	-	-	-	-	(18,404.00)	-	-	(18,404.00)	-	-	18,404.00
495-034-5120-014	Reimbursed TPAF Social Security Contributions	610,594.32	7/1/20-6/30/21	-	-	-	610,594.32	(610,594.32)	-	-	-	-	-	610,594.32
495-034-5094-003	TPAF - Post Retirement	741,077.00	7/1/20-6/30/21	-	-	-	741,077.00	(741,077.00)	-	-	-	-	-	741,077.00
495-034-5094-001	Medical (Noncash Assistance)	2,364,752.00	7/1/20-6/30/21	-	-	-	2,364,752.00	(2,364,752.00)	-	-	-	-	-	2,364,752.00
495-034-5094-002	TPAF - Pension	1,397.00	7/1/20-6/30/21	-	-	-	1,397.00	(1,397.00)	-	-	-	-	-	1,397.00
495-034-5094-004	TPAF - Long-Term Disability	63,265.00	7/1/20-6/30/21	-	-	-	-	(63,265.00)	-	-	(63,265.00)	-	-	63,265.00
	Securing our Children's Future Bond Act (Abyss's Law)						4,900,767.32	(5,152,422.32)					75,688.00	5,152,422.32
	Total General Fund						(335,951.00)	(335,951.00)					(587,606.00)	(335,951.00)
Debt Service Fund:														
495-034-5120-017	Debt Service Aid	183,864.00	7/1/16-6/30/17	-	-	-	183,864.00	(183,864.00)	-	-	-	-	-	183,864.00
	Total Debt Service Fund						183,864.00	(183,864.00)					-	183,864.00
	Total New Jersey Department of Education						5,084,631.32	(5,336,286.32)					75,688.00	5,336,286.32
	Total State Financial Assistance						(335,951.00)	(335,951.00)					(587,606.00)	(335,951.00)
State Financial Assistance Programs not Subject to Calculation for Major Program Determination:														
495-034-5094-001	TPAF - Post Retirement	\$ 741,077.00	7/1/20-6/30/21	-	-	-	\$ 741,077.00	-	-	-	-	-	-	741,077.00
495-034-5094-002	Medical (Noncash Assistance)	2,364,752.00	7/1/20-6/30/21	-	-	-	2,364,752.00	-	-	-	-	-	-	2,364,752.00
495-034-5094-004	TPAF - Pension	1,397.00	7/1/20-6/30/21	-	-	-	1,397.00	-	-	-	-	-	-	1,397.00
	Contributions (Noncash Assistance)													
	TPAF - Long-Term Disability													
	Insurance (Noncash Assistance)													
	Total State Financial Assistance Subject to Calculation for Major Program Determination						\$ (2,229,060.32)							\$ (2,229,060.32)

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

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

Note 1. Basis of Presentation

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

Note 2. Summary of Significant Accounting Policies

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

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

The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the School District for the year ended June 30, 2021. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2021.

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
 FINANCIAL ASSISTANCE
 YEAR ENDED JUNE 30, 2021 (Continued)**

Note 3. Relationship to Basic Financial Statements

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$8,465.00) for the general fund and 107,257.16 for the Special Revenue Fund. See Exhibit C-3 Note A of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance expenditures reported in the School District’s basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ -	\$ 5,143,957.32	\$ 5,143,957.32
Special Revenue Fund	517,379.16	-	517,379.16
Debt Service Fund	-	183,864.00	183,864.00
Total Awards & Financial Assistance	<u>\$ 517,379.16</u>	<u>\$ 5,327,821.32</u>	<u>\$ 5,845,200.48</u>

Note 4. Relationship to Federal and State Financial Reports

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

Note 5. Federal and State Loans Outstanding

The School District had no loan balances outstanding at June 30, 2021.

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2021**

Section I - Summary of Auditor's Results

Financial Statements

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

Federal Awards - Not Applicable

Internal control over major programs:

1) Material weakness(es) identified?	_____ Yes	_____ No
2) Significant deficiency(ies) identified?	_____ Yes	_____ No

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516(a) of Uniform Guidance? _____ Yes _____ No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

Dollar threshold used to determine Type A programs _____

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2021**

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

State Financial Assistance

Dollar threshold used to determine Type A programs	\$	750,000.00
Auditee qualified as low-risk auditee?	<u> X </u> Yes	<u> </u> No
Internal control over major programs:		
1) Material weakness(es) identified?	<u> </u> Yes	<u> X </u> No
2) Significant deficiency(ies) identified?	<u> </u> Yes	<u> X </u> No
Type of auditor's report issued on compliance for major programs		Unmodified
Any audit findings disclosed that are required to be reported in accordance with New Jersey OMB's Circular 15-08?	<u> </u> Yes	<u> X </u> No

Identification of major programs:

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
YEAR ENDED JUNE 30, 2021**

Section II - Financial Statement Findings

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

None.

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
YEAR ENDED JUNE 30, 2021**

Section III - State Financial Assistance Findings & Questioned Costs

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

STATE FINANCIAL ASSISTANCE

None.

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

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

Financial Statement Findings

No Prior Year Findings.

Federal Awards

No Prior Year Findings.

State Financial Assistance

No Prior Year Findings.