

BRICK TOWNSHIP
BOARD OF EDUCATION
OF OCEAN COUNTY

BRICK TOWNSHIP BOARD OF EDUCATION
Brick, New Jersey

ANNUAL COMPREHENSIVE FINANCIAL REPORT
Fiscal Year Ended June 30, 2022

ANNUAL COMPREHENSIVE
FINANCIAL REPORT

Of the

Brick Township Board of Education
of Ocean County

Brick, New Jersey

For the Fiscal Year Ended June 30, 2022

Prepared by

Brick Township Board of Education
Finance Department

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INTRODUCTORY SECTION



February 23, 2023

Honorable President and
Members of the Board of Education
Brick Township School District
101 Hendrickson Avenue
Brick, NJ 08724
County of Ocean, New Jersey

Dear Board Members and Constituents of Brick Township:

The Annual Comprehensive Financial Report of the Brick Township School District (District) for the fiscal year ended June 30, 2022, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and result of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections as follows:

The Introductory section includes this transmittal letter, the Management Discussion and Analysis, the District's organizational chart and a list of principal officials.

The financial section includes the general purpose financial statements and schedules, as well as the auditor's report thereon.

The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

The 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 State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

REPORTING ENTITY AND ITS SERVICES

The Brick Township School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups of the District are included in this report.

The Brick Township Board of Education and all its schools constitute the District's Reporting entity and it does not have any nor is it considered a component unit.

The School District provides a full range of high level educational services appropriate to grade levels Pre-K through 12 and is one of the largest districts in New Jersey. The District includes two high schools - Brick Township High School (built 1958) and Brick Township Memorial High School (built 1978), two middle schools - Lake Riviera Middle School (built 1966) and Veterans Memorial Middle School (built 1970), six elementary schools – Drum Point Road Elementary School (built 1961), Emma Havens Young Elementary School (built 1966), Lanes Mill Elementary School (built 1964), Midstreams Elementary School (built 1959), Osbornville Elementary School (built 1938), Veterans Memorial Elementary School (built 1970), and two preschools, Herbertsville Early Childhood Development Center (built 1949) and Warren H. Wolf Early Childhood Development Center (built 1996). All schools provide services for regular students as well as special education for handicapped youngsters. The District completed the 2020-21 fiscal year with an average daily enrollment of 8,232 students, which is 198 students below the previous year's average daily enrollment. The following details the changes in the student enrollment of the District over the last ten years:

Fiscal Year	Average Daily Enrollment	Percent Change
2021-22	8,239	0.0%
2020-21	8,232	-2.3%
2019-20	8,430	-0.0%
2018-19	8,470	-1.6%
2017-18	8,606	-1.1%
2016-17	8,698	-1.6%
2015-16	8,839	-4.4%
2014-15	9,251	-2.7%
2013-14	9,515	-4.7%
2012-13	9,666	-3.5%

You may notice the above enrollment numbers are different than the numbers presented in statistical item J-18. The chart above shows average daily enrollment whereas J-18 shows actual enrollment on October 15, 2021 as reported on our New Jersey state required Application for State School Aid (ASSA) Report.

Our District's enrollment has been declining over the last ten years. We expect the decline has leveled off and we expect our enrollment to remain steady over the next few years.

ECONOMIC CONDITION AND OUTLOOK

Local, state and federal economic conditions continue to create a relatively uncertain economic environment for all entities, including the school district. Not all tax ratables have returned to the rolls from the devastating destruction caused to the community in October 2012 by Superstorm Sandy. The international pandemic has continued to cause issues locally and beyond. On the positive side, there are businesses inside of Brick Township's borders that have remained stable in the current economic climate. New national companies have

opened their doors inside its borders during this year, adding to the nation companies that already maintained space here. Brick Township School District continues to receive all tax levy monies through Brick Township on time and in full and this is expected to continue indefinitely.

The district remains concerned about future state aid allocation. State aid receipts to our school district are expected to decline over the next two years. The district's legal challenge to the state aid formula for fund distribution was unsuccessful. The district is planning for future state aid reductions by looking for alternate revenue sources and evaluating ways to restructure programs to reduce expenses.

Brick Township school district has 12 schools ranging from 25 to 83 years old. Given the age of the buildings, the schools are in satisfactory condition. The district continually does improvements to infrastructure, HVAC, security, roofs, parking lots and other needed areas using the various funding sources available including tax levy, lease purchase, state grant and debt service funding. The District has received federal funding to deal with issues caused by the international pandemic. Some of these funds have been allocated to improve building ventilation.

The international pandemic continued to cause issues within our district. Students continued to need extra services and our robust summer programs helped our students with some of the learning loss that occurred previously. Hiring new staff has become more difficult as the employee shortages that are occurring nationwide are occurring here also. One of the positive areas continues to be the multiple pandemic related grants our district has received that will continue into the next year and will help defray increased and new costs.

Additional information about our district can be found in the District's Management Discussion and Analysis.

MAJOR INITIATIVES

The Brick Township School District continues to advance capital projects. Although Parking lots and roofs continue to be priorities, ventilation system improvements have been advanced in priority. Security measures continue to be evaluated and improvements planned. We upgraded various areas of technology including our technology network. We also started security upgrades including door sensors, strobes and our door access system.

We continue to maximize purchasing power by entering into lease purchase agreements. The District's administration closely monitors the cost of operations and continues to look for new funding sources in order to maintain quality educational services and facilities. During 2021-22 we entered into an ESIP (Energy Savings Improvement Plan) which is expected to provide long term energy savings in usage as well as cost savings.

The District sold its oldest building, The Laurelton School, in April 2022. The building has been unoccupied for many years and was beyond reasonable repair.

INTERNAL ACCOUNTING CONTROLS

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or

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

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

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

BUDGETARY CONTROLS

In addition to internal accounting controls, the District maintains budgetary controls. The legal level of budgetary control is established at line-item accounts within each fund. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the District's Board of Education. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount, as amended for the fiscal year, is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2022.

ACCOUNTING SYSTEM AND REPORTS

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

FINANCIAL INFORMATION AT FISCAL YEAR-END

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

DEBT ADMINISTRATION

At June 30, 2022, the District's outstanding debt issues included \$959,000 of general obligation bonds. Annual payments on the outstanding debt are made timely and the district

works with a financial advisor to continuously search for opportunities to refund existing debt at a savings to the district.

OTHER INFORMATION

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Jump, Perry and Company, LLP was selected by the Board's finance committee. 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 State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditor's report on the basic financial statements and fund financial 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.

ACKNOWLEDGMENTS

We would like to express our appreciation to the members of the Brick Township School Board 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,

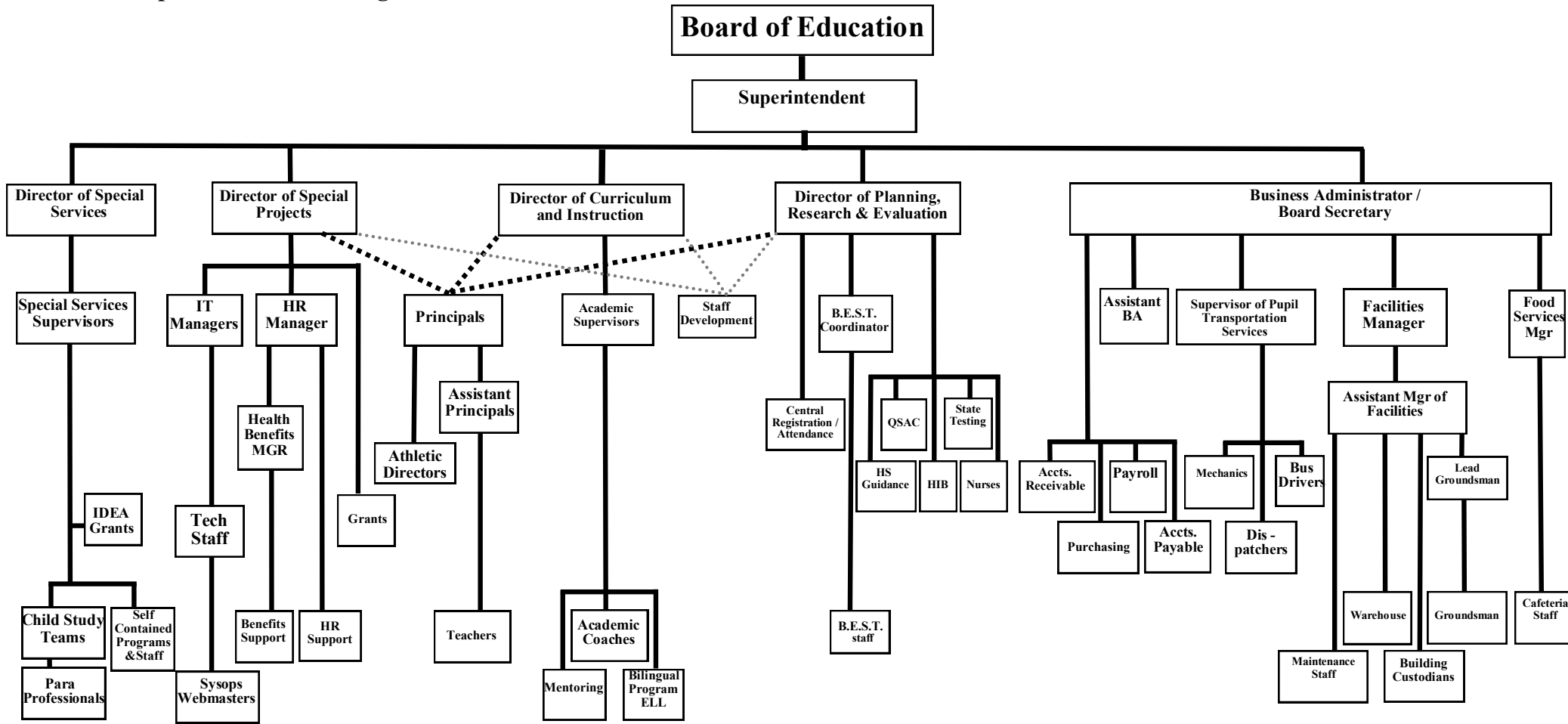


Thomas G. Farrell, Ed.D.
Superintendent of Schools



James W. Edwards, Jr., CPA
Business Administrator/
Board Secretary

Brick Township Public Schools Organizational Chart



BOE Approved 3/17/16

Brick Township Board of Education
Brick Township, New Jersey

Roster of Officials
June 30, 2022

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Stephanie Wohlrab, President	2024
Melita Gagliardi, Vice President	2022
Michael Blandina	2023
Alison Kennedy	2023
Daisy Haffner	2022
Victoria Pakala	2024
Nicole Siebert	2024

Other Officials

Thomas G. Farrell, Ed.D., Superintendent

James W. Edwards, Jr., CPA, School Business Administrator/Board Secretary

Richard M. Larsen, Treasurer

Brick Township Board of Education
Consultants and Advisors

Audit Firm

Kathryn Perry, CPA
Jump, Perry and Company, L.L.P.
12 Lexington Avenue
Toms River, New Jersey 08753

Attorney

Montenegro, Thompson, Montenegro & Genz
531 Burnt Tavern Road
Brick, New Jersey 08724

Official Depositories

OceanFirst Bank
321 Chambers Bridge Road
Brick, New Jersey 08723

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

Honorable President and
Members of the Board of Education
Brick Township Board of Education
County of Ocean
Brick, New Jersey

Report on the Audit of the Financial Statements

Opinions

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 Brick Township Board of Education in the County of Ocean, State of New Jersey, as of and for the year ended June 30, 2022, 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.

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 Brick Township Board of Education in the County of Ocean, State of New Jersey as of June 30, 2022 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.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise of Brick Township Board of Education's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 23, 2023 on our consideration of Brick Township Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to solely 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 Brick Township Board of Education 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 Brick Township Board of Education's internal control over financial reporting and compliance.

Respectfully Submitted,

Jump, Perry and Company L.L.P.
Toms River, New Jersey



Kathryn Perry, Partner
Licensed Public School Accountant
No. CS 20CS00226400

REQUIRED SUPPLEMENTARY INFORMATION - PART I

Brick Township Board of Education
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022

Unaudited

The discussion and analysis of Brick Township Board of Education's financial performance provides an overall review of the School Board's financial activities for the fiscal year ended June 30, 2022. 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, 2022 are as follows:

Net position totaled \$43,828,905, which represents a 107.38 percent increase from June 30, 2021.

General revenues accounted for \$153,199,751 in revenue or 83.12 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 \$31,116,199 or 16.88 percent of total revenues of \$184,315,950.

Total assets increased by \$27,204,370 as current assets increased by \$16,742,315 and capital assets, net increased by \$10,462,055.

The School Board had \$161,621,673 in expenses; only \$31,116,199 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of \$153,199,751 were adequate to provide for these programs.

Among major funds, the General Fund had \$160,679,376 in revenues and \$152,756,823 in expenditures and transfers. The General Fund's balance increased \$7,922,553 over June 30, 2021. The General Fund's balance is \$35,713,721.

Using this Annual Comprehensive Financial Report (ACFR)

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

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 Brick Township Board of Education, 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 and Extended School Time Fund are reported as business activities.

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, 2022 and 2021.

Table 1

Net Position as of June 30, 2022 and June 30, 2021

	<u>June 30, 2022</u>			<u>June 30, 2021</u>		
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Assets:						
Current and other assets	\$ 55,692,982	\$ 2,960,031	\$ 58,653,013	\$ 41,536,492	\$ 374,206	\$ 41,910,698
Capital assets, net	61,215,628	477,666	61,693,294	50,841,038	390,201	51,231,239
Total assets	<u>116,908,610</u>	<u>3,437,697</u>	<u>120,346,307</u>	<u>92,377,530</u>	<u>764,407</u>	<u>93,141,937</u>
Deferred outflow of resources	<u>3,059,200</u>	<u>195,269</u>	<u>3,254,469</u>	<u>5,315,269</u>	<u>339,274</u>	<u>5,654,543</u>
Liabilities:						
Current liabilities	17,340,351	618,069	17,958,420	13,953,519	153,728	14,107,247
Long-term liabilities outstanding	41,640,546	1,664,762	43,305,308	43,075,504	2,236,046	45,311,550
Total liabilities	<u>58,980,897</u>	<u>2,282,831</u>	<u>61,263,728</u>	<u>57,029,023</u>	<u>2,389,774</u>	<u>59,418,797</u>
Deferred inflow of resources	<u>17,397,655</u>	<u>1,110,488</u>	<u>18,508,143</u>	<u>17,148,472</u>	<u>1,094,583</u>	<u>18,243,055</u>
Net position:						
Net investment in capital assets	54,151,510	477,666	54,629,176	47,659,113	390,201	48,049,314
Restricted	26,844,133	-	26,844,133	23,983,867	-	23,983,867
Unrestricted	<u>(37,406,385)</u>	<u>(238,019)</u>	<u>(37,644,404)</u>	<u>(48,127,676)</u>	<u>(2,770,877)</u>	<u>(50,898,553)</u>
Total Net Position	<u>\$ 43,589,258</u>	<u>\$ 239,647</u>	<u>\$ 43,828,905</u>	<u>\$ 23,515,304</u>	<u>\$ (2,380,676)</u>	<u>\$ 21,134,628</u>

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 \$43,828,905 on June 30, 2022. This is a change of 107.38% from the previous year.

Table 2 provides a comparison analysis of School Board's changes in net position from fiscal years June 30, 2022 and 2021.

Table 2

Changes in Net Position

	June 30, 2022			June 30, 2021		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Revenues						
Program revenues:						
Charges for services	\$ 622,493	\$ 799,873	\$ 1,422,366	\$ 616,282	\$ 460,909	\$ 1,077,191
Operating and capital grants and contributions	23,691,251	6,002,582	29,693,833	22,585,789	2,618,084	25,203,873
General revenues:						
Property taxes	117,391,709	-	117,391,709	115,155,355	-	115,155,355
Federal and state aid	32,646,572	-	32,646,572	28,748,372	-	28,748,372
Investment earnings	551,433	5,146	556,579	48,603	3,666	52,269
Miscellaneous	2,604,891	-	2,604,891	3,172,120	-	3,172,120
Total revenues	177,508,349	6,807,601	184,315,950	170,326,521	3,082,659	173,409,180
Expenses						
Instructional services	65,722,731	-	65,722,731	66,062,534	-	66,062,534
Support services	91,363,907	4,187,278	95,551,185	87,666,688	3,068,949	90,735,637
Interest on long-term liabilities	347,757	-	347,757	139,872	-	139,872
Total expenses	157,434,395	4,187,278	161,621,673	153,869,094	3,068,949	156,938,043
Change in net position	20,073,954	2,620,323	22,694,277	16,457,427	13,710	16,471,137
Net position - beginning	23,515,304	(2,380,676)	21,134,628	4,599,513	(2,394,386)	2,205,127
Prior period adjustment	-	-	-	2,458,364	-	2,458,364
Net position (deficit) - beginning, restated	23,515,304	(2,380,676)	21,134,628	7,057,877	(2,394,386)	2,205,127
Net position (deficit) - ending	\$ 43,589,258	\$ 239,647	\$ 43,828,905	\$ 23,515,304	\$ (2,380,676)	\$ 21,134,628

Tax levy increase was required and was used in general to cover increased costs in salaries, benefits and utilities. The Federal restricted aid increased due to the increase in grants available.

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

Other support services increased primarily due to more staff available to hire after the global pandemic as well as the increase in of activities available after the pandemic.

Expenses for Fiscal Year June 30, 2022

Business-Type Activities

Revenues for the District's business-type activities (food service program and extended school program) were comprised of charges for services and royalties.

Total Enterprise Fund revenues exceeded expenses by \$2,620,323.

Charges for services represent \$799,873 of revenue. This represents the amount paid by patrons and parents for daily food service and extended school program charges.

Federal and state reimbursements for meals, including interest, payments for free and reduced lunches and donated commodities was \$6,002,582.

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

	2022		2021	
	Total Cost of <u>Services</u>	Net Cost of <u>Services</u>	Total Cost of <u>Services</u>	Net Cost of <u>Services</u>
Instruction	\$ 65,722,731	\$ 57,508,362	\$ 66,062,534	\$ 58,114,667
Support Services:				
Pupils and Instructional Staff	37,154,908	21,082,533	36,148,886	20,925,690
General Administration, School Administration, Business Operation and Maintenance of Facilities	45,227,729	45,227,729	43,648,982	43,648,982
Pupil Transportation	8,981,270	8,954,270	7,868,820	7,837,812
Interest and Fiscal Charges	<u>347,757</u>	<u>347,757</u>	<u>139,872</u>	<u>139,872</u>
Total Expenses	<u>\$ 157,434,395</u>	<u>\$ 133,120,651</u>	<u>\$ 153,869,094</u>	<u>\$ 130,667,023</u>

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 90% 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 Township of Brick, 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, 2022, it reported a combined fund balance of \$38,614,684, which is an increase of \$11,008,427. 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 increase 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, 2022.

<u>Revenue</u>	<u>2022 Amount</u>	<u>Percent of Total</u>	<u>Increase/ (Decrease) from 2021</u>	<u>Percent of Increase/ (Decrease)</u>
Local Sources	\$ 121,291,021	68.28 %	\$ 2,298,420	1.93 %
State Sources	48,297,920	27.19	4,094,705	9.26
Federal Sources	<u>8,034,816</u>	<u>4.52</u>	<u>904,111</u>	<u>12.68</u>
Total	<u>\$ 177,623,757</u>	<u>99.99 %</u>	<u>\$ 7,297,236</u>	<u>23.87 %</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, 2022.

<u>Expenditures</u>	<u>2022 Amount</u>	<u>Percent of Total</u>	<u>Increase/ (Decrease) from 2021</u>	<u>Percent of Increase/ (Decrease)</u>
Current Expenditures:				
Instruction	\$ 63,502,490	36.15 %	\$ (437,154)	(0.68)%
Undistributed				
Expenditures	95,699,186	54.48	6,773,675	7.62
Capital Outlay	14,266,845	8.12	9,478,174	197.93
Debt Service:				
Principal	2,088,342	1.19	(374,828)	(15.22)
Interest	<u>98,467</u>	<u>0.06</u>	<u>(50,692)</u>	<u>(33.99)</u>
Total	<u>\$ 175,655,330</u>	<u>100.00 %</u>	<u>\$ 15,389,175</u>	<u>9.60 %</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.

Significant Budget Transfers and Variations:

- TPAF, which is the state's contribution to the pension fund, is an "on-behalf" revenue and expenditure item to the district and is required to be reflected in the financial statements.
- Reallocations were made among the various salary budget accounts for changes in the personnel budget during the 21-22 year.
- The original district wide Technology budget required an internal departmental transfer of funds due to better pricing which reclassified items as supplies rather than equipment.

A schedule showing the School Board's original and final budget compared with actual operating results is provided in Section C of the ACFR, entitled Budgetary Comparison Schedules. The School Board generally did better than had been budgeted in its General Fund. The most significant reason for this was the International pandemic that forced the school district to make drastic changes to its programs.

The General Fund finished the fiscal year approximately \$9,575,573 better than had been budgeted in terms of expenditures. Revenue-wise, the General Fund fared about \$8,469,607 better 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:

Excess Surplus - Designated for Subsequent Year	
Expenditures	\$ 2,339,004
Capital Reserve	15,714,945
Unemployment Compensation	2,459,664
Excess Surplus - Current Year	78,273

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 expenses 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. The district also took measures to increase energy efficiency. The district had multiple schedule and program changes to maintain a thorough and efficient education for its students during the pandemic.

The excesses will be carried forward into the beginning fund balance from the 2021-2022 fiscal year and will be used to reduce the local tax levy for the 2023-2024 fiscal year.

Capital Assets and Debt Administration

Capital Assets. At the end of the fiscal year June 30, 2022, the School Board had \$61,693,294 invested in land, buildings, and machinery and equipment.

Table 4

Capital Assets (Net of Depreciation) at June 30, 2022 and June 30, 2021

	Governmental Activities		Business-type Activities		Total	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Land	\$ 5,718,560	\$ 5,718,560	\$ -	\$ -	\$ 5,718,560	\$ 5,718,560
Construction in Progress	10,348,518	2,371,842	-	-	10,348,518	2,371,842
Building and Improvements	40,785,511	38,865,162	-	-	40,785,511	38,865,162
Machinery and Equipment	4,363,039	3,885,474	477,666	390,201	4,840,705	4,275,675
Total	\$ 61,215,628	\$ 50,841,038	\$ 477,666	\$ 390,201	\$ 61,693,294	\$ 51,231,239

During the current fiscal year, \$13,885,523 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 :

	June 30, 2022	June 30, 2021
Bonds Payable (net)	\$ 9,999,000	\$ 2,906,847
Finance purchase payable	134,583	357,925
Pension Liability-PERS	25,941,623	35,644,906
Compensated Absences payable	<u>7,230,102</u>	<u>6,387,367</u>
Total long-term liabilities	\$ <u>43,305,308</u>	\$ <u>45,297,045</u>

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 31.72% of the School Board's revenue is from federal, state and local aid (restricted and not restricted), while 68.28% of total revenue is from local sources.

The \$(37,406,385) 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 2021-2022 budget was adopted in March 2021 based in part on the state education aid the School Board anticipated receiving. 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 Township of Brick for increased aid.

The School Board anticipates a minimal decrease in enrollment for the 2022-2023 fiscal year which is not expected to reduce district costs.

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 Brick Township Board of Education, 101 Hendrickson Avenue, Brick, NJ, 08724.

BASIC FINANCIAL STATEMENTS

BRICK TOWNSHIP BOARD OF EDUCATION
Statement of Net Position
June 30, 2022

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 30,492,243	\$ 2,420,897	\$ 32,913,140
Receivables - state	2,359,005	7,127	2,366,132
Receivables - other governments	5,371,201	473,215	5,844,416
Receivables - other	768,736	14,533	783,269
Interfund receivables	48,468	(48,468)	-
Inventory	-	92,727	92,727
Restricted cash - Capital Reserve	15,714,945	-	15,714,945
Restricted cash - at fiscal agent	938,384	-	938,384
Capital assets, non-depreciable	16,067,078	-	16,067,078
Capital assets, depreciable, net	45,148,550	477,666	45,626,216
Total assets	<u>116,908,610</u>	<u>3,437,697</u>	<u>120,346,307</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows-PERS	3,059,200	195,269	3,254,469
Total deferred outflows of resources	<u>3,059,200</u>	<u>195,269</u>	<u>3,254,469</u>
LIABILITIES			
Accounts payable	5,921,644	538,890	6,460,534
Other liabilities	7,346,415	25	7,346,440
Payable to state government	48,346	-	48,346
Unearned revenue	3,761,893	79,154	3,841,047
Interest Payable	262,053	-	262,053
Noncurrent liabilities:			
Due within one year	1,224,965	-	1,224,965
Due beyond one year	40,415,581	1,664,762	42,080,343
Total liabilities	<u>58,980,897</u>	<u>2,282,831</u>	<u>61,263,728</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows-PERS	17,397,655	1,110,488	18,508,143
Total deferred inflows of resources	<u>17,397,655</u>	<u>1,110,488</u>	<u>18,508,143</u>
NET POSITION			
Net investment in capital assets	54,151,510	477,666	54,629,176
Restricted for:			
Debt service	1	-	1
Capital projects	15,714,945	-	15,714,945
Unemployment compensation	2,459,664	-	2,459,664
Scholarships	13,957	-	13,957
Student activities	309,049	-	309,049
Other purposes	8,346,517	-	8,346,517
Unrestricted	(37,406,385)	(238,019)	(37,644,404)
Total Net Position	<u>\$ 43,589,258</u>	<u>\$ 239,647</u>	<u>\$ 43,828,905</u>

**BRICK TOWNSHIP BOARD OF EDUCATION
Statement of Activities
For the Year Ended June 30, 2022**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
Instruction	\$ 65,722,731	\$ 315,036	\$ 7,899,333	\$ -	\$ (57,508,362)	\$ -	\$ (57,508,362)
Support services and undistributed costs:							
Instruction	4,339,820	-	5,518,114	-	1,178,294	-	1,178,294
Attendance	923,238	-	-	-	(923,238)	-	(923,238)
Health services	1,223,429	-	-	-	(1,223,429)	-	(1,223,429)
Other support services	19,524,197	280,457	5,087	-	(19,238,653)	-	(19,238,653)
Educational media services	724,118	-	-	-	(724,118)	-	(724,118)
Instruction staff training	151,389	-	-	-	(151,389)	-	(151,389)
General administrative services	1,325,568	-	-	-	(1,325,568)	-	(1,325,568)
School administrative services	4,510,628	-	-	-	(4,510,628)	-	(4,510,628)
Information technology	2,175,847	-	-	-	(2,175,847)	-	(2,175,847)
Allowed maintenance for school facilities	1,800,219	-	-	-	(1,800,219)	-	(1,800,219)
Other operation & maintenance of plant	6,719,177	-	-	-	(6,719,177)	-	(6,719,177)
Care & upkeep of grounds	725,590	-	-	-	(725,590)	-	(725,590)
Student transportation services	8,981,270	27,000	-	-	(8,954,270)	-	(8,954,270)
Unallocated employee benefits	27,970,700	-	-	-	(27,970,700)	-	(27,970,700)
Non-budgeted expenses	10,268,717	-	10,268,717	-	-	-	-
Interest on long-term debt	347,757	-	-	-	(347,757)	-	(347,757)
Total governmental activities	<u>157,434,395</u>	<u>622,493</u>	<u>23,691,251</u>	<u>-</u>	<u>(133,120,651)</u>	<u>-</u>	<u>(133,120,651)</u>
Business-type activities:							
Bricks extended school time	681,849	747,084	-	-	-	65,235	65,235
Food service	3,505,429	52,789	6,002,582	-	-	2,549,942	2,549,942
Total business-type activities	<u>4,187,278</u>	<u>799,873</u>	<u>6,002,582</u>	<u>-</u>	<u>-</u>	<u>2,615,177</u>	<u>2,615,177</u>
Total primary government	<u>\$ 161,621,673</u>	<u>\$ 1,422,366</u>	<u>\$ 29,693,833</u>	<u>\$ -</u>	<u>(133,120,651)</u>	<u>2,615,177</u>	<u>(130,505,474)</u>
General revenues:							
Taxes:							
Property taxes levied for general purpose					115,659,937	-	115,659,937
Taxes levied for debt service					1,731,772	-	1,731,772
Federal and state aid					32,646,572	-	32,646,572
Miscellaneous income					2,604,891	-	2,604,891
Investment earnings					551,433	5,146	556,579
Total general revenues					<u>153,194,605</u>	<u>5,146</u>	<u>153,199,751</u>
Change in net position					<u>20,073,954</u>	<u>2,620,323</u>	<u>22,694,277</u>
Net position, July 1					<u>23,515,304</u>	<u>(2,380,676)</u>	<u>21,134,628</u>
Net position, June 30					<u>\$ 43,589,258</u>	<u>\$ 239,647</u>	<u>\$ 43,828,905</u>

BRICK TOWNSHIP BOARD OF EDUCATION
Balance Sheet
Governmental Funds
June 30, 2022

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and cash equivalents	\$ 26,956,936	\$ 323,006	\$ 3,212,300	\$ 1	\$ 30,492,243
Capital reserve account	15,714,945	-	-	-	15,714,945
Restricted cash - at fiscal agent	938,384	-	-	-	938,384
Due from other funds	876,767	-	-	-	876,767
Receivables from state	2,153,041	205,964	-	-	2,359,005
Receivables from federal	102,900	5,268,301	-	-	5,371,201
Receivables from other	729,285	39,451	-	-	768,736
Total assets	<u>47,472,258</u>	<u>5,836,722</u>	<u>3,212,300</u>	<u>1</u>	<u>56,521,281</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	5,193,096	585,713	142,835	-	5,921,644
Due to other funds	-	828,299	-	-	828,299
Payable to federal government	-	-	-	-	-
Payable to state government	-	48,346	-	-	48,346
Payroll deductions and withholdings payable	130,464	-	-	-	130,464
Other liabilities	6,434,977	780,974	-	-	7,215,951
Unearned revenue	-	3,761,893	-	-	3,761,893
Total liabilities	<u>11,758,537</u>	<u>6,005,225</u>	<u>142,835</u>	<u>-</u>	<u>17,906,597</u>
Fund Balances:					
Restricted for:					
Capital reserve account	15,714,945	-	-	-	15,714,945
Excess surplus - current year	78,273	-	-	-	78,273
Excess surplus -- designated for Subsequent year's expenditures	2,339,004	-	-	-	2,339,004
Unemployment compensation	2,459,664	-	-	-	2,459,664
Scholarships	-	13,957	-	-	13,957
Student activities	-	309,049	-	-	309,049
Special revenue fund	-	(491,509)	-	-	(491,509)
Debt service fund	-	-	-	1	1
Capital projects fund	-	-	5,747	-	5,747
Assigned to:					
Designated by the BOE for subsequent year's expenditures	4,490,056	-	-	-	4,490,056
Capital projects fund	-	-	3,063,718	-	3,063,718
Other purposes	6,420,749	-	-	-	6,420,749
Unassigned to:					
General fund	4,211,030	-	-	-	4,211,030
Total Fund balances	<u>35,713,721</u>	<u>(168,503)</u>	<u>3,069,465</u>	<u>1</u>	<u>38,614,684</u>
Total liabilities and fund balances	<u>\$ 47,472,258</u>	<u>\$ 5,836,722</u>	<u>\$ 3,212,300</u>	<u>\$ 1</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.	61,215,628
Deferred outflows related to the PERS pension plan	3,059,200
Deferred inflows related to the PERS pension plan	(17,397,655)
Interest expense relating to this fiscal period but not paid until next year is shown on balances sheet as liability.	(262,053)
Long-term liabilities, including bonds payable net of bond premium, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 9)	<u>(41,640,546)</u>
Net Position of governmental activities	<u>\$ 43,589,258</u>

BRICK TOWNSHIP BOARD OF EDUCATION
Statement of Revenues, Expenditures, And Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2022

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local sources:					
Local tax levy	\$ 115,659,937	\$ -	\$ -	\$ 1,731,772	\$ 117,391,709
Tuition charges	315,036	-	-	-	315,036
Transportation charges	27,000	-	-	-	27,000
Interest income - restricted	22,869	-	-	-	22,869
Interest Earned on Capital Reserve Funds	528,564	-	-	-	528,564
Rental income	253,751	-	-	-	253,751
Miscellaneous	1,147,347	1,604,745	-	-	2,752,092
Total - Local sources	117,954,504	1,604,745	-	1,731,772	121,291,021
State sources	42,297,029	5,779,717	-	221,174	48,297,920
Federal sources	427,843	6,641,759	965,214	-	8,034,816
Total revenues	160,679,376	14,026,221	965,214	1,952,946	177,623,757
EXPENDITURES					
Current:					
Regular instruction	36,914,450	7,899,333	-	-	44,813,783
Special education instruction	13,248,175	-	-	-	13,248,175
Other special instruction	5,440,532	-	-	-	5,440,532
Undistributed - current:					
Instruction	4,339,820	-	-	-	4,339,820
Attendance	923,238	-	-	-	923,238
Health services	1,223,429	-	-	-	1,223,429
Other support services	13,951,974	5,518,114	-	-	19,470,088
Educational media services	724,118	-	-	-	724,118
Instruction staff training	151,389	-	-	-	151,389
General administrative services	879,976	-	-	-	879,976
School administrative services	4,506,793	-	-	-	4,506,793
Information technology	2,175,847	-	-	-	2,175,847
Allowed maintenance for school facilities	1,800,219	-	-	-	1,800,219
Other operation & maintenance of plant	5,634,096	-	-	-	5,634,096
Care and upkeep of grounds	725,590	-	-	-	725,590
Security	257,440	-	-	-	257,440
Student transportation services	8,766,362	-	-	-	8,766,362
Unallocated employee benefits	33,852,064	-	-	-	33,852,064
Non-budgeted expenditures	10,268,717	-	-	-	10,268,717
Debt service:					
Principal	223,342	-	-	1,865,000	2,088,342
Interest and other charges	10,521	-	-	87,946	98,467
Capital outlay	6,738,731	592,365	6,935,749	-	14,266,845
Total expenditures	152,756,823	14,009,812	6,935,749	1,952,946	175,655,330
Excess (Deficiency) of revenues over expenditures	7,922,553	16,409	(5,970,535)	-	1,968,427
OTHER FINANCING SOURCES (USES)					
Sale of bonds	-	-	9,040,000	-	9,040,000
Total other financing sources and uses	-	-	9,040,000	-	9,040,000
Net change in fund balances	7,922,553	16,409	3,069,465	-	11,008,427
Fund balance—July 1	27,791,168	(184,912)	-	1	27,606,257
Fund balance—June 30	\$ 35,713,721	\$ (168,503)	\$ 3,069,465	\$ 1	\$ 38,614,684

**BRICK TOWNSHIP BOARD OF EDUCATION
 Reconciliation of the Statement of Revenues, Expenditures,
 and Changes in Fund Balances of Governmental Funds
 to the Statement of Activities
 For the Year Ended June 30, 2022**

Total net change in fund balances - governmental funds (from B-2) \$ 11,008,427

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 capital outlays exceeded depreciation in the period.

	Depreciation expense	(3,272,379)	
	Capital outlays	<u>13,762,377</u>	10,489,998

In the statement of activities, only the loss on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from a sale increase financial resources. Thus, the change in net position will differ from the change in fund balance by the cost of the asset removed.

	Accumulated depreciation on capital assets sold or retired during the fiscal year ended June 30, 2022	2,129,002	
	Cost basis of capital assets sold or retired during the fiscal year ended June 30, 2022	<u>(2,244,410)</u>	(115,408)

In the Statement of Activities, the PERS pension expense is the amount paid plus net change in the Deferred Outflows, Deferred Inflows and pension liability as reported by the State of New Jersey 6,615,834

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. 1,865,000

Receipt of funds from the sale of bonds for refunding is an other financing source, it increases long-term liabilities in the statement of net position and is not reported in the statement of activities. (9,040,000)

In the Statement of Activities, the payments on financed purchases are recorded as a reduction in the long-term liability. In the governmental funds, the payments is an expenditure. 223,342

In the Statement of Activities, the interest expense is accrued based on when due regardless of when paid. In the governmental funds the interest expense is reported when paid. (238,769)

In the Statement of Activities certain expenses, e.g., compensated absences are measured by amounts incurred during the year. In governmental funds expenditures for these items are reported in the amount of financial resources used. (734,470)

Change in net position of governmental activities \$ 20,073,954

BRICK TOWNSHIP BOARD OF EDUCATION
Proprietary Funds
Statement of Net Position
June 30, 2022

	Enterprise Fund		
	Brick's Extended School Time	Food Service	Total
Assets:			
Current assets:			
Cash and cash equivalents	\$ -	\$ 2,420,897	\$ 2,420,897
Accounts receivable:			
State	-	7,127	7,127
Federal	-	473,215	473,215
Other	14,533	-	14,533
Inventories	<u>-</u>	<u>92,727</u>	<u>92,727</u>
Total current assets	<u>14,533</u>	<u>2,993,966</u>	<u>3,008,499</u>
Noncurrent assets:			
Equipment	-	1,462,409	1,462,409
Accumulated depreciation	<u>-</u>	<u>(984,743)</u>	<u>(984,743)</u>
Total noncurrent assets	<u>-</u>	<u>477,666</u>	<u>477,666</u>
Total assets	<u>14,533</u>	<u>3,471,632</u>	<u>3,486,165</u>
Deferred Outflows of Resources			
Pension deferrals	<u>32,545</u>	<u>162,724</u>	<u>195,269</u>
Liabilities and Fund Equity:			
Current liabilities:			
Accounts payable	10,558	528,332	538,890
Unearned liabilities	-	79,154	79,154
Other liabilities	25	-	25
Interfund payable	<u>48,468</u>	<u>-</u>	<u>48,468</u>
	59,051	607,486	666,537
Non-current liabilities:			
Net pension liability	259,415	1,297,082	1,556,497
Compensated absences	<u>16,046</u>	<u>92,219</u>	<u>108,265</u>
Total liabilities	<u>334,512</u>	<u>1,996,787</u>	<u>2,331,299</u>
Deferred Inflow of Resources			
Pension deferrals	<u>185,081</u>	<u>925,407</u>	<u>1,110,488</u>
Net Position:			
Investment in capital assets	-	477,666	477,666
Restricted for other purposes	-	-	-
Unrestricted net position	<u>(472,515)</u>	<u>234,496</u>	<u>(238,019)</u>
Total fund equity	<u>(472,515)</u>	<u>712,162</u>	<u>239,647</u>

BRICK TOWNSHIP BOARD OF EDUCATION
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2022

	Enterprise Fund		
	Brick's Extended School Time	Food Service	Total
Operating revenues:			
Charges for services:			
Daily sales - reimbursable programs	\$ -	\$ -	\$ -
Daily sales - non-reimbursable programs	-	18,602	18,602
Before / After Care	747,084	-	747,084
Miscellaneous	-	24,917	24,917
Catering	-	9,270	9,270
Total operating revenues	<u>747,084</u>	<u>52,789</u>	<u>799,873</u>
Operating expenses:			
Cost of sales - reimbursable program	-	1,915,423	1,915,423
Cost of sales - non-reimbursable programs	-	15,288	15,288
Salaries	375,595	1,098,628	1,474,223
Employee benefits	68,870	375,109	443,979
Purchased property service	-	20,856	20,856
Other purchased professional services	-	12,706	12,706
Travel	1,333	524	1,857
Miscellaneous	23,141	1,724	24,865
Supplies	5,288	29,490	34,778
Rent	199,209	-	199,209
Snacks	8,413	-	8,413
Depreciation	-	35,681	35,681
Total operating expenses	<u>681,849</u>	<u>3,505,429</u>	<u>4,187,278</u>
Operating income (loss)	<u>65,235</u>	<u>(3,452,640)</u>	<u>(3,387,405)</u>
Nonoperating revenues (expenses):			
State sources:			
State school lunch program	-	86,491	86,491
State school breakfast program	-	-	-
Federal sources:			
National school lunch program	-	51,128	51,128
National school breakfast program	-	14,474	14,474
Emergency Operational Cost Program	-	182,884	182,884
Summer food service program for children	-	5,397,768	5,397,768
Food distribution program	-	263,639	263,639
P-EBT Admin Cost Reimbursement	-	6,198	-
Interest and investment revenue	5,146	-	5,146
Miscellaneous revenue	-	-	-
Total nonoperating revenues (expenses)	<u>5,146</u>	<u>6,002,582</u>	<u>6,001,530</u>
Income (loss) before contributions & transfers	<u>70,381</u>	<u>2,549,942</u>	<u>2,614,125</u>
Capital contributions	-	-	-
Transfers in (out)	-	-	-
Change in net position	<u>70,381</u>	<u>2,549,942</u>	<u>2,620,323</u>
Total net position—beginning	<u>(542,896)</u>	<u>(1,837,780)</u>	<u>(2,380,676)</u>
Total net position—ending	<u>\$ (472,515)</u>	<u>\$ 712,162</u>	<u>\$ 239,647</u>

BRICK TOWNSHIP BOARD OF EDUCATION
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2022

	Enterprise Fund		
	Brick's Extended School Time	Food Service	Total
Cash Flows from Operating Activities:			
Receipts from Daily Sales	\$ -	\$ 41,015	\$ 41,015
Receipts from Catering	-	9,270	9,270
Before / After Care	746,713	-	746,713
Payments to Employees	(557,649)	(1,814,837)	(2,372,486)
Payments to Suppliers	(10,582)	(1,190,418)	(1,201,000)
Payments for Other Expenditures	(232,096)	(65,300)	(297,396)
Net Cash Provided by (Used in) Operating Activities	(53,614)	(3,020,270)	(3,073,884)
Cash Flow from Noncapital Financing Sources:			
State Sources	-	87,827	87,827
Federal Sources	-	5,173,625	5,173,625
Interest Earned	5,146	-	5,146
Miscellaneous income	-	-	-
Interfund- General Fund	48,468	-	48,468
Net Cash Provided by (Used in) Non-Capital Financing Activities	53,614	5,261,452	5,315,066
Cash Flows from Capital and Related Financing Activities:			
Purchases of equipment	-	(123,146)	(123,146)
Net Cash Provided by (Used in) capital and related financing activities	-	(123,146)	(123,146)
Net increase (decrease) in cash and cash equivalents	-	2,118,036	2,118,036
Cash and cash equivalents, July 1	-	113,779	113,779
Cash and cash equivalents, June 30	-	2,231,815	2,231,815
Operating income (loss)	65,235	(3,452,640)	(3,387,405)
Adjustments to reconcile operating income (loss) to cash provided by (used in) operating activities:			
Depreciation expense	-	35,681	35,681
Food Distribution Program	-	263,639	263,639
Transfer	-	-	-
Change in assets and liabilities:			
Increase (decrease) in Compensated Absences Payable	107	10,806	10,913
(Increase) decrease in inventory	-	(39,045)	(39,045)
(Increase) decrease in accounts receivable	(375)	654	279
(Increase) decrease in deferred outflows	24,001	120,004	144,005
Increase (decrease) in unearned revenue	(5,294)	(3,158)	(8,452)
Increase (decrease) in net pension liability	(97,033)	(485,164)	(582,197)
Increase (decrease) in other liabilities	4	-	4
Increase (decrease) in deferred inflows	2,651	13,254	15,905
Increase (decrease) in accounts payable	(42,910)	515,699	472,789
Net cash provided by (used in) operating activities	\$ (53,614)	\$ (3,020,270)	\$ (3,073,884)

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

1. Summary of Significant Accounting Policies

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

A. Reporting Entity:

The Brick Township Board of Education is a Type II district located in the county of Ocean, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to three-year staggered terms. The purpose of the District is to educate students in grades K-12. The Brick Township Board of Education had an approximate enrollment of 8,343 students at June 30, 2022.

The Board is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials and is responsible for the fiscal control of the District. A Superintendent is appointed by the Board and is responsible for the administrative control of the District.

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, is the degree of oversight responsibility maintained by the District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The district-wide financial statements include all funds and account groups of the District over which the Board exercises operating control. The operations of the District include elementary schools, a junior and senior high school located in Brick Township. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation, Basis of Accounting:

The School District's basic financial statements consist of District-wide statements, including a Statement of Net Position and a Statement of Activities, and Fund Financial Statements which provide a more detailed level of financial information. The Statement of Net Position includes the reporting of assets, deferred outflows, liabilities and deferred inflows. Items not meeting that definition of assets and liabilities have been classified as deferred outflows or deferred inflows. The deferred outflows are reported under assets and deferred inflows are reported under liabilities on the Statement of Net Position.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

1. **Summary of Significant Accounting Policies (Cont'd)**

B. Basis of Presentation, Basis of Accounting (Cont'd):

Basis of Presentation

The School District has employees that are enrolled in a defined benefit plan operated by the State of New Jersey which creates deferred outflows and inflows.

District-Wide Statements: The District-wide financial statements (A-1 and A-2) include the Statement of Net Position and the Statement of Activities. These Statements include the financial activities of the overall District, except for fiduciary activities. All interfund activity, excluding the fiduciary funds, has been eliminated in the Statement of Activities. Individual funds are not displayed but the statements distinguish governmental activities, generally financed in whole or in part with fees charged to external customers.

The Statement of Net Position presents the financial condition of the governmental and business-type activity of the District at fiscal year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities.

Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements: During the fiscal year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in Governmental Accounting Standards. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

1. **Summary of Significant Accounting Policies (Cont'd)**

B. Basis of Presentation, Basis of Accounting (Cont'd):

Basis of Presentation (Cont'd):

The District reports the following governmental funds:

General Fund - The General Fund is the general operating fund of the 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 subfund.

As required by the NJDOE, the 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, District taxes and appropriated Fund Balance. Expenditures are those that result in the acquisition of or additions to Capital Assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by Board resolution.

Special Revenue Fund - The Special Revenue Fund is used to account for all proceeds of specific revenue from State and Federal Government, (other than major capital projects, Debt Service or the Enterprise Funds) and local appropriations that are legally restricted to expenditures for specified purposes.

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

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

The District reports the following proprietary funds:

Food Service Enterprise Fund- The food service fund accounts for all revenues and expenses pertaining to cafeteria operations. The food service fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e., expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

1. **Summary of Significant Accounting Policies (Cont'd)**

B. Basis of Presentation, Basis of Accounting (Cont'd):

Basis of Presentation (Cont'd):

Extended School Time Enterprise Fund-The extended school time fund accounts for all revenues and expenses pertaining to extended school operations. The extended school time fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e., expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

Additionally, the District reports the following fund type:

Fiduciary Funds -The Fiduciary Funds are used to account for assets held by the District on behalf of others if applicable .

Basis of Accounting:

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

District-Wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. The flow of economic resources measurement focus is used for the government-wide financial statements, proprietary funds and fiduciary funds. Differences in the accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Ad Valorem (Property) Taxes are susceptible to accrual as, under New Jersey State Statute, a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "Accounts Receivable". The Brick Township Tax Assessor is responsible for the assessment of taxes and the Township Tax Collector is responsible for collection of taxes. Assessments are certified and taxes are levied on January 1; taxes are due February 1, May 1, August 1 and November 1. Unpaid taxes are considered delinquent the following January 1 and are then subject to lien.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

1. **Summary of Significant Accounting Policies (Cont'd)**

B. Basis of Presentation, Basis of Accounting (Cont'd):

Basis of Accounting:(cont'd)

Governmental Fund Financial Statements: Governmental Funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds, proceeds of general long-term debt and acquisitions under capital releases are reported as other financing sources.

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

C. 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 and are not voted upon in the annual school election. Budgets are prepared using the modified accrual basis of accounting, except for Special Revenue 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:23A-16.2(f).

All budget amendments/transfers must be approved by Board resolution. All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally-authorized revisions of the annual budgets during the year).

Appropriations, except remaining project appropriations, encumbrances, and unexpected grant appropriation, lapse at the end of each fiscal year. The Capital Project Fund presents the remaining project appropriations compared to current-year expenditures.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

1. Summary of Significant Accounting Policies (Cont'd)

C. Budgets/Budgetary Control: (Cont'd)

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 last 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.

Exhibit C-3 presents a reconciliation of the General Fund revenues and Special Revenue Fund revenues and expenditures from the budgetary basis of accounting as presented in the Budgetary Comparison Schedules - General and Special Revenue Funds to the GAAP basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types. Note that the District does not report encumbrances outstanding at 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 payment.

D. Encumbrance Accounting:

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 reservations of 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 District has received advances are reflected in the Balance Sheet as unearned revenues at fiscal year-end. The encumbered appropriation authority carries over into the next fiscal year. An entry will be made at the beginning of the next fiscal year to increase the appropriation reflected in the certified budget by the outstanding encumbrance amount as of the current fiscal year-end.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

1. Summary of Significant Accounting Policies (Cont'd)

E. 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 stated at cost. All other investments are stated at fair value.

New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey statute 18A:2037 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 Act. 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.

F. Assets, Liabilities, and Equity:

Interfund Transactions:

Transfers between Governmental and Business-Type activities on the District-wide statements are reported in the same manner as general revenues.

Interfund Transactions:

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 to the funds that initially paid for them are not presented on the financial statements.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

1. Summary of Significant Accounting Policies (Cont'd)

F. Assets, Liabilities, and Equity: (cont'd)

Inventories:

Inventories and prepaid expenses, which benefit future periods are recorded as an expenditure during the year of purchase.

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.

Deferred Outflows/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*, represent 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 future periods and so will *not* be recognized as an inflow of resources (revenue) until that time.

Capital Assets:

The District has an established formal system of accounting for its Capital Assets. Purchased or constructed Capital Assets are reported at cost. Donated Capital Assets are valued at their acquisition value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. The District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

All reported Capital Assets except for Land and Construction in Progress are depreciated. Depreciation is computed using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Building and Improvements	20-50 years
Furniture and Equipment	5-20 years
Vehicles	8 years

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

1. **Summary of Significant Accounting Policies (Cont'd)**

F. Assets, Liabilities, and Equity: (Cont'd)

Compensated Absences:

The Districts accounts for Compensated Absences (e.g., unused vacation, sick leave) as directed by Governmental Accounting Board. 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 the employee is accrued as the employees earn the rights to the benefits.

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

In the District-wide Statement of Net Position, the liabilities whose average maturities are greater than one year should be reported in two components - the amount due within one year and the amount due in more than one year.

The liability for vested compensated absences of the proprietary fund-types is recorded within those funds as the benefits accrue to employees.

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.

Accrued Liabilities and Long-Term Obligations:

All Payables, Accrued Liabilities, and Long-Term Obligations are reported on the District-wide financial statements. In general, governmental fund payables are accrued liabilities that, once incurred are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, contractually-required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized as a liability on the fund financial statements when due.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

1. **Summary of Significant Accounting Policies (Cont'd)**

F. Assets, Liabilities, and Equity (Cont'd):

Accrued Liabilities and Long-Term Obligations:(Cont'd)

Bond premiums and discounts are deferred and amortized over the life of the bonds using the straightline method which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

Net Position:

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

Fund Balance Reserves:

Governmental Accounting Standards established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Fund balances in the governmental funds financial statements are reported under the modified accrual basis of accounting and classified into the following five categories, as defined below:

Nonspendable - includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Assets included in this fund balance category include prepaid assets, inventories, long-term receivables, and corpus of any permanent funds.

Restricted - includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.

Committed - includes amounts that can be used only for the specific purposes imposed by a formal action of the government's highest level of decision-making authority. The District's highest level of decision-making authority is the Board of Education (the "Board") and formal action is taken by resolution of the Board at publicly held meetings. Once committed, amounts cannot be used for other purposes unless the Board revises or changes the specified use by taking the same action (resolution) taken to originally commit these funds.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

1. **Summary of Significant Accounting Policies (Cont'd)**

F. Assets, Liabilities, and Equity (Cont'd):

Fund Balance Reserves (Cont'd):

Assigned - amounts intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or 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 - includes all spendable amounts not contained in the other classifications

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed. For the unrestricted fund balance, the District first spends committed funds, then assigned funds, and finally, unassigned funds.

Revenues - Exchange and Nonexchange Transactions:

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

Nonexchange Transactions, in which the District receives value without directly giving equal value in return, include property taxes, income taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specific purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On the modified accrual basis, revenue from Nonexchange Transactions must also be available before it can be recognized.

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

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

1. **Summary of Significant Accounting Policies (Cont'd)**

F. Assets, Liabilities, and Equity (Cont'd):

Operating Revenues and Expenses:

Operating revenues are those revenues that are generated directly from the primary activity of the Enterprise Fund. For the School District, these revenues are sales for food service, before and after care program and supplemental services. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the Enterprise Fund. All items not meeting this definition are reported as nonoperating revenues and expenses.

Allocation of Indirect Expenses:

The District reports all Direct Expenses by function in the Statement of Activities. Direct Expenses are those that are clearly identifiable with a function. Indirect Expenses are allocated to functions but are reported separately in the Statement of Activities. Employee Benefits, including the employer's share of Social Security, workers compensation, and medical and dental benefits, were allocated based on salaries of that program. Depreciation expense, where practicable, is specifically identified by function and is included in the Indirect Expense column of the Statement of Activities. Depreciation expense that could not be attributable to a specific function is considered an Indirect Expense and is reported separately in the Statement of Activities. Interest on long-term debt is considered an Indirect Expense and is reported separately on the Statement of Activities.

Extraordinary and Special Items:

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

Management Estimates:

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

G. Comparative Data and Reclassifications

Comparative data for the prior year have been presented in certain sections of the accompanying financial statements in order to provide an understanding of changes in the District's financial position and operations. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

1. **Summary of Significant Accounting Policies (Cont'd)**

H. Change in Accounting Principles

The June 30, 2022, the District implemented the Governmental Accounting Standards Boards (GASB) Statement No 87, Leases. GASB Statement 87 enhances the relevance and consistency of information of the district's leasing activities. It establishes requirements for lease accounting based on the principle that leases are financings of the right to use an underlying asset. A lessee is required to recognize a lease liability and an intangible right to use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. These changes were reviewed for the District's June 30, 2022 financial statements and had no effect on the beginning net position of the District. The District did not have any leases that rose to an amount that required disclosure. The District will review new leases annually to determine proper disclosure.

I. GASB Pronouncements

Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). Statement No. 94 is effective for reporting periods beginning after June 15, 2022, and all reporting periods thereafter. Management has not yet determined the potential impact on the School District's financial statements.

Statement No. 96, *Subscription-Based Information Technology Arrangements*, This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). Statement No. 96 is effective for reporting periods beginning after June 15, 2022, and all reporting periods thereafter. Management has not yet determined the potential impact on the School District's financial statements.

Statement No. 100, *Accounting Changes and Error Corrections - An Amendment GASB Statement No. 62*. The primary objective of this Statement is to enhance accounting changes and error corrections to provide more understandable, reliable, relevant, consistent and comparable information for making decision or assessing accountability. Statement No. 100 is effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. Statement No. 101 is effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

2. Capital Reserve Account

A Capital Reserve Account was established by the Brick Township Board of Education for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The Capital Reserve Account is maintained in the General Fund and its activity is included in the General Fund annual budget.

Funds placed in the Capital Reserve Account are restricted to Capital Projects in the District's approved Long Range Facilities Plan ("LRFP"). Upon submission of the LRFP to the Department, a District may increase the balance in the Capital Reserve by appropriating funds in the annual General Fund budget certified for taxes or by transfer by Board Resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A District may also appropriate additional amounts when the excess approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C 6:23A-5.1(d)7, the balance in the Account cannot at any time exceed the local support costs of uncompleted Capital Projects in its approved LRFP.

The activity of the Capital Reserve for the July 1, 2021 to June 30, 2022 fiscal year is as follows:

Beginning Balance July 1, 2021	\$ 9,499,440
Add:	
Increase per Resolution	6,734,908
Interest Earnings	<u>528,564</u>
Less:	
Withdrawals per budget	<u>(1,047,967)</u>
Ending Balance, June 30, 2022	\$ <u>15,714,945</u>

The June 30, 2022 LRFP balance of local support costs of uncompleted Capital Projects is greater than the capital reserve balance.

3. Transfers to Capital Outlay

During the year ending June 30, 2022, the District had no transfers from the Capital Projects Account for underspending of the DOE approved facilities projects.

4. Deposits and Investments

The Board of Education considers petty cash, change funds, cash in banks, certificates of deposit and deposits with the New Jersey Cash Management Fund as Cash and Cash Equivalents.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

4. Deposits and Investments (Cont'd)

Custodial Credit Risk Related to Deposits

Custodial Credit Risk is the Risk that, in the event of a bank failure, the Board's deposit might not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that 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 funds 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, bail funds, or 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.

At June 30, 2022, the Board's bank balances of \$50,406,794 were exposed to Custodial Credit Risk as follows:

	<u>2022</u>
Insured	\$ 50,406,794
Uninsured and Uncollateralized	<u>-</u>
	<u>\$ 50,406,794</u>

Investments

The Board is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 18A:20-37. Examples of the allowable investments are bonds or other obligations of the United States or obligations guaranteed by the United States of America, Government Money Market Mutual Funds, bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located, Local Government investment pools, and agreements or the repurchase of fully-collateralized securities, if transacted in accordance with the above statute.

As of June 30, 2022, the Board had no investments.

Credit Risk

State law limits investments as noted above (N.J.S.A. 18A:20-37). The District has an investment policy that further limits its investment choices.

Investment and interest earnings in the Capital Projects Fund are assigned to the General Fund in accordance with Board policy.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

5. Receivables

Receivables at June 30, 2022 consisted of state aid, accrued interest, interfund, intergovernmental, and other. All Receivables are considered collectible in full. A summary of the principal items of intergovernmental receivable follows:

	Governmental Fund Financial Statements	District-Wide Financial Statements
State Aid	\$ 2,359,005	\$ 2,366,132
Federal Aid	5,371,201	5,844,416
Other	768,736	783,269
Interfunds	<u>876,767</u>	<u>-</u>
	9,375,709	8,993,817
Less: Allowance for Uncollectibles	-	-
Total Receivables, Net	<u>\$ 9,375,709</u>	<u>\$ 8,993,817</u>

6. Interfund Balances and Transfers

The Special Revenue Fund owed the General Fund \$828,299 at June 30, 2022 for cash advances.

The Food Service owed the General Fund \$48,468 at June 30, 2022 for cash advances.

7. Inventory

As of June 30, 2022, the District had the following inventory:

Food	\$ 12,417
Supplies	<u>80,310</u>
	<u>\$ 92,727</u>

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

8. Capital Assets

Capital Assets consisted of the following at June 30, 2022.

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets Not Being Depreciated				
Land	\$ 5,718,560	\$ -	\$ -	\$ 5,718,560
Construction in Progress	<u>2,371,842</u>	<u>8,932,797</u>	<u>(956,121)</u>	<u>10,348,518</u>
Total Capital Assets Not Being Depreciated	<u>8,090,402</u>	<u>8,932,797</u>	<u>(956,121)</u>	<u>16,067,078</u>
Capital Assets Being Depreciated				
Site Improvements	18,115,305	1,293,912	(5,084)	19,404,133
Building and Building Improvements	112,465,290	3,200,662	(5,000)	115,660,952
Machinery and Equipment	<u>24,117,423</u>	<u>1,291,127</u>	<u>(2,234,326)</u>	<u>23,174,224</u>
Totals at Historical Cost	<u>154,698,018</u>	<u>5,785,701</u>	<u>(2,244,410)</u>	<u>158,239,309</u>
Less Accumulated Depreciation for:				
Site Improvements	(7,745,782)	(590,647)	5,084	(8,331,345)
Building and Building Improvements	(83,969,651)	(1,983,578)	5,000	(85,948,229)
Machinery and Equipment	<u>(20,231,949)</u>	<u>(698,154)</u>	<u>2,118,918</u>	<u>(18,811,185)</u>
Total Accumulated Depreciation	<u>(111,947,382)</u>	<u>(3,272,379)</u>	<u>2,129,002</u>	<u>(113,090,759)</u>
Total Capital Assets Being Depreciated, Net of Accumulated Depreciation	<u>42,750,636</u>	<u>2,513,322</u>	<u>(115,408)</u>	<u>45,148,550</u>
Government Activity Capital Assets, Net	<u>\$ 50,841,038</u>	<u>\$ 11,446,119</u>	<u>\$ (1,071,529)</u>	<u>\$ 61,215,628</u>
Business-Type Activities:				
Capital Assets Being Depreciated:				
Equipment	\$ 1,339,263	123,146	\$ -	\$ 1,462,409
Less Accumulated Depreciation	<u>(949,062)</u>	<u>(35,681)</u>	<u>-</u>	<u>(984,743)</u>
Enterprise Fund Capital Assets, Net	<u>\$ 390,201</u>	<u>\$ 87,465</u>	<u>\$ -</u>	<u>\$ 477,666</u>

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

8. Capital Assets (Cont'd)

Depreciation expense was charged to functions as follows:

Regular Instruction	\$ 2,220,241
Student and Instruction Related Services	54,109
General Administration Services	449,427
Transportation	333,694
Operations and Maintenance	<u>214,908</u>
Total	<u>\$ 3,272,379</u>

9. Long-Term Obligations

A. Long-Term Obligation Activity:

Changes in Long-Term Obligations for the year ended June 30, 2022, are as follows:

	<u>Balance</u> <u>July 1, 2021</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2022</u>	<u>Amounts</u> <u>Due Within</u> <u>One Year</u>
<u>Governmental Activities:</u>					
Bonds Payable	\$ 2,824,000	\$ 9,040,000	\$ (1,865,000)	\$ 9,999,000	\$ 2,179,000
PERS Pension liability	33,506,212	-	(9,121,086)	24,385,126	-
Compensated Absences Payable	6,387,367	939,737	(205,267)	7,121,837	196,382
Financed Purchases	<u>357,925</u>	<u>-</u>	<u>(223,342)</u>	<u>134,583</u>	<u>134,583</u>
	<u>\$ 43,075,504</u>	<u>\$ 9,979,737</u>	<u>\$ (11,414,695)</u>	<u>\$ 41,640,546</u>	<u>\$ 2,509,965</u>
<u>Business-Type Activities:</u>					
Compensated Absences Payable	\$ 97,352	\$ 10,913	\$ -	\$ 108,265	\$ -
PERS Pension liability	<u>2,138,694</u>	<u>-</u>	<u>(582,197)</u>	<u>1,556,497</u>	<u>-</u>
	<u>\$ 2,236,046</u>	<u>\$ 10,913</u>	<u>\$ (582,197)</u>	<u>\$ 1,664,762</u>	<u>\$ -</u>

For governmental activities, the bonds payable are liquidated from the School District's debt service fund. PERS pension liability, compensated absences payable and financed purchases are liquidated by the general fund.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

9. Long-Term Obligations (Cont'd)

A. Long-Term Obligation Activity (Cont'd):

Interest paid on debt issued by the District is exempt from federal income tax. Because of this, bondholders are willing to accept a lower interest rate than they would taxable debt. The District temporarily reinvests the proceeds of such debt in higher-yielding taxable securities, especially during construction projects. The Federal Tax Code refers to this as arbitrage.

Earnings in excess of the yield on the debt issue are rebated to the Federal Government based on requirements in the Internal Revenue Code. Arbitrage rebate payable represents amounts due to the Internal Revenue Service for interest earned on unspent bond proceeds that exceeds legally-allowable returns.

Rebatable arbitrage liabilities related to the District debt are not recorded in governmental funds. There is no recognition in the Balance Sheet or Income Statement until rebatable amounts are due and payable to the Federal Government.

The District currently has no bond proceed funds invested subjecting them to arbitrage.

B. Debt Service Requirements:

Bonds are authorized in accordance with State law by the voters of the municipality(ies) through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the District are general obligation bonds.

On July 25, 2007, the District issued \$4,439,000 general obligation bonds at interest rates varying from 4.10% to 4.352% for various construction and renovation projects. The final maturity of these bonds is July 15, 2022. The bonds will be paid from property taxes. The bonds may be called after July 15, 2018.

On March 30, 2010, the District issued \$2,400,000 general obligation bonds at interest rates varying from 2.25% to 3.5% for various construction and renovation projects. The final maturity of these bonds is March 1, 2025. The bonds will be paid from property taxes. The bonds may be called after March 1, 2020.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

9. Long-Term Obligations (Cont'd)

B. Debt Service Requirements: (Cont'd)

On May 30, 2019, the District issued \$3,985,000 refunding bonds at interest rates varying from 2.0% to 3.0% for the purpose of refunding \$3,930,000 of outstanding callable principal bonds that were dated August 26, 2009. The refunded bonds were redeemed on July 1, 2019. The refunding created a savings of approximately \$120,000. The final maturity of these bonds is February 1, 2022. The bonds will be paid from property taxes.

On July 21, 2021, the District issued \$9,040,000 general obligation bonds at interest rates varying from 2.0% to 4.0% for the a school energy savings plan. The final maturity of these bonds is January 1, 2042. The bonds will be paid from property taxes. The bonds may be called after January 1, 2032.

Debt Service Requirements on serial bonds payable at June 30, 2022 are as follows:

Fiscal Year Ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 894,000	\$ 282,523	\$ 1,176,523
2024	650,000	271,288	921,288
2025	495,000	246,475	741,475
2026	325,000	227,650	552,650
2027	350,000	214,650	564,650
2028-2032	2,135,000	900,600	3,035,600
2033-2037	510,000	140,100	650,100
2038-2042	<u>4,640,000</u>	<u>694,650</u>	<u>5,334,650</u>
	<u>\$ 9,999,000</u>	<u>\$ 2,977,936</u>	<u>\$ 12,976,936</u>

C. Bonds Authorized But Not Issued

As of June 30, 2022, the District had no authorized but not issued bonds.

D. Financed Purchases

The District has financed equipment, buses and textbooks. The financed purchases do not exceed five years. The following schedule are the payment requirements at June 30, 2022:

Year ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ <u>134,583</u>	\$ <u>4,276</u>	\$ <u>138,859</u>

The original value of the financed purchases is included in Machinery and Equipment for \$643,296 and the amortization of the financed purchase is included with depreciation expense.

E. Loans Payable

No loans payable at June 30, 2022.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

10. 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 Annual Financial Statements which can be found at www.state.nj.us/treasury/pensions/annual-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.

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 with 25 years or more of service credit before age 62, and tier 5 with 30 years or more 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.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

10. Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

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 2021, the State's pension contribution was less than the actuarial determined amount. The District's PERS pension contribution was \$2,378,468 for June 30, 2022.

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 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, 2022 the School District reported a liability of \$25,941,623 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2021. The total pension liability used to calculate the net pension liability was determined using update procedure to roll forward the total pension liability from an actuarial valuation as of July 1, 2020, to the measurement date of June 30, 2021. 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, 2021. The School District's proportion measured as of June 30, 2021, was .2189813398%, which was an increase of .0003999645% from its proportion measured as of June 30, 2020.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

10. Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

For the year ended June 30, 2022, the School District recognized full accrual pension expense of \$(1,751,872) in the government-wide financial statements consisting of employer contributions of \$2,564,526 and non-employer contributions of \$(4,316,398). This pension expense was based on the pension plans June 30, 2021 measurement date. At June 30, 2021, the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Differences between expected and actual experience	\$ 409,133	\$ 185,711
Changes of assumptions	135,104	9,235,386
Net difference between projected and actual earnings on pension plan investments	-	6,833,705
Changes in proportion and differences between District contributions and proportionate share of contributions	331,764	2,253,341
District contributions subsequent to the measurement date	<u>2,378,468</u>	<u>-</u>
Total	<u>\$ 3,254,469</u>	<u>\$ 18,508,143</u>

\$2,378,468 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 contribution rate. The payable is due on April 1, 2023 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2023. 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 ended June 30:	
2022	\$ (6,869,771)
2023	(4,905,000)
2024	(3,344,374)
2025	(2,513,975)
2026	975
Thereafter	-
Total	<u>\$ (17,632,145)</u>

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

10. Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

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:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
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	-
June 30, 2021	5.13	-
Changes of Assumptions		
Year of Pension Plan Deferral:		
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
June 30, 2021	5.13	-
Net Difference between projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2016	5.00	5.00
June 30, 2017	5.00	5.00
June 30, 2018	5.00	5.00
June 30, 2019	5.00	5.00
June 30, 2020	5.00	5.00
June 30, 2021	5.00	5.00

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

10. Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 5.13, 5.16, 5.21, 5.63, 5.48, and 5.57, years for the 2021, 2020, 2019, 2018, 2017, and 2016 amounts, respectively.

Actuarial Assumptions - The collective total pension liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021. 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%
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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-2021.

The actuarial assumptions used in the July 1, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

10. Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2021) 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 PERS's target asset allocation as of June 30, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	3.00 %	3.35 %
Cash Equivalents	4.00 %	0.50 %
U.S. Treasuries	5.00 %	0.95 %
Investment Grade Credit	8.00 %	1.68 %
High Yield	2.00 %	3.75 %
Private Credit	8.00 %	7.60 %
Real Assets	3.00 %	7.40 %
Real Estate	8.00 %	9.15 %
U.S. Equity	27.00 %	8.09 %
Non-U.S. Developed Markets Equity	13.50 %	8.71 %
Emerging Markets Equity	5.50 %	10.96 %
Private Equity	13.00 %	11.30 %

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

10. Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2021. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate

The following presents the collective net pension liability of the participating employers as of June 30, 2021 calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	35,703,818	25,941,623	18,168,236

Additional Information - The following is a summary of the collective balances of the local group:

	<u>6/30/22</u>	<u>6/30/21</u>
Collective Deferred Outflows of Resources	1,164,738,169	2,347,583,337
Collective Deferred Inflows of Resources	8,339,123,762	7,849,949,467
Collective Net Pension Liability	11,972,782,878	16,435,616,426
School District's Portion	.2189813398%	.2185813753%

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

10. Pension Plans (Cont'd)

B. Teachers' Pension and Annuity (TPAF)

Plan Description - The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF) is a cost sharing multiple-employer defined benefit plan with a special-funding situation, by which the State of New Jersey (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 State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about TPAF, please refer to Division's Annual Financial Statements which can be found at www.state.nj.us/treasury/pensions/annual-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. 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.

<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 with 25 years or more of service credit before age 62, and tier 5 before age 65 with 30 years or more 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

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

10. Pension Plans (Cont'd)

B. Teachers' Pension and Annuity (TPAF) (Cont'd)

Contributions - The contribution policy for TPAF is set by *N.J.S.A. 18A:66* 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 2021, 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. 18A: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 School District.

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2021 was \$277,908,210. The School District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021. 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, 2021, the State proportionate share of the TPAF net pension liability attributable to the School District was .5780699322%, which was an decrease of .0372772111% from its proportion measured as of June 30, 2020

For the fiscal year ended June 30, 2022, the State of New Jersey recognized a pension expense in the amount of \$24,323,382 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, 2021 measurement date.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

10. Pension Plans (Cont'd)

B. Teachers' Pension and Annuity (TPAF) (Cont'd)

Actuarial Assumptions - The collective total pension liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021. This actuarial valuation used the following 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 Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

The actuarial assumptions used in the July 1, 2020 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, 2021) 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, 2021 are summarized in the following table:

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

10. Pension Plans (Cont'd)

B. Teachers' Pension and Annuity (TPAF) (Cont'd)

Discount Rate - The discount rate used to measure the total pension liability was 5.40% as of June 30, 2021. 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 100% of the actuarially determined contributions to the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments in determining the total pension liability.

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	3.00 %	3.35 %
Cash Equivalents	4.00 %	0.50 %
U.S. Treasuries	5.00 %	0.95 %
Investment Grade Credit	8.00 %	1.68 %
High Yield	2.00 %	3.75 %
Private Credit	8.00 %	7.60 %
Real Assets	3.00 %	7.40 %
Real Estate	8.00 %	9.15 %
U.S. Equity	27.00 %	8.09 %
Non-U.S. Developed Markets Equity	13.50 %	8.71 %
Emerging Markets Equity	5.50 %	10.96 %
Private Equity	13.00 %	11.30 %

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

10. Pension Plans (Cont'd)

B. Teachers' Pension and Annuity (TPAF) (Cont'd)

Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate

The following presents the collective net pension liability of the participating employers as of June 30, 2021 calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
State's proportionate share of the net pension liability	329,432,881	277,908,210	235,596,512

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 the Teachers Pension and Annuity Fund (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:

	<u>6/30/22</u>	<u>6/30/21</u>
Collective Deferred Outflows of Resources	6,373,530,834	9,626,548,228
Collective Deferred Inflows of Resources	27,363,797,906	48,165,991,182
Collective Net Pension Liability	65,993,498,688	55,993,498,688
School District's Portion	.5780699322%	.6153471433%

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

10. Pension Plans (Cont'd)

C. Defined Contribution Retirement Plan (DCRP)

The Defined Contribution Retirement Plan is a cost-sharing multiple-employer defined contribution pension plan which was established on July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A.43:15C-1 et. seq), and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The Defined Contribution Retirement Program Board oversees the DCRP, which is administered for the Divisions of Pensions and Benefits by Prudential Financial. The DCRP provides eligible members, and their beneficiaries, with tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A.43:15C-1 et. seq.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the School District's contribution amounts for each pay period are transmitted to Prudential not later than the fifth business day after the date on which the employee is paid for that pay period.

The District's contributions to the DCRP for June 30, 2022 were \$35,515. There was \$5,581 as a liability for unpaid contributions at June 30, 2022.

Related Party Investments - The Division of Pensions and Benefits does not invest in securities issued by the School District.

11. Post-Retirement Benefits

General Information about the OPEB Plan

Plan description and benefits provided

The State of New Jersey reports a liability as a result of its statutory requirements to pay other post-employment (health) benefit 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.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

11. Post-Retirement Benefits (Cont'd)

Plan description and benefits provided (Cont'd)

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.

Employees covered by benefit terms

At June 30, 2020, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefit payments	150,427
Active plan members	<u>213,901</u>
Total	<u><u>364,328</u></u>

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

11. Post-Retirement Benefits (Cont'd)

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2021 was determined by an actuarial valuation as of June 30, 2020, which was rolled forward to June 30, 2021. 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%
Salary Increases through 2026	PERS 2.00%-6.00% PFRS 3.25%-15.25% TPAF 1.55%-4.45%
Salary Increases after 2026	PERS 3.00%-7.00% PFRS N/A% TPAF 1.55%-3.05%
Discount Rate	2.16%
Healthcare Cost Trend Rates	4.5%-5.6%
Retirees' Share of Benefit Related Costs	1.5% of projected health insurance premiums for retirees

Preretirement mortality rates were based on the Pub-2010 Healthy "Teachers" (TPAF/ABP), "General" (PERS), and "Safety" (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Postretirement mortality rates were based on the Pub-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Disability mortality was based on the Pub-2010 "General" classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021 for current disabled retirees. Future disabled retirees was based on the Pub-2010 "Safety" (PFRS), "General" (PERS), and "Teachers" (TPAF/ABP) classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021.

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

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

11. Post-Retirement Benefits (Cont'd)

Changes in the Total OPEB Liability reported by the State of New Jersey

Balance at June 30, 2020	\$ 67,809,962,608
Changes for the year:	
Service cost	3,217,184,264
Interest on the total OPEB liability	1,556,661,679
Changes of benefit terms	(63,870,842)
Differences between expected and actual experience	(11,385,071,658)
Changes in assumptions	59,202,105
Gross benefit payments by the state	(1,226,213,382)
Contributions from members	<u>39,796,196</u>
Net changes	<u>(7,802,311,638)</u>
Balance at June 30, 2021	<u>\$ 60,007,650,970</u>

Discount rate

The discount rate for June 30, 2021 was 2.16%. 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 the total OPEB liability to changes in the discount rate

The following presents the June 30, 2021 total OPEB liability of the State for school board retirees, as well as the State's total OPEB liability for the school district calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	1% Decrease <u>(1.21%)</u>	Current Discount Rate <u>(2.16%)</u>	1% Increase <u>(3.16%)</u>
Total OPEB Liability of the State for School Retirees	\$71,879,745,555	\$60,007,650,970	\$50,659,089,138
Total OPEB Liability of the State Associated with the School District for School Retirees	\$522,650,410	\$436,326,305	\$368,351,248

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

11. Post-Retirement Benefits (Cont'd)

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 5.65% and decreases to a 4.50% long-term trend rate after seven years. For post-65 medical benefits, the actual fully-insured Medicare Advantagetrend rates for fiscal year 2022 through 2023 are reflected. For PPO the trend is initially 5.74% in fiscal year 2024, increasing to 12.93% in fiscal year 2025 and decreases to 4.50% after 11 years. For HMO the trend is initially 6.01% in fiscal year 2024, increasing to 15.23% in fiscal year 2025 and decreases to 4.5% after 11 years. For prescription drug benefits, the initial trend rate is 6.75% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Sensitivity of the total OPEB liability to changes in healthcare cost trend rates

The following presents the June 30, 2021 total OPEB liability of the State for school board retirees, as well as the State's total OPEB liability for the school district calculated using a health care cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	<u>1% Decrease</u>	<u>Trend Rate</u>	<u>1% Increase</u>
Total OPEB Liability of the State for School Retirees	\$48,576,388,417	\$60,007,650,970	\$75,358,991,782
Total OPEB Liability of the State Associated with the School District for School Retirees	\$353,207,540	\$436,326,305	\$679,897,175

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

11. Post-Retirement Benefits (Cont'd)

Sensitivity of the total OPEB liability to changes in healthcare cost trend rates (Cont'd)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2022, the board of education recognized OPEB expense of \$5,682,925 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB 75 and in which there is a special funding situation.

In accordance with GASB 75, the Brick Township Board of Education's proportionate share of school retirees OPEB is zero, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources. At June 30, 2021, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 9,045,886,863	\$ 18,009,362,976
Changes of assumptions	10,179,536,966	6,438,261,807
Contributions made in fiscal year ending 2022 after June 30, 2021 measurement date	-	-
Total	<u>\$ 19,225,423,829</u>	<u>\$ 24,447,624,783</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB will be recognized in OPEB expense as follows:

Year ended June 30:	
2022	\$ (1,182,303,041)
2023	(1,182,303,041)
2024	(1,182,303,041)
2025	(1,182,303,041)
2026	(840,601,200)
Thereafter	<u>348,612,410</u>
Total	<u>\$ (5,221,200,954)</u>

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

12. Deferred Compensation

The Board offers its employees a Deferred Compensation Plan created in accordance with Internal Revenue Code Section 403(b). The Plan, which is administered by OMNI, permits participants to defer a portion of their salary until future years. Amounts deferred under the Plan are not available to employees until termination, retirement, death or unforeseeable emergency.

13. Risk Management

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

Self Insurance Plan - The district is self insured with respect to workers' compensation claims and employee health benefits. The district's plans are designed to be self-sustaining through actuarially determined premiums established annually to cover expected claims, administration, and a margin for unexpected losses or expenses. The district purchases commercial insurance for employee health benefit claims in excess of an annual stop loss deductible of \$300,000 per person. The claims liability of \$5,759,748 reported in the governmental fund financial statements at June 30, 2022 is based on the requirements of GASB Statement Nos. 10 and 30 which require that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount can be reasonably estimated.

Self Insurance Plan (cont'd)

Claim liabilities, including incurred but not reported (IBNR) claims, are based on the estimated ultimate cost of settling the claims (including the effects of inflation and other societal and economic factors), using past experience adjusted for current trends, and any other factors that would modify past experience. Expenses and liabilities are estimated through a case-by-case review of all claims and the application of historical experience for outstanding claims.

Joint Insurance Pool - The District is a member of the New Jersey Schools Insurance Group Joint Insurance Fund. The Fund provides its members with coverage for Property, Comprehensive General Liability, Boiler and Machinery, Crime, Automobile and Environmental Impairment Liability. Contributions to the Fund, including a reserve for contingencies are based on actuarial assumptions. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report. There have been no significant changes in insurance coverage from the prior year.

The Fund publishes its own financial report for the fiscal year ended June 30, 2022, which can be obtained from:

New Jersey Schools Insurance Group
6000 Midlantic Drive
Suite 300 North
Mount Laurel, NJ 08054

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

13. Risk Management (cont'd)

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

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2021 / 2022	\$ -	\$ 95,761	\$ -	\$ 2,459,664
2020 / 2021	-	214,226	(72,239)	2,363,903
2019 / 2020	-	193,920	(102,902)	2,221,916

14. Contingent Liabilities

Grant Programs

The school district participates in federal awards and state financial assistance grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The school district is potentially liable for expenditures which may be disallowed pursuant to the terms of these grant programs. Management is not aware of any material items of noncompliance which would result in the disallowance of program expenditures.

15. Construction Commitments

The school district has entered into several construction contracts during the fiscal year, which include roof replacements, door replacements, handicap ramp, parking lot project reconfiguration project, and an energy savings improvement plan (ESIP). As of June 30, 2022, the school district had outstanding construction contracts totaling \$12,554,304 that will be financed from operating funds and bond proceeds in 2022/2023.

<u>Project</u>	<u>Commitments</u>
Roof Projects	\$ 2,582,345
Door Projects	5,922,211
School Security Project	315,632
Parking Lot Project	670,398
ESIP	3,063,718
Total	<u>\$ 12,554,304</u>

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

16. Fund Balances

General Fund - Of the \$35,713,721 General Fund balance at June 30, 2022, \$6,420,749 of encumbrances is assigned to other purposes, \$15,714,945 is restricted for capital reserve, \$- is restricted for maintenance reserve, \$- is restricted for the emergency reserve, \$2,339,004 is restricted for excess surplus for subsequent year expenditures, \$2,459,664 is restricted for unemployment compensation, \$4,490,056 has been classified as assigned fund balance designated for subsequent year expenditures, \$78,273 is restricted for excess surplus and \$4,211,030 is unassigned.

17. Calculation of Excess Surplus

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, c.73 (S1701), the designation for Restricted Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess surplus balance at June 30, 2022 is \$78,273.

18. Uncertain Tax Positions

The school district had no unrecognized tax benefits at June 30, 2022. The school district files tax returns in the U.S. federal jurisdiction and New Jersey. The school district has no open year prior to June 30, 2019.

19. Subsequent Events

Management has evaluated subsequent events through February 23, 2023, the date the financial statements were available to be issued.

20. Tax Abatement

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

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2022

21. Economic Dependency

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.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BRICK TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUES:					
Local sources:					
Local tax levy	\$ 115,659,937	\$ -	\$ 115,659,937	\$ 115,659,937	\$ -
Tuition from other LEAs within state	320,000	-	320,000	233,125	(86,875)
Tuition from other Govt sources within state	-	-	-	81,911	81,911
Transportation Fees from Other LEAs	10,000	-	10,000	27,000	17,000
Interest earned on capital reserve funds	120,000	(730,000)	850,000	528,564	(321,436)
Interest Income on unemployment - restricted	-	-	-	22,869	22,869
Admissions	-	(22,000)	22,000	16,021	(5,979)
Rents and Royalties	95,261	(600)	95,861	253,751	157,890
Sale of Property	40,000	-	40,000	205,187	165,187
Refund of Prior Year's Expenditures	-	-	-	107,497	107,497
Miscellaneous	1,178,905	752,600	426,305	818,642	392,337
Total - local sources	<u>117,424,103</u>	<u>-</u>	<u>117,424,103</u>	<u>117,954,504</u>	<u>530,401</u>
State sources:					
Transportation aid	4,922,064	-	4,922,064	4,922,064	-
Categorical special education aid	5,784,673	-	5,784,673	5,784,673	-
Equalization aid	9,463,269	-	9,463,269	9,463,269	-
Categorical security aid	1,672,094	-	1,672,094	1,672,094	-
Adjustment aid	70,797	-	70,797	70,797	-
Extraordinary aid	1,200,000	-	1,200,000	1,876,756	676,756
Nonpublic transportation aid	120,000	-	120,000	48,992	(71,008)
Stabilization Aid	-	-	-	6,527,350	6,527,350
Education Rescue Grant	-	-	-	967,754	967,754
Securing Our Childrens Future Bond Act (Security)	-	(481,056)	481,056	165,424	(315,632)
TPAF - LTDI (on-behalf - Non-budgeted)	-	-	-	6,332	6,332
TPAF - post retirement medical (on-behalf - Non-budgeted)	-	-	-	5,682,925	5,682,925
Teacher's pension and annuity fund (on-behalf - Non-budgeted)	-	-	-	24,323,382	24,323,382
TPAF social security (reimbursed - Non-budgeted)	-	-	-	4,579,460	4,579,460
Total state sources	<u>23,232,897</u>	<u>(481,056)</u>	<u>23,713,953</u>	<u>66,091,272</u>	<u>42,377,319</u>
Federal Sources:					
Medicaid Reimbursement	273,857	-	273,857	427,843	153,986
Total federal sources	<u>273,857</u>	<u>-</u>	<u>273,857</u>	<u>427,843</u>	<u>153,986</u>
Total revenues	<u>140,930,857</u>	<u>(481,056)</u>	<u>141,411,913</u>	<u>184,473,619</u>	<u>43,061,706</u>
EXPENDITURES:					
Current Expenditures:					
Regular Programs - Instruction:					
Local Contrib, - Trans to Special Rev-Inclusion	1,269,216	-	1,269,216	1,269,216	-
Preschool/Kindergarten - Salaries of teachers	1,822,260	(21,570)	1,800,690	1,799,752	938
Grades 1-5 - Salaries of teachers	10,714,166	(370,201)	10,343,965	10,330,727	13,238
Grades 6-8 - Salaries of teachers	7,997,124	(177,535)	7,819,589	7,787,201	32,388
Grades 9-12 - Salaries of teachers	12,536,769	(243,480)	12,293,289	12,291,982	1,307
Regular Programs - Home Instruction:					
Salaries of teachers	70,000	(19,611)	50,389	50,389	-
Purchased professional-educational services	45,000	6,236	51,236	33,162	18,074
Regular Programs - Undistributed Instruction:					
Purchased professional-educational services	1,205,447	2,500	1,207,947	1,207,914	33
Purchased professional technical services	73,000	(34,500)	38,500	32,380	6,120
Other purchased services (400-500 series)	1,159,865	31,446	1,191,311	1,144,088	47,223
General supplies	896,900	268,472	1,165,372	1,032,303	133,069
Textbooks	5,588	(5,588)	-	-	-
Other objects	10,005	(4,415)	5,590	3,775	1,815
TOTAL REGULAR PROGRAMS - INSTRUCTION	<u>37,805,340</u>	<u>(568,246)</u>	<u>37,237,094</u>	<u>36,982,889</u>	<u>254,205</u>

BRICK TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
SPECIAL EDUCATION - INSTRUCTION					
Learning and/or Language Disabilities:					
Salaries of teachers	\$ 1,893,448	\$ 19,039	\$ 1,912,487	\$ 1,889,815	\$ 22,672
Other salaries for instruction	325,496	136,374	461,870	454,616	7,254
Other Purch. Serv. (400-500 series)	1,500	1,872	3,372	3,077	295
General supplies	24,375	412	24,787	20,757	4,030
	<u>2,244,819</u>	<u>157,697</u>	<u>2,402,516</u>	<u>2,368,265</u>	<u>34,251</u>
Learning and/or Language Disabilities:					
Behavioral Disabilities:					
Salaries of teachers	472,260	42,313	514,573	460,770	53,803
Other salaries for instruction	60,108	62,168	122,276	108,045	14,231
Other purchased services (400-500 series)	3,000	(1,011)	1,989	1,870	119
General supplies	9,274	134	9,408	6,944	2,464
	<u>544,642</u>	<u>103,604</u>	<u>648,246</u>	<u>577,629</u>	<u>70,617</u>
Behavioral Disabilities:					
Multiple Disabilities:					
Salaries of teachers	799,170	37,476	836,646	824,905	11,741
Other salaries for instruction	92,482	(92,482)	-	-	-
Other Purch. Serv. (400-500 series)	5,800	2,755	8,555	6,345	2,210
General supplies	12,500	23,929	36,429	28,847	7,582
	<u>909,952</u>	<u>(28,322)</u>	<u>881,630</u>	<u>860,097</u>	<u>21,533</u>
Resource Room/Resource Center:					
Salaries of teachers	8,270,244	189,967	8,460,211	8,118,120	342,091
Other salaries for instruction	202,911	155,122	358,033	330,007	28,026
Other Purch. Serv. (400-500 series)	-	29,893	29,893	29,893	-
General supplies	39,300	(7,922)	31,378	30,693	685
	<u>8,512,455</u>	<u>367,060</u>	<u>8,879,515</u>	<u>8,508,713</u>	<u>370,802</u>
Total Resource Room/Resource Center					
Disabilities-Autism:					
Salaries of teachers	333,975	-	333,975	316,140	17,835
Other salaries for instruction	-	61,158	61,158	61,158	-
Other purchased services (400-500 series)	2,000	7,199	9,199	9,199	-
General supplies	17,275	4,470	21,745	12,434	9,311
Travel-All Other (7590)	-	-	1,958	-	1,958
	<u>353,250</u>	<u>72,827</u>	<u>428,035</u>	<u>398,931</u>	<u>29,104</u>
Total Disabilities-Autism					
Preschool Disabilities - Full Time					
Salaries of teachers	311,310	(10,042)	301,268	263,836	37,432
Other salaries for instruction	95,322	35,128	130,450	129,244	1,206
Other Purch. Serv. (400-500 series)	1,066	522	1,588	1,587	1
General supplies	8,374	3,975	12,349	12,255	94
	<u>416,072</u>	<u>29,583</u>	<u>445,655</u>	<u>406,922</u>	<u>38,733</u>
Total Preschool Disabilities - Full Time					
Home Instruction:					
Salaries of teachers	30,000	77,737	107,737	106,275	1,462
Purchased Prof Ed Services	60,000	(31,090)	28,910	21,343	7,567
	<u>90,000</u>	<u>46,647</u>	<u>136,647</u>	<u>127,618</u>	<u>9,029</u>
Total Home Instruction					
TOTAL SPECIAL EDUCATION - INSTRUCTION					
	<u>13,071,190</u>	<u>749,096</u>	<u>13,822,244</u>	<u>13,248,175</u>	<u>574,069</u>
Basic Skills/Remedial - Instruction					
Salaries of teachers	2,472,507	(156,197)	2,316,310	2,175,614	140,696
General Supplies	4,100	414	4,514	4,230	284
	<u>2,476,607</u>	<u>(155,783)</u>	<u>2,320,824</u>	<u>2,179,844</u>	<u>140,980</u>
Total Basic Skills/Remedial - Instruction					
Bilingual Education - Instruction					
Salaries of teachers	1,258,760	33,449	1,292,209	1,250,749	41,460
Other Salaries for Instruction	31,624	-	31,624	31,624	-
General Supplies	2,850	-	2,850	2,741	109
	<u>1,293,234</u>	<u>33,449</u>	<u>1,326,683</u>	<u>1,285,114</u>	<u>41,569</u>
Total Bilingual Education - Instruction					

BRICK TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
School-Spon. Cocurricular Activities - Instruction					
Salaries	\$ 238,299	\$ 5,544	\$ 243,843	\$ 224,935	\$ 18,908
Purchased services(300-500 series)	41,255	(574)	40,681	33,324	7,357
Supplies and materials	27,370	(366)	27,004	23,167	3,837
Other objects	3,589	(225)	3,364	2,344	1,020
Total School-Spon. Cocurricular Actvts. - Instruction	<u>310,513</u>	<u>4,379</u>	<u>314,892</u>	<u>283,770</u>	<u>31,122</u>
School-Spon. Athletics - Instruction					
Salaries	1,357,770	6,110	1,363,880	1,337,669	26,211
Purchased services (300-500 series)	-	-	440	-	440
Purchased services (300-500 series)	221,791	(28,844)	192,947	173,444	19,503
Travel-All Other (17530 3)	-	-	4,250	1,683	2,567
Supplies and materials	104,632	21,396	126,028	93,077	32,951
Other objects	90,484	7,673	98,157	85,931	12,226
Total School-Spon. Athletics - Instruction	<u>1,774,677</u>	<u>6,335</u>	<u>1,785,702</u>	<u>1,691,804</u>	<u>93,898</u>
Total Instruction	<u>56,731,561</u>	<u>69,230</u>	<u>56,807,439</u>	<u>55,671,596</u>	<u>1,135,843</u>
Undistributed Expenditures - Instruction:					
Tuition to other LEAs within the state - regular	50,000	44,503	94,503	85,215	9,288
Tuition to other LEAs within the state - special	429,520	(108,286)	321,234	316,243	4,991
Tuition to Co. Voc. School Distr. - regular	309,600	(1,500)	308,100	300,924	7,176
Tuition to CSSD & Reg Day School	167,790	28,830	196,620	125,593	71,027
Tuition to Priv. Sch. For the Disabled W/I state	3,662,569	(324,310)	3,338,259	3,177,994	160,265
Tuition - State Facilities	84,244	-	84,244	84,244	-
Tuition - Other	-	287,385	287,385	249,607	37,778
Total Undistributed Expenditures - Instruction:	<u>4,703,723</u>	<u>(73,378)</u>	<u>4,630,345</u>	<u>4,339,820</u>	<u>290,525</u>
Undist. Expend. - Attendance and Social Work					
Salaries	948,611	(14,702)	933,909	921,228	12,681
Supplies and materials	2,450	(155)	2,295	2,010	285
Total Undistributed Expenditures - Attendance and Social Work	<u>951,061</u>	<u>(14,857)</u>	<u>936,204</u>	<u>923,238</u>	<u>12,966</u>
Undist. Expend. - Health Services					
Salaries	1,267,434	(44,439)	1,222,995	1,188,834	34,161
Purchased professional and technical services	46,500	(10,000)	36,500	-	36,500
Other Purchd. Serv. (400-500 series)	5,335	(400)	4,935	4,842	93
Travel-All Other (30570)	-	-	400	-	400
Supplies and materials	30,510	933	31,443	29,753	1,690
Total Undistributed Expenditures - Health Services	<u>1,349,779</u>	<u>(53,906)</u>	<u>1,296,273</u>	<u>1,223,429</u>	<u>72,844</u>
Undist. Expend. - Other Support Serv - Students Related Service					
Salaries	2,842,435	(84,053)	2,758,382	2,733,733	24,649
Purchased professional - educational services	156,800	88,752	245,552	188,214	57,338
Supplies and materials	8,499	3,767	12,266	12,179	87
Total Undist. Expend. - Other Support Serv - Students Related Service	<u>3,007,734</u>	<u>8,466</u>	<u>3,016,200</u>	<u>2,934,126</u>	<u>82,074</u>
Undist. Expend. - Other Support Services - Students - Extraordinary Services					
Salaries	3,517,464	(331,251)	3,186,213	3,063,069	123,144
Purchased Prof. Ed. Services	1,437,407	(105,603)	1,331,804	821,481	510,323
Supplies and materials	5,500	6,819	12,319	12,209	110
Other objects	188,581	(93,500)	95,081	78,443	16,638
Total Undist. Expend. - Other Support Services Students - Extraordinary S	<u>5,148,952</u>	<u>(523,535)</u>	<u>4,625,417</u>	<u>3,975,202</u>	<u>650,215</u>
Undist. Expend. - Other Support Serv Students-Regular					
Salaries of other professional staff	1,640,409	(24,876)	1,615,533	1,576,212	39,321
Salaries of secretarial and clerical assistants	206,713	1	206,714	194,494	12,220
Other purchased prof. and tech. services	-	28,500	28,500	28,250	250
Other purchased services (400-500 series)	20,200	-	20,200	13,022	7,178
Supplies and materials	6,635	(1,046)	5,589	4,885	704
Other objects	5,075	98	5,173	4,700	473
Total Undist. Expend. - Other Support Serv - Students-Regular	<u>1,879,032</u>	<u>2,677</u>	<u>1,881,709</u>	<u>1,821,563</u>	<u>60,146</u>

BRICK TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Undist. Expend. - Other Support Serv - Students-Special					
Salaries of other professional staff	\$ 2,744,461	\$ (34,496)	\$ 2,709,965	\$ 2,687,057	\$ 22,908
Salaries of secretarial and clerical assistants	397,817	(12,304)	385,513	372,495	13,018
Purchased Prof. Ed. Services	224,650	53,934	278,584	252,663	25,921
Misc Purchases Services (400-500 series O/than Residential Costs)	177,889	(46,187)	131,702	100,815	30,887
Supplies and materials	34,150	6,798	40,948	39,544	1,404
Other objects	2,000	689	2,689	1,249	1,440
Total Undist. Expend. - Other Supp Services - Students-Special	<u>3,580,967</u>	<u>(31,566)</u>	<u>3,549,401</u>	<u>3,453,823</u>	<u>95,578</u>
Undist. Expend. - Improv of Instruct Serv - Other Sup Serv - Instr					
Salaries of supervisor of instruction	1,095,801	43,189	1,138,990	1,129,136	9,854
Salaries of professional staff	500,137	4,650	504,787	499,938	4,849
Sal Sec. & Clerical Asst.	115,688	1,024	116,712	116,710	2
Other Salaries	5,000	(2,965)	2,035	-	2,035
Other purchased services (400-500)	280,566	(267,742)	12,824	12,756	68
Travel-All Other (43150)	-	-	5,750	2,151	3,599
Supplies and materials	1,900	-	1,900	534	1,366
Other objects	7,000	(575)	6,425	6,035	390
Total Undist. Expend. - Improv of Instruct Serv - Other Sup Serv - Instr	<u>2,006,092</u>	<u>(222,419)</u>	<u>1,789,423</u>	<u>1,767,260</u>	<u>22,163</u>
Undist. Expend. - Educational Media Services/School Library					
Salaries	667,012	8,205	675,217	675,217	-
Other purchased services (400-500)	14,700	(352)	14,348	14,166	182
Supplies and materials	17,350	7,964	25,314	15,954	9,360
Other objects	19,996	-	19,996	18,781	1,215
Total Undist. Expend. - Educational Media Services/School Library	<u>719,058</u>	<u>15,817</u>	<u>734,875</u>	<u>724,118</u>	<u>10,757</u>
Undist. Expend. - Instruction Staff Training Services					
Salaries of other professional staff	97,610	-	97,610	97,610	-
Other Salaries	30,445	(4,000)	26,445	11,167	15,278
Other purchased services (400-500)	62,615	(33,415)	29,200	29,200	-
Travel-All Other (44130 2)	-	-	35,130	11,573	23,557
Supplies and materials	1,300	619	1,919	1,839	80
Total Undist. Expend. - Instruction Staff Training Services	<u>191,970</u>	<u>(36,796)</u>	<u>190,304</u>	<u>151,389</u>	<u>38,915</u>
Undist. Expend. - Support Service - General Administration					
Salaries	285,169	2,104	287,273	287,271	2
Legal services	405,775	(24,937)	380,838	380,182	656
Audit Fees	43,500	-	43,500	43,500	-
Architectural/Engineering Services	6,500	61,400	67,900	28,593	39,307
Communications/Telephone	29,150	4,375	33,525	33,223	302
Travel-All Other (45150)	-	-	299	299	-
BOE Other purchased services	3,850	(1,600)	2,250	2,171	79
Other purchased services (400-500 series)	43,547	2,159	45,706	44,008	1,698
General supplies	8,730	4,799	13,529	9,640	3,889
Judgements Agst. School Dist.	56,000	(39,950)	16,050	16,050	-
Miscellaneous expenditures	9,979	160	10,139	9,709	430
BOE membership dues and fees	25,330	-	25,330	25,330	-
Total Undist. Expend. - Support Service - General Administration	<u>917,530</u>	<u>8,510</u>	<u>926,339</u>	<u>879,976</u>	<u>46,363</u>
Undist. Expend. - Support Service - School Administration					
Communications/Telephone	-	-	5,299	4,478	821
Salaries of principals/Assistant principals	2,957,571	(107,633)	2,849,938	2,845,826	4,112
Salaries of other professional staff	661,850	(34,998)	626,852	624,549	2,303
Salaries of secretarial and clerical assistants	952,189	(1,014)	951,175	933,263	17,912
Other purchased services (400-500 series)	27,799	(9,399)	18,400	18,400	-
Travel-All Other (46110)	-	-	3,000	274	2,726
Supplies and materials	62,335	9,387	71,722	52,881	18,841
Other objects	29,895	(1,500)	28,395	27,122	1,273
Total Undist. Expend. - Support Service - School Administration	<u>4,691,639</u>	<u>(145,157)</u>	<u>4,554,781</u>	<u>4,506,793</u>	<u>47,988</u>
Undistributed Expenditures - Central Services					
Salaries	1,119,677	19,605	1,139,282	1,135,696	3,586
Travel-All Other (47050 2)	-	-	8,003	7,650	353
Misc. Purchased Services	203,947	(3,736)	200,211	191,451	8,760
Supplies and materials	17,975	(6,247)	11,728	9,193	2,535
Miscellaneous expenditures	3,951	-	3,951	3,311	640
Total Undist. Expend. - Central Services	<u>1,345,550</u>	<u>9,622</u>	<u>1,363,175</u>	<u>1,347,301</u>	<u>15,874</u>

BRICK TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Undist.- Admin. Info. Technology					
Salaries	\$ 833,787	\$ (5,212)	\$ 828,575	\$ 826,829	\$ 1,746
Other Purchased Services	200	-	200	105	95
Supplies and materials	750	77	827	712	115
Other objects	900	-	900	900	-
Total Undist. Expend - Admin. Info. Technology	<u>835,637</u>	<u>(5,135)</u>	<u>830,502</u>	<u>828,546</u>	<u>1,956</u>
TOTAL CENT. SVCS. & ADMIN IT	<u>2,181,187</u>	<u>4,487</u>	<u>2,193,677</u>	<u>2,175,847</u>	<u>17,830</u>
Undist. Expend. - Allowed Maintenance for School Facilities					
Salaries	994,051	(35,975)	958,076	951,226	6,850
Cleaning, repair and maintenance services	459,764	48,591	508,355	486,844	21,511
General supplies	333,207	28,050	361,257	350,045	11,212
Other objects	11,065	1,039	12,104	12,104	-
Total Undist. Expend. - Allowed Maintenance for School Facilities	<u>1,798,087</u>	<u>41,705</u>	<u>1,839,792</u>	<u>1,800,219</u>	<u>39,573</u>
Undist. Expend. - Other Operation & Maintenance of Plant					
Salaries	2,761,402	(142,737)	2,618,665	2,595,250	23,415
Purchased professional and technical services	43,185	7,555	50,740	48,421	2,319
Cleaning, repair and maintenance services	34,078	8,001	42,079	23,517	18,562
Other purchased property services	256,960	9,336	266,296	258,495	7,801
Insurance	793,268	(43,941)	749,327	749,243	84
Misc Purchased Services	4,442	(3,042)	1,400	1,267	133
General supplies	211,590	81,279	292,869	289,657	3,212
Energy (natural gas)	640,000	204,344	844,344	844,343	1
Energy (electricity)	723,850	100,106	823,956	823,903	53
Total Undist Expend-Other Operation & Maint Of Plant	<u>5,468,775</u>	<u>220,901</u>	<u>5,689,676</u>	<u>5,634,096</u>	<u>55,580</u>
Undist. Expend. - Care & Upkeep of Grounds					
Salaries	520,129	(35,986)	484,143	451,944	32,199
Cleaning, repair and maintenance services	125,361	19,869	145,230	128,360	16,870
General supplies	102,532	24,326	126,858	120,542	6,316
Other objects	25,212	(467)	24,745	24,744	1
Total Undist Expend-Care & Upkeep of Grounds	<u>773,234</u>	<u>7,742</u>	<u>780,976</u>	<u>725,590</u>	<u>55,386</u>
Security					
Salaries	235,720	-	235,720	219,965	15,755
General supplies	11,300	3,977	15,277	12,244	3,033
Other objects	33,146	(2,655)	30,491	25,231	5,260
Total Security	<u>280,166</u>	<u>1,322</u>	<u>281,488</u>	<u>257,440</u>	<u>24,048</u>
Undist. Expend. - Student Transportation Services					
Salaries of non-instructional aides	772,450	(27,214)	745,236	741,645	3,591
Salaries-pupil transport(between home & school)-Regular	2,885,023	(336,145)	2,548,878	2,529,050	19,828
Salaries-pupil transport (between home & school)-Special	996,029	(101,970)	894,059	878,163	15,896
Salaries-pupil transport(other than home & school)-Regular	235,814	(34,289)	201,525	201,523	2
Cleaning, repair and maintenance services	73,354	7,853	81,207	66,686	14,521
Lease purchase payments - School buses	209,935	6	209,941	209,934	7
Contract Svc (btw Home & Sch.) - Vendors	-	36,775	36,775	36,775	-
Contract Svc (btw home & Sch.) - Joint Agreements	372,093	287,982	660,075	481,423	178,652
Contract Svc (Spl. Ed. Students) - ESCs & CTSAs	1,949,223	575,169	2,524,392	2,524,391	1
Contract Svc - Aid in Lieu Pymts - NonPub Sch	90,000	40,000	130,000	122,938	7,062
Travel	-	3,727	3,727	514	3,213
General supplies	2,000	343	2,343	1,571	772
Misc Purchased Serv - Transportation	164,731	4,890	169,621	167,907	1,714
Transportation supplies	774,465	60,164	834,629	790,815	43,814
Other objects	19,753	(6,233)	13,520	13,027	493
Total Undist. Expend. - Student Transportation Services	<u>8,544,870</u>	<u>511,058</u>	<u>9,055,928</u>	<u>8,766,362</u>	<u>289,566</u>

BRICK TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
UNALLOCATED EMPLOYEE BENEFITS					
Social security contributions	\$ 1,494,557	\$ (3,578)	\$ 1,490,979	\$ 1,488,260	\$ 2,719
Other Retirement contributions -PERS	2,478,478	(240,968)	2,237,510	2,232,156	5,354
Workmen's compensation	1,480,764	(493,827)	986,937	984,264	2,673
Health benefits	27,363,185	1,360,619	28,723,804	28,564,987	158,817
Tuition reimbursement	84,400	(40,000)	44,400	42,738	1,662
Other employee benefits	531,184	10,765	541,949	539,659	2,290
TOTAL UNALLOCATED EMPLOYEE BENEFITS	33,432,568	593,011	34,025,579	33,852,064	173,515
ON-BEHALF CONTRIBUTIONS:					
On-behalf TPAF LTDI (non-budgeted)	-	-	-	6,332	(6,332)
On-behalf TPAF OPEB (post retirement med) (non-budgeted)	-	-	-	5,682,925	(5,682,925)
On-behalf TPAF pension contributions (non-budgeted)	-	-	-	24,323,382	(24,323,382)
Reimbursed TPAF social security contributions (non-budgeted)	-	-	-	4,579,460	(4,579,460)
TOTAL ON-BEHALF CONTRIBUTIONS	-	-	-	34,592,099	(34,592,099)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	33,432,568	593,011	34,025,579	68,444,163	(34,418,584)
TOTAL UNDISTRIBUTED EXPENDITURES	81,626,424	314,082	81,998,387	114,504,454	(32,506,067)
TOTAL GENERAL CURRENT EXPENDITURES	138,357,985	447,841	138,805,826	170,176,050	(31,370,224)
CAPITAL OUTLAY					
Equipment					
Regular Programs - Instruction:					
Preschool	39,825	-	39,825	2,388	37,437
Grades 6-8	-	2,458	2,458	2,458	-
Grades 9-12	-	11,970	11,970	11,970	-
Special Education - Instruction:					
Multiple Disabilities	-	5,175	5,175	5,175	-
School - Sponsored and other instructional program	9,500	3,627	13,127	13,127	-
Undistributed expenditures - Instruction	175,500	-	175,500	175,209	291
Undistributed expenditures-Support services-Related & Extra	9,000	69,157	78,157	53,780	24,377
Undistributed expenditures - Admin Info Tech	-	28,250	28,250	-	28,250
Undistributed expenditures - Req. Maint. Schl. Facilities	51,937	(11,660)	40,277	-	40,277
Undistributed expenditures - Custodial services	2,550	25,700	28,250	28,250	-
Undistributed expenditures - Care and upkeep of grounds	3,200	(3,200)	-	-	-
Undistributed expenditures - Student Trans - Non Inst. Equip	457,000	541,771	998,771	998,771	-
Total Equipment	748,512	673,248	1,421,760	1,291,128	130,632
Facilities Acquisition and Construction Services					
Legal Services	-	-	-	-	-
Architectural/Engineering Services	121,600	1,610,449	1,732,049	1,285,810	446,239
Construction Services	7,698,167	1,718,069	9,416,236	4,074,961	5,341,275
Supplies & Materials	-	4,800	4,800	4,800	-
Lease Purchase Agreements - Principal	-	481,056	481,056	165,424	315,632
Other Objects	-	124,425	124,425	4,505	119,920
Assessment for Debt Service on SDA Funding	77,527	-	77,527	77,527	-
Interest deposit to Capital Reserve	120,000	(120,000)	-	-	-
Total Facilities Acquisition and Construction Services	8,017,294	3,818,799	11,836,093	5,613,027	6,223,066
TOTAL CAPITAL OUTLAY	8,765,806	4,492,047	13,257,853	6,904,155	6,353,698
TOTAL SPECIAL SCHOOLS					
Transfer of funds to Charter Schools	194,517	(194,517)	-	-	-
TOTAL EXPENDITURES	147,318,308	4,745,371	152,063,679	177,080,205	(25,016,526)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,387,451)	(5,226,427)	(10,651,766)	7,393,414	-
Fund Balance, July 1	30,485,557	-	30,485,557	30,485,557	-
Fund Balance, June 30	24,098,106	(5,226,427)	19,833,791	37,878,971	-

BRICK TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2022

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Recapitulation:					
Assigned Fund Balance:					
Reserve for encumbrances				\$ 6,420,749	
Legally restricted-designated for subsequent year's expenditures				4,490,056	
Restricted Fund Balance:					
Capital reserve				15,714,945	
Unemployment compensation				2,459,664	
Other purposes				-	
Excess surplus-designated for subsequent years				2,339,004	
Excess surplus				78,273	
Unrestricted/undesignated fund balance for budget purposes				6,376,280	
Reconciliation to governmental funds statements (GAAP)					
Fund balance per governmental funds (Budgetary)				37,878,971	
Unexpended Purchase Agreement Proceeds				-	
Last state aid payment not recognized on GAAP basis				(2,165,250)	
Fund balance per governmental funds (GAAP) - B-1				35,713,721	
Fund balance per governmental funds (GAAP) - B-1				\$ 35,713,721	

**BRICK TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
Special Revenue Fund
For the Year Ended June 30, 2022**

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUES					
Local sources	\$ -	-	\$ -	\$ 1,604,745	\$ 1,604,745
State sources	-	-	-	5,551,709	5,551,709
Federal sources	-	27,848,903	27,848,903	10,121,699	(17,727,204)
Total Revenues	<u>-</u>	<u>27,848,903</u>	<u>27,848,903</u>	<u>17,278,153</u>	<u>(10,570,750)</u>
EXPENDITURES					
Instruction:					
Salaries of teachers	3,670,227	2,975,306	6,645,533	4,894,911	1,750,622
Other salaries/instruction	-	-	-	-	-
Purchased services	-	-	-	-	-
Purchased professional services	429,452	(20,644)	408,808	376,317	32,491
Other purchased services	11,135	154,296	165,431	161,719	3,712
Technology	-	-	-	-	-
General supplies	848,503	(386,896)	461,607	393,891	67,716
Tuition	2,131,499	(19,167)	2,112,332	2,055,354	56,978
Textbooks	-	-	-	-	-
Miscellaneous/Other objects	-	-	-	-	-
Total instruction	<u>7,090,816</u>	<u>2,702,895</u>	<u>9,793,711</u>	<u>7,882,192</u>	<u>1,911,519</u>
Support services:					
Other support services					
students - special:					
Other professional staff salaries	1,533,325	375,780	1,909,105	1,734,157	174,948
Secretarial/Clerical salaries	-	-	-	-	-
Professional development	-	-	-	-	-
Other salaries	-	-	-	-	-
Other purchased services	684,484	211,856	896,340	370,700	525,640
Purchased technical services	-	-	-	-	-
Employee benefits	1,919,906	1,325,079	3,244,985	2,643,524	601,461
Purchased professional and technical services	500,661	113,610	614,271	231,388	382,883
Nursing services	-	-	-	-	-
Tuition	-	-	-	109,812	(109,812)
Miscellaneous purchased services	-	-	-	-	-
Purchased Property Service	-	-	-	-	-
General supplies	130,192	257,390	387,582	221,057	166,525
Cleaning, repairs and maintenance services	30,135	(14,316)	15,819	5,040	10,779
Miscellaneous/other objects	-	-	-	-	-
Scholarships awarded	-	-	-	2,000	(2,000) Note 1
Student activities	-	-	-	204,658	(204,658) Note 1
Total other support services - students - special	<u>4,798,703</u>	<u>2,269,399</u>	<u>7,068,102</u>	<u>5,522,336</u>	<u>1,545,766</u>
Facilities acquisition and const. serv.:					
Regular programs instruction	3,831,102	6,142,226	9,973,328	3,770,377	6,202,951
Non-instructional equipment	-	1,013,762	1,013,762	24,362	989,400
Total facilities acquisition and const. serv.	<u>3,831,102</u>	<u>7,155,988</u>	<u>10,987,090</u>	<u>3,794,739</u>	<u>7,192,351</u>
Total expenditures	<u>15,720,621</u>	<u>12,128,282</u>	<u>27,848,903</u>	<u>17,199,267</u>	<u>10,649,636</u>
Other financing sources (uses)					
Transfer in from general fund	-	-	-	-	-
Contribution to whole school reform	-	-	-	-	-
Total outflows	<u>15,720,621</u>	<u>12,128,282</u>	<u>27,848,903</u>	<u>17,199,267</u>	<u>10,649,636</u>
Excess (deficiency) of revenues					
Over (under) expenditures	<u>(15,720,621)</u>	<u>15,720,621</u>	<u>-</u>	<u>78,886</u>	<u>78,886</u>
Fund Balance, July 1				<u>244,120</u>	
Fund Balance, June 30				<u>\$ 323,006</u>	
Recapitulation:					
Restricted:					
Scholarships				13,957	
Student Activities				309,049	
Total Fund Balance				<u>\$ 323,006</u>	

Note 1 - Not required to budget for these funds.

BRICK TOWNSHIP BOARD OF EDUCATION
Required Supplementary Information
Budget-to-GAAP Reconciliation
Note to the Required Supplementary Information
For the Year Ended June 30, 2022

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-1] \$ 184,473,619	[C-2]	\$ 17,278,153
Difference - budget to GAAP:			
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.	-		(3,189,455)
TPAF pension payments completely funded by the State of New Jersey are not included on the GAAP statements.	(24,323,382)		-
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	2,694,389		429,032
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(2,165,250)		(491,509)
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	[B-2] <u>\$ 160,679,376</u>	[B-2]	<u>\$ 14,026,221</u>
Uses/outflows of resources			
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1] \$ 177,080,205	[C-2]	\$ 17,199,267
Differences - budget to GAAP			
TPAF pension payments completely funded by the State of New Jersey are not included on the GAAP statements.	(24,323,382)		-
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.	-		(3,189,455)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	[B-2] <u>\$ 152,756,823</u>	[B-2]	<u>\$ 14,009,812</u>

REQUIRED SUPPLEMENTARY INFORMATION - PART III

BRICK TOWNSHIP BOARD OF EDUCATION
Required Supplementary Information
Schedule of the District's Proportionate Share of Net Pension Liability-PERS
For the Year Ended June 30, 2022

Last 10 Fiscal Years*

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
District's proportion of the net pension liability	0.24281786%	0.23962634%	0.24165583%	0.2334156167%	0.2338736940%	0.2308719501%	0.2335028587%	0.2185813753%	0.2189813398%
District's proportionate share of the net pension liability	46,407,318	44,864,605	54,246,891	\$ 69,131,011	\$ 54,442,058	\$ 45,457,536	\$ 42,073,673	\$ 35,644,906	\$ 25,941,623
District's covered-employee payroll	-	18,401,024	18,231,444	18,368,456	16,801,593	16,473,110	15,925,147	15,709,088	16,138,352
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	0.00%	243.82%	297.55%	411.46%	330.49%	285.45%	248.34%	226.91%	160.75%
Plan fiduciary net position as a percentage of the total pension liability	48.72%	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%

The amounts presented were determined as of the fiscal year-end that occurred one year before the District's fiscal year end.

* The schedule is presented to illustrate the requirements 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.

**BRICK TOWNSHIP BOARD OF EDUCATION
 Required Supplementary Information
 Schedule of District Contributions-PERS
 For the Year Ended June 30, 2022**

Last 10 Fiscal Years*

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Contractually required contributions	1,975,445	2,077,592	2,073,631	\$ 2,096,297	\$ 2,196,434	\$ 2,306,145	\$ 2,279,975	\$ 2,391,170	\$ 2,564,526
Contributions in relation to the contractually required contribution	<u>(1,975,445)</u>	<u>(2,077,592)</u>	<u>(2,073,631)</u>	<u>(2,041,860)</u>	<u>(2,197,588)</u>	<u>(2,331,041)</u>	<u>(2,233,210)</u>	<u>(2,236,632)</u>	<u>(2,378,468)</u>
Contribution deficiency (excess)	-	-	-	54,437	(1,154)	(24,896)	46,765	154,538	186,058
District's covered-employee payroll	18,401,024	18,231,444	18,368,456	16,801,593	16,473,110	15,925,147	15,709,088	16,138,352	16,338,972
Contributions as a percentage of covered-employee payroll	0.00%	11.40%	11.29%	12.48%	13.07%	14.00%	14.51%	14.82%	15.70%

* The schedule is presented to illustrate the requirements 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.

**BRICK TOWNSHIP BOARD OF EDUCATION
Required Supplementary Information
Schedule of the District's Proportionate Share of the Net Pension Liability-TPAF
For the Year Ended June 30, 2022**

Last 10 Fiscal Years*

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
State's proportion of the net pension liability associated with the District	100.00%	100.00%	100.00%	0.6145579%	0.61755655%	0.60960954%	0.60914427%	0.61534714%	0.57806993%
State's proportionate share of the net pension liability associated with the District	\$ 305,658,329	\$ 332,170,325	\$ 383,522,122	\$ 483,450,406	\$ 416,378,891	\$ 387,820,497	\$ 373,837,589	\$ 405,198,690	\$ 277,908,210
District's covered-employee payroll	71,030,336	71,582,504	73,154,680	64,729,167	65,847,094	63,482,832	65,163,454	65,092,701	65,777,009
Proportionate share of the net pension liability as a percentage of District's covered-employee payroll	430.32%	464.04%	524.26%	746.88%	632.34%	610.91%	573.69%	622.49%	422.50%
Plan fiduciary net position as a percentage of the total pension liability	33.76%	33.64%	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%	35.52%

The District has a special funding situation and not required to make any payments for this liability therefore it is not recorded on the ACFR.

The amounts presented were determined as of the fiscal year-end that occurred one year before the District's fiscal year end.

* The schedule is presented to illustrate the requirements 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.

**BRICK TOWNSHIP BOARD OF EDUCATION
Required Supplementary Information
Schedule of Changes in the Total OPEB Liability and Related Ratios
For the Year Ended June 30, 2022
(Unaudited)**

Last 10 Fiscal Years*

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
State's proportion of the OPEB liability associated with the District					
Service cost	\$ 15,916,068	\$ 13,223,989	\$ 11,546,632	\$ 11,777,347	\$ 20,765,863
Interest cost	12,512,501	14,467,822	13,523,936	11,017,411	11,318,764
Changes of benefit terms	-	-	-	-	(464,416)
Differences between expected and actual experiences	-	(32,400,553)	(55,763,994)	85,879,761	(85,591,988)
Changes in assumptions	(51,820,984)	(39,296,773)	4,580,039	91,057,772	430,469
Member contributions	337,135	316,472	279,514	263,041	289,365
Gross benefit payments	<u>(9,155,672)</u>	<u>(9,156,740)</u>	<u>(9,429,427)</u>	<u>(8,678,375)</u>	<u>(8,916,016)</u>
Net change in total OPEB liability	(32,210,952)	(52,845,783)	(35,263,300)	191,316,957	(62,167,959)
Total State Share of OPEB liability - beginning	<u>427,497,342</u>	<u>395,286,390</u>	<u>342,440,607</u>	<u>307,177,307</u>	<u>498,494,264</u>
Total State Share of OPEB liability - ending	<u>\$ 395,286,390</u>	<u>\$ 342,440,607</u>	<u>\$ 307,177,307</u>	<u>\$ 498,494,264</u>	<u>\$ 436,326,305</u>
District's covered employee payroll	<u>\$ 89,159,296</u>	<u>\$ 88,502,474</u>	<u>\$ 86,584,889</u>	<u>\$ 86,609,121</u>	<u>\$ 88,935,962</u>
Total State's OPEB liability as a percentage of covered employee payroll	443%	387%	355%	576%	491%

* The schedule is presented to illustrate the requirements 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.

Brick Township Board of Education

Notes to the Required Supplementary Information - Part III

For the Year Ended June 30, 2022

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 5.40% as of June 30, 2020, to 7.00% as of June 30, 2021.

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 7.00% as of June 30, 2020, to 7.00% as of June 30, 2021.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 2.21% as of June 30, 2020, to 2.16% as of June 30, 2021.

OTHER SUPPLEMENTARY INFORMATION

D. School Based Budget Schedules
Not Applicable

E. Special Revenue Fund

BRICK TOWNSHIP BOARD OF EDUCATION
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2022

	Non Public Security	Title I FY 2022	Preschool Expansion Education Aid FY 2022	Non Public Textbooks
Revenues:				
Local sources	\$ -	\$ -	\$ 1,269,216	\$ -
State sources	65,050	-	4,923,519	23,696
Federal sources	-	1,352,454	-	-
Total revenues	<u>65,050</u>	<u>1,352,454</u>	<u>6,192,735</u>	<u>23,696</u>
Expenditures:				
Instruction:				
Salaries of teachers	-	767,599	2,734,564	-
Other salaries/instruction	-	-	-	-
Tuition	-	-	-	-
Purchased professional services	-	7,000	-	-
Other purchased services	-	67,328	-	5,558
General supplies	-	114,065	162,723	18,138
Tuition	-	-	-	-
Textbooks	-	-	-	-
Miscellaneous/Other objects	-	-	-	-
Total instruction	<u>-</u>	<u>955,992</u>	<u>2,897,287</u>	<u>23,696</u>
Support services:				
Other support services - students - special:				
Other professional staff salaries	29,230	62,112	1,355,673	-
Secretarial/Clerical salaries	-	-	-	-
Professional Development	-	-	-	-
Other salaries	-	-	-	-
Other purchased services	-	-	53,143	-
Employee benefits	2,730	310,205	1,770,082	-
Purchased professional and technical se	-	-	-	-
Nursing Svcs	-	-	-	-
Tuition	-	-	-	-
Miscellaneous purchased services	-	-	-	-
Cleaning, repairs and maintenance servi	-	-	5,040	-
General supplies	16,190	24,145	44,049	-
Total other support services - students - special	<u>48,150</u>	<u>396,462</u>	<u>3,227,987</u>	<u>-</u>
Equipment:				
Regular programs instruction	-	-	59,999	-
Non-instructional equipment	16,900	-	7,462	-
Total equipment	<u>16,900</u>	<u>-</u>	<u>67,461</u>	<u>-</u>
Total expenditures	<u>\$ 65,050</u>	<u>\$ 1,352,454</u>	<u>\$ 6,192,735</u>	<u>\$ 23,696</u>
Excess (deficiency) of revenues Over (under) expenditures	-	-	-	-
Fund Balance, July 1	-	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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BRICK TOWNSHIP BOARD OF EDUCATION
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2022

(Continued from prior page)

	Title II Part A	IDEA Part B FY 2022	Title III FY 2022	Title IV FY 2022	IDEA Preschool FY 2022
Revenues:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-
Federal sources	<u>288,706</u>	<u>2,323,604</u>	<u>72,312</u>	<u>107,796</u>	<u>81,184</u>
Total revenues	<u>288,706</u>	<u>2,323,604</u>	<u>72,312</u>	<u>107,796</u>	<u>81,184</u>
Expenditures:					
Instruction:					
Salaries of teachers	-	6,878	35,873	83,100	-
Purchased professional services	1,518	92,449	-	-	-
Other purchased services	-	-	-	4,500	-
General supplies	-	-	1,348	3,446	-
Tuition	-	1,974,170	-	-	81,184
Textbooks	-	-	-	-	-
Miscellaneous/Other objects	-	-	-	-	-
Total instruction	<u>1,518</u>	<u>2,073,497</u>	<u>37,221</u>	<u>91,046</u>	<u>81,184</u>
Support services:					
Other support services - students - special:					
Other professional staff salaries	161,718	-	20,833	-	-
Other salaries	-	-	-	-	-
Other purchased services	21,299	247,589	-	1,950	-
Employee benefits	24,153	526	13,433	6,357	-
Purchased professional and technical services	76,813	-	-	7,544	-
Nursing Svcs	-	-	-	-	-
Tuition	-	-	-	-	-
Miscellaneous purchased services	-	-	-	-	-
Cleaning, repairs and maintenance services	-	-	-	-	-
General supplies	<u>3,205</u>	<u>1,992</u>	<u>825</u>	<u>899</u>	<u>-</u>
Total other support services - students - special	<u>287,188</u>	<u>250,107</u>	<u>35,091</u>	<u>16,750</u>	<u>-</u>
Equipment:					
Regular programs instruction	-	-	-	-	-
Non-instructional equipment	-	-	-	-	-
Total equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 288,706</u>	<u>\$ 2,323,604</u>	<u>\$ 72,312</u>	<u>\$ 107,796</u>	<u>\$ 81,184</u>
Excess (deficiency) of revenues Over (under) expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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BRICK TOWNSHIP BOARD OF EDUCATION
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2022

(Continued from prior page)

	ARP IDEA Part B FY 2022	ARP IDEA Preschool FY 2022	CRRSA ESSER II FY 2022	CRRSA Learning Acceleration FY 2022	CRRSA Mental Health FY 2022
Revenues:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-
Federal sources	<u>159,942</u>	<u>14,716</u>	<u>3,872,002</u>	<u>222,814</u>	<u>37,800</u>
Total revenues	<u>159,942</u>	<u>14,716</u>	<u>3,872,002</u>	<u>222,814</u>	<u>37,800</u>
Expenditures:					
Instruction:					
Salaries of teachers	6,201	-	244,809	123,303	-
Purchased professional services	-	-	-	-	-
Other purchased services	-	-	-	8,150	-
General supplies	-	-	-	-	-
Tuition	-	-	-	-	-
Textbooks	-	-	-	-	-
Miscellaneous/Other objects	-	-	-	-	-
Total instruction	<u>6,201</u>	<u>-</u>	<u>244,809</u>	<u>131,453</u>	<u>-</u>
Support services:					
Other support services - students - special:					
Other professional staff salaries	-	-	-	47,087	-
Other salaries	-	-	-	-	-
Other purchased services	21,000	-	-	19,419	6,300
Employee benefits	426	-	122,779	24,855	-
Purchased professional and technical services	132,315	14,716	-	-	-
Nursing Svcs	-	-	-	-	-
Tuition	-	-	-	-	-
Miscellaneous purchased services	-	-	-	-	-
Cleaning, repairs and maintenance services	-	-	-	-	-
General supplies	-	-	-	-	31,500
Total other support services - students - special	<u>153,741</u>	<u>14,716</u>	<u>122,779</u>	<u>91,361</u>	<u>37,800</u>
Equipment:					
Regular programs instruction	-	-	3,504,414	-	-
Non-instructional equipment	-	-	-	-	-
Total equipment	<u>-</u>	<u>-</u>	<u>3,504,414</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 159,942</u>	<u>\$ 14,716</u>	<u>\$ 3,872,002</u>	<u>\$ 222,814</u>	<u>\$ 37,800</u>
Excess (deficiency) of revenues Over (under) expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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BRICK TOWNSHIP BOARD OF EDUCATION
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2022

(Continued from prior page)

	<u>ARP ESSER OVER 21 FY 2022</u>	<u>Chapter 192 Comp Ed FY 2022</u>	<u>Chapter 193 Supp FY 2022</u>	<u>Chapter 193 Exam FY 2022</u>	<u>Chapter 193 Speech FY 2022</u>
Revenues:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	136,302	51,295	57,063	30,690
Federal sources	<u>109,812</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>109,812</u>	<u>136,302</u>	<u>51,295</u>	<u>57,063</u>	<u>30,690</u>
Expenditures:					
Instruction:					
Salaries of teachers	-	-	-	-	-
Tuition	-	-	-	-	-
Purchased professional services	-	136,302	51,295	57,063	30,690
Other purchased services	-	-	-	-	-
General supplies	-	-	-	-	-
Textbooks	-	-	-	-	-
Miscellaneous/Other objects	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total instruction	<u>-</u>	<u>136,302</u>	<u>51,295</u>	<u>57,063</u>	<u>30,690</u>
Support services:					
Other support services - students - special:					
Other professional staff salaries	-	-	-	-	-
Other salaries	-	-	-	-	-
Other purchased services	-	-	-	-	-
Purchased technical services	-	-	-	-	-
Employee benefits	-	-	-	-	-
Purchased property services	-	-	-	-	-
Tuition	109,812	-	-	-	-
General supplies	-	-	-	-	-
Cleaning, repairs and maintenance serv	-	-	-	-	-
Miscellaneous/Other objects	-	-	-	-	-
Scholarships awarded	-	-	-	-	-
Student activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other support services - students - special	<u>109,812</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Equipment:					
Regular programs instruction	-	-	-	-	-
Non-instructional equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 109,812</u>	<u>\$ 136,302</u>	<u>\$ 51,295</u>	<u>\$ 57,063</u>	<u>\$ 30,690</u>
Excess (deficiency) of revenues Over (under) expenditures	-	-	-	-	-
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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BRICK TOWNSHIP BOARD OF EDUCATION
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2022

(Continued from prior page)

	<u>CARES FY 2022</u>	<u>ARP ESSER FY 2022</u>	<u>Emergent FY 2022</u>	<u>Student Activity FY 2022</u>	<u>Scholarship FY 2022</u>
Revenues:					
Local sources	\$ -	\$ -	\$ -	\$ 280,457	\$ 5,087
State sources	-	-	205,964	-	-
Federal sources	<u>264,984</u>	<u>1,213,573</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>264,984</u>	<u>1,213,573</u>	<u>205,964</u>	<u>280,457</u>	<u>5,087</u>
Expenditures:					
Instruction:					
Salaries of teachers	113,003	779,581	-	-	-
Purchased services	-	-	-	-	-
Purchased professional services	-	-	-	-	-
Other purchased services	73,330	-	-	-	-
General supplies	-	79,098	-	-	-
Textbooks	-	-	-	-	-
Miscellaneous/Other objects	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total instruction	<u>186,333</u>	<u>858,679</u>	<u>-</u>	<u>-</u>	<u>-</u>
Support services:					
Other support services - students - special:					
Other professional staff salaries	1,908	1,661	-	-	-
Other salaries	-	-	-	-	-
Other purchased services	-	-	-	-	-
Purchased technical services	-	-	-	-	-
Employee benefits	8,791	353,233	-	-	-
Purchased property services	-	-	-	-	-
Tuition	-	-	-	-	-
General supplies	67,952	-	-	-	-
Cleaning, repairs and maintenance service	-	-	-	-	-
Miscellaneous purchased services	-	-	-	-	-
Miscellaneous/Other objects	-	-	-	-	-
Scholarships awarded	-	-	-	-	2,000
Student activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>204,658</u>	<u>-</u>
Total other support services - students - special	<u>78,651</u>	<u>354,894</u>	<u>-</u>	<u>204,658</u>	<u>2,000</u>
Equipment:					
Regular programs instruction	-	-	205,964	-	-
Non-instructional equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total equipment	<u>-</u>	<u>-</u>	<u>205,964</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 264,984</u>	<u>\$ 1,213,573</u>	<u>\$ 205,964</u>	<u>\$ 204,658</u>	<u>\$ 2,000</u>
Excess (deficiency) of revenues Over (under) expenditures	-	-	-	75,799	3,087
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>233,250</u>	<u>10,870</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 309,049</u>	<u>\$ 13,957</u>

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BRICK TOWNSHIP BOARD OF EDUCATION
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2022

(Continued from prior page)

	Non-Public Nursing FY 2022	Non-Public Technology FY 2022	Local Grants FY 2022	Total 2022
Revenues:				
Local sources	\$ -	\$ -	\$ 49,985	\$ 1,604,745
State sources	41,699	16,431	-	5,551,709
Federal sources	-	-	-	10,121,699
Total revenues	<u>41,699</u>	<u>16,431</u>	<u>49,985</u>	<u>17,278,153</u>
Expenditures:				
Instruction:				
Salaries of teachers	-	-	-	4,894,911
Other salaries/instruction	-	-	-	-
Purchased services	-	-	-	-
Purchased professional services	-	-	-	376,317
Other purchased services	-	1,853	1,000	161,719
General supplies	495	14,578	-	393,891
Tuition	-	-	-	2,055,354
Textbooks	-	-	-	-
Miscellaneous/Other objects	-	-	-	-
Total instruction	<u>495</u>	<u>16,431</u>	<u>1,000</u>	<u>7,882,192</u>
Support services:				
Other support services - students - special:				
Other professional staff salaries	36,338	-	17,597	1,734,157
Other purchased services	-	-	-	370,700
Purchased technical services	-	-	-	-
Employee benefits	4,866	-	1,088	2,643,524
Purchased professional and technical services	-	-	-	231,388
Miscellaneous purchased services	-	-	-	-
Purchased property services	-	-	-	-
Tuition	-	-	-	109,812
General supplies	-	-	30,300	221,057
Cleaning, repairs and maintenance services	-	-	-	5,040
Miscellaneous/Other objects	-	-	-	-
Scholarships awarded	-	-	-	2,000
Student activities	-	-	-	204,658
Total other support services - students - special	<u>41,204</u>	<u>-</u>	<u>48,985</u>	<u>5,522,336</u>
Equipment:				
Regular programs instruction	-	-	-	3,770,377
Non-instructional equipment	-	-	-	24,362
Total equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,794,739</u>
Total expenditures	<u>\$ 41,699</u>	<u>\$ 16,431</u>	<u>\$ 49,985</u>	<u>\$ 17,199,267</u>
Excess (deficiency) of revenues				
Over (under) expenditures	-	-	-	78,886
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>244,120</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 323,006</u>

BRICK TOWNSHIP BOARD OF EDUCATION
Special Revenue Fund
Preschool Education Aid Expenditures
Budgetary Basis
For the Year Ended June 30, 2022

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
EXPENDITURES:			
Instruction:			
Salaries of Teachers	\$ 2,779,378	\$ 2,734,564	\$ 44,814
Other Salaries for Instruction	-	-	-
Purchased Professional & Technical Services	-	-	-
Other Purchased Services (400-500 series)	-	-	-
Tuition to Other LEAs Within the State - Regular	-	-	-
General Supplies	215,717	162,723	52,994
Other Objects	-	-	-
Total instruction	<u>2,995,095</u>	<u>2,897,287</u>	<u>97,808</u>
Support services:			
Salaries of Supervisors of Instruction	-	-	-
Salaries of Other Professional Staff	1,425,208	1,355,673	69,535
Salaries of Sec. And Clerical Assistants	-	-	-
Personal Services - Employee Benefits	1,779,656	1,770,082	9,574
Purchased Educational Services - Contracted Pre-K	-	-	-
Purchased Professional - Educational Services	-	-	-
Other Purchased Professional Services	135,598	53,143	82,455
Cleaning, Repair, and Maintenance Services	15,819	5,040	10,779
Purchased Technical Services	-	-	-
Rentals	-	-	-
Contr. Serv.-Trans. (Bet. Home & Sch.)	-	-	-
Contr. Serv.-Trans. (Wrap Around Services)	-	-	-
Contr. Serv.-Trans. (Field Trips)	-	-	-
Travel	-	-	-
Other Purchased Services (400-500 series)	-	-	-
Supplies & Materials	44,185	44,049	136
Other Objects	-	-	-
Total support services	<u>3,400,466</u>	<u>3,227,987</u>	<u>172,479</u>
Facilities acquisition and cont. serv:			
Instructional equipment	63,362	59,999	3,363
Noninstructional Equipment	7,462	7,462	-
Total Facilities acquisition and cont. serv.	<u>70,824</u>	<u>67,461</u>	<u>3,363</u>
Contribution to Charter Schools	<u>-</u>	<u>-</u>	<u>-</u>
Transfer to General Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>\$ 6,466,385</u>	<u>\$ 6,192,735</u>	<u>\$ 273,650</u>

CALCULATION OF BUDGET & CARRYOVER

Total 2021-22 PreK/ECPA Aid Allocation	\$ 5,076,864
Add: Actual PreK/ECPA Aid Carryover June 30, 2021	120,305
Add: Budgeted Transfer From General Fund	1,269,216
Total Funds Available for 2021-22 Budget	<u>6,466,385</u>
Less: 2021-22 Budgeted PreK/ECPA (Including prior year budgeted carryover)	<u>(6,466,385)</u>
Available & Unbudgeted Funds as of June 30, 2022	-
Add: June 30, 2022 Unexpended PreK Aid	273,650
2021-2022 - Actual Carryover - PreK Aid	<u>\$ 273,650</u>
2021-22 PreK Aid Carryover Budgeted in 2022-FY	<u>\$ -</u>

F. Capital Projects Fund

**BRICK TOWNSHIP BOARD OF EDUCATION
Capital Projects Fund
Summary Schedule of Project Expenditures
For the Year Ended June 30, 2022**

<u>Project Title/Issue</u>	<u>Approval Date</u>	<u>Revised Budgetary Appropriations</u>	<u>GAAP Expenditures to Date</u>		<u>Unexpended Appropriations June 30, 2022</u>
			<u>Prior Years</u>	<u>Current Year</u>	
School Energy Savings Obligation		\$ 10,005,214	\$ -	\$ 6,935,749	\$ 3,069,465
		<u>\$ 10,005,214</u>	<u>\$ -</u>	<u>\$ 6,935,749</u>	<u>\$ 3,069,465</u>

BRICK TOWNSHIP BOARD OF EDUCATION
Capital Projects Fund
Summary Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budgetary Basis
For the Year Ended June 30, 2022

Revenues and Other Financing Sources

Federal Sources - Grants	\$ 965,214
Bond proceeds and transfers	9,040,000
Contribution from private source	-
Transfer from capital reserve	-
Transfer from capital outlay	-
Total revenues	<u>10,005,214</u>

Expenditures and Other Financing Uses

Purchased professional and technical services	60,490
Other objects	1,500
Construction services	6,873,759
Total expenditures	<u>6,935,749</u>

Excess of revenues over expenditures	3,069,465
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Fund balance - beginning	-
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Fund balance - ending	<u>\$ 3,069,465</u>
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Reconciliation to Governmental Funds Statements (GAAP):

Fund Balance as of June 30, 2022	\$ 3,069,465
Unexpended Purchase Agreement Proceeds	-

Fund Balance per Governmental Funds (GAAP)	<u>\$ 3,069,465</u>
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BRICK TOWNSHIP BOARD OF EDUCATION
Capital Projects Fund
Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budgetary Basis
School Energy Savings Obligation
From Inception and For the Year Ended June 30, 2022

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Federal Sources - Grant	\$ -	\$ 965,214	\$ 965,214	\$ 965,214
Bond proceeds and transfers	-	9,040,000	9,040,000	9,040,000
Contribution from private sources	-	-	-	-
Transfer from capital reserve	-	-	-	-
Transfer from capital outlay	-	-	-	-
Total revenues	<u>-</u>	<u>10,005,214</u>	<u>10,005,214</u>	<u>10,005,214</u>
Expenditures and Other Financing Uses				
Purchased prof. and tech. services	-	60,490	60,490	60,490
Other objects	-	1,500	1,500	1,500
Construction services	-	6,873,759	6,873,759	9,943,224
Total expenditures	<u>-</u>	<u>6,935,749</u>	<u>6,935,749</u>	<u>10,005,214</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ -</u>	<u>3,069,465</u>	<u>\$ 3,069,465</u>	<u>\$ -</u>
Additional project information:				
Project Number	N/A			
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 10,005,214			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 10,005,214			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	69.32%			
Original target completion date				
Revised target completion date				

G. Proprietary Funds
See B-4 through B-6

H. Fiduciary Funds
Not Applicable

I. Long-Term Debt

**BRICK TOWNSHIP BOARD OF EDUCATION
Long-Term Debt
Schedule of Serial Bonds
June 30, 2022**

<u>Issue</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Annual Maturities Date</u>	<u>Amount</u>	<u>Interest rate</u>	<u>Balance July 1, 2021</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance June 30, 2022</u>
School Bond Series 2021	7/21/2021	\$ 9,040,000	1/1/2023	320,000	4.00%	-	9,040,000	-	9,040,000
			1/1/2024	460,000	4.00%				
			1/1/2025	300,000	4.00%				
			1/1/2026	325,000	4.00%				
			1/1/2027	350,000	3.00%				
			1/1/2028	375,000	3.00%				
			1/1/2029	400,000	3.00%				
			1/1/2030	425,000	3.00%				
			1/1/2031	455,000	3.00%				
			1/1/2032	480,000	3.00%				
			1/1/2033	510,000	3.00%				
			1/1/2038	2,765,000	3.00%				
			1/1/2039	435,000	3.00%				
			1/1/2042	1,440,000	2.00%				
School Bonds Series 2007	7/25/2007	\$ 4,439,000	7/15/2022	389,000	4.125%	789,000	-	400,000	389,000
School Bond Series 2010	3/30/2010	2,400,000	3/1/2023	185,000	3.250%				
			3/1/2024	190,000	3.375%				
			3/1/2025	195,000	3.500%	750,000	-	180,000	570,000
School Bond Series 2019	5/30/2019	3,985,000	2/1/2022	1,285,000	3.000%	1,285,000	-	1,285,000	-
						<u>\$ 2,824,000</u>	<u>\$ 9,040,000</u>	<u>\$ 1,865,000</u>	<u>\$ 9,999,000</u>

Brick Township Board of Education
Long-Term Debt
Schedule of Obligations Under Financed Purchases
June 30, 2022

<u>Series</u>	<u>Interest Rate</u>	<u>Amount Outstanding June 30, 2021</u>	<u>Issued Current Year</u>	<u>Cancelled Current Year</u>	<u>Retired Current Year</u>	<u>Amount Outstanding June 30, 2022</u>
Equipment - 5 buses	2.262%	92,903	-	-	92,903	-
Equipment	3.18%	265,022	-	-	130,439	134,583
		<u>\$ 357,925</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 223,342</u>	<u>\$ 134,583</u>

**BRICK TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
Debt Service Fund
For the Year Ended June 30, 2022**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 1,731,772	\$ -	\$ 1,731,772	\$ 1,731,772	\$ -
Miscellaneous	-	-	-	-	-
Issuance of refunding bonds	-	-	-	-	-
State Sources:					
Debt Service Aid Type II	221,174	-	221,174	221,174	-
				-	
Total - State Sources	221,174	-	221,174	221,174	-
Total Revenues	1,952,946	-	1,952,946	1,952,946	-
EXPENDITURES:					
Regular Debt Service:					
Interest	87,946	-	87,946	87,946	-
Redemption of Principal	1,865,000	-	1,865,000	1,865,000	-
Total Regular Debt Service	1,952,946	-	1,952,946	1,952,946	-
Total expenditures	1,952,946	-	1,952,946	1,952,946	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	1	-	1	1	-
Fund Balance, June 30	\$ 1	\$ -	\$ 1	\$ 1	\$ -
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Restricted to pay off refunding bonds				\$ -	
Legally restricted-designated for subsequent years				-	
Restricted for future years				1	
Fund Balance, June 30				\$ 1	

STATISTICAL SECTION

**Brick Township School District
Statistical Section**

<u>Contents</u>	<u>Page</u>
<p>Financial Trends These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.</p>	113-117
<p>Revenue Capacity These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.</p>	118-121
<p>Debt Capacity These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.</p>	122-125
<p>Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.</p>	126-127
<p>Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.</p>	128-132

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

BRICK TOWNSHIP BOARD OF EDUCATION
Net Position by Component
Last Ten Fiscal Years
UNAUDITED
 (accrual basis of accounting)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental activities										
Net investment in capital assets	\$ 20,844,683	\$ 22,396,356.00	\$ 20,569,878.00	\$ 29,265,881.00	\$ 31,814,141	\$ 34,437,847	\$ 39,285,022	\$ 43,994,266	\$ 47,659,113	\$ 54,151,510
Restricted	3,840,731	4,970,342	6,387,405	3,138,733	8,416,412	4,538,554	7,623,511	13,731,921	23,983,867	26,844,133
Unrestricted	(927,754)	(2,583,973)	(43,921,970)	(49,488,394)	(57,232,222)	(56,247,972)	(55,992,868)	(53,126,674)	(48,127,676)	(37,406,385)
Total governmental activities net position	\$ 23,757,660	\$ 24,782,725	\$ (16,964,687)	\$ (17,083,780)	\$ (17,001,669)	\$ (17,271,571)	\$ (9,084,335)	\$ 4,599,513	\$ 23,515,304	\$ 43,589,258
Business-type activities										
Net investment in capital assets	\$ 244,078	\$ 221,301	\$ 274,919	\$ 248,681	\$ 271,255	\$ 284,870	\$ 361,191	\$ 425,093	\$ 390,201	\$ 477,666
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	(296,003)	(114,899)	(66,518)	4,263	219,570	449,473	543,271	(2,819,479)	(2,770,877)	(238,019)
Total business-type activities net position	\$ (51,925)	\$ 106,402	\$ 208,401	\$ 252,944	\$ 490,825	\$ 734,343	\$ 904,462	\$ (2,394,386)	\$ (2,380,676)	\$ 239,647
District-wide										
Net investment in capital assets	\$ 21,088,761	\$ 22,617,657	\$ 20,844,797	\$ 29,514,562	\$ 32,085,396	\$ 34,722,717	\$ 39,646,213	\$ 44,419,359	\$ 48,049,314	\$ 54,629,176
Restricted	3,840,731	4,970,342	6,387,405	3,138,733	8,416,412	4,538,554	7,623,511	13,731,921	23,983,867	26,844,133
Unrestricted	(1,223,757)	(2,698,872)	(43,987,888)	(49,484,132)	(57,012,652)	(55,798,499)	(55,449,597)	(55,946,153)	(50,898,553)	(37,644,404)
Total district net position	\$ 23,705,735	\$ 24,889,127	\$ (16,755,686)	\$ (16,830,837)	\$ (16,510,844)	\$ (16,537,228)	\$ (8,179,873)	\$ 2,205,127	\$ 21,134,628	\$ 43,828,905

Source: ACFR Schedule A-1 and District records.

BRICK TOWNSHIP BOARD OF EDUCATION
Changes in Net Position
Last Ten Fiscal Years
UNAUDITED
(modified accrual basis of accounting)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses										
Governmental activities										
Current:										
Regular instruction	\$ (39,408,727)	\$ (45,079,395)	\$ (43,264,150)	\$ (43,762,280)	\$ (44,741,909)	\$ (69,009,257)	\$ (64,792,958)	\$ (63,319,321)	\$ (66,062,534)	\$ (65,722,731)
Special schools instruction	(16,464,372)	(14,892,723)	(14,667,193)	(19,833,867)	(15,158,693)	-	-	-	-	-
Other special instruction	(2,728,366)	(4,050,935)	(4,407,574)	(2,635,402)	(5,083,714)	-	-	-	-	-
Other instruction	(2,606,214)	-	-	(2,052,664)	-	-	-	-	-	-
Support services and undistributed costs:										
Student and instruction related services	-	-	-	(14,966,543)	-	-	-	-	-	-
Instruction	(6,208,050)	(6,701,541)	(4,749,964)	(4,970,921)	(5,636,659)	(5,951,201)	(6,386,848)	(5,572,507)	(4,681,305)	(4,339,820)
Attendance	-	(857,370)	(847,297)	-	(913,239)	(1,045,266)	(1,023,176)	(1,081,430)	(909,207)	(923,238)
Health services	-	(1,468,619)	(1,444,271)	-	(1,347,153)	(1,293,302)	(1,301,565)	(1,319,209)	(1,248,431)	(1,223,429)
Other support services	(14,240,938)	(12,026,911)	(12,219,052)	-	(12,075,534)	(11,933,052)	(12,813,574)	(14,822,455)	(18,520,389)	(19,524,197)
Educational media services	-	(889,297)	(824,435)	-	(825,616)	(860,125)	(893,260)	(783,891)	(731,267)	(724,118)
Instruction staff training	-	(100,559)	(93,849)	-	(106,342)	(108,687)	(214,288)	(223,407)	(145,704)	(151,389)
General administrative services	(894,284)	(1,126,020)	(1,109,001)	-	(1,325,065)	(1,816,475)	(1,369,790)	(1,373,236)	(1,306,847)	(1,325,568)
Central services	(1,012,800)	-	-	-	-	-	-	-	-	-
School administrative services	(5,952,072)	(5,341,554)	(5,119,130)	(5,007,152)	(4,942,441)	(5,027,327)	(4,955,827)	(4,830,355)	(4,626,314)	(4,510,628)
Other administrative services	-	-	-	(3,043,045)	-	-	-	-	-	-
Admin info technology	(395,239)	(1,460,321)	(1,561,441)	-	(3,385,518)	(1,889,445)	(1,805,181)	(1,782,308)	(1,922,108)	(2,175,847)
Allowed maintenance for school facilities	-	(1,648,471)	(1,651,304)	-	(1,629,807)	(1,911,991)	(1,863,508)	(1,985,373)	(1,910,325)	(1,800,219)
Other operation & maintenance of plant	(7,457,522)	(10,744,816)	(7,677,441)	(8,271,918)	(6,798,443)	(7,051,833)	(7,382,443)	(5,642,877)	(5,984,492)	(6,719,177)
Care & upkeep of grounds	-	(701,718)	(602,440)	-	(591,773)	(750,456)	(729,979)	(772,492)	(748,906)	(725,590)
Student transportation services	(8,944,765)	(8,923,306)	(8,200,703)	(8,338,630)	(8,882,909)	(9,309,518)	(9,561,664)	(8,789,371)	(7,868,820)	(8,981,270)
Business and other support services	-	-	-	-	-	-	-	-	-	-
Unallocated employee benefits	(42,114,202)	(30,128,587)	(30,716,954)	(46,340,597)	(32,767,299)	(30,703,122)	(29,399,453)	(32,084,310)	(27,149,990)	(27,970,700)
Non-budgeted expenditures	-	(13,981,509)	(9,786,198)	-	(10,143,969)	(10,646,290)	(10,185,513)	(9,690,419)	(9,912,583)	(10,268,717)
Special schools	-	-	-	-	-	-	-	-	-	-
Interest on long-term debt	(747,389)	(661,104)	(651,941)	(798,677)	(1,023,771)	(420,376)	(31,769)	(71,255)	(139,872)	(347,757)
Unallocated depreciation	(6,337,630)	-	-	-	-	-	-	-	-	-
Total governmental activities expenses	(155,512,570)	(160,784,756)	(149,594,338)	(160,021,696)	(157,379,854)	(159,727,723)	(154,710,796)	(154,144,216)	(153,869,094)	(157,434,395)
Business-type activities:										
Food service	\$ (3,283,769)	\$ (3,709,204)	\$ (3,732,880)	\$ (2,885,669)	\$ (3,777,011)	\$ (2,938,264)	\$ (3,010,849)	\$ (2,684,663)	\$ (2,560,627)	\$ (3,505,429)
Child care program	-	-	-	(915,104)	-	(912,720)	(934,635)	(628,987)	(608,322)	(681,849)
Total business-type activities expense	(3,283,769)	(3,709,204)	(3,732,880)	(3,800,773)	(3,777,011)	(3,850,984)	(3,945,484)	(3,313,650)	(3,068,949)	(4,187,278)
Total district expenses	(158,796,339)	(164,493,960)	(153,327,218)	(163,822,469)	(161,156,865)	(163,578,707)	(158,656,280)	(157,457,866)	(156,938,043)	(161,621,673)
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction (tuition)	\$ -	\$ -	\$ 18,835	\$ 175,047	\$ 208,405	\$ 374,576	\$ 200,855	\$ 252,454	\$ 585,274	\$ 595,493
Pupil transportation	-	-	-	-	-	48,615	53,330	32,250	31,008	27,000
Central and other support services	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions	18,708,652	18,677,935	14,373,303	19,943,225	14,521,443	15,121,228	15,455,972	16,407,240	22,585,789	23,691,251
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total governmental activities program revenues	18,708,652	18,677,935	14,392,138	20,118,272	14,729,848	15,544,419	15,710,157	16,691,944	23,202,071	24,313,744
Business-type activities:										
Charges for services:										
Food service	\$ 2,616,649	\$ 2,288,668	\$ 2,185,678	\$ 1,233,354	\$ 1,253,262	\$ 1,303,278	\$ 1,339,357	\$ 910,196	\$ 11,013	\$ 52,789
Child care program	-	-	-	915,721	893,252	912,613	932,780	631,790	449,896	747,084
Internal Service Fund	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions	1,449,150	1,512,688	1,649,152	1,696,146	1,868,130	1,878,503	1,841,612	1,543,963	2,618,084	6,002,582
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total business-type activities program revenues	4,065,799	3,801,356	3,834,830	3,845,221	4,014,644	4,094,394	4,113,749	3,085,949	3,078,993	6,802,455
Total district program revenues	\$ 22,774,451	\$ 22,479,291	\$ 18,226,968	\$ 23,963,493	\$ 18,744,492	\$ 19,638,813	\$ 19,823,906	\$ 19,777,893	\$ 26,281,064	\$ 31,116,199
Net (Expense)/Revenue										
Governmental activities	\$ (136,803,918)	\$ (142,106,821)	\$ (135,202,200)	\$ (139,903,422)	\$ (142,650,006)	\$ (144,183,304)	\$ (139,000,639)	\$ (137,452,272)	\$ (130,667,023)	\$ (133,120,651)
Business-type activities	103,615	92,152	101,950	44,448	237,633	243,410	168,265	(227,701)	10,044	2,615,177
Total district-wide net expense	\$ (136,700,303)	\$ (142,014,669)	\$ (135,100,250)	\$ (139,858,974)	\$ (142,412,373)	\$ (143,939,894)	\$ (138,832,374)	\$ (137,679,973)	\$ (130,656,979)	\$ (130,505,474)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 97,640,346	\$ 96,046,715	\$ 97,622,590	\$ 97,622,590	\$ 101,139,586	\$ 102,405,879	\$ 107,261,323	\$ 111,168,721	\$ 113,392,095	\$ 115,659,937
Taxes levied for debt service	-	2,478,978	1,490,506	2,378,131	2,371,799	2,366,062	1,996,806	1,922,512	1,763,260	1,731,772
Unrestricted grants and contributions	39,081,021	41,060,865	39,389,592	37,319,311	37,822,452	38,148,975	36,319,621	33,493,791	28,748,372	32,646,572
Restricted grants and contributions	-	-	-	-	-	-	-	-	-	-
Tuition revenue	-	356,231	269,722	1,780,899	-	-	-	-	-	-
Miscellaneous income	2,609,652	3,228,370	3,284,848	1,393,414	1,368,124	944,082	1,093,248	1,421,272	3,172,120	2,604,891
Investment earnings	-	26,833	21,593	-	30,156	48,404	516,877	55,900	48,603	551,433
Capital Contributions/(Transfers)	-	(66,106)	-	-	-	-	-	-	-	-
Total governmental activities	139,331,019	143,131,886	142,078,851	140,494,345	142,732,117	143,913,402	147,187,875	148,062,196	147,124,450	153,194,605
Business-type activities:										
Investment earnings	\$ 2,658	\$ 69	\$ 49	\$ 97	\$ 248	\$ 108	\$ 1,854	\$ 2,779	\$ 3,666	\$ 5,146
Transfers	-	66,175	-	-	-	-	-	-	-	-
Total business-type activities	2,658	66,244	49	97	248	108	1,854	2,779	3,666	5,146
Total district-wide	\$ 139,333,677	\$ 143,198,130	\$ 142,078,900	\$ 140,494,442	\$ 142,732,365	\$ 143,913,510	\$ 147,189,729	\$ 148,064,975	\$ 147,128,116	\$ 153,199,751
Change in Net Position										
Governmental activities	\$ 2,527,100	\$ 1,025,065	\$ 6,876,651	\$ 590,923	\$ 82,111	\$ (269,902)	\$ 8,187,236	\$ 10,609,924	\$ 16,457,427	\$ 20,073,954
Business-type activities	106,274	158,396	101,999	44,545	237,881	243,518	170,119	(224,922)	13,710	2,620,323
Total district	\$ 2,633,374	\$ 1,183,461	\$ 6,978,650	\$ 635,468	\$ 319,992	\$ (26,384)	\$ 8,357,355	\$ 10,385,002	\$ 16,471,137	\$ 22,694,277

Source: ACFR Schedule A-2 and District records.

BRICK TOWNSHIP BOARD OF EDUCATION
Fund Balances - Governmental Funds
Last Ten Fiscal Years
UNAUDITED
(modified accrual basis of accounting)

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
General Fund										
Restricted	1,862,715	5,099,574	5,587,560	\$ 1,256,311	\$ 6,430,678	\$ 296,121	\$ 4,639,244	\$ 12,964,044	\$ 20,589,798	\$ 20,591,886
Committed	-	-	-	11,133	-	-	-	-	-	-
Assigned	-	-	-	3,835,141	1,309,928	3,667,474	3,060,900	1,992,097	3,149,948	10,910,805
Unassigned	4,693,265	457,144	679,293	2,698,070	503,940	830,997	1,031,401	277,573	4,051,422	4,211,030
Total general fund	<u>\$ 6,555,980</u>	<u>\$ 5,556,718</u>	<u>\$ 6,266,853</u>	<u>\$ 7,800,655</u>	<u>\$ 8,244,546</u>	<u>\$ 4,794,592</u>	<u>\$ 8,731,545</u>	<u>\$ 15,233,714</u>	<u>\$ 27,791,168</u>	<u>\$ 35,713,721</u>
All Other Governmental Funds										
Restricted										
Special revenue fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (81,290)	\$ (191,760)	\$ (184,912)	\$ (168,503)
Capital projects fund	1,676,770	(1,016,531)	799,843	1,882,420	375,805	574,958	-	-	-	3,069,465
Debt service fund	301,246	887,299	2	2	1	1	4,657	45,573	1	1
Total all other governmental funds	<u>\$ 1,978,016</u>	<u>\$ (129,232)</u>	<u>\$ 799,845</u>	<u>\$ 1,882,422</u>	<u>\$ 375,806</u>	<u>\$ 574,959</u>	<u>\$ (76,633)</u>	<u>\$ (146,187)</u>	<u>\$ (184,911)</u>	<u>\$ 2,900,963</u>

Source: ACFR Schedule B-1 and District records.

BRICK TOWNSHIP BOARD OF EDUCATION
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
UNAUDITED
(modified accrual basis of accounting)

Fiscal Year Ending June 30,

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues										
Tax levy	\$ 97,640,346	\$ 98,525,693	\$ 99,113,096	\$ 100,000,721	\$ 103,511,385	\$ 104,771,941	\$ 109,258,129	\$ 113,091,233	\$ 115,155,355	\$ 117,391,709
Tuition charges	344,633	356,231	269,722	175,047	193,363	374,576	200,855	252,454	365,601	315,036
Interest earnings	-	25,775	-	-	29,597	48,032	511,096	-	48,603	22,869
Interest earned on capital reserve funds	-	1,058	-	-	559	372	5,781	55,900	-	528,564
Miscellaneous	2,321,390	3,273,879	3,325,276	1,316,081	1,368,957	871,471	1,095,240	1,421,272	3,318,244	3,005,843
Other local revenue	-	-	-	111,461	15,042	48,615	53,330	32,250	31,008	27,000
State sources	50,895,793	54,732,272	51,141,494	54,646,750	48,159,430	48,829,416	47,251,596	45,182,569	44,203,215	48,297,920
Federal sources	5,115,343	4,962,017	4,495,074	4,362,558	4,184,465	4,440,787	4,523,997	4,718,462	7,130,705	8,034,816
Total revenue	156,317,505	161,876,925	158,344,662	160,612,618	157,462,798	159,385,210	162,900,024	164,754,140	170,252,731	177,623,757
Expenditures										
Current:										
Regular instruction	38,684,877	45,392,655	43,716,015	40,812,597	42,805,961	43,477,130	42,909,805	41,876,959	45,727,108	44,813,783
Special education instruction	16,464,372	14,855,565	14,647,483	18,799,119	15,158,693	15,513,698	14,069,587	13,471,470	12,703,175	13,248,175
Other special instruction	2,728,366	4,050,935	4,407,574	2,635,402	5,083,714	5,477,245	5,552,220	5,599,975	5,509,361	5,440,532
Other instruction	2,606,214	-	-	2,052,664	-	-	-	-	-	-
Support services and undistributed costs:										
Instruction	6,208,050	4,801,541	4,749,964	4,970,921	5,636,659	5,951,201	6,386,848	5,572,507	4,681,305	4,339,820
Attendance	-	857,370	-	-	913,239	1,045,266	1,023,176	1,081,430	909,207	923,238
Health services	-	1,468,619	-	-	1,347,153	1,293,302	1,301,565	1,319,209	1,248,431	1,223,429
Other support services	15,317,115	12,026,911	-	-	12,028,353	11,822,379	12,758,463	14,764,673	18,468,652	19,470,088
Educational media services	-	889,297	-	-	825,616	860,125	893,260	783,891	731,267	724,118
Instruction staff training	-	100,559	-	-	106,342	108,687	214,288	223,407	145,704	151,389
General administrative services	1,012,800	1,061,766	-	-	936,530	905,081	915,949	897,404	880,793	879,976
School administrative services	5,952,072	5,341,554	5,119,130	5,003,721	4,939,097	5,019,483	4,951,921	4,826,260	4,622,647	4,506,793
Other administrative	894,284	1,460,321	2,636,359	2,644,380	3,385,518	1,889,445	1,805,181	1,782,308	1,922,108	2,175,847
Information technology	395,239	-	-	-	-	-	-	-	-	-
Allowed maintenance for school facilities	-	1,648,471	-	-	1,629,807	1,911,991	1,863,508	1,985,373	1,910,325	1,800,219
Other operation & maintenance of plant	7,457,522	6,713,920	8,209,496	8,079,642	6,074,490	5,696,822	5,613,821	5,060,480	5,072,463	5,634,096
Care & upkeep of grounds	-	701,718	-	-	591,773	750,456	729,979	772,492	748,906	725,590
Security	-	70,468	-	-	82,267	123,253	249,449	191,900	248,446	257,440
Student transportation services	9,412,322	8,669,599	8,066,125	8,025,144	8,591,943	8,869,955	9,221,793	8,433,031	7,549,757	8,766,362
Business and other support services	-	-	-	-	-	-	-	-	-	-
Unallocated employee benefits	42,122,176	30,909,449	30,606,483	29,567,886	30,894,656	31,318,413	29,344,776	31,543,206	29,872,917	33,852,064
Non-budgeted expenditures	-	13,981,509	9,786,198	15,318,050	10,143,969	10,646,290	10,185,513	9,690,419	9,912,583	10,268,717
Special schools	-	-	-	-	-	-	-	-	-	-
Debt service:										
Principal	2,251,491	257,450	1,990,000	4,318,454	5,374,296	5,573,475	5,242,928	2,972,835	2,463,170	2,088,342
Interest and other charges	853,377	778,710	701,253	820,929	663,998	549,773	424,505	163,269	149,159	98,467
Capital outlay	8,242,678	6,878,942	6,640,466	9,125,635	2,785,949	4,698,041	4,669,595	5,309,027	4,788,671	14,266,845
Total expenditures	160,602,955	162,917,329	156,705,450	167,092,676	160,000,023	163,501,511	160,328,130	158,321,525	160,266,155	175,655,330
Excess (Deficiency) of revenues over (under) expenditures	(4,285,450)	(1,040,404)	1,639,212	(6,480,057)	(2,537,225)	(4,116,301)	2,571,894	6,432,615	9,986,576	1,968,427
Other Financing sources (uses)										
Bond issuance	-	-	-	-	-	-	3,985,000	-	-	-
Purchase agreement	-	-	-	2,715,000	1,774,500	115,500	-	-	-	9,040,000
Capital leases (non-budgeted)	-	-	-	-	-	450,000	643,296	-	-	-
Payment on refunded bonds	-	-	-	-	-	-	(3,930,000)	-	-	-
Bond refunding premium	-	-	-	-	-	-	82,847	-	-	-
Transfers in	-	2,035,487	(208)	545,521	-	-	574,958	-	-	-
Transfers out	-	(2,035,487)	208	(545,521)	-	-	(574,958)	-	-	-
Costs of issuance	-	(66,106)	-	-	-	-	(67,676)	-	-	-
Total other financing sources (uses)	-	(66,106)	-	2,715,000	1,774,500	565,500	713,467	-	-	9,040,000
Net change in fund balances	(4,285,450)	(1,106,510)	1,639,212	(3,765,057)	(762,725)	(3,550,801)	3,285,361	6,432,615	9,986,576	11,008,427
Debt service as a percentage of noncapital expenditures	2.00%	0.70%	1.80%	3.30%	3.42%	3.51%	3.37%	2.05%	1.68%	1.35%

Source: ACFR Schedule B-2 and District records

BRICK TOWNSHIP BOARD OF EDUCATION
General Fund - Other Local Revenue by Source
Last Ten Fiscal Years
UNAUDITED
(modified accrual basis of accounting)

Fiscal Year Ended June 30	Interest Earned	Rentals	Prior Year Tuition Refunds	Fuel Reimbursements	Miscellaneous	Total
2022	\$ 551,433	\$ 253,751	\$ -	\$ -	\$ 1,147,347	\$ 1,952,531
2021	48,603	73,790	-	-	1,421,636	1,544,029
2020	55,900	170,284	-	-	1,061,006	1,287,190
2019	516,877	-	-	-	1,061,006	1,577,883
2018	48,404	394,556	-	-	404,944	\$ 847,904
2017	30,156	425,972	5,796	101,821	751,154	\$ 1,314,899
2016	25,885	425,679	-	-	864,517	\$ 1,316,081
2015	21,593	505,405	-	18,835	893,010	\$ 1,438,843
2014	26,833	473,221	-	21,329	876,321	1,397,704
2013	70,044	547,607	-	326,704	1,108,780	2,053,135

Source: District records

BRICK TOWNSHIP BOARD OF EDUCATION
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
UNAUDITED

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities (2)	Less: Tax Exempt Property	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate ^b
2022	\$ 149,324,300	\$ 9,207,176,400	\$ 1,200	\$ -	\$ 994,897,200	\$ 22,148,600	\$ 131,552,900	\$ 10,505,100,600	\$ 10,220,222	748,645,900	\$ 9,746,234,478	\$ 10,505,100,600	1.121000
2021	159,969,390	9,151,456,790	1,200	-	991,443,198	22,148,588	132,059,600	10,457,078,766	11,199,572	744,027,100	9,724,251,238	10,457,078,766	1.110000
2020	164,545,690	9,070,694,790	1,200	-	989,733,398	22,148,588	132,059,600	10,379,183,266	11,014,859	737,206,100	9,652,992,025	10,379,183,266	1.110000
2019	175,733,290	8,977,610,020	1,200	-	996,811,098	21,052,688	132,159,600	10,303,367,896	11,112,562	728,278,000	10,314,480,458	10,314,480,458	1.063000
2018	175,733,290	8,977,610,020	1,200	-	996,811,098	21,052,688	132,159,600	10,303,367,896	11,112,562	728,278,000	10,314,480,458	10,314,480,458	1.063000
2017	165,068,290	8,968,898,232	1,200	-	1,000,883,098	21,052,688	115,832,800	10,271,736,308	10,925,152	727,740,600	9,554,920,860	10,282,661,460	1.020000
2016	185,967,990	8,934,074,602	1,200	-	996,334,548	20,889,288	115,832,800	10,253,100,428	11,079,784	728,257,200	9,535,923,012	10,542,502,272	1.008000
2015	178,891,000	8,925,065,000	-	-	1,005,815,000	20,464,000	116,385,000	10,246,620,000	-	728,833,500	9,517,786,500	10,246,620,000	0.966000
2014	162,326,640	8,926,738,052	-	-	1,025,458,148	20,464,400	115,832,800	10,250,820,040	-	726,141,400	9,524,678,640	10,250,820,040	0.972000
2013	121,555,000	8,903,688,224	-	-	1,027,664,875	20,464,400	116,971,600	10,190,344,099	-	722,741,300	9,467,602,799	10,190,344,099	0.963000

Source: Municipal Tax Assessor
 Ocean County Clerk

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 occurs when the County Board of Taxation requests Treasury to order a reassessment

^b Tax rates are per \$100
 Revaluation in 2010

BRICK TOWNSHIP BOARD OF EDUCATION
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
UNAUDITED
(rate per \$100 of assessed value)

Year Ended December 31	Brick Township School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rates	General Obligation Debt Service	Total Direct	Brick Twp	Ocean County	
2022	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2021	1.104	0.017	1.121	0.757	0.448	2.326
2020	1.086	0.024	1.110	0.742	0.444	2.296
2019	1.069	0.024	1.093	0.723	0.442	2.258
2018	1.039	0.024	1.063	0.714	0.428	2.205
2017	0.996	0.023	1.019	0.695	0.431	2.145
2016	0.984	0.024	1.008	0.700	0.426	2.134
2015	0.952	0.014	0.966	0.691	0.421	2.078
2014	0.950	0.022	0.972	0.672	0.417	2.061
2013	0.940	0.023	0.963	0.636	0.348	1.947

Source: Tax Collector

**BRICK TOWNSHIP BOARD OF EDUCATION
Principal Property Taxpayers
Current Year and Nine Years Ago
UNAUDITED**

<u>Taxpayer</u>	2022			2013		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>% of Total District Net Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>% of Total District Net Assessed Value</u>
Federal Realty Investment Trust	\$ 63,962,000	1	0.66%	\$ 63,861,200	1	0.63%
JSM LLC	60,375,600	2	0.62%	39,789,100	2	0.39%
Bricktown VF LLC	39,126,500	3	0.40%	39,126,500	3	0.38%
Waterside Holdings Manager LLC	28,000,000	4	0.29%	28,221,500	5	0.28%
Kentwood Construction Co.	25,500,000	5	0.26%	25,500,000	6	0.25%
Centro NP Laurel SQ Owner LLC	25,050,600	6	0.26%	36,129,100	4	0.35%
Bay Harbor Plaza LLC	20,000,000	7	0.21%	20,000,000	N/A	0.20%
Brick Blvd. LLC ETAL	17,782,200	8	0.18%	-	10	0.00%
Dayton Hudson/Mervyn	17,000,000	9	0.17%	18,450,000	8	0.18%
Lowes Home Center Inc.	15,763,900	10	0.16%	16,000,000	9	0.16%
Kennedy Mall Assoc	0	N/A	N/A	14,000,000	7	0.14%
Total	\$ 312,560,800		3.21%	\$ 301,077,400		2.96%

Source: Municipal Tax Assessor

**BRICK TOWNSHIP BOARD OF EDUCATION
Property Tax Levies and Collections
Last Ten Years
UNAUDITED**

<u>Year Ended June 30,</u>	<u>Taxes Levied for the Fiscal Year</u>	<u>Collected within the Fiscal Year of the Levy</u>	
		<u>Amount</u>	<u>Percentage of Levy</u>
2022	\$ 117,391,709	\$ 117,391,709	100.00%
2021	115,155,355	115,155,355	100.00%
2020	113,091,233	113,091,233	100.00%
2019	109,258,129	109,258,129	100.00%
2018	104,771,941	104,771,941	100.00%
2017	103,511,385	103,511,385	100.00%
2016	100,000,721	100,000,721	100.00%
2015	99,113,096	99,113,096	100.00%
2014	98,525,693	98,525,693	100.00%
2013	97,640,346	97,640,346	100.00%

Source: District Records

BRICK TOWNSHIP BOARD OF EDUCATION
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
UNAUDITED

Year Ended June 30,	Governmental Activities		Business-Type Activities	Total District	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Financed Purchases	Financed Purchases			
2022	\$ 9,999,000	\$ 134,583	\$ -	\$ 10,133,583	N/A	N/A
2021	2,824,000	357,925	-	3,181,925	0.07%	42.48
2020	4,709,000	936,095	-	5,645,095	0.13%	73.44
2019	6,659,000	1,958,930	-	8,617,930	0.21%	113.19
2018	8,484,000	4,678,562	-	13,162,562	0.33%	173.95
2017	10,699,000	7,587,037	-	18,286,037	0.48%	242.15
2016	12,829,000	9,056,833	-	21,885,833	0.61%	291.57
2015	14,884,000	9,853,030	-	24,737,030	0.72%	329.77
2014	16,874,000	1,803,452	-	18,677,452	0.56%	248.89
2013	18,814,000	1,160,642	-	19,974,642	0.63%	266.49

BRICK TOWNSHIP BOARD OF EDUCATION
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years
UNAUDITED

Fiscal Year Ended June 30,	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value of Property	Per Capita
2022	\$ 9,999,000	\$ -	\$ 9,999,000	0.10%	not available
2021	2,824,000	-	2,824,000	0.03%	37.70
2020	4,709,000	-	4,709,000	0.05%	61.26
2019	6,659,000	-	6,659,000	0.06%	87.46
2018	8,484,000	-	8,484,000	0.80%	112.12
2017	10,699,000	-	10,699,000	0.10%	141.68
2016	12,829,000	-	12,829,000	0.12%	170.91
2015	14,884,000	-	14,884,000	0.15%	198.42
2014	16,874,000	-	16,874,000	0.16%	224.86
2013	18,814,000	-	18,814,000	0.18%	251.00

Source: Assessed valuations were provided by the Abstract of Ratables,
County Board of Taxation.

School district population data was provided by the
U.S. Bureau of the Census, Population Division.

** Not Available

BRICK TOWNSHIP BOARD OF EDUCATION
Direct and Overlapping Governmental Activities Debt
As of June 30, 2022
UNAUDITED

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Brick Township	\$141,915,724	100%	\$141,915,724
Brick Township MUA	52,835,214	100%	52,835,214
Ocean County	488,649,690	0%	-
Ocean County Utilities Authority	111,795,695	0%	-
Subtotal - Overlapping Debt	<u>795,196,323</u>		<u>194,750,938</u>
Brick Township School District	9,999,000	100%	9,999,000
Total Direct and Overlapping Debt	<u>805,195,323</u>		<u>204,749,938</u>

Sources: Ocean County Office of the Treasurer, Brick Township, Brick Township MUA, Ocean County Utilities Authority

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 Brick. 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.

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 taxable value.

**BRICK TOWNSHIP BOARD OF EDUCATION
Legal Debt Margin Information
Last Ten Fiscal Years
UNAUDITED**

Equalized valuation basis (1)

2022	\$ 12,790,820,163
2021	\$ 11,838,649,118
2020	11,370,723,975
[A]	<u>\$ 36,000,193,256</u>
[A/3]	\$ 12,000,064,419
[B]	480,002,577
[C]	9,999,000
[B-C]	<u>\$ 470,003,577</u>

	Fiscal Year									
	2013	2012	2015	2016	2017	2018	2019	2020	2021	2022
Debt limit	\$ 468,412,533	\$ 192,723,907	\$ 429,033,181	\$ 419,225,777	\$ 421,655,847	\$ 425,052,307	\$ 433,745,384	\$ 443,010,175	\$ 458,477,622	\$ 480,002,577
Total net debt applicable to limit (2)	<u>20,726,451</u>	<u>52,010,000</u>	<u>14,884,000</u>	<u>12,829,000</u>	<u>12,529,000</u>	<u>10,399,000</u>	<u>6,741,847</u>	<u>4,709,000</u>	<u>2,824,000</u>	<u>9,999,000</u>
Legal debt margin	<u>\$ 447,686,082</u>	<u>\$ 140,713,907</u>	<u>\$ 414,149,181</u>	<u>\$ 406,396,777</u>	<u>\$ 409,126,847</u>	<u>\$ 414,653,307</u>	<u>\$ 427,003,537</u>	<u>\$ 438,301,175</u>	<u>\$ 455,653,622</u>	<u>\$ 470,003,577</u>
Total net debt applicable to the limit as a percentage of debt limit	4.42%	26.99%	3.47%	3.06%	2.97%	2.45%	1.55%	1.06%	0.62%	2.08%

Sources:

- (1) Equalization valuation bases were provided by the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation.
- (2) District Records

BRICK TOWNSHIP BOARD OF EDUCATION
Demographic and Economic Statistics
Last Ten Fiscal Years
UNAUDITED

Year	Unemployment Rate ^a	Personal Income ^b	Per Capita Personal Income ^c	School District Population ^d
2022	N/A	N/A	N/A	N/A
2021	5.90%	\$ 4,555,825,169	\$ 60,823	74,903
2020	9.50%	4,407,631,872	57,344	76,863
2019	3.40%	4,074,677,346	53,517	76,138
2018	4.30%	3,935,289,336	52,008	75,667
2017	4.70%	3,789,694,944	50,184	75,516
2016	5.20%	3,558,867,193	47,413	75,061
2015	5.80%	3,458,728,308	46,109	75,012
2014	6.90%	3,330,483,383	44,381	75,043
2013	8.20%	3,191,059,215	42,573	74,955

Source:

^a Unemployment data provided by the NJ Dept of Labor and Workforce Development.

^b Personal income not available by municipality.

^c Per Capita Income not available by municipality.

^d Population information provided by the NJ Dept of Labor and Workforce Development.

**BRICK TOWNSHIP BOARD OF EDUCATION
Principal Employers
Current Year and Nine Years Ago
UNAUDITED**

<u>Employer</u>	<u>2022</u>			<u>2013</u>		
	<u>Employees</u>	<u>Rank [Optional]</u>	<u>Percentage of Total Municipal Employment</u>	<u>Employees</u>	<u>Rank [Optional]</u>	<u>Percentage of Total Municipal Employment</u>
Hackensack Meridian Health Care	1,750		0.00%	1,556	2	0.00%
Brick Board of Education	1,448		0.00%	1,700	1	0.00%
Township of Brick	590		0.00%	470	3	0.00%
Walmart	332		0.00%	243	4	0.00%
Target	245		0.00%	185	5	0.00%
	<u>4,365</u>		<u>0.00%</u>	<u>4,154</u>		<u>0.00%</u>

Source: Brick Township

Note: Brick Township did not have the required 10 employer data available.

BRICK TOWNSHIP BOARD OF EDUCATION
Full-time Equivalent District Employees by Function/Program
Last Ten Fiscal Years
UNAUDITED

<u>Function/Program</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Instruction										
Regular	645	514	478	510	527	545	543	540	542	539
Special education	182	255	293	314	345	332	340	327	320	312
Support services										
Student and Instruction Related Services	230	275	262	244	221	215	227	229	222	228
General Administrative	3	3	3	4	4	4	4	4	4	4
School Administrative	66	58	60	60	63	61	65	65	67	70
Central Services	18	17	17	18	17	17	18	17	16	17
Administrative Information Technology	10	9	9	10	8	8	7	7	8	7
Plant Operations & Maintenance	101	111	114	119	123	118	117	118	112	101
Pupil Transportation	135	151	145	150	140	151	156	156	151	151
Other Support Services	4	4	4	4	4	4	4	6	6	6
Food service	46	51	58	61	60	55	56	58	58	58
Total	<u>1,440</u>	<u>1,448</u>	<u>1,443</u>	<u>1,494</u>	<u>1,512</u>	<u>1,510</u>	<u>1,537</u>	<u>1,527</u>	<u>1,506</u>	<u>1,493</u>

Source: District Personnel Records

BRICK TOWNSHIP BOARD OF EDUCATION
Operating Statistics
Last Ten Fiscal Years
UNAUDITED

Pupil/Teacher Ratio

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	High School				
2013	9,666	149,255,409	15,441	3.19%	851		district average 12.9:1	9,559	9,036	-2.29%	94.53%	
2014	9,515	155,002,227	16,290	5.50%	893		district average 12.2:1	9,312	8,820	-2.58%	95.71%	
2015	9,251	147,373,731	15,931	-2.21%	867		district average 11.7:1	9,141	8,650	-1.84%	94.63%	
2016	9,047	152,827,656	16,893	6.04%	823		district average 11.0:1	8,839	8,369	-3.30%	94.68%	
2017	8,753	157,175,428	17,957	6.31%	877		district average 11.0:1	8,698	8,222	-1.60%	94.53%	
2018	8,654	158,350,485	18,298	1.89%	872		district average 11.3:1	8,606	8,150	-1.06%	94.70%	
2019	8,467	149,991,102	17,715	-3.19%	824		district average 11:1	8,470	7,987	-1.58%	94.30%	
2020	8,382	149,876,394	17,881	-2.28%	771		district average 11:1	8,440	8,129	-0.35%	96.32%	
2021	7,995	152,865,155	19,120	4.49%	769		district average 11:1	8,232	7,687	-2.46%	93.38%	
2022	8,343	159,201,676	19,082	4.29%	827		district average 11:1	8,239	7,638	-4.35%	92.71%	

Source: District Records, School Register Summary

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay.
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

**BRICK TOWNSHIP BOARD OF EDUCATION
School Building Information
Last Ten Fiscal Years
UNAUDITED**

<u>District Building</u>	<u>Square Feet</u>	<u>Enrollment per Building</u>									
		<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Brick Twp High School	207,400	1,258	1,254	1,327	1,274	1,282	1,289	1,369	1,469	1,471	1,475
Brick Twp Memorial High School	228,340	1,345	1,353	1,453	1,456	1,437	1,501	1,579	1,659	1,662	1,747
Warren H. Wolf Elementary School (Brick Community Primary Learning Ctr)	58,000	294	279	288	428	354	328	271	194	199	173
Drum Point Road School	52,720	488	480	483	439	421	431	455	481	483	524
Emma Havens Young School	68,701	739	732	766	786	763	766	824	876	873	924
Herbertsville Elementary School	26,924	170	153	226	250	244	229	218	224	222	241
Lake Riviera Middle School	91,964	907	865	941	937	947	967	992	957	959	975
Lanes Mill Elementary School	54,770	562	559	550	567	560	564	516	567	575	601
Midstreams Elementary School	34,690	552	546	481	472	473	453	504	523	526	530
Osbornville Elementary School	37,200	432	400	400	375	393	437	421	445	443	423
Veterans Memorial Elementary School	54,357	657	651	617	607	636	708	702	713	712	671
Veterans Memorial Middle School	98,942	939	959	1,008	1,031	1,096	1,102	1,093	1,143	1,149	1,173
Administration Building	6,475	-	-	-	-	-	-	-	-	-	-
Laurelton School	14,900	-	-	-	-	-	-	-	-	-	-
Educational Enrichment Center	20,400	-	-	-	-	-	-	-	-	-	-

Source: District Facilities Office

**BRICK TOWNSHIP BOARD OF EDUCATION
Schedule of Required Maintenance
Last Ten Years
UNAUDITED**

**Undistributed Expenditures - required
Maintenance For School Facilities
11-000-261-XXX**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Brick Twp High School	\$ 356,038	\$ 377,814	\$ 392,656	\$ 368,556	\$ 378,144	\$ 322,335	\$ 307,057	\$ 355,083	\$ 363,837	\$ 245,187
Brick Twp Memorial High School	288,962	306,636	318,682	299,121	306,903	261,608	249,209	350,732	359,486	312,648
Brick Community Primary Learning Center	88,250	93,648	97,327	91,353	93,730	79,897	76,110	73,251	83,251	65,305
Drum Point Road School	69,184	73,415	76,299	71,616	73,479	62,635	59,666	56,808	56,808	49,539
Emma Havens Young School	107,184	113,740	118,209	110,953	113,839	97,038	92,439	89,580	89,580	77,352
Herbertsville Elementary School	50,295	53,371	55,468	52,063	53,418	45,534	43,376	40,518	40,518	31,574
Lake Riviera Middle School	212,078	225,049	233,890	219,534	225,245	192,002	182,902	179,023	192,023	146,446
Lanes Mill Elementary School	71,948	76,349	79,348	74,477	76,415	65,137	62,050	59,192	61,192	50,872
Midstreams Elementary School	71,674	76,058	79,046	74,194	76,124	64,890	61,814	58,955	60,934	49,653
Osbornville Elementary School	73,598	78,099	81,168	76,185	78,168	66,631	63,473	60,614	62,614	52,979
Veterans Memorial Elementary School	100,219	106,349	110,527	103,743	106,442	90,732	86,432	83,573	85,573	71,109
Veterans Memorial Middle School	187,714	199,195	207,021	194,313	199,369	169,945	161,890	165,450	175,450	152,217
Administration Building	31,727	33,668	34,991	32,843	33,698	28,724	27,363	26,563	25,619	7,339
Laurelton School	2,540	2,695	2,801	2,629	2,697	2,299	2,190	1,190	1,190	1,190
Educational Enrichment Center	27,040	28,694	29,821	27,991	28,719	24,480	23,320	22,820	25,820	20,717
Warehouse	15,934	16,909	17,573	16,494	16,923	14,426	13,742	12,414	12,414	11,221
Garage/ Transportation	11,571	12,279	12,761	11,978	12,289	10,476	9,979	8,652	8,652	7,821
Maintenance Building	9,832	10,433	10,843	10,177	10,442	8,901	8,479	8,151	8,151	7,367
Grounds	2,213	2,348	2,440	2,290	2,350	2,003	1,908	1,881	1,881	1,700
Special Services Building	2,617	2,777	2,886	2,709	2,780	2,369	2,257	1,930	1,930	1,744
Technology Training Center	8,294	8,801	9,147	8,586	8,809	7,509	7,153	5,826	5,826	5,266
BTHS Athletic Facilities	6,138	6,513	6,769	6,353	6,518	5,556	5,293	4,966	4,966	4,489
BMHS Athletic Facilities	2,346	2,490	2,588	2,429	2,493	2,125	2,024	1,697	1,697	1,534
VMMS Athletic Facilities	2,823	2,995	3,113	2,921	2,997	2,555	2,434	2,107	2,107	1,904
Grand Total	<u>\$ 1,800,219</u>	<u>\$ 1,910,325</u>	<u>\$ 1,985,374</u>	<u>\$ 1,863,508</u>	<u>\$ 1,911,991</u>	<u>\$ 1,629,807</u>	<u>\$ 1,552,560</u>	<u>\$ 1,670,976</u>	<u>\$ 1,731,519</u>	<u>\$ 1,377,170</u>

*School Facilities as defined under EFCFA
(NJAC 6A:26-1.2 and NJAC 6:24-1.3)

BRICK TOWNSHIP BOARD OF EDUCATION
Insurance Schedule
For the Year Ended June 30, 2022
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
Property and Grounds		
Real and Personal Property	\$327,978,284	\$5,000
Flood/Earthquake (non Flood zones)		
Comprehensive General Liability		
Bodily Injury and Property Damage	16,000,000	
Products and Completed Operations	16,000,000	
Sexual Abuse	16,000,000	
Personal Injury and Advertising Injury	16,000,000	
Employee Benefits Liability	16,000,000	1,000
Premises Medical Payments	10,000.00 per accident 5,000.00 per person	
Terrorism	1,000,000	
Automobile		
Bodily Injury and Property Damage	16,000,000	1,000
Uninsured / Underinsured Motorists - Private Passenger	1,000,000	
Uninsured / Underinsured Motorists - All Other Vehicles	15,000.00 per person 30,000.00 per accident 5,000.00 damage	
Personal Injury Protection	250,000	
Medical Payments	10,000.00 private 5,000.00 all others	
Terrorism	1,000,000	
Crime Coverage		
Employee Dishonesty with Faithful Performance	500,000	1,000
Theft, Disappearance and Destruction - Loss of Money	100,000	500
Forgery or Alteration	100,000	500
Computer Fraud	500,000	1,000
Public Official Bonds		
Business Administrator	550,000	1,000
Treasurer	550,000	
Educators Legal Liability	\$1,000,000 Cov A	15,000
Workers Comp	Statutory	

SINGLE AUDIT SECTION



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
Brick Township Board of Education
County of Ocean
Brick, New Jersey 08723

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 Brick Township Board of Education in the County of Ocean, State of New Jersey, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise of the Brick Township Board of Education basic financial statements, and have issued our report thereon dated February 23, 2023.

Report on Internal Control Over Financial Reporting

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

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

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.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Brick Township Board of Education's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Division of 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 in considering the School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

Jump, Perry and Company, L.L.P.
Toms River, New Jersey



Kathryn Perry, Partner
Licensed Public School Accountant
No. CS 20CS00226400

February 23, 2023



K-2

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR 15-08**

Honorable President and
Members of the Board of Education
Brick Township Board of Education
County of Ocean
Brick, New Jersey 08723

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited Brick Township Board of Education's compliance with the types of compliance requirements described in the OMB Compliance Supplement and the New Jersey OMB Circular 15-08 that could have a direct and material effect on each of Brick Township Board of Education's major federal and state programs for the year ended June 30, 2022. Brick Township Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Brick Township Board of Education complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal and State Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, and New Jersey OMB Circular 15-08, we:

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

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

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal and 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 and 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 and state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

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

Respectfully submitted,

Jump, Perry and Company, L.L.P.
Toms River, New Jersey


Kathryn Perry, Partner
Licensed Public School Accountant
No. CS 20CS00226400

February 23, 2023

BRICK TOWNSHIP BOARD OF EDUCATION
Schedule of Expenditures of Federal Awards, Schedule A
For the Year Ended June 30, 2022

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>Balance at June 30, 2021</u>	<u>Carryover Amount</u>	<u>Cash Received</u>	<u>Budgetary Expenditures</u>	<u>Repayment of Prior years' Balances</u>	<u>Deferred Revenue at June 30, 2022</u>	<u>(Accounts Receivable) at June 30, 2022</u>	<u>Due to Grantor at June 30, 2022</u>
U.S. Department of Agriculture											
Passed-through State Department of Education:											
Enterprise Fund:											
Child Nutrition Cluster:											
Emergency Operational Cost Program	10.555	7/1/21-6/30/22	182,884	\$ -	\$ -	\$ 182,884	\$ (182,884)	\$ -	\$ -	\$ -	\$ -
National School Lunch Program	10.555	7/1/21-6/30/22	51,128	-	-	51,128	(51,128)	-	-	-	-
School breakfast program	10.553	7/1/21-6/30/22	14,474	-	-	14,474	(14,474)	-	-	-	-
Summer Food Service Program for Children	10.559	7/1/20-6/30/21	2,319,982	(183,470)	-	183,470	-	-	-	-	-
Summer Food Service Program for Children	10.559	7/1/21-6/30/22	5,397,768	-	-	4,924,553	(5,397,768)	-	-	(473,215)	-
Total Child Nutrition Cluster			(183,470)	-	-	5,356,509	(5,646,254)	-	-	(473,215)	-
P-EBT Administrative Cost Grant	10.649	7/1/21-6/30/22	6,198	-	-	6,198	(6,198)	-	-	-	-
Food Donation Program	10.565	7/1/21-6/30/22	263,639	-	-	263,639	(263,639)	-	-	-	-
Total Enterprise Fund				(183,470)	-	5,626,346	(5,916,091)	-	-	(473,215)	-
U.S. Department of Education											
Passed-through State Department of Education:											
Special Revenue Fund:											
Special Education Cluster											
I.D.E.A. Part B Preschool	84.173	9/1/20-8/31/21	110,110	(46,354)	-	46,354	-	-	-	-	-
I.D.E.A. Part B Preschool	84.173	9/1/21-8/31/22	81,184	-	-	69,200	(81,184)	-	-	(11,984)	-
I.D.E.A. Part B Basic Regular	84.027	9/1/20-8/31/21	2,538,680	(531,596)	-	531,596	-	-	-	-	-
I.D.E.A. Part B Basic Regular	84.027	9/1/21-8/31/22	2,323,604	-	-	1,609,463	(2,323,604)	-	-	(714,141)	-
ARP I.D.E.A. Part B Basic Regular	84.027X	7/1/21-9/30/22	159,942	-	-	95,447	(159,942)	-	-	(64,495)	-
ARP I.D.E.A. Part B Preschool	84.173X	7/1/21-9/30/22	14,716	-	-	10,470	(14,716)	-	-	(4,246)	-
Subtotal of Special Education Cluster			(577,950)	-	-	2,362,530	(2,579,446)	-	-	(794,866)	-
Title I	84.010	7/1/20-6/30/21	1,552,621	(337,923)	-	337,923	-	-	-	-	-
Title I	84.010	7/1/21-6/30/22	1,292,521	-	-	1,036,280	(1,352,454)	-	-	(316,174)	-
Title II - Part A	84.367A	7/1/20-6/30/21	343,831	(73,489)	-	73,489	-	-	-	-	-
Title II - Part A	84.367A	7/1/21-6/30/22	261,211	-	-	208,218	(288,706)	-	-	(80,488)	-
Title III	84.365	9/1/20-8/31/21	83,232	(15,787)	-	15,787	-	-	-	-	-
Title III	84.365	9/1/21-8/31/22	66,845	-	-	64,422	(72,312)	-	-	(7,890)	-
Title IV	84.424	7/1/20-6/30/21	90,057	(5,245)	-	-	-	-	-	-	-
Title IV	84.424	7/1/21-6/30/22	94,400	-	-	95,012	(107,796)	-	-	(12,784)	-
Elementary and Secondary Education Cluster:											
CARES	84.425D	3/13/20-9/30/22	980,498	(45,123)	-	-	-	-	-	-	-
CARES	84.425D	3/13/20-9/30/22	980,498	-	-	195,727	(264,984)	-	-	(69,257)	-
CRRSA ESSER II	84.425D	3/13/20-9/30/23	4,239,027	-	-	283,505	(3,872,002)	-	-	(3,588,497)	-
CRRSA Learning Acceleration	84.425D	3/13/20-9/30/23	272,039	-	-	205,945	(222,814)	-	-	(16,869)	-
CRRSA Mental Health	84.425D	3/13/20-9/30/23	45,000	-	-	37,800	(37,800)	-	-	-	-
ARP - ESSER	84.425U	3/13/20-9/30/24	9,526,940	-	-	941,909	(1,213,573)	-	-	(271,664)	-
ARP - ESSER OVER 21 GRANT	84.425U	3/13/20-9/30/24	109,812	-	-	-	(109,812)	-	-	(109,812)	-
Subtotal Elementary and Secondary Education Cluster			(45,123)	-	-	1,664,886	(5,720,985)	-	-	(4,056,099)	-
U.S. Department of Justice											
COPS	16.710	10/1/18-9/30/20	469,281	(253,322)	-	253,322	-	-	-	-	-
COPS	16.710	10/1/20-9/30/21	215,957	(215,957)	-	215,957	-	-	-	-	-
Total Special Revenue Fund				(1,524,796)	-	5,520,624	(10,121,699)	-	-	(5,268,301)	-
Elementary and Secondary Education Cluster											
Capital Projects Fund:											
ARP ESSER Beyond the School Day	84.425D	3/13/20-9/30/23	965,214	-	-	965,214	(965,214)	-	-	-	-
				-	-	965,214	(965,214)	-	-	-	-
U.S. Department of Social Services											
SEMI / CARES FFRA	93.778	7/1/21-6/30/22	27,081	-	-	-	-	-	-	-	-
Medicaid	93.778	7/1/21-6/30/22	427,843	-	-	324,943	(427,843)	-	-	(102,900)	-
Total General Fund				-	-	324,943	(427,843)	-	-	(102,900)	-
Total Expenditures of Federal Financial Awards				\$ (1,708,266)	\$ -	\$ 12,437,127	\$ (17,430,847)	\$ -	\$ -	\$ (5,844,416)	\$ -

See accompanying notes to schedules of expenditures.

BRICK TOWNSHIP BOARD OF EDUCATION
Schedule of Expenditures of State Financial Assistance, Schedule B
For the Year Ended June 30, 2022

State Grantor/ Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2021	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Deferred Revenue at June 30, 2022	(Accounts Receivable) at June 30, 2022	Due to Grantor at June 30, 2022	MEMO	
											Budgetary Receivable	Total Expenditures
State Department of Agriculture:												
Enterprise Fund:												
National School Lunch Program (State Share)	21-100-010-3350-023	7/1/20-6/30/21	68,418	\$ (8,463)	\$ 8,463	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
National School Lunch Program (State Share)	22-100-010-3350-023	7/1/21-6/30/22	86,491	-	79,364	(86,491)	-	-	(7,127)	-	-	86,491
National School Breakfast Program (State Share)	10-100-010-3360-096	7/1/21-6/30/22	-	-	-	-	-	-	-	-	-	-
Total Enterprise Fund				(8,463)	87,827	(86,491)	-	-	(7,127)	-	-	86,491
State Department of Education:												
General Fund:												
Special Education Aid	22-495-034-5120-089	7/1/21-6/30/22	5,784,673	-	5,784,673	(5,784,673)	-	-	-	-	(578,467)	5,784,673
Extraordinary Aid	21-495-034-5120-011	7/1/20-6/30/21	2,192,707	(2,042,705)	2,042,705	-	-	-	-	-	-	-
Extraordinary Aid	22-495-034-5120-011	7/1/21-6/30/22	1,876,756	-	-	(1,876,756)	-	-	(1,876,756)	-	-	1,876,756
Transportation Aid	22-495-034-5120-014	7/1/21-6/30/22	4,922,064	-	4,922,064	(4,922,064)	-	-	-	-	(492,206)	4,922,064
Equalization Aid	22-495-034-5120-078	7/1/21-6/30/22	9,463,269	-	9,463,269	(9,463,269)	-	-	-	-	(946,327)	9,463,269
Security Aid	22-495-034-5120-084	7/1/21-6/30/22	1,672,094	-	1,672,094	(1,672,094)	-	-	-	-	(148,250)	1,672,094
Adjustment Aid	22-495-034-5120-085	7/1/21-6/30/22	70,797	-	70,797	(70,797)	-	-	-	-	-	70,797
Stabilization Aid	22-100-034-5120-494	7/1/21-6/30/22	6,527,350	-	-	(6,527,350)	-	-	-	-	-	6,527,350
Non-Public Transportation Aid	21-495-034-5120-014	7/1/20-6/30/21	42,469	(42,469)	42,469	-	-	-	-	-	-	-
Non-Public Transportation Aid	22-495-034-5120-014	7/1/21-6/30/22	48,992	-	-	(48,992)	-	-	(48,992)	-	-	48,992
Education Rescue Grant		7/1/21-6/30/22	967,754	-	967,754	-	-	-	-	-	-	967,754
Securing Our Childrens Future Bond Act (Security)	20-SS04-H03	7/1/21-6/30/22	481,056	-	165,424	(165,424)	-	-	-	-	-	165,424
On-Behalf TPAF Pension Contribution	22-100-034-5094-002	7/1/21-6/30/22	24,323,382	-	24,323,382	(24,323,382)	-	-	-	-	-	24,323,382
On-Behalf TPAF Post-Retirement Medical	22-100-034-5094-001	7/1/21-6/30/22	5,682,925	-	5,682,925	(5,682,925)	-	-	-	-	-	5,682,925
On-Behalf TPAF Long-Term Disability Insurance	22-100-034-5094-004	7/1/21-6/30/22	6,332	-	6,332	(6,332)	-	-	-	-	-	6,332
Reimbursed TPAF Social Security Contributions	22-495-034-5095-002	7/1/21-6/30/22	4,579,460	-	4,352,167	(4,579,460)	-	-	(227,293)	-	-	4,579,460
Total General Fund				(2,085,174)	59,496,055	(66,091,272)	-	-	(2,153,041)	-	(2,165,250)	66,091,272
Special Revenue Fund:												
SDA Emergency	22-100-034-5120-519	7/01/21-6/30/22	205,964	-	-	(205,964)	-	-	(205,964)	-	-	120,304
Preschool Expansion Education Aid	21-495-034-5120-086	7/1/20-6/30/21	4,290,330	120,304	-	(120,304)	-	-	-	-	-	-
Preschool Expansion Education Aid	22-495-034-5120-086	7/1/21-6/30/22	5,076,864	-	4,842,825	(4,803,215)	-	273,650	-	-	(491,509)	4,803,215
Chapter 192-Comp Ed	21-100-034-5120-067	7/1/20-6/30/21	201,057	18,776	-	-	(18,776)	-	-	-	-	-
Chapter 192-Comp Ed	22-100-034-5120-067	7/1/21-6/30/22	155,511	-	155,511	(136,302)	-	-	-	19,209	-	136,302
Chapter 193-support	22-100-034-5120-066	7/1/21-6/30/22	51,295	-	51,295	(51,295)	-	-	-	-	-	51,295
Chapter 193-exam	21-100-034-5120-066	7/1/20-6/30/21	65,217	1,862	-	-	(1,862)	-	-	-	-	-
Chapter 193-exam	22-100-034-5120-066	7/1/21-6/30/22	57,063	-	57,063	(57,063)	-	-	-	-	-	57,063
Chapter 193-speech	21-100-034-5120-066	7/1/20-6/30/21	36,456	4,557	-	-	(4,557)	-	-	-	-	-
Chapter 193-speech	22-100-034-5120-066	7/1/21-6/30/22	30,690	-	31,620	(30,690)	-	-	-	930	-	30,690
Chapter 192-transportation	21-100-034-5120-067	7/1/20-6/30/21	-	-	-	-	-	-	-	-	-	-
Chapter 192-transportation	22-100-034-5120-067	7/1/21-6/30/22	19,084	-	19,084	-	-	-	-	19,084	-	-
Nonpublic Technology	22-100-034-5120-373	7/1/21-6/30/22	16,842	-	16,842	(16,431)	-	-	-	-	411	16,431
Nonpublic Textbooks	22-100-034-5120-064	7/1/21-6/30/22	24,069	-	24,069	(23,696)	-	-	-	-	373	23,696
Nonpublic Textbooks	21-100-034-5120-064	7/1/20-6/30/21	23,996	12	-	-	(12)	-	-	-	-	-
Nonpublic Nursing	21-100-034-5120-066	7/1/20-6/30/21	37,815	2,271	-	-	(2,271)	-	-	-	-	-
Nonpublic Nursing	22-100-034-5120-066	7/1/21-6/30/22	44,913	-	44,913	(41,699)	-	-	-	3,214	-	41,699
Nonpublic Security Aid	21-100-034-5120-509	7/1/20-6/30/21	53,740	15,035	-	-	(15,035)	-	-	-	-	-
Nonpublic Security Aid	22-100-034-5120-509	7/1/21-6/30/22	70,175	-	70,175	(65,050)	-	-	-	5,125	-	65,050
Total State Department of Education				168,484	470,572	(422,226)	(42,513)	-	(205,964)	48,346	-	422,226
Total Special Revenue Fund				168,484	5,313,397	(5,551,709)	(42,513)	273,650	(205,964)	48,346	(491,509)	5,345,745
Debt Service Fund:												
Debt Service Aid	22-100-034-5120-017	7/1/21-6/30/22	221,174	-	221,174	(221,174)	-	-	-	-	-	221,174
Total Debt Service				-	221,174	(221,174)	-	-	-	-	-	221,174
Total State Expenditures Subject to Single Audit Determination				(1,925,153)	65,118,453	(71,950,646)	(42,513)	273,650	(2,366,132)	48,346	(2,656,759)	71,744,682
State Expenditures Not Subject to Major Program Determination												
General Fund:												
On-Behalf TPAF Pension Contribution	22-100-034-5094-002	7/1/21-6/30/22	24,323,382	-	24,323,382	(24,323,382)	-	-	-	-	-	-
On-Behalf TPAF Post-Retirement Medical	22-100-034-5094-001	7/1/21-6/30/22	5,682,925	-	5,682,925	(5,682,925)	-	-	-	-	-	-
On-Behalf TPAF Long-Term Disability Insurance	22-100-034-5094-004	7/1/21-6/30/22	6,332	-	6,332	(6,332)	-	-	-	-	-	-
Total State Expenditures Not Subject to Major Program Determination				-	30,012,639	(30,012,639)	-	-	-	-	-	-
Total Expenditures of State Awards Subject to Major Program Determination				\$ (1,925,153)	\$ 35,105,814	\$ (41,938,007)	\$ (42,513)	\$ 273,650	\$ (2,366,132)	\$ 48,346	\$ (2,656,759)	\$ 71,744,682

See accompanying notes to schedules of expenditures.

Brick Township Board of Education

Notes to the Schedules of Awards and Financial Assistance

June 30, 2022

1. General

The accompanying schedules of expenditures of awards present the activity of all federal and state awards of the Board of Education, Brick Township School District. The Board of Education is defined in Note 1(A) to the Board's general purpose financial statements. All federal and state awards received directly from federal and state agencies, as well as federal and state awards passed through other government agencies are included on the schedules of expenditures of federal and state awards.

2. Basis of Accounting

The accompanying schedules of expenditures of federal and state awards are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements.

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.

Brick Township Board of Education

Notes to the Schedules of Awards and Financial Assistance (continued)

June 30, 2022

3. Relationship to General Purpose Financial Statements (continued)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(23,794,243) for the general fund, \$(3,251,932) for the special revenue fund and \$- for the food service fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the GAAP basis of accounting for the general and special revenue fund. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented below:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 427,843	\$ 42,297,029	\$ 42,724,872
Special Revenue Fund	6,641,759	5,779,717	12,421,476
Capital Projects Fund	965,214	-	965,214
Debt Service Fund	-	221,174	221,174
Food Service Fund	<u>5,909,893</u>	<u>86,491</u>	<u>5,996,384</u>
Total awards and financial assistance	<u>\$ 13,944,709</u>	<u>\$ 48,384,411</u>	<u>\$ 62,329,120</u>

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.

5. Other

The amount reported as TPAF Pension Contributions, LTDI and OPEB of \$34,592,099 represent the amounts paid by the state on behalf of the district for the year ended June 30, 2022. The TPAF pension and post retirement/medical benefits expenditures are not subject to New Jersey OMB Circular 15-08.

6. Indirect Costs

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

Brick Township Board of Education
 Schedule of Findings and Questioned Costs

June 30, 2022

Section I - Summary of Auditor's Results
 Financial Statement Section

Type of auditor's report issued: Unmodified opinion

Internal control over financial reporting:

- 1) Material weakness(es) identified? _____ yes X no
- 2) Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X none reported

Noncompliance material to general-purpose financial statements noted? _____ yes X no

Federal Awards Section

Internal Control over major programs:

- 1) Material weakness(es) identified? _____ yes X no
- 2) Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X none reported

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

Any audit findings disclosed that are required to be reported in accordance with section .516(a) of the Uniform Guidance? _____ yes X no

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
84.027	Special Education-Grants to States (IDEA, Part B)
84.173	Special Education-Preschool Grants (IDEA Preschool)
84.010	Title I

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

Auditee qualified as low-risk auditee? X yes _____ no

Brick Township Board of Education

Schedule of Findings and Questioned Costs (continued)

June 30, 2022

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

State Awards Section

Dollar threshold used to distinguish between type A and type B programs: \$1,251,961

Auditee qualified as low-risk auditee? yes no

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

Internal Control over major programs:

1) Material weakness(es) identified? yes no

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

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular Letter 15-08? yes no

Identification of major programs:

GMIS Number(s)

Name of State Program

State Aid

495-034-5120-014

Transportation Aid

495-034-5095-002

TPAF Social Security Contribution

495-034-5120-011

Extraordinary Aid

Brick Township Board of Education
Schedule of Findings and Questioned Costs (continued)

June 30, 2022

Section II - Financial Statement Findings - N/A

Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs -
N/A

Brick Township Board of Education
Summary Schedule of Prior Audit Findings
June 30, 2022

Summary Schedule of Prior Audit Findings - N/A