

**ENGLEWOOD BOARD OF EDUCATION**  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**Englewood, New Jersey**

**ANNUAL COMPREHENSIVE  
FINANCIAL REPORT**

**of the**

**Englewood Board of Education**

**Englewood, New Jersey**

**For The Fiscal Year Ended June 30, 2022**

**Prepared by**

**Business Office**

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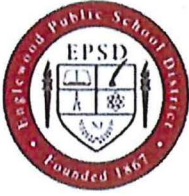
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## **INTRODUCTORY SECTION**



# ENGLEWOOD PUBLIC SCHOOL DISTRICT

ADMINISTRATIVE BUILDING, 274 KNICKERBOCKER ROAD, ENGLEWOOD, N.J.

March 7, 2023

Honorable President and  
Members of the Board of Education  
Englewood Public Schools  
Englewood, New Jersey 07631

Dear Board Members:

The annual comprehensive financial report of the Englewood School 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. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the 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 annual comprehensive financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter and list of principal officials. The financial section includes the general-purpose financial statements and schedules, as well as the auditor's report. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The district is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act and the U.S. Uniform Guidance, and the New Jersey OMB Circular 15-08-OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments." Information related to this single audit, including the auditor's report on internal control and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

**1. REPORTING ENTITY AND ITS SERVICES:** Englewood School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by NCGA Statement No. 3. All funds and account groups of the district are included in this report. The Englewood Board of Education and all its schools constitute the district's reporting entity.

The district provides a full range of educational services appropriate to grade levels Pre-K through 12. These include regular as well as special education for handicapped youngsters. The district completed the 2021-2022 fiscal year with an enrollment of 2,937 students, which is eight students less than the previous year's enrollment. The following details the changes in the student enrollment of the district over the last five years.

<u>Fiscal Year Ending 6/30</u>	<u>Total Student Enrollment</u>	<u>Percent Change from Previous Yr.</u>
2017-2018	3,085	(0.4)
2018-2019	3,021	(0.2)
2019-2020	2,997	(0.8)
2020-2021	2,945	(1.7)
2021-2022	2,937	(0.2)

2. **ECONOMIC CONDITION AND OUTLOOK:** The district will remain sound economically with continued budget management. The budget management process will include a review and evaluation of district programs, staffing levels and new program development. Investments in energy efficiencies, grant opportunities and other shared service partnerships will provide cost savings measures.

3. **MAJOR DISTRICT INITIATIVES:** The 2021-2022 continued to focus on efficiencies and improvements district wide. Many corrective action plans and best practices are being put into place to improve the district and achieve compliance with state and federal laws. The district has implemented a student academic intervention program to address Math and Language Arts proficiency for all grade levels.

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

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

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

5. **BUDGETARY CONTROLS:** In addition to internal accounting controls, the district maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund and the special revenue 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 reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance on June 30, 2022.

6. **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.

7. **CASH MANAGEMENT:** The investment policy of the district is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 2. The district has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

8. **RISK MANAGEMENT:** The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.

9. **OTHER INFORMATION: A) Independent Audit** -State statutes require an annual audit by independent Certified Public Accountants (CPA) or Registered Municipal Accountants. The accounting firm of Lerch, Vinci & Bliss, LLC, was selected by the Board. In addition to meeting

the requirements set forth in state statutes, the audit also was designed to meet the requirements of the U.S. Uniform Guidance and New Jersey OMB Circular 15-08. The auditors' report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditors' reports related specifically to the single audit are included in the single audit section of this report.

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

Respectfully submitted,

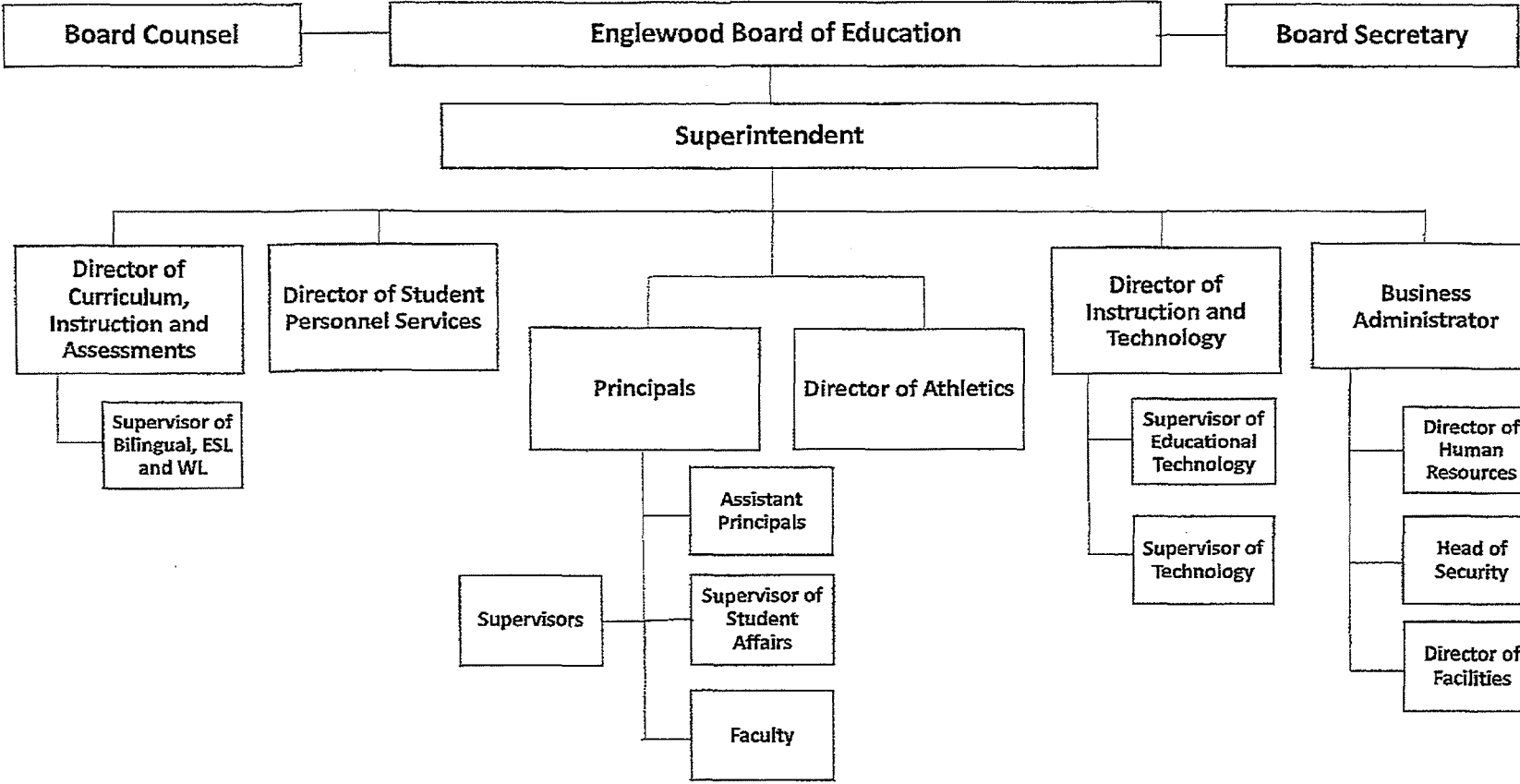


Dr. Jennifer Sifuentes  
Acting Superintendent of Schools



Cheryl Balleto, CPA, PSA  
Business Administrator/Board Secretary

**ENGLEWOOD PUBLIC SCHOOL DISTRICT**





ENGLEWOOD SCHOOL DISTRICT  
CITY OF ENGLEWOOD, NEW JERSEY

ROSTER OF OFFICIALS

JUNE 30, 2022

**MEMBERS OF THE BOARD OF EDUCATION**

TERM

Dr. Tamar Blumenthal	2024
Ms. Sheri Banks-Watson	2024
Ms. Angela David	2022
Ms. Ronique Hicks	2022
Mr. William Feinstein	2023
Mr. David Matthews	2023
Mr. Eric Montano	2023
Dr. Suzanne Mullings	2022
Mr. Scott Reddin	2022

**OTHER OFFICIALS**

Dr. Ronald Bolandi, Interim Superintendent of Schools  
Ms. Cheryl Balletto, Business Administrator/Board Secretary  
Mr. Robert Sims, Account Manager  
Mr. Robert Brown, Treasurer

**ENGLEWOOD SCHOOL DISTRICT  
CITY OF ENGLEWOOD, NEW JERSEY  
CONSULTANTS AND ADVISORS  
JUNE 30, 2022**

**Independent Auditor**

Lerch, Vinci & Bliss, LLP  
17-17 Route 208  
Fair Lawn, NJ 07410

**Attorney**

Inglesino, Webster, Wyciskala & Taylor  
600 Parsippany Road  
Suite 204  
Parsippany, NJ 07054

**Official Depository**

TD Bank  
1000 MacArthur Boulevard  
Mahwah, NJ 07430

**FINANCIAL SECTION**



# LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

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

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

## **INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Education  
Englewood Board of Education  
Englewood, New Jersey

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

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund of the Englewood Board of Education, as of and for the fiscal year ended June 30, 2022 and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities and each major fund of the Englewood Board of Education as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. 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 the Englewood 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 the 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 misstatements, 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 the Englewood 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 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, Government Auditing Standards and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, 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, Government Auditing Standards and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, we:

- Exercise professional judgement 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 the Englewood 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 the Englewood 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, pension information and other postemployment benefits information 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 the Englewood Board of Education's basic financial statements. The accompanying schedule of expenditures of federal awards as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Englewood Board of Education. Such information is the responsibility of management and was derived from and relate 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, schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the introductory section, financial schedules and statistical section 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 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 March 7, 2023 on our consideration of the Englewood Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Englewood Board of Education's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Englewood Board of Education's internal control over financial reporting and compliance.

*LERCH, VINCI & BLISS, LLP*

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



Jeffrey C. Bliss  
Public School Accountant  
PSA Number CS00932

Fair Lawn, New Jersey  
March 7, 2023

**REQUIRED SUPPLEMENTARY INFORMATION – PART I**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**



# ENGLEWOOD BOARD OF EDUCATION

## Management Discussion and Analysis Year Ended June 30, 2022

### INTRODUCTION

Management's Discussion and Analysis of the District's financial results that follow will provide statement readers with some insight into the District's financial philosophy and its impact on the educational changes taking place within the District, as well as providing some understanding of the fiscal activities undertaken by the Board's administrative team to effect this change.

The Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standard Board's (GASB) Statement No. 34 – Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments. Certain comparative information between the current year (2021-2022) and the prior year (2020-2021) is required to be presented in the MD&A.

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

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

The Statement of Net Position and Statement of Activities provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. In the case of the Englewood Public School District, the General Fund is by far the most significant fund.

The notes provide additional information that is essential to a full understanding of the data provided in the financial statements. The notes to the financial statements can be found following the financial statements.

In addition to the financial statements and accompanying notes, the annual report also presents certain required supplementary information concerning the District's budget process. The District adopts an annual expenditure budget for the general, special revenue and debt service funds. A budgetary comparison statement has been provided for the general and special revenue funds as required supplementary information. Information regarding the District's employee retirement systems and pension plans as well as the postretirement health benefits plan has also been provided as required supplementary information. The required supplementary information can be found following the notes to the financial statements.

Combining schedules are presented immediately following the major budgetary comparisons.

# ENGLEWOOD BOARD OF EDUCATION

## Management's Discussion and Analysis Year Ended June 30, 2022

### REPORTING THE SCHOOL DISTRICT AS A WHOLE

#### Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2022?" The Statement of Net Position and Statement of Activities help answer this question. These Statements include all assets, liabilities and deferred outflows/inflows of resources using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two Statements report the School District's net position and changes in net position. This change in net position is important because it tells the reader that, for the School District as a whole, the financial condition of the School District has improved or diminished. The causes of this change may be the result of many factors, some financial, and some not. Non-financial factors include the School District's property tax base, current laws in New Jersey restricting revenue growth, facility conditions, required educational programs and other factors.

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

- Governmental Activities – All of the School District's programs and services are reported here, including, but not limited to, 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 operations are reported as a business activity.

### REPORTING THE SCHOOL DISTRICT'S MOST SIGNIFICANT FUNDS

#### Fund Financial Statements

Detailed information about the School District's major funds is presented and an analysis of the School District's major funds is included in the fiscal year 2022 Annual Comprehensive Financial Report as presented by the School District. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

#### Governmental Funds

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

# ENGLEWOOD BOARD OF EDUCATION

## Management's Discussion and Analysis Year Ended June 30, 2022

### REPORTING THE SCHOOL DISTRICT'S MOST SIGNIFICANT FUNDS (Continued)

#### Enterprise Fund

The Enterprise Fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same.

#### FINANCIAL HIGHLIGHTS

Key financial highlights for the fiscal year 2022 are as follows:

- The assets and deferred outflows of resources of the Englewood Board of Education exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$64,166,537 (net position). The District's unrestricted net position was \$3,356,765.
- The District's total net position increased \$5,996,844.
- General revenues accounted for \$64,378,045 in revenue or 69 percent of all revenues. Program specific revenues in the form of charges for services and operating and capital grants and contributions accounted for \$28,943,460 or 31 percent of the total revenues of \$93,321,505.
- The School District had \$84,904,081 in expenses for governmental activities; only \$26,448,913 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of \$64,378,045 were adequate to provide for these programs.
- As of the close of the current fiscal year, the District's governmental funds reported a combined ending fund balance of \$17,013,125.
- The General Fund had \$87,791,288, in revenues and other financing sources and \$84,258,993 in expenditures and other financing uses. The General Fund's balance increased \$3,532,295 from the previous year to \$16,830,799 at June 30, 2022.
- The General Fund budgetary fund balance at the close of the current fiscal year was \$19,415,019 which represented an increase of \$3,766,719 from the previous year. Unassigned budgetary fund balance increased \$432,635 from the previous year to \$3,886,034 at June 30, 2022.

**ENGLEWOOD BOARD OF EDUCATION**

**Management's Discussion and Analysis  
Year Ended June 30, 2022**

**THE SCHOOL DISTRICT AS A WHOLE**

Recall that the Statement of Net Position provides the perspective of the School District as a whole.

The following provides a summary of the School District's Net Position for 2022 and 2021:

**Net Position  
As of June 30, 2022 and 2021**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
<b>Assets</b>						
Current Assets	\$ 24,422,897	\$ 16,370,794	\$ 722,600	\$ 492,233	\$ 25,145,497	\$ 16,863,027
Capital Assets	<u>57,647,264</u>	<u>58,753,725</u>	<u>150,530</u>	<u>193,964</u>	<u>57,797,794</u>	<u>58,947,689</u>
Total Assets	<u>82,070,161</u>	<u>75,124,519</u>	<u>873,130</u>	<u>686,197</u>	<u>82,943,291</u>	<u>75,810,716</u>
<b>Deferred Outflows of Resources</b>	<u>460,493</u>	<u>530,649</u>	<u>-</u>	<u>-</u>	<u>460,493</u>	<u>530,649</u>
Total Assets and Deferred Outflows of Resources	<u>82,530,654</u>	<u>75,655,168</u>	<u>873,130</u>	<u>686,197</u>	<u>83,403,784</u>	<u>76,341,365</u>
<b>Liabilities</b>						
Long-Term Liabilities	8,837,740	12,485,480			8,837,740	12,485,480
Other Liabilities	<u>7,446,491</u>	<u>2,726,190</u>	<u>139,232</u>	<u>29,274</u>	<u>7,585,723</u>	<u>2,755,464</u>
Total Liabilities	<u>16,284,231</u>	<u>15,211,670</u>	<u>139,232</u>	<u>29,274</u>	<u>16,423,463</u>	<u>15,240,944</u>
<b>Deferred Inflows of Resources</b>	<u>2,806,787</u>	<u>2,926,739</u>	<u>6,997</u>	<u>3,989</u>	<u>2,813,784</u>	<u>2,930,728</u>
Total Liabilities and Deferred Inflows of Resources	<u>19,091,018</u>	<u>18,138,409</u>	<u>146,229</u>	<u>33,263</u>	<u>19,237,247</u>	<u>18,171,672</u>
<b>Net Position</b>						
Net investment in capital assets	53,418,714	53,339,200	150,530	193,964	53,569,244	53,533,164
Restricted	7,240,528	6,515,979			7,240,528	6,515,979
Unrestricted	<u>2,780,394</u>	<u>(2,338,420)</u>	<u>576,371</u>	<u>458,970</u>	<u>3,356,765</u>	<u>(1,879,450)</u>
<b>Total Net Position</b>	<u>\$ 63,439,636</u>	<u>\$ 57,516,759</u>	<u>\$ 726,901</u>	<u>\$ 652,934</u>	<u>\$ 64,166,537</u>	<u>\$ 58,169,693</u>

By far the largest portion of the District's net position reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment); less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**ENGLEWOOD BOARD OF EDUCATION**

**Management's Discussion and Analysis  
Year Ended June 30, 2022**

**THE SCHOOL DISTRICT AS A WHOLE (Continued)**

The following shows the changes in Net Position for fiscal years 2022 and 2021:

**Change in Net Position  
For The Fiscal Years Ended June 30, 2022 and 2021**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
<b>Revenues</b>						
Program Revenues						
Charges for Services	\$ 882,278	\$ 908,849	\$ 7,013	\$ 7,309	\$ 889,291	\$ 916,158
Operating Grants and Contributions	25,074,428	30,087,130	2,487,534	974,917	27,561,962	31,062,047
Capital Grants and Contributions	492,207	156,024			492,207	156,024
General Revenues						
Property Taxes	58,696,582	57,802,505			58,696,582	57,802,505
State Aid - Unrestricted	5,149,069	4,951,138			5,149,069	4,951,138
Other	532,394	710,546	-	-	532,394	710,546
<b>Total Revenues</b>	<b><u>90,826,958</u></b>	<b><u>94,616,192</u></b>	<b><u>2,494,547</u></b>	<b><u>982,226</u></b>	<b><u>93,321,505</u></b>	<b><u>95,598,418</u></b>
<b>Expenses</b>						
Instruction						
Regular	31,569,306	33,889,591			31,569,306	33,889,591
Special Education	15,119,650	15,668,207			15,119,650	15,668,207
Other Instruction	5,022,409	3,662,199			5,022,409	3,662,199
School Sponsored Activities and Athletics	1,024,449	903,340			1,024,449	903,340
Support Services					-	
Student and Instruction Related Services	13,705,194	14,728,607			13,705,194	14,728,607
General Administrative Services	2,224,667	2,081,443			2,224,667	2,081,443
School Administrative Services	3,754,977	4,559,803			3,754,977	4,559,803
Central Services	1,623,099	1,529,977			1,623,099	1,529,977
Plant Operations and Maintenance	6,495,540	7,441,397			6,495,540	7,441,397
Student Transportation	4,226,312	3,049,074			4,226,312	3,049,074
Interest on Debt	138,478	222,588			138,478	222,588
Food Services	-	-	2,420,580	809,928	2,420,580	809,928
<b>Total Expenses</b>	<b><u>84,904,081</u></b>	<b><u>87,736,226</u></b>	<b><u>2,420,580</u></b>	<b><u>809,928</u></b>	<b><u>87,324,661</u></b>	<b><u>88,546,154</u></b>
<b>Increase (Decrease) in Net Position Before Special Items and Transfers</b>	<b>5,922,877</b>	<b>6,879,966</b>	<b>73,967</b>	<b>172,298</b>	<b>5,996,844</b>	<b>7,052,264</b>
<b>Transfers</b>	<b>-</b>	<b>104,839</b>	<b>-</b>	<b>(104,839)</b>	<b>-</b>	<b>-</b>
<b>Increase in Net Position</b>	<b>5,922,877</b>	<b>6,984,805</b>	<b>73,967</b>	<b>67,459</b>	<b>5,996,844</b>	<b>7,052,264</b>
<b>Net Position, Beginning of Year</b>	<b><u>57,516,759</u></b>	<b><u>50,531,954</u></b>	<b><u>652,934</u></b>	<b><u>585,475</u></b>	<b><u>58,169,693</u></b>	<b><u>51,117,429</u></b>
<b>Net Position, End of Year</b>	<b><u>\$ 63,439,636</u></b>	<b><u>\$ 57,516,759</u></b>	<b><u>\$ 726,901</u></b>	<b><u>\$ 652,934</u></b>	<b><u>\$ 64,166,537</u></b>	<b><u>\$ 58,169,693</u></b>

# ENGLEWOOD BOARD OF EDUCATION

## Management's Discussion and Analysis Year Ended June 30, 2022

**Governmental Activities.** The unique nature of property taxes in New Jersey creates the need to routinely review the School District operations. Property taxes of \$58,696,582 and \$57,802,505 made up 65% and 61% of the revenues for governmental activities for the Englewood Board of Education for fiscal years ended June 30, 2022 and 2021, respectively. The District's total revenues were \$90,826,958 and \$94,616,192 for the fiscal years ended June 30, 2022 and 2021. Federal, state and local aid and grants accounted for another \$30,715,704 and \$35,194,292 or 34% and 37% of total governmental activities revenues for the fiscal years ended June 30, 2022 and 2021, respectively.

The total cost of all programs and services were \$84,904,081 and \$87,736,226 for the fiscal years ended June 30, 2022 and 2021. Instruction comprised \$52,735,814 (62%) and \$54,123,337 (62%) and of District expenses for the fiscal years ended June 30, 2022 and 2021, respectively. Support services comprised \$32,029,789 (38%) and \$33,390,301 (38%) of the District expenses for the fiscal years ended June 30, 2022 and 2021, respectively.

Total governmental activities revenues exceeded expenses, increasing net position \$5,922,877 for the fiscal year ended June 30, 2022. For fiscal year 2021, the governmental activities revenues and transfers in exceeded expenses increasing net position \$6,984,805.

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

### Total and Net Cost of Governmental Activities for the Fiscal Years Ended June 30, 2022 and 2021

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Instruction				
Regular	\$ 31,569,306	\$ 33,963,173	\$ 22,857,245	\$ 22,006,185
Special Education	15,119,650	15,668,207	8,980,061	9,335,083
Other Instruction	5,022,409	3,662,199	2,566,931	2,103,839
School Sponsored Activities and Athletics	1,024,449	903,340	880,743	582,766
Support Services				
Student and Instruction Related Services	13,705,194	15,057,385	8,150,860	8,262,508
General Administrative Services	2,224,667	2,119,334	2,196,608	1,128,855
School Administrative Services	3,754,977	4,559,803	3,041,408	4,037,425
Central Services	1,623,099	1,694,696	1,501,119	1,561,626
Plant Operations and Maintenance	6,495,540	7,557,562	4,948,439	6,053,481
Student Transportation	4,226,312	3,070,412	3,193,276	2,032,640
Interest on Debt	138,478	222,588	138,478	222,588
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Total</b>	<b><u>\$ 84,904,081</u></b>	<b><u>\$ 88,478,699</u></b>	<b><u>\$ 58,455,168</u></b>	<b><u>\$ 57,326,996</u></b>

# ENGLEWOOD BOARD OF EDUCATION

## Management's Discussion and Analysis Year Ended June 30, 2022

### **Governmental Activities (Continued)**

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 School District which are designed to provide opportunities for students to participate in school events, public events, or a combination of these for the purposes of motivation, enjoyment and skill improvement.

Student and instruction related services include the activities involved with assisting staff with the content and process of teaching to students, including curriculum and staff development. Curriculum and staff development includes expenses related to planning, research, development and evaluation of support services, as well as the reporting of this information internally and to the public.

General administration, school administration and central services 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, as well as to and from school activities, as provided by state law.

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

**Business-Type Activities.** Revenues for the District's business-type activities (food service program) were comprised of charges for services and federal and state reimbursements.

- Business-Type activity revenues exceeded expenses by \$73,967 for the fiscal year ended June 30, 2022. Business-Type activity revenues exceeded expenses and transfers out by \$67,459 for the previous fiscal year ended June 30, 2021.
- Charges for services represent \$7,013 and \$7,309 of revenue for the fiscal years ended June 30, 2022 and 2021, respectively. This represents amounts paid by patrons for daily food services.
- Federal and state reimbursements for food service meals, including payments for free and reduced lunches and donated commodities were \$2,487,534 (100%) and \$974,917 (99%) for the fiscal years ended June 30, 2022 and 2021, respectively.
- Total expenses were \$2,420,580 and \$809,928 for the fiscal years ended June 30, 2022 and 2021 for the Food Services program.

# ENGLEWOOD BOARD OF EDUCATION

## Management's Discussion and Analysis Year Ended June 30, 2022

### THE SCHOOL DISTRICT'S FUNDS

Information about the School District's major funds is included in the fiscal year 2022 Annual Comprehensive Financial Report as presented by the School District. These funds are accounted for using the modified accrual basis of accounting. All governmental funds (i.e., General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund presented in the fund-based statements) had total revenues and other financing sources of \$99,106,279 and \$87,646,745 and expenditures and other financing uses of \$95,809,082 and \$82,539,220 for the fiscal years ended June 30, 2022 and 2021, respectively. As the District completed the year, its governmental funds reported a combined fund balance of \$17,013,125, an increase of \$3,297,197 from last year's fund balance of \$13,715,928.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The General Fund includes the primary operations of the District in providing educational services to students from Pre-Kindergarten through Grade 12 including pupil transportation and capital outlay activities. The following schedules present a summary of the revenues of the General Fund for the fiscal years ended June 30, 2022 and 2021 and the amount and percentage of increases or decreases in relation to prior-year revenues.

	<u>Fiscal Year Ended June 30,</u>		<u>Amount of</u>	<u>Percent</u>
	<u>2022</u>	<u>2021</u>	<u>Increase</u> <u>(Decrease)</u>	
Local Sources				
Property Taxes	\$ 57,108,626	\$ 55,988,849	\$ 1,119,777	2%
Other	1,325,456	1,619,395	(293,939)	-18%
State Sources	24,773,798	21,192,115	3,581,683	17%
Federal Sources	<u>177,465</u>	<u>172,466</u>	<u>4,999</u>	3%
Total General Fund Revenues	<u>\$ 83,385,345</u>	<u>\$ 78,972,825</u>	<u>\$ 4,412,520</u>	6%

Overall General Fund revenues increased \$4,412,520 or 6% from the previous year. The increase in Local Sources is attributable to a 2% increase in the property tax levy to fund increased operating expenses of the current year. Miscellaneous revenue realized by the District from local sources decreased by \$293,939 or 18% as a result of decreased miscellaneous revenue realized. State revenues increased \$3,581,683 or 17% primarily due to increased on-behalf payments made by the State for pension and post retirement medical benefit contributions.

Revenues from Federal sources increased by \$4,999 which was due to the increase in Medicaid assistance aid.



# ENGLEWOOD BOARD OF EDUCATION

## Management's Discussion and Analysis Year Ended June 30, 2022

### THE SCHOOL DISTRICT'S FUNDS (Continued)

The following schedule presents a summary of General Fund expenditures for the fiscal years ended June 30, 2022 and 2021:

	<u>Fiscal Year Ended June 30,</u>		<u>Amount of</u>	<u>Percent</u>
	<u>2022</u>	<u>2021</u>	<u>Increase</u> <u>(Decrease)</u>	
Instruction	\$ 51,122,062	\$ 46,209,324	\$ 4,912,738	11%
Support Services	30,737,952	25,755,026	4,982,926	19%
Debt Service	903,420	903,421	(1)	0%
Capital Outlay	<u>1,248,401</u>	<u>534,901</u>	<u>713,500</u>	133%
Total Expenditures	<u>\$ 84,011,835</u>	<u>\$ 73,402,672</u>	<u>\$ 10,609,163</u>	14%

Overall General Fund expenditures increased when compared to the previous year. The increase is due to expenses related to damages from Hurricane Ida. The District incurred \$4,393,675 of related expenses for the cleanup and replacement of supplies and equipment including the rehabilitation of the Winton White Stadium Turf Field. The District received \$4,393,675 of insurance proceeds to offset the costs related to Hurricane Ida. The increase in expenditures is also the result of increased on-behalf payments made by the State for pension and post retirement medical benefit contributions. The increase in Capital Outlay is attributed to capital asset construction projects which were completed in 2022 including costs for Winton White Turf Field.

The total General Fund balance at June 30, 2022 was \$16,830,799. After deducting, 1) restricted \$12,363,479, 2) committed \$2,477,970 and 3) assigned \$687,536, the unassigned fund balance increased from a balance of \$1,103,603 at June 30, 2021 to a balance of \$1,301,814 at June 30, 2022.

### GENERAL FUND BUDGETARY HIGHLIGHTS

The School District's budget is prepared according to New Jersey law, and is based on accounting for certain transactions on the budgetary basis of accounting for revenues, expenditures and encumbrances. The most significant budgeted fund is the General Fund.

During the course of the 2021/2022 school year, the School District amended its General Fund budget as needed. The School District uses program-based budgeting and the budgeting systems are designed to tightly control total program budgets but provide flexibility for program management.

- Staffing changes based on student needs.
- Accounting changes in maintenance and operations.
- Changes in appropriations to prevent budget overruns.

# ENGLEWOOD BOARD OF EDUCATION

## Management's Discussion and Analysis Year Ended June 30, 2022

### GENERAL FUND BUDGETARY HIGHLIGHTS

While the District's final 2021/2022 budget for the General Fund anticipated that revenues and expenditures would roughly equal with the use of \$3,338,906 in fund balance, the actual results for the year ended June 30, 2022 was an increase of \$3,766,719 in budgetary fund balance compared to an increase of \$5,918,797 in budgetary fund balance in 2021. The total unassigned budgetary fund balance (budgetary basis) at June 30, 2022 was \$3,886,034 compared to \$3,453,399 at June 30, 2021.

### CAPITAL ASSETS

At the end of the fiscal years 2022 and 2021, the School District had \$57,797,794 and \$58,947,689 invested in land, land improvements, construction in progress, buildings, furniture, equipment and vehicles. Depreciation charges for the fiscal years 2022 and 2021 were \$2,403,138 and \$2,349,814 for governmental activities, respectively, and \$43,434 and \$41,927 for business-type activities, respectively. The following is a comparison of the June 30, 2022 and 2021 capital asset balances.

**Capital Assets  
at June 30, 2022 and 2021**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Land	\$ 513,200	\$ 513,200			\$ 513,200	\$ 513,200
Construction in Progress	767,819	116,786			767,819	116,786
Land Improvements	2,981,610	4,018,395			2,981,610	4,018,395
Buildings and Building Improvements	87,980,215	87,617,192			87,980,215	87,617,192
Machinery and Equipment	<u>7,252,502</u>	<u>6,599,000</u>	<u>\$ 814,958</u>	<u>\$ 814,958</u>	<u>8,067,460</u>	<u>7,413,958</u>
	99,495,346	98,864,573	814,958	814,958	100,310,304	99,679,531
Less Accumulated Depreciation	<u>(41,848,082)</u>	<u>(40,110,848)</u>	<u>(664,428)</u>	<u>(620,994)</u>	<u>(42,512,510)</u>	<u>(40,731,842)</u>
<b>Total</b>	<u>\$ 57,647,264</u>	<u>\$ 58,753,725</u>	<u>\$ 150,530</u>	<u>\$ 193,964</u>	<u>\$ 57,797,794</u>	<u>\$ 58,947,689</u>

Additional information on the District's capital assets can be found in the Notes to the Financial Statements.

# ENGLEWOOD BOARD OF EDUCATION

## Management's Discussion and Analysis Year Ended June 30, 2022

### LONG-TERM LIABILITIES

At June 30, 2022, the School District had \$8,837,740 as outstanding long-term liabilities consisting of \$3,600,420 of bonds, \$132,938 of capital financing agreements, \$583,698 of other financing agreements, \$1,458,916 for compensated absences and \$3,061,768 for net pension liability. The following is a comparison of the June 30, 2022 and 2021 balances:

#### Outstanding Long-Term Liabilities At June 30, 2022 and 2021

	<u>Governmental Activities</u>	
	<u>2022</u>	<u>2021</u>
Serial Bonds (Including Unamortized Premium)	\$ 3,600,420	\$ 5,332,881
Capital Financing Agreements	132,938	379,050
Other Financing Agreements	583,698	1,212,525
Compensated Absences	1,458,916	1,622,236
Net Pension Liability	<u>3,061,768</u>	<u>3,938,788</u>
Total	<u>\$ 8,837,740</u>	<u>\$ 12,485,480</u>

Additional information on the District's long-term liabilities can be found in the Notes to the Financial Statements.

### FOR THE FUTURE

While many factors influence the District's future, the availability of State funding, special education needs, capital improvements and the economy will have the most impact on educational and fiscal decisions in the future.

These and many other factors were considered by the District's administration during the process of developing the fiscal year 2022-2023 budget. The primary factors were the District's projected student population, anticipated state and federal aid as well as increasing salary and related benefit costs.

These indicators were considered when adopting the budget for fiscal year 2022-2023. Budgeted expenditures in the General Fund increased 4% in fiscal year 2022-2023.

### CONTACTING THE SCHOOL DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the funds it receives. If you have questions on this report or need additional financial information, please contact the Business Office at Englewood Board of Education, 274 Knickerbocker Road, Englewood, NJ 07631.

**DISTRICT-WIDE FINANCIAL STATEMENTS**

**ENGLEWOOD BOARD OF EDUCATION**  
**STATEMENT OF NET POSITION**  
**AS OF JUNE 30, 2022**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 17,231,351	\$ 510,725	\$ 17,742,076
Accounts Receivable	7,191,546	185,047	7,376,593
Inventories		26,828	26,828
Capital Assets, Not Being Depreciated	1,281,019		1,281,019
Capital Assets, Being Depreciated, Net	<u>56,366,245</u>	<u>150,530</u>	<u>56,516,775</u>
Total Assets	<u>82,070,161</u>	<u>873,130</u>	<u>82,943,291</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Amounts on Refunding of Debt	88,506		88,506
Deferred Amounts on Net Pension Liability	<u>371,987</u>	<u>-</u>	<u>371,987</u>
Total Deferred Outflows of Resources	<u>460,493</u>	<u>-</u>	<u>460,493</u>
Total Assets and Deferred Outflows of Resources	<u>82,530,654</u>	<u>873,130</u>	<u>83,403,784</u>
<b>LIABILITIES</b>			
Accounts Payable and Other Current Liabilities	3,254,262	132,488	3,386,750
Accrued Interest Payable	36,719		36,719
Payable to Other Governments	249,790		249,790
Unearned Revenue	3,905,720	6,744	3,912,464
Noncurrent Liabilities			
Due within one year	2,380,291		2,380,291
Due beyond one year	<u>6,457,449</u>	<u>-</u>	<u>6,457,449</u>
Total Liabilities	<u>16,284,231</u>	<u>139,232</u>	<u>16,423,463</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Amounts on Net Pension Liability	2,806,787	-	2,806,787
Deferred Commodities Revenues	<u>-</u>	<u>6,997</u>	<u>6,997</u>
Total Deferred Inflows of Resources	<u>2,806,787</u>	<u>6,997</u>	<u>2,813,784</u>
Total Liabilities and Deferred Inflows of Resources	<u>19,091,018</u>	<u>146,229</u>	<u>19,237,247</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	54,002,412	150,530	54,152,942
Restricted for			
Capital Projects	6,409,174		6,409,174
Plant Maintenance	525,216		525,216
Other Purposes	306,138		306,138
Unrestricted	<u>2,196,696</u>	<u>576,371</u>	<u>2,773,067</u>
Total Position	<u>\$ 63,439,636</u>	<u>\$ 726,901</u>	<u>\$ 64,166,537</u>

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

ENGLEWOOD BOARD OF EDUCATION  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Governmental Activities</b>							
Instruction							
Regular Instruction	\$ 31,569,306	\$ 617,132	\$ 7,752,758	\$ 342,171	\$ (22,857,245)		\$ (22,857,245)
Special Education Instruction	15,119,650		6,139,589		(8,980,061)		(8,980,061)
Other Instruction	5,022,409		2,455,478		(2,566,931)		(2,566,931)
School Sponsored Activities and Athletics	1,024,449	89,216	54,490		(880,743)		(880,743)
Support Services							
Student & Instruction Related Services	13,705,194		5,554,334		(8,150,860)		(8,150,860)
General Administration	2,224,667		28,059		(2,196,608)		(2,196,608)
School Administration	3,754,977		713,569		(3,041,408)		(3,041,408)
Central Services	1,623,099		121,980		(1,501,119)		(1,501,119)
Plant Operations & Maintenance	6,495,540	110,547	1,286,518	150,036	(4,948,439)		(4,948,439)
Student Transportation	4,226,312	65,383	967,653		(3,193,276)		(3,193,276)
Interest on Long-Term Debt	138,478	-	-	-	(138,478)		(138,478)
<b>Total Governmental Activities</b>	<b>84,904,081</b>	<b>882,278</b>	<b>25,074,428</b>	<b>492,207</b>	<b>(58,455,168)</b>	<b>-</b>	<b>(58,455,168)</b>
<b>Business-Type Activities</b>							
Food Service	2,420,580	7,013	2,487,534	-	-	\$ 73,967	73,967
<b>Total Business-Type Activities</b>	<b>2,420,580</b>	<b>7,013</b>	<b>2,487,534</b>	<b>-</b>	<b>-</b>	<b>73,967</b>	<b>73,967</b>
<b>Total Primary Government</b>	<b>\$ 87,324,661</b>	<b>\$ 889,291</b>	<b>\$ 27,561,962</b>	<b>\$ 492,207</b>	<b>(58,455,168)</b>	<b>73,967</b>	<b>(58,381,201)</b>
<b>General Revenues</b>							
Taxes:							
Property Taxes, levied for general purposes, net					57,108,626		57,108,626
Property Taxes, levied for debt service, net					1,587,956		1,587,956
Unrestricted State Aid					5,149,069		5,149,069
Investment Earnings					16,071		16,071
Miscellaneous Income					516,323		516,323
<b>Total General Revenues</b>					<b>64,378,045</b>	<b>-</b>	<b>64,378,045</b>
Change in Net Position					5,922,877	73,967	5,996,844
Net Position, Beginning of Year					57,516,759	652,934	58,169,693
Net Position, End of Year					<b>\$ 63,439,636</b>	<b>\$ 726,901</b>	<b>\$ 64,166,537</b>

**FUND FINANCIAL STATEMENTS**

**ENGLEWOOD BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
AS OF 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>
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 17,091,516	\$ 139,835			\$ 17,231,351
Accounts Receivable:					
Intergovernmental	565,717	5,553,074	\$ 156,024		6,274,815
Other	916,731				916,731
Due from Other Funds	840,911	-	-	-	840,911
	<u>19,414,875</u>	<u>5,692,909</u>	<u>156,024</u>	<u>-</u>	<u>25,263,808</u>
Total Assets	<u>\$ 19,414,875</u>	<u>\$ 5,692,909</u>	<u>\$ 156,024</u>	<u>\$ -</u>	<u>\$ 25,263,808</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities					
Accounts Payable	\$ 2,426,379	\$ 577,754			\$ 3,004,133
Payable to Federal/State Government	55,375	194,415			249,790
Payroll Deductions and Withholdings Payable	102,322				102,322
Other Liabilities		147,807			147,807
Due to Other Funds		684,887	\$ 156,024		840,911
Unearned Revenue	-	3,905,720	-	-	3,905,720
	<u>2,584,076</u>	<u>5,510,583</u>	<u>156,024</u>	<u>-</u>	<u>8,250,683</u>
Total Liabilities	<u>2,584,076</u>	<u>5,510,583</u>	<u>156,024</u>	<u>-</u>	<u>8,250,683</u>
Fund Balances					
Restricted					
Excess Surplus	1,857,957				1,857,957
Excess Surplus - Designated for Subsequent Year's Expenditures	2,727,412				2,727,412
Capital Reserve	4,609,174				4,609,174
Capital Reserve - Designated for Subsequent Year Expenditures	1,800,000				1,800,000
Maintenance Reserve	525,216				525,216
Emergency Reserve	719,908				719,908
Unemployment Compensation Reserve	123,812				123,812
Scholarships		66,121			66,121
Student Activities		116,205			116,205
Committed					
Year End Encumbrances	1,507,349				1,507,349
Insurance Recovery Expenditures	970,621				970,621
Assigned					
Year End Encumbrances	687,536				687,536
Unassigned	1,301,814	-	-	-	1,301,814
	<u>16,830,799</u>	<u>182,326</u>	<u>-</u>	<u>-</u>	<u>17,013,125</u>
Total Fund Balances	<u>16,830,799</u>	<u>182,326</u>	<u>-</u>	<u>-</u>	<u>17,013,125</u>
Total Liabilities and Fund Balances	<u>\$ 19,414,875</u>	<u>\$ 5,692,909</u>	<u>\$ 156,024</u>	<u>\$ -</u>	<u>\$ 25,263,808</u>



**ENGLEWOOD BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
AS OF JUNE 30, 2022**

**Total Fund Balances (Exhibit B-1)** \$ 17,013,125

Amounts reported for *governmental activities* in the statement of net position (A-1) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$99,495,346 and the accumulated depreciation is \$41,848,082. 57,647,264

Amounts resulting from the refunding of debt are reported as deferred outflows of resources on the statement of net position and amortized over the life of the debt. 88,506

Certain amounts resulting from the measurement of the net pension liability are reported as either deferred inflows of resources or deferred outflows of resources on the statement of net position and amortized over future years.

Deferred Outflows of Resources	\$ 371,987	
Deferred Inflows of Resources	<u>(2,806,787)</u>	(2,434,800)

The District has financed capital assets through the issuance of serial bonds and long-term lease obligations. The interest accrual at year end is: (36,719)

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds

Serial Bonds (Including Unamortized Premium)	(3,600,420)	
Capital Financing Agreements	(132,938)	
Other Financing Agreements	(583,698)	
Compensated Absences	(1,458,916)	
Net Pension Liability	<u>(3,061,768)</u>	
		<u>(8,837,740)</u>

Net Position of Governmental Activities		<u>\$ 63,439,636</u>
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The accompanying Notes to the Financial Statements are an Integral Part of this Statement

**ENGLEWOOD BOARD OF EDUCATION**  
**GOVERNMENTAL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Revenue</u> <u>Fund</u>	<u>Capital</u> <u>Projects</u> <u>Fund</u>	<u>Debt</u> <u>Service</u> <u>Fund</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
<b>REVENUES</b>					
Local Sources					
Property Tax Levy	\$ 57,108,626			\$ 1,587,956	\$ 58,696,582
Tuition	617,132				617,132
Transportation Fees	65,383				65,383
Interest	16,071				16,071
Rentals	110,547				110,547
Miscellaneous	<u>516,323</u>	<u>\$ 119,966</u>	<u>-</u>	<u>-</u>	<u>636,289</u>
Total - Local Sources	58,434,082	119,966	-	1,587,956	60,142,004
Intergovernmental					
State Sources	24,773,798	4,555,399			29,329,197
Federal Sources	<u>177,465</u>	<u>4,576,062</u>	<u>-</u>	<u>-</u>	<u>4,753,527</u>
Total Revenues	<u>83,385,345</u>	<u>9,251,427</u>	<u>-</u>	<u>1,587,956</u>	<u>94,224,728</u>
<b>EXPENDITURES</b>					
Current					
Instruction					
Regular Instruction	31,012,992	2,682,344			33,695,336
Special Education Instruction	15,140,734	614,245			15,754,979
Other Instruction	3,961,062	1,475,689			5,436,751
School Sponsored Activities and Athletics	1,007,274	95,573			1,102,847
Support Services					
Student & Instruction Related Services	10,249,756	4,145,175			14,394,931
General Administration	2,248,979				2,248,979
School Administration	3,968,451				3,968,451
Central Services	1,728,787				1,728,787
Plant Operations & Maintenance	8,340,009				8,340,009
Student Transportation	4,201,970				4,201,970
Debt Service					
Principal	887,207			1,625,000	2,512,207
Interest	16,213			191,406	207,619
Capital Outlay	<u>1,248,401</u>	<u>492,207</u>	<u>-</u>	<u>-</u>	<u>1,740,608</u>
Total Expenditures	<u>84,011,835</u>	<u>9,505,233</u>	<u>-</u>	<u>1,816,406</u>	<u>95,333,474</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(626,490)</u>	<u>(253,806)</u>	<u>-</u>	<u>(228,450)</u>	<u>(1,108,746)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Capital Financing Agreements	12,268	-	-	-	12,268
Insurance Proceeds	4,393,675				4,393,675
Transfers In		247,158	-	228,450	475,608
Transfers Out	<u>(247,158)</u>	<u>-</u>	<u>\$ (228,450)</u>	<u>-</u>	<u>(475,608)</u>
Total Other Financing Sources and Uses	<u>4,158,785</u>	<u>247,158</u>	<u>(228,450)</u>	<u>228,450</u>	<u>4,405,943</u>
Net Change in Fund Balances	3,532,295	(6,648)	(228,450)	-	3,297,197
Fund Balance, Beginning of Year	<u>13,298,504</u>	<u>188,974</u>	<u>228,450</u>	<u>-</u>	<u>13,715,928</u>
Fund Balance, End of Year	<u>\$ 16,830,799</u>	<u>\$ 182,326</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,013,125</u>

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

ENGLEWOOD BOARD OF EDUCATION  
 RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF  
 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 WITH THE DISTRICT-WIDE STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Total net change in fund balances - governmental funds (Exhibit B-2) \$ 3,297,197

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

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

Capital Outlay	\$ 1,740,608	
Depreciation Expense	<u>(2,403,138)</u>	(662,530)

Impairment of capital assets is not reported in the governmental funds. However, in the statement of activities, the loss on impairment is reported as an operating expense. (443,931)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of long-term debt uses those current financial resources of governmental funds. Neither transactions, however, has any effect on net position. Also governmental funds report the effect of premiums and other such items related to the refunding bonds when they are issued, whereas these amounts are expensed and or deferred and amortized in the statement of activities.

Debt Issued:		
Capital Financing Agreements	(12,268)	
Principal Repayments:		
Serial Bonds	1,625,000	
Capital Financing Agreements	258,380	
Other Financing Agreements	628,827	
Amortization of Deferred Amounts on Refunding	(72,925)	
Amortization of Bond Premium	<u>107,461</u>	2,534,475

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due.

Decrease in Accrued Interest		34,605
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In the statement of activities, certain operating expenses e.g. compensated absences and pension expenses are measured by the amounts accrued during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). The amount presented is the net change.

Decrease in Compensated Absences	163,320	
Decrease in Pension Expense	<u>999,741</u>	<u>1,163,061</u>

Change in net position of governmental activities (Exhibit A-2) \$ 5,922,877

**ENGLEWOOD BOARD OF EDUCATION  
 PROPRIETARY FUNDS  
 STATEMENT OF NET POSITION  
 AS OF JUNE 30, 2022**

		<u>Food Service</u>
<b>ASSETS</b>		
Cash and Cash Equivalents	\$	510,725
Accounts Receivable - Intergovernmental		185,047
Inventories		<u>26,828</u>
Total Current Assets		<u>722,600</u>
Capital Assets:		
Equipment		814,958
Accumulated Depreciation		<u>(664,428)</u>
Total Capital Assets, Net of Accumulated Depreciation		<u>150,530</u>
Total Assets		<u>873,130</u>
<b>LIABILITIES</b>		
Current Liabilities:		
Accounts Payable		132,488
Unearned Revenues		<u>6,744</u>
Total Liabilities		<u>139,232</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred Commodities Revenues		<u>6,997</u>
Total Liabilities and Deferred Inflows of Resources		<u>146,229</u>
<b>NET POSITION</b>		
Investment in Capital Assets		150,530
Unrestricted		<u>576,371</u>
Total Net Position	\$	<u>726,901</u>

ENGLEWOOD BOARD OF EDUCATION  
 PROPRIETARY FUNDS  
 STATEMENT OF REVENUES, EXPENSES AND  
 CHANGES IN NET POSITION  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Food Service</u>
<b>OPERATING REVENUES</b>	
Local Sources	
Daily Food Sales - Non-Reimbursable programs	\$ 7,013
Total Operating Revenues	7,013
<b>OPERATING EXPENSES</b>	
Salaries and Employee Benefits	803,143
Cost of Sales - Reimbursable programs	1,150,481
Cost of Sales - Non-Reimbursable programs	4,894
Purchased Management Services	100,844
Other Purchased Services	169,883
Supplies and Materials	135,135
Miscellaneous	12,766
Depreciation	43,434
Total Operating Expenses	2,420,580
Operating Income/(Loss)	(2,413,567)
<b>NONOPERATING REVENUES</b>	
State Sources:	
School Lunch Program	40,466
Federal Sources	
School Breakfast Program	412,252
School Lunch Program/Supply Chain	1,796,047
Snack Program	43,476
P-EBT Administrative	6,198
Summer Food Service Program for Children	78,487
Food Distribution Program	110,608
Total Nonoperating Revenues	2,487,534
Change in Net Position	73,967
Fund Balance, Beginning of Year	652,934
Fund Balance, End of Year	\$ 726,901

**ENGLEWOOD BOARD OF EDUCATION  
 PROPRIETARY FUNDS  
 STATEMENT OF CASH FLOWS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Food Service</u>
<b>Cash Flows from Operating Activities</b>	
Cash Received from Customers	\$ 6,681
Cash Payments for Employee Salaries and Benefits	(803,143)
Cash Payments to Suppliers for Goods and Services	<u>(1,356,870)</u>
Net Cash Provided by (Used for) Operating Activities	<u>(2,153,332)</u>
<b>Cash Flows from Noncapital Financing Activities</b>	
Cash Received from State and Federal Sources	<u>2,296,450</u>
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>2,296,450</u>
Net Increase (Decrease) in Cash and Cash Equivalents	143,118
Cash and Cash Equivalents, Beginning of Year	<u>367,607</u>
Cash and Cash Equivalents, End of Year	<u>\$ 510,725</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</b>	
Operating Income (Loss)	<u>\$ (2,413,567)</u>
Adjustments to Reconcile Operating Income (Loss) to Net Cash (Used for) Operating Activities	
Depreciation	43,434
Non-Cash Federal Assistance - Food Distribution Program	110,608
Change in Assets, Liabilities and Deferred Inflows	
(Increase)/Decrease in Inventory	(6,773)
Increase/(Decrease) in Accounts Payable	110,290
Increase/(Decrease) in Unearned Revenue	(332)
(Increase)/Decrease in Other Accounts Receivable	
Increase/(Decrease) in Deferred Commodities Revenue	<u>3,008</u>
Total Adjustments	<u>260,235</u>
Net Cash (Used for) Operating Activities	<u>\$ (2,153,332)</u>
<b>Noncash Investing, Capital and Financing Activities</b>	
Value Received Food Distribution Program	\$ 113,616

**NOTES TO THE FINANCIAL STATEMENTS**

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

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

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

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

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

**B. New Accounting Standards**

During fiscal year 2022, the District adopted the following GASB statements:

- GASB Statement No. 87, *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments’ financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract.
- GASB Statement No. 89, *Accounting for Interest Costs Incurred Before the End of a Construction Period*. The objectives of this Statement is to improve financial reporting by providing users of financial statements with more relevant information about capital assets and the cost of borrowing for a reporting period. The resulting information also will enhance the comparability of information about capital assets and the cost of borrowing for a reporting period for both governmental activities and business-type activities.



ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. New Accounting Standards (Continued)

- GASB Statement No. 92, *Omnibus 2020*. The objective of this Statement is to enhance comparability in the application of accounting and financial reporting requirements and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. This Statement addresses a variety of topics.
- GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – An Amendment of GASB Statements No. 14 and No.84, and a Supersession of GASB Statement No. 32*. The objective of this Statement is to provide more consistent financial reporting of defined contribution pension plans, defined contribution OPEB plans, and other employee benefit plans, while mitigating the costs associated with reporting those plans. The requirements also will enhance the relevance, consistency, and comparability of (1) the information related to Section 457 plans that meet the definition of a pension plan and the benefits provided through those plans and (2) investment information for all Section 457 plans.
- GASB Statement No. 98, *The Annual Comprehensive Financial Report*. This Statement establishes the term *annual comprehensive financial report* and its acronym *ACFR*. That new term and acronym replace instances of *comprehensive annual financial report* and its acronym in generally accepted accounting principles for state and local governments.

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

- GASB Statement No. 96, *Subscription – Based Information Technology Arrangements*, will be effective beginning with the fiscal year ending June 30, 2023. The objective of this Statement will be to improve financial reporting by establishing a definition for subscription-based information technology arrangements (SBITAs) and providing uniform guidance for accounting and financial reporting for transactions that meet that definition. That definition and uniform guidance will result in greater consistency in practice. Establishing the capitalization criteria for implementation costs also will reduce diversity and improve comparability in financial reporting by governments. This Statement also will enhance the relevance and reliability of a government's financial statements by requiring a government to report a subscription asset and subscription liability for a SBITA and to disclose essential information about the arrangement. The disclosures will allow users to understand the scale and important aspects of a government's SBITA activities and evaluate a government's obligations and assets resulting from SBITAs.
- GASB Statement No. 99, *Omnibus 2022*, the section applicable to the District will be effective beginning with the fiscal year ending June 30, 2023. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees.

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

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

- GASB Statement No. 100, *Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62*, will be effective beginning with the fiscal year ending June 30, 2024. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.
- GASB Statement No. 101, *Compensated Absences*, will be effective beginning with the fiscal year ending June 30, 2025. 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. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.

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

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

**District-Wide Financial Statements**

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

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

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

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

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

**Fund Financial Statements**

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

The District reports the following major governmental funds:

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

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

The *capital projects fund* accounts for the proceeds from the sale of bonds, financing agreements and other revenues used for the acquisition or construction of capital facilities and other capital assets, other than those financed by the proprietary funds.

The *debt service fund* accounts for the accumulation of resources that are restricted, committed or assigned for the payment of principal and interest on long-term general obligation debt of governmental funds.

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

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

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

**Reclassifications**

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

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

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

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

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

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

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

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

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

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

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

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

***2. Receivables***

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

**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

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

**3. Inventories**

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

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

**4. Capital Assets**

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

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

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

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

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

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

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

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

**5. *Deferred Outflows/Inflows of Resources (Continued)***

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

**6. *Compensated Absences***

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

**7. *Pensions***

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

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

ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

8. *Financing Agreements*

Capital financing agreements and other financing agreements are financed purchase contracts that transfer ownership of the underlining assets or items (i.e. expendable supplies) to the District by the end of the agreement and do not contain termination options. Capital financing agreements and other financing agreements are recognized as long-term liabilities along with the related capital asset or expenses being financed, respectively, in the district-wide and proprietary fund type financial statements.

In the fund financial statements, capital financing agreements and other financing agreements are recognized as other financing sources at the face amount of the financed purchase contract. Assets and supplies financed under these agreements are reported as capital outlay or current expenditures, respectively.

9. *Long-Term Obligations*

In the district-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Differences resulting from debt refundings are classified as deferred outflows of resources. Bond premiums are deferred and amortized over the life of the bonds using the effective interest method. Differences resulting from debt refundings are also deferred and amortized over the life of the refunded bonds or new bonds whichever is less using the effective interest method. Bonds payable are reported with the unamortized bond premium. Bond issuance costs (other than for prepaid insurance) are treated as an expense.

In the fund financial statements, governmental fund types recognize bond premiums, as well as bond issuance costs, 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. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

10. *Net Position/Fund Balance*

District-Wide Statements

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

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

ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

Governmental Fund Statements

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

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

*Excess Surplus* – This restriction was created in accordance with NJSA 18A:7F-7 to represent the June 30, 2022 audited excess surplus that is required to be appropriated in the 2023/2024 original budget certified for taxes.

*Excess Surplus – Designated for Subsequent Year's Expenditures* - This restriction was created in accordance with NJSA 18A:7F-7 to represent the June 30, 2021 audited excess surplus that was appropriated in the 2022/2023 original budget certified for taxes.

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

*Capital Reserve - Designated for Subsequent Year's Expenditures* – This designation was created to dedicate the portion of capital reserve fund balance appropriated in the adopted 2022/2023 District budget certified for taxes.

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

*Emergency Reserve* – This restriction was created in accordance with NJAC 6A:23A-14.4(A)1 to accumulate funds in accordance with State statute to finance unanticipated general fund expenditures required for a thorough and efficient education. (See Note 2).

*Unemployment Compensation Reserve* – This restriction was created in accordance with R.S. 43:21-7.3 to reserve funds for unemployment compensation claims reimbursable to the State under the District's election for payment in lieu of contributions (benefit reimbursement method). (See Note 4).

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

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



ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

Governmental Fund Statements (Continued)

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

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

*Insurance Recovery Expenditures* – Represents fund balance committed specifically for future expenditures to be funded from available insurance recovery proceeds in the General Fund.

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

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

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

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

11. *Fund Balance Policies*

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

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

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

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

**F. Revenues and Expenditures/Expenses**

**1. *Program Revenues***

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

**2. *Property Taxes***

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

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

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

Tuition Expenditures - Tuition charges for the fiscal years 2020-2021 and 2021-2022 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been certified by the State Department of Education.

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

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

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. Budgetary Information**

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

**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

**A. Budgetary Information (Continued)**

The annual budget is adopted in the spring of the preceding year for the general, special revenue and debt service funds. The District is not required to adopt an annual budget for the capital projects fund. The budget is submitted to the county superintendent for review and approval prior to adoption. Districts that have their school board members elected in November no longer have to submit their budgets that meet levy cap requirements for voter approval beginning with the 2012/2013 budget year. Only a school board decision to exceed the tax levy cap would require voter approval for the additional amount on the November ballot. The Board adopted a resolution to move its annual election to the date of the general elections in accordance with the law; therefore voter approval of the annual budget is not required.

Budget adoptions and amendments are recorded in the District's board minutes. The budget is amended by the Board of Trustees as needed throughout the year. The budget for revenues, other resources, other uses, and fund balances is prepared by fund source and amount. The budget for expenditures is prepared by fund, program, function, object and amount. The legal level of budgetary control is established at the line item account within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. The Board approved several budget transfers during 2021/2022. Also, during 2021/2022 the Board increased the original budget by \$10,876,476. The increase was funded by the additional appropriation of grant awards, student activity revenues, scholarship donations and the reappropriation of prior year general fund encumbrances.

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

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

**B. Excess Expenditures Over Appropriations**

The following is a summary of expenditures in excess of available appropriations. The overexpended appropriations resulted in unfavorable variances.

	<u>Final Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
General Fund			
Preschool Disabilities – Full Time	\$263,171	\$338,783	(\$75,612)

The above variances were offset with other available resources.

**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

**C. Capital Reserve**

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

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

The activity of the capital reserve for the fiscal year ended June 30, 2022 is as follows:

Balance, June 30, 2021		\$ 5,588,002
Increased by:		
Unencumbered Balance on Project Funded by Reserve	\$ 207,059	
Interest Earnings	2,500	
Deposits Approved by Board Resolution	<u>1,800,000</u>	
		<u>2,009,559</u>
		7,597,561
Decreased by:		
Withdrawals Approved in District Budget		<u>(1,188,387)</u>
Balance, June 30, 2022		<u>\$ 6,409,174</u>

The withdrawals from the capital reserve were for use in a department approved facilities project, consistent with the district’s Long Range Facilities Plan. \$1,800,000 of the capital reserve balance at June 30, 2022 was designated and appropriated for use in the 2022/2023 original budget certified for taxes.

**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

**D. Maintenance Reserve**

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

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

The activity of the maintenance reserve for the fiscal year ended June 30, 2022 is as follows:

Balance, June 30, 2021	\$	522,716
Increased by:		
Interest Earnings		<u>2,500</u>
Balance, June 30, 2022	\$	<u>525,216</u>

The June 30, 2022 comprehensive maintenance plan indicated a maximum maintenance reserve amount of \$3,488,800.

**E. Emergency Reserve**

An emergency reserve account was established by the District. The accumulation of funds will be used to finance unanticipated General Fund current expenditures required for a thorough and efficient education in subsequent fiscal years.

Funds placed in the emergency reserve are restricted to finance reasonably unforeseeable costs and shall not include additional costs due to poor planning. A District may appropriate funds into the emergency reserve in the annual General Fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line item appropriation amounts or both. Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of four percent or the withdrawal is included in the original budget certified for taxes to finance school security improvements to school facilities pursuant to 18A:7G-6(c)1. Pursuant to NJAC 6A:23A-14.4(A), the balance in the reserve cannot at any time exceed the greater of \$250,000 or one percent of the school district’s General Fund budget as certified for taxes up to a maximum of \$1,000,000.

**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

**E. Emergency Reserve (Continued)**

The activity of the emergency reserve for the fiscal year ended June 30, 2022 is as follows:

Balance, June 30, 2021	\$ 702,770
Increased by:	
Deposits Approved by Board Resolution	<u>167,138</u>
	869,908
Decreased by:	
Withdrawal Approved in District Budget	<u>(150,000)</u>
Balance, June 30, 2022	<u>\$ 719,908</u>

**F. Calculation of Excess Surplus**

In accordance with N.J.S.A. 18A:7F-7, as amended, the restricted fund balance for 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 restrict General Fund fund balance in excess of 4% of budget expenditures at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The excess fund balance at June 30, 2022 is \$4,585,369. Of this amount, \$2,727,412 was designated and appropriated in the 2022/2023 original budget certified for taxes and the remaining amount of \$1,857,957 will be appropriated in the 2023/2024 original budget certified for taxes.

**NOTE 3 DETAILED NOTES ON ALL FUNDS**

**A. Cash Deposits and Investments**

**Cash Deposits**

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

**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

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

**Cash Deposits (Continued)**

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to \$250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At June 30, 2022, the book value of the Board's deposits were \$17,742,076 and bank and brokerage firm balances of the Board's deposits amounted to \$22,370,110. The Board's deposits which are displayed on the various fund balance sheets as "cash and cash equivalents" are categorized as:

**Depository Account**

Insured	\$ 21,907,365
Uninsured and Collateralized	<u>462,745</u>
	<u>\$ 22,370,110</u>

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Board does not have a policy for custodial credit risk. As of June 30, 2022 the Board's bank balance of \$462,745 was exposed to custodial credit risk as follows:

**Depository Account**

Uninsured and Collateralized	
Collateral held by pledging financial institution's trust department but not in the Board's name	<u>\$ 462,745</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; any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor; bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located; Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law," (C.40A:5A-1 et seq.); Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by school districts; Local Government investment pools; deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); and agreements for the repurchase of fully collateralized securities, if transacted in accordance with the above statute.

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

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

**B. Receivables**

Receivables as of June 30, 2022 for the district’s individual major funds, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Food Service</u>	<u>Total</u>
Receivables:					
Intergovernmental:					
Local	\$ 202,320	\$ 3,100			\$ 205,420
State	323,045	83,749	\$ 156,024	\$ 3,277	566,095
Federal	40,352	5,466,225		181,770	5,688,347
Other Accounts	<u>916,731</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>916,731</u>
Gross Receivables	1,482,448	5,553,074	156,024	185,047	7,376,593
Less: Allowance for Uncollectibles	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Total Receivables	<u>\$ 1,482,448</u>	<u>\$ 5,553,074</u>	<u>\$ 156,024</u>	<u>\$ 185,047</u>	<u>\$ 7,376,593</u>

**C. Unearned Revenue**

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

	<u>Unearned</u>
Special Revenue Fund	
Unencumbered grant draw downs	\$ 531,903
Grant Drawdowns Reserved for Encumbrances	<u>3,373,817</u>
Total Unearned Revenue for Governmental Funds	<u>\$ 3,905,720</u>



**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

**D. Capital Assets**

Capital asset activity for the fiscal year ended June 30, 2022 was as follows:

	Balance, <u>July 1, 2021</u>	<u>Increases</u>	Decreases Impaired Assets	Balance, <u>June 30, 2022</u>
<b>Governmental Activities:</b>				
Capital Assets, Not Being Depreciated:				
Land	\$ 513,200			\$ 513,200
Construction in Progress	<u>116,786</u>	<u>\$ 651,033</u>	<u>-</u>	<u>767,819</u>
Total Capital Assets, Not Being Depreciated	<u>629,986</u>	<u>651,033</u>	<u>-</u>	<u>1,281,019</u>
Capital assets, Being Depreciated:				
Land Improvements	4,018,395	73,050	\$ (1,109,835)	2,981,610
Buildings and Building Improvements	87,617,192	363,023		87,980,215
Machinery and Equipment	<u>6,599,000</u>	<u>653,502</u>	<u>-</u>	<u>7,252,502</u>
Total Capital Assets Being Depreciated	<u>98,234,587</u>	<u>1,089,575</u>	<u>(1,109,835)</u>	<u>98,214,327</u>
Less Accumulated Depreciation for:				
Land Improvements	(2,455,026)	(103,003)	665,904	(1,892,125)
Building and Building Improvements	(31,930,316)	(1,973,392)		(33,903,708)
Machinery and Equipment	<u>(5,725,506)</u>	<u>(326,743)</u>	<u>-</u>	<u>(6,052,249)</u>
Total Accumulated Depreciation	<u>(40,110,848)</u>	<u>(2,403,138)</u>	<u>665,904</u>	<u>(41,848,082)</u>
Total Capital Assets, Being Depreciated, Net	<u>58,123,739</u>	<u>(1,313,563)</u>	<u>(443,931)</u>	<u>56,366,245</u>
Government Activities Capital Assets, Net	<u>\$ 58,753,725</u>	<u>\$ (662,530)</u>	<u>\$ (443,931)</u>	<u>\$ 57,647,264</u>
<b>Business-Type Activities:</b>				
Capital Assets, Being Depreciated:				
Machinery and Equipment	\$ 814,958	-	-	\$ 814,958
Total Capital Assets Being Depreciated	<u>814,958</u>	<u>-</u>	<u>-</u>	<u>814,958</u>
Less Accumulated Depreciation for:				
Machinery and Equipment	<u>(620,994)</u>	<u>\$ (43,434)</u>	<u>-</u>	<u>(664,428)</u>
Total Accumulated Depreciation	<u>(620,994)</u>	<u>(43,434)</u>	<u>-</u>	<u>(664,428)</u>
Business-Type Activities Capital Assets, Net	<u>\$ 193,964</u>	<u>\$ (43,434)</u>	<u>\$ -</u>	<u>\$ 150,530</u>

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

**D. Capital Assets (Continued)**

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

<b>Governmental activities:</b>	
Instruction	
Regular	\$ 169,066
Total Instruction	<u>169,066</u>
Support Services	
Student and Instruction Related Services	4,718
School Administration	88,286
Plant Operations and Maintenance	2,103,037
Student Transportation	<u>38,031</u>
Total Support Services	<u>2,234,072</u>
Total Governmental Activities	<u>\$ 2,403,138</u>
<b>Business-Type Activities:</b>	
Food Service Fund	\$ 43,434
Total Depreciation Expense-Business-Type Activities	<u>\$ 43,434</u>

**Construction and Other Significant Commitments**

The District has the following active construction projects as of June 30, 2022:

<u>Project</u>	<u>Remaining Commitment</u>
Gymnasium Air Conditioning Project (General Fund)	\$ 238,553
Gymnasium Air Conditioning Project (Special Revenue Fund)	2,519,423
Repair of Track, Turf Field, Tennis Courts (General Fund)	970,621
High School - North Building Roof Replacement (General Fund)	<u>1,268,796</u>
	<u>\$ 4,997,393</u>

**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

**D. Capital Assets (Continued)**

**Asset Impairment and Insurance Proceeds**

**Storm Damage – Impairment and Contents Losses**

The recording of the asset impairment to Hurricane Ida damaged assets was determined in accordance with GASB No. 42, *Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Proceeds*. The impairments to the District’s assets is summarized as follows:

Net Impairment and Contents Damage Expense	<u>\$ 443,931</u>
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**Insurance Proceeds**

The District had insurance policies in effect at the time of the hurricane for comprehensive property damage (including flood), and other coverages. As of June 30, 2022, the insurers have remitted \$3,672,718. A receivable has been established for the remaining balance of \$720,957. These funds are recorded as other financing sources in the General Fund as of June 30, 2022. A portion of these funds have been committed by the District to be used for the replacement of the turf field destroyed by the hurricane damage. As of June 30, 2022, \$970,621 of the proceeds are unspent and have been reported as Committed Fund Balance as the District has constrained these funds to be used to replace the items specified in the insurance claim.

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

The composition of interfund balances as of June 30, 2022, is as follows:

**Due To/From Other Funds**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Special Revenue Fund	\$ 684,887
General Fund	Capital Projects Fund	<u>156,024</u>
		<u>\$ 840,911</u>

The above balances are to cover cash balances which were in an overdraft position.

**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

**E. Interfund Receivables, Payables, and Transfers (Continued)**

**Interfund Transfers**

	Transfer In:		Total
	Special Revenue Fund	Debt Service Fund	
Transfer Out:			
General Fund	\$ 247,158		\$ 247,158
Capital Projects Fund	-	\$ 228,450	228,450
Total	\$ 247,158	\$ 228,450	475,608

The above transfers are the result of revenues earned or available in one fund to finance expenditures in another fund.

**F. Financing Agreements**

**Capital Financing Agreements**

The District entered into the following agreements to finance the construction of major capital facilities and other capital assets under capital financing agreements. The repayments under these financing agreements are subject to the annual appropriation of funds in the District’s approved budget.

Capital financing agreements at June 30, 2022 are comprised of the following:

\$416,833, fiscal year 2019 Agreement for the acquisition of copiers for a term of 5 years due in annual principal installments of \$30,863 to \$89,807 through September 30, 2023 interest at 0.38%	\$ 120,670
\$12,268, fiscal year 2022 Agreement for the acquisition of a copier for a term of 5 years due in annual principal installments of \$1,786 to \$2,743 through August, 2027 interest at 3.13%	12,268
Total	\$ 132,938

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

**F. Financing Agreements (Continued)**

**Other Financing Agreements**

The District entered into the following agreement to finance the purchase of certain equipment that does not meet the threshold of a capital asset and therefore are classified as expendable supplies. The repayments under this financing agreement is subject to the annual appropriation of funds in the District’s approved budget.

Other financing agreements at June 30, 2022 are comprised of the following:

\$3,643,491, Fiscal year 2018 Agreement for the purchase of computers for a term of 5 years due in an annual principal installment of \$583,698 through July, 2022. \$ 583,698

The maturity schedule of the remaining capital and other financing agreement payments for principal and interest is as follows:

**Governmental Activities:**

Fiscal Year Ending <u>June 30,</u>	<u>Capital Agreements</u>		<u>Other Agreements</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>		
2023	\$ 91,593	\$ 4,277	\$ 583,698	\$	679,568
2024	33,135	894			34,029
2025	2,418	450			2,868
2026	2,575	292			2,867
2027	2,743	125			2,868
2028	<u>474</u>	<u>4</u>	<u>-</u>		<u>478</u>
Total	<u>\$ 132,938</u>	<u>\$ 6,042</u>	<u>\$ 583,698</u>	<u>\$</u>	<u>722,678</u>

**G. Long-Term Debt**

**General Obligation Bonds**

The Board issued general obligation bonds to provide funds for the acquisition and construction of major capital facilities and other capital assets or other purposes permitted by statute. The full faith and credit of the Board are irrevocably pledged for the payment of the principal of the bonds and the interest thereon.

**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

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

Bonds payable at June 30, 2022 are comprised of the following issues:

\$14,970,000, 2013 Bonds, due in annual installments of \$1,705,000 to \$1,765,000 through April 2024, interest at 2.13% to 4.00% \$3,470,000

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

**Governmental Activities:**

Year Ending <u>June 30,</u>	<u>Serial Bonds</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2023	\$ 1,705,000	\$ 110,156	\$ 1,815,156
2024	<u>1,765,000</u>	<u>52,925</u>	<u>1,817,925</u>
	<u>\$ 3,470,000</u>	<u>\$ 163,081</u>	<u>\$ 3,633,081</u>

**Statutory Borrowing Power**

The Board's remaining borrowing power under N.J.S. 18A:24-19, as amended, at June 30, 2022 was as follows:

4% of Equalized Valuation Basis (Municipal)	\$ 210,640,501
Less: Net Debt Issued	<u>3,470,000</u>
Remaining Borrowing Power	<u>\$ 207,170,501</u>

ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)

H. Other Long-Term Liabilities

Changes in Long-Term Liabilities

Long-term liability activity for the fiscal year ended June 30, 2022, was as follows:

	Balance, <u>July 1, 2021</u>	<u>Additions</u>	<u>Deletions</u>	Balance, <u>June 30, 2022</u>	Due Within <u>One Year</u>
<b>Governmental activities:</b>					
Serial Bonds	\$ 5,095,000		\$ 1,625,000	\$ 3,470,000	\$ 1,705,000
Deferred Amounts					
Add: Original Issue Premium	<u>237,881</u>	<u>-</u>	<u>107,461</u>	<u>130,420</u>	<u>-</u>
Total Bonds Payable	5,332,881	-	1,732,461	3,600,420	1,705,000
Capital Financing Agreements	379,050	\$ 12,268	258,380	132,938	91,593
Other Financing Agreements	1,212,525		628,827	583,698	583,698
Compensated Absences	1,622,236		163,320	1,458,916	
Net Pension Liability	<u>3,938,788</u>	<u>-</u>	<u>877,020</u>	<u>3,061,768</u>	<u>-</u>
Governmental activity Long-term liabilities	<u>\$ 12,485,480</u>	<u>\$ 12,268</u>	<u>\$ 3,660,008</u>	<u>\$ 8,837,740</u>	<u>\$ 2,380,291</u>

For the governmental activities, the liabilities for capital and other financing agreements, compensated absences, and net pension liability are generally liquidated by the general fund.

NOTE 4 OTHER INFORMATION

A. Risk Management

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

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

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

**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 4 OTHER INFORMATION (Continued)**

**A. Risk Management (Continued)**

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

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

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, interest earnings, reimbursements to the State for benefits paid and the ending balance of the District's restricted fund balance for unemployment compensation claims in the General Fund for the current and previous two years:

Fiscal Year Ended <u>June 30,</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2022	\$ 32,871	\$ 2,687	\$ 123,812
2021	14,694	14,694	123,812
2020	31,591	138,896	123,812

**B. Contingent Liabilities**

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

**Pending Litigation** - There are four (4) pending cases (three in one consolidated matter) of sexual abuse committed by three former teachers in which the alleged abuse occurred between the years of 1966 and 1974. The complaints allege that the District was negligent in its hiring, retention, supervision and/or control of its teachers and the District failed to have proper policies and procedures in place to detect and/or prevent the alleged sexual abuse. Discovery in all of the complaints is scheduled to end by June 2023. In the opinion of the Board attorney the range of potential losses for such cases is generally between \$250,000 and \$750,000.

**Pending Litigation** - The District is a defendant in four (4) special education lawsuits. The District has directed that the matters not be settled and the District is moving forward with the filing of motions and scheduled hearings. In the event of unfavorable outcomes, in the opinion of the Board attorney the costs to the District for tuition and attorney's fees may potentially exceed \$240,000 to \$300,000 in each case.

**Federal and State Awards** – The Board participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Board may be required to reimburse the grantor government. As of June 30, 2022, significant amounts of grant expenditures have not been audited by the various grantor agencies but the Board believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.



**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 4 OTHER INFORMATION (Continued)**

**C. Federal Arbitrage Regulations**

The District is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. At June 30, 2022, the District has not estimated its arbitrage earnings due to the IRS, if any.

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

**Plan Descriptions and Benefits Provided**

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

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

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

The following represents the membership tiers for PERS:

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

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

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

**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

The following represent the membership tiers for TPAF:

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

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

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

**Defined Contribution Retirement Program (DCRP)** – established under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2008 to provide coverage to elected and certain appointed officials, effective July 1, 2007 and employees enrolled in PERS or TPAF on or after July 1, 2007 who earn in excess of established annual maximum compensation limits (equivalent to annual maximum wage for social security deductions). This provision was extended by Chapter 1, P.L. 2010, effective May 21, 2010, to new employees (Tier 2) of the PFRS and new employees who would otherwise be eligible to participate in PERS or TPAF on or after November 2, 2008 and do not earn the minimum salary required for tier 3 enrollment or do not work the minimum required hours for tier 4 and tier 5 enrollments but earn a base salary of at least \$5,000 are eligible for participation in the DCRP. Membership is mandatory for such individuals with vesting occurring after one (1) year of membership. DCRP is a defined contribution pension plan.

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 4 OTHER INFORMATION (Continued)**

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

**Other Pension Funds**

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

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

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

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

**Plan Amendments**

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

**Measurement Focus and Basis of Accounting**

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

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

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 4 OTHER INFORMATION (Continued)**

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

**Investment Valuation**

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

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

**Collective Net Pension Liability**

The collective net pension liability of the participating employers for local PERS at June 30, 2021 is \$12.0 billion and the plan fiduciary net position as a percentage of the total pension liability is 70.33%. The collective net pension liability of the State funded TPAF at June 30, 2021 is \$48.2 billion and the plan fiduciary net position as a percentage of total pension liability is 35.52%.

The total pension liabilities were determined based on actuarial valuations as of July 1, 2020 which were rolled forward to June 30, 2021.

**Actuarial Methods and Assumptions**

In the July 1, 2020 PERS and TPAF actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The pension systems selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 68. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

**Employer and Employee Pension Contributions**

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan members and employer contributions may be amended by State of New Jersey legislation with the amount of contributions by the State of New Jersey contingent upon the Annual Appropriations Act. As defined, the retirement systems require employee contributions based on 7.50% for PERS, 7.50% for TPAF and 5.50% for DCRP of the employee's annual compensation for fiscal year 2022.

PERS employers' and TPAF State's nonemployer contributions are based on actuarially determined amounts, which include the normal cost and unfunded accrued liability. For the fiscal year ended June 30, 2022 for TPAF, which is a cost sharing multiple employer defined benefit pension plan with a special funding situation, the State's annual pension contribution was less than the actuarial determined amount. For local PERS, which is a cost sharing multiple employer defined benefit pension plan, the annual pension contributions were equal to the actuarial determined amounts. TPAF nonemployer contributions are made annually by the State of New Jersey to the pension system on behalf of the Board. PERS employer contributions are made annually by the Board to the pension system in accordance with Chapter 114, P.L. 1997. In the DCRP, which is a defined contribution plan, member contributions are matched by a 3% employer contribution. All PERS and DCRP contributions made by the Board for fiscal years 2022, 2021 and 2020 were equal to the required contributions.

**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

During the fiscal years ended June 30, 2022, 2021 and 2020 the Board was required to contribute for PERS and DCRP and the State of New Jersey, as a nonemployer contributing entity, contributed for TPAF, respectively for normal cost pension and unfunded accrued liability contributions (including non-contributory group life insurance (NCGI)) the following amounts:

Year Ended <u>June 30,</u>	<u>PERS</u>	On-Behalf <u>TPAF</u>	<u>DCRP</u>
2022	\$ 302,679	\$ 9,419,317	\$ 2,287
2021	264,226	6,884,728	3,086
2020	262,105	5,562,316	4,834

In addition for fiscal years 2022, 2021 and 2020 the District contributed \$-0-, \$-0- and \$1,168, respectively for PERS and the State contributed \$3,185, \$4,048 and \$5,568, respectively for TPAF for Long Term Disability Insurance Premium (LTDI).

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

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$2,003,619 during the fiscal year ended June 30, 2022 for the employer’s share of social security contributions for TPAF members as calculated on their base salaries. This amount has been recognized in the district-wide financial statements (accrual basis) and the governmental fund financial statements (modified accrual basis) as both a revenue and expense/expenditure in accordance with GASB No. 85.

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

**Public Employees Retirement System (PERS)**

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, (GASB No. 68) requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense. The employer allocation percentages presented are based on the ratio of the contributions as an individual employer to total contributions to the PERS during the measurement period July 1, 2020 through June 30, 2021. Employer allocation percentages have been rounded for presentation purposes.

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

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages are presented for each group. The allocation percentages for each group as of June 30, 2021 are based on the ratio of each employer's contribution to total employer contributions of the group for the fiscal year ended June 30, 2021.

At June 30, 2022, the District reported in the statement of net position (accrual basis) a liability of \$3,061,768 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2021 and was determined by an actuarial valuation as of July 1, 2020. The District's proportionate share of the net pension liability was based on the ratio of the District's share of contributions to the pension plan relative to the total contributions of all participating governmental entities, for the year ended June 30, 2021. At June 30, 2021, the District's proportionate share was .02585 percent, which was an increase of .0017 percent from its proportionate share measured as of June 30, 2020 of .02415 percent.

For the fiscal year ended June 30, 2022, the District recognized in the district-wide statement of activities (accrual basis) pension benefit of \$697,062 for PERS. The pension contribution made by the District during the current 2021/2022 fiscal year is the contribution that is applied to the net pension liability reported at the end of the current fiscal year of June 30, 2022 with a measurement date of the prior fiscal year end of June 30, 2021. Since the State of New Jersey applies the current year pension contribution towards the calculation of the net pension liability reported at the end of the current fiscal year, which has a measurement date of the preceding fiscal year end, there is no deferred outflows of resources reported as of June 30, 2022 for contributions made subsequent to the measurement date. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to PERS pension from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Difference Between Expected and Actual Experience	\$ 48,288	\$ 21,919
Changes of Assumptions	15,946	1,090,009
Net Difference Between Projected and Actual Earnings on Pension Plan Investments		806,550
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	<u>307,753</u>	<u>888,309</u>
Total	<u>\$ 371,987</u>	<u>\$ 2,806,787</u>

**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

At June 30, 2022, the amounts reported as deferred outflows of resources and deferred inflows of resources related to PERS pension will be recognized in pension expense/(benefit) as follows:

Year Ending <u>June 30,</u>	<u>Total</u>
2023	\$ (595,888)
2024	(595,888)
2025	(595,888)
2026	(595,886)
2027	(51,250)
Thereafter	<u>-</u>
	<u>\$ (2,434,800)</u>

***Actuarial Assumptions***

The District's 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 actuarial assumptions, applied to all periods in the measurement.

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

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

***Mortality Rates***

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 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.

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

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the PERS's target asset allocation as of June 30, 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%
US Equity	27.00%	8.09%
Non-US Developed Markets Equity	13.50%	8.71%
Emerging Markets Equity	5.50%	10.96%
High Yield	2.00%	3.75%
Real Assets	3.00%	7.40%
Private Credit	8.00%	7.60%
Real Estate	8.00%	9.15%
Private Equity	13.00%	11.30%



**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

*Discount Rate*

The discount rate used to measure the total pension liability for PERS 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 in determining the total pension liability.

*Sensitivity of Net Pension Liability*

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

	<b>1% Decrease <u>6.00%</u></b>	<b>Current Discount Rate <u>7.00%</u></b>	<b>1% Increase <u>8.00%</u></b>
District's Proportionate Share of the PERS Net Pension Liability	\$ <u>4,169,507</u>	\$ <u>3,061,768</u>	\$ <u>2,121,694</u>

The sensitivity analysis was based on the proportionate share of the District's net pension liability as of the measurement date of June 30, 2021. A sensitivity analysis specific to the District's net pension liability at June 30, 2021 was not provided by the pension system.

*Pension Plan Fiduciary Net Position*

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

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
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**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

GASB No. 68, requires participating employers in TPAF to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense. The non-employer allocation percentages presented are based on the ratio of the State's contributions made as an employee and non-employer adjusted for unpaid early retirement incentives to total contributions to TPAF during the measurement period July 1, 2020 through June 30, 2021. Non-employer allocation percentages have been rounded for presentation purposes.

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and non-employer contributions by the State. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. For the fiscal year ended June 30, 2021, the State's pension contribution was less than the actuarial determined amount.

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

For the fiscal year ended June 30, 2022, the District recognized in the district-wide statement of activities (accrual basis) pension expense of \$2,629,211 for TPAF. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2022 the State's proportionate share of the net pension liability attributable to the District is \$111,736,599. The net pension liability was measured as of June 30, 2021 and was determined by an actuarial valuation as of July 1, 2020. The nonemployer allocation percentages are based on the ratio of the State's contributions made as a nonemployer attributable to the District adjusted for unpaid early retirement incentives relative to total contributions to TPAF during the year ended June 30, 2021. At June 30, 2021, the State's share of the net pension liability attributable to the District was .23242 percent, which was a decrease of .01671 percent from its proportionate share measured as of June 30, 2020 of .24913 percent.

**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

**Actuarial Assumptions**

The total pension liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

	<u>TPAF</u>
Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	1.55-4.55%
	Based on Years of Service
Thereafter	2.75%-5.65%
	Based on Years of Service
Investment Rate of Return	7.00%

***Mortality Rates***

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

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
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**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

**Long-Term Expected Rate of Return**

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the TPAF's target asset allocation as of June 30, 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%
US Equity	27.00%	8.09%
Non-US Developed Markets Equity	13.50%	8.71%
Emerging Markets Equity	5.50%	10.96%
High Yield	2.00%	3.75%
Real Assets	3.00%	7.40%
Private Credit	8.00%	7.60%
Real Estate	8.00%	9.15%
Private Equity	13.00%	11.30%

***Discount Rate***

The discount rate used to measure the total pension liability for TPAF 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 will be based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make 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 in determining the total pension liability.

**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

***Sensitivity of Net Pension Liability***

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

	<b>1% Decrease (6.00%)</b>	<b>Current Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
State's Proportionate Share of the TPAF Net Pension Liability Attributable to the District	<u>\$ 132,203,061</u>	<u>\$ 111,736,599</u>	<u>\$ 94,546,057</u>

The sensitivity analysis was based on the State’s proportionate share of the net pension liability attributable to the District as of the measurement date of June 30, 2021. A sensitivity analysis specific to the State’s proportionate share of the net pension liability attributable to the District at June 30, 2021 was not provided by the pension system.

***Pension Plan Fiduciary Net Position***

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

**E. Post-Retirement Medical Benefits**

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

As a result of implementing GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans*, the post-retirement health benefit program plan is reported in a Custodial Fund in the New Jersey Annual Comprehensive Financial Report for the fiscal year ended June 30, 2021. In addition, the plan is administered on a pay-as-you-go basis. Therefore, the plan has no assets accumulated in a qualified trust. In accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pension* (GASB No. 75), the plan is classified as a multiple-employer defined benefit OPEB plan with a special funding situation that is not administered through a trust that meets the criteria in paragraph 4 of GASB No. 75.

**Plan Description and Benefits Provided**

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

**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

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

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

**Plan Membership**

Membership of the defined benefit OPEB plan consisted of the following at June 30, 2020:

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

**Measurement Focus and Basis of Accounting**

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

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

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 4 OTHER INFORMATION (Continued)**

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

**Investment Valuation**

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

**Collective Net OPEB Liability**

The collective net OPEB liability of the State, as the non-employer contributing entity, of the plan at June 30, 2021 is \$60.0 billion, and the plan fiduciary net position as a percentage of the total OPEB liability is zero percent.

The total OPEB liabilities were determined based on actuarial valuations as of June 30, 2020 which were rolled forward to June 30, 2021.

**Actuarial Methods and Assumptions**

In the June 30, 2020 OPEB actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The Plan selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 75. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

**Post-Retirement Medical Benefits Contributions**

The funding policy of the OPEB plan is pay as you go basis; therefore, there is no prefunding of the liability. Contributions to pay for the health benefit premiums of participating employees in the OPEB plan are made by the State, as a non-employer contributing entity, under a special funding situation in accordance with State statutes as previously disclosed. The State as a non-employer contributing entity made contributions of \$1.23 billion to the OPEB plan in fiscal year 2021.

The State sets the contribution rate based on a pay as you go basis rather than the actuarial determined contribution an amount actuarially determined in accordance with the parameters of GASB Statement 75. The actuarial determined contribution represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and any unfunded actuarial liabilities (or funding excess) of the plan using a systematic and rational method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with OPEB through the Plan. The State's contributions, as a nonemployer contributing entity, to the State Health Benefits Program Fund – Local Education Retired Employees Plan for retirees' post-retirement benefits on behalf of the School District for the fiscal years ended June 30, 2022, 2021 and 2020 were \$2,200,733, \$2,157,566 and \$2,063,517, respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund – Local Education Retired Employees Plan for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey. The on-behalf OPEB contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB No. 85.

**ENGLEWOOD BOARD OF EDUCATION  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

GASB Statement No. 75 requires participating employers in the State Health Benefit Program Fund – Local Education Retired Employees Plan to recognize their proportionate share of the collective OPEB liability, collective deferred outflows of resources, collective deferred inflows of resources and collective OPEB expense. The nonemployer allocation percentages presented are based on the ratio of the State’s contributions made as a nonemployer toward the actuarially determined contribution amount to total contributions to the plan during the measurement period July 1, 2020 through June 30, 2021. Nonemployer allocation percentages have been rounded for presentation purposes.

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

For the fiscal year ended June 30, 2022, the District recognized in the district-wide statement of activities (accrual basis) OPEB expense of \$5,593,069. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2022 the State’s proportionate share of the OPEB liability attributable to the District is \$96,394,510. The nonemployer allocation percentages are based on the ratio of the State’s proportionate share of the OPEB liability attributable to the District at June 30, 2021 to the total OPEB liability of the State Health Benefit Program Fund – Local Education Retired Employees Plan at June 30, 2021. At June 30, 2021, the state’s share of the OPEB liability attributable to the District was .14215 percent, which was a decrease of .07761 percent from its proportionate share measured as of June 30, 2020 of .16454 percent.

**Actuarial Assumptions**

The OPEB liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of June 30, 2020, which was rolled forward to June 30, 2021. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate	2.50%	
Salary Increases*	<u>PERS</u>	<u>TPAF</u>
Initial Fiscal Year Applied Through	2026	2026
Rate	2.00% to 6.00%	1.55% to 4.45%
Rate Thereafter	3.00% to 7.00%	2.75% to 5.65%

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



**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

Preretirement mortality rates were based on the Pub-2010 Health “Teachers” (TPAF) and “General” (PERS) 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 “General” (PERS) and “Teachers” (TPAF) 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, 2020 valuation were based on the results of the TPAF and PERS actuarial experience studies for the period July 1, 2015 to June 30, 2018 and July 1, 2014 to June 30, 2018, respectively.

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

**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 Advantage trend 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%

**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.

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

**Changes in the Total OPEB Liability**

The change in the State’s proportionate share of the OPEB liability attributable to the District for the fiscal year ended June 30, 2022 (measurement date June 30, 2021) is as follows:

	Total OPEB Liability (State Share 100%)
Balance, June 30, 2020 Measurement Date	\$ <u>111,574,940</u>
Changes Recognized for the Fiscal Year:	
Service Cost	5,821,568
Interest on the Total OPEB Liability	2,500,575
Changes of Benefit Terms	(102,600)
Differences Between Expected and Actual Experience	(21,589,248)
Changes of Assumptions	95,101
Gross Benefit Payments	(1,969,753)
Contributions from the Member	<u>63,927</u>
<b>Net Changes</b>	<b>\$ <u>(15,180,430)</u></b>
Balance, June 30, 2021 Measurement Date	\$ <u><u>96,394,510</u></u>

Changes of assumptions and other inputs reflect a change in the discount rate from 2.21% in 2020 to 2.16% in 2021.

The change in the total OPEB liability was based on the State’s proportionate share of the OPEB liability attributable to the District at June 30, 2021.

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 4 OTHER INFORMATION (Continued)**

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

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

**Sensitivity of OPEB Liability**

*Sensitivity of the total OPEB liability to changes in the discount rate.* The following presents the State's proportionate share of the OPEB liability attributable to the District calculated using the discount rate of 2.16%; as well as what the State's proportionate share of the OPEB liability attributable to the District that would be if it were calculated using a discount rate that is 1-percentage-point lower (1.16 percent) or 1-percentage-point higher (3.16 percent) than the current rate:

	<b>1% Decrease <u>(1.16%)</u></b>	<b>Current Discount Rate <u>(2.16%)</u></b>	<b>1% Increase <u>(3.16%)</u></b>
State's Proportionate Share of the OPEB Liability Attributable to the District	<u>\$ 115,465,490</u>	<u>\$ 96,394,510</u>	<u>\$ 81,377,258</u>

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

	<b>1% Decrease</b>	<b>Healthcare Cost Trend Rates</b>	<b>1% Increase</b>
State's Proportionate Share of the OPEB Liability Attributable to the District	<u>\$ 78,031,669</u>	<u>\$ 96,394,510</u>	<u>\$ 121,054,448</u>

The sensitivity analyses were based on the State's proportionate share of the OPEB liability attributable to the District at June 30, 2021. Sensitivity analyses specific to the State's proportionate share of the OPEB liability attributable to the District at June 30, 2021 were not provided by the pension system.

**F. Tax Abatements**

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

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

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 5 INFECTIOUS DISEASE OUTBREAK – COVID-19 RECENT DEVELOPMENTS**

The outbreak of COVID-19, a respiratory disease caused by a new strain of coronavirus, has been characterized as a pandemic (the “Pandemic”) by the World Health Organization and has been affecting many parts of the world, including the United States and the State of New Jersey. On January 31, 2020, the Secretary of the United States Health and Human Services Department declared a public health emergency for the United States and on March 13, 2020, the President of the United States declared the outbreak of COVID-19 in the United States a national emergency. Subsequently, the President’s Coronavirus Guidelines for America and the United States Centers for Disease Control and Prevention called upon Americans to take actions to slow the spread of COVID-19 in the United States. As governments monitor the outbreaks, they have taken various steps to control them through requiring social distancing, masks and business closures and limited openings. As the virus appears to be under control in many areas, many of these restrictions have been lifted although the situation is monitored, sometimes restrictions are reinstated. Several vaccines have been developed and have been administered. Mutant variants have emerged in various places around the world and now are prevalent in the United States. Certain workers are being required to be vaccinated. Companies have developed booster shots, and current vaccines have proven substantially effective against all currently know variants. New treatments are also being developed to avert the worst outcomes. The assessment of the impact of the virus and the ability to control it and its mutant strains is ongoing.

In the State, Governor Phil Murphy has issued multiple Executive Orders since March 16, 2020 including but not limited to aggressive social distancing measures, restrictions on local elections, restrictions on foreclosure and evictions, suspension of all elective surgeries, closing of schools and child care centers, the commandeering of property such as medical supplies, the cessation of all non-essential construction projects, extending insurance premium grace periods, the temporary reprieve to certain at-risk inmates and the extension of the permitted statutory grace period from May 11, 2020 to June 1, 2020 for quarterly property taxes due May 1, 2020. On June 4, 2021, the Governor signed legislation enabling the end of the public health emergency and keeping certain executive orders in place until January 1, 2022, though such executive orders may be modified or rescinded prior to that day by the Governor. The Board expects ongoing actions be taken by State, federal and local governments and private entities to mitigate the spread and impacts of COVID-19. The Pandemic has negatively affected travel, commerce, and financial markets globally, and may continue to negatively affect economic growth and financial markets worldwide. These negative impacts could reduce or negatively affect property values within the School District.

Since the pandemic began, the federal government had enacted rescue legislation to address the pandemic and alleviate its economic and health effects, including significant support for education. The legislation includes various forms of financial relief including direct stimulus payments and various other forms of economic relief, including extended unemployment benefits, continued eviction and foreclosure moratoriums, an increase in the child tax credit, an increase in food and housing aid, assistance grants to restaurants and bars, and other small business grants and loans. The Plan provides funding for state and local governments to offset costs to safely reopen schools during the COVID-19 pandemic and to subsidize COVID-19 testing and vaccination programs. Federal aid for public education has been provided under three 5 separate laws: The Coronavirus Aid, Relief, and Economic Security Act in March 2020 (CARES Act), and the Coronavirus Response and Relief Supplemental Appropriations Act in December 2020 (CRRSA) and the American Rescue Plan Act in March 2021 (ARP). The Elementary and Secondary School Emergency Relief (ESSER) Fund is the main source of funding for public elementary and secondary education under each law. The School District has been awarded up to \$10,328,387 to address certain expenses incurred as a result of the pandemic. Because of the evolving nature of the outbreak and federal, state and local responses, the Board cannot predict how the outbreak will impact the financial condition or operations of the Board, or if there will be any impact on the assessed values of property within the School District or deferral of tax payments to municipalities. The School District cannot predict costs associated with this or any other potential infectious disease outbreak including whether there will be any reduction in State funding or an increase in operational costs incurred to clean, sanitize and maintain its facilities either before or after an outbreak of an infectious disease. To date the School District has not been materially and adversely affected financially due to the virus.

**REQUIRED SUPPLEMENTARY INFORMATION - PART II**  
**BUDGETARY COMPARISON SCHEDULES**

**ENGLEWOOD BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Original Budget	Adjustments	Final Budget	Actual	Variance Final To Actual
<b>REVENUES</b>					
Local Sources					
Local Tax Levy	\$ 57,108,626		\$ 57,108,626	\$ 57,108,626	
Tuition from Other LEA's Within State	800,000		800,000	617,132	\$ (182,868)
Transportation Fees from Other LEA's	5,000		5,000	65,383	60,383
Interest	5,000		5,000	16,071	11,071
Rentals	100,000		100,000	110,547	10,547
Unrestricted Miscellaneous	58,279	-	58,279	516,323	458,044
<b>Total Local Sources</b>	<b>58,076,905</b>	<b>-</b>	<b>58,076,905</b>	<b>58,434,082</b>	<b>357,177</b>
State Sources					
School Choice Aid	4,634,989		4,634,989	4,634,989	-
Special Education Aid	2,280,766		2,280,766	2,280,766	-
Security Aid	1,201,342		1,201,342	1,201,342	-
Transportation Aid	830,412		830,412	830,412	-
Adjustment Aid	535,621		535,621	535,621	-
Extraordinary Aid	700,000		700,000	1,776,212	1,076,212
Other	247,158		247,158		(247,158)
Nonpublic School Transportation Aid				122,026	122,026
On-behalf TPAF Pension Contributions (Non-Budget)					
Pension Benefit Contribution				9,288,272	9,288,272
NCGI Premium				131,045	131,045
On-behalf TPAF Post Retirement					
Medical Benefits Contributions (Non-Budget)				2,200,733	2,200,733
On-behalf TPAF Long-Term Disability Insurance (Non-Budget)				3,185	3,185
On-behalf TPAF Social Security Payments (Non-Budget)	-	-	-	2,003,619	2,003,619
<b>Total State Sources</b>	<b>10,430,288</b>	<b>-</b>	<b>10,430,288</b>	<b>25,008,222</b>	<b>14,577,934</b>
Federal Sources:					
Medicaid Assistance Program	144,687	-	144,687	177,465	32,778
<b>Total Federal Sources</b>	<b>144,687</b>	<b>-</b>	<b>144,687</b>	<b>177,465</b>	<b>32,778</b>
<b>Total Revenues</b>	<b>68,651,880</b>	<b>-</b>	<b>68,651,880</b>	<b>83,619,769</b>	<b>14,967,889</b>
<b>EXPENDITURES</b>					
<b>CURRENT</b>					
Instruction - Regular Programs					
Salaries of Teachers					
Kindergarten	986,041	\$ (125,336)	860,705	860,439	266
Grades 1-5	3,830,757	499,327	4,330,084	4,329,934	150
Grades 6-8	2,724,454	174,276	2,898,730	2,894,635	4,095
Grades 9-12	5,968,908	(143,490)	5,825,418	5,788,053	37,365
Regular Program - Home Instruction					
Salaries of Teachers	75,000	(7,000)	68,000	65,313	2,687
Purchased Professional-Educational Services	15,000	7,500	22,500	11,347	11,153
General Supplies	2,000	-	2,000		2,000
Regular Programs - Undistributed Instruction					
Purchased Professional-Educational Services	782,550	280,390	1,062,940	788,598	274,342
Other Purchased Services	978,000	(237,940)	740,060	626,518	113,542
General Supplies	629,436	(32,860)	596,576	417,473	179,103
Textbooks	285,500	(106,000)	179,500	152,713	26,787
Other Objects	10,000	-	10,000	10,000	-
<b>Total Regular Programs</b>	<b>16,287,646</b>	<b>308,867</b>	<b>16,596,513</b>	<b>15,945,023</b>	<b>651,490</b>

**ENGLEWOOD BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final To Actual</u>
<b>EXPENDITURES</b>					
<b>CURRENT (Continued)</b>					
Special Education					
Learning and/or Language Disabilities					
Salaries of Teachers	\$ 1,703,091	\$ (16,718)	\$ 1,686,373	\$ 1,645,243	\$ 41,130
Purchased - Professional Educational Services	25,000	115,000	140,000	130,585	9,415
Other Purchased Services	400,000	-	400,000	400,000	-
<b>Total Learning and/or Language Disabilities</b>	<u>2,128,091</u>	<u>98,282</u>	<u>2,226,373</u>	<u>2,175,828</u>	<u>50,545</u>
Behavior Disabilities					
Salaries of Teachers	76,112	(532)	75,580	75,572	8
General Supplies	5,000	-	5,000	-	5,000
<b>Total Behavior Disabilities</b>	<u>81,112</u>	<u>(532)</u>	<u>80,580</u>	<u>75,572</u>	<u>5,008</u>
Multiple Disabilities					
Salaries of Teachers	855,725	109,561	965,286	919,204	46,082
Purchased Professional-Educational Services	-	50,000	50,000	42,575	7,425
Other Purchased Services	1,450,000	(470,000)	980,000	766,905	213,095
<b>Total Multiple Disabilities</b>	<u>2,305,725</u>	<u>(310,439)</u>	<u>1,995,286</u>	<u>1,728,684</u>	<u>266,602</u>
Resource Room/Resource Center					
Salaries of Teachers	1,588,764	(289,613)	1,299,151	1,264,999	34,152
Other Purchased Services	370,000	-	370,000	370,000	-
<b>Total Resource Room/Resource Center</b>	<u>1,958,764</u>	<u>(289,613)</u>	<u>1,669,151</u>	<u>1,634,999</u>	<u>34,152</u>
Preschool Disabilities - Full-Time					
Salaries of Teachers	350,526	(87,355)	263,171	338,783	(75,612)
Other Purchased Services	330,000	-	330,000	330,000	-
<b>Total Preschool Disabilities - Full-Time</b>	<u>680,526</u>	<u>(87,355)</u>	<u>593,171</u>	<u>668,783</u>	<u>(75,612)</u>
<b>Total Special Education</b>	<u>7,154,218</u>	<u>(589,657)</u>	<u>6,564,561</u>	<u>6,283,866</u>	<u>280,695</u>
Basic Skills/Remedial - Instruction					
Salaries of Teachers	160,922	93,896	254,818	167,452	87,366
<b>Total Basic Skills/Remedial - Instruction</b>	<u>160,922</u>	<u>93,896</u>	<u>254,818</u>	<u>167,452</u>	<u>87,366</u>
Bilingual Education					
Salaries of Teachers	1,551,232	284,533	1,835,765	1,806,890	28,875
Other Purchased Services	200,000	-	200,000	200,000	-
<b>Total Bilingual Education</b>	<u>1,751,232</u>	<u>284,533</u>	<u>2,035,765</u>	<u>2,006,890</u>	<u>28,875</u>

**ENGLEWOOD BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Original Budget	Adjustments	Final Budget	Actual	Variance Final To Actual
<b>EXPENDITURES</b>					
<b>CURRENT (Continued)</b>					
School Sponsored Co/Extra-Curricular Activities					
Salaries	\$ 155,000	\$ 55,056	\$ 210,056	\$ 210,055	\$ 1
Purchased Services	38,000	-	38,000	19,178	18,822
Supplies and Materials	26,000	(3,100)	22,900	17,372	5,528
<b>Total School Sponsored Co/Extra-Curricular Activities</b>	<b>219,000</b>	<b>51,956</b>	<b>270,956</b>	<b>246,605</b>	<b>24,351</b>
School Sponsored Athletics - Instruction					
Salaries	365,000	(41,379)	323,621	320,547	3,074
Purchased Services	260,300	(2,500)	257,800	176,691	81,109
Supplies and Materials	120,000	499	120,499	59,988	60,511
Supplies and Materials (Nonbudgeted - Insurance Proceeds)	-	-	-	28,143	(28,143)
<b>Total School Sponsored Athletics - Instruction</b>	<b>745,300</b>	<b>(43,380)</b>	<b>701,920</b>	<b>585,369</b>	<b>116,551</b>
<b>Total Instruction</b>	<b>26,318,318</b>	<b>106,215</b>	<b>26,424,533</b>	<b>25,235,205</b>	<b>1,189,328</b>
Undistributed Expenditures					
Instruction					
Tuition to Other LEAs Within the State-Regular	88,000	(11,200)	76,800	66,806	9,994
Tuition to Other LEAs Within the State-Special	1,289,517	12,000	1,301,517	1,198,242	103,275
Tuition to County Voc. School Dist. - Regular	769,569	85,500	855,069	845,775	9,294
Tuition to County Voc. School Dist. - Special	760,914	(100,000)	660,914	530,190	130,724
Tuition to CSSD & Reg. Day Schools	2,200,000	(649,500)	1,550,500	1,509,862	40,638
Tuition to APSSD Within the State	2,700,000	(90,000)	2,610,000	2,577,266	32,734
Tuition to APSSD & Other LEAs-Special - Out of State	-	84,000	84,000	84,000	-
Tuition - Other	55,000	10,000	65,000	61,411	3,589
<b>Total Undistributed Expenditures - Instruction</b>	<b>7,863,000</b>	<b>(659,200)</b>	<b>7,203,800</b>	<b>6,873,552</b>	<b>330,248</b>
Attendance and Social Work					
Salaries	98,651	(8,332)	90,319	89,889	430
Salaries of Family Support Team	153,733	57,698	211,431	211,431	-
Salaries of Family Liaisons	208,054	(51,791)	156,263	156,263	-
Other Purchased Services	15,000	(709)	14,291	10,000	4,291
<b>Total Attendance and Social Work</b>	<b>475,438</b>	<b>(3,134)</b>	<b>472,304</b>	<b>467,583</b>	<b>4,721</b>
Health Services					
Salaries	402,356	63,326	465,682	460,286	5,396
Purchased Professional and Technical Services	340,000	(88,272)	251,728	245,296	6,432
Other Purchased Services	-	550	550	550	-
Supplies and Materials	12,800	(1,780)	11,020	5,829	5,191
Supplies and Materials (Nonbudgeted - Insurance Proceeds)	-	-	-	2,280	(2,280)
Other Objects	1,000	-	1,000	-	1,000
<b>Total Health Services</b>	<b>756,156</b>	<b>(26,176)</b>	<b>729,980</b>	<b>714,241</b>	<b>15,739</b>
Speech, OT, PT and Related Services					
Salaries	867,304	(62,447)	804,857	789,480	15,377
Purchased Professional-Educational Services	975,000	(229,998)	745,002	595,999	149,003
Supplies and Materials	9,000	7,295	16,295	9,790	6,505
Other Objects	-	644	644	432	212
<b>Total Speech, OT, PT and Related Services</b>	<b>1,851,304</b>	<b>(284,506)</b>	<b>1,566,798</b>	<b>1,395,701</b>	<b>171,097</b>
Other Supp. Serv. Students - Extra Serv.					
Purchased Professional-Educational Services	7,500	(3,690)	3,810	-	3,810
<b>Total Other Supp. Serv. Students - Extra Serv.</b>	<b>7,500</b>	<b>(3,690)</b>	<b>3,810</b>	<b>-</b>	<b>3,810</b>



**ENGLEWOOD BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Original Budget	Adjustments	Final Budget	Actual	Variance Final To Actual
<b>EXPENDITURES</b>					
<b>CURRENT (Continued)</b>					
Guidance					
Salaries of Other Professional Staff	\$ 888,202	\$ 34,489	\$ 922,691	\$ 919,491	\$ 3,200
Other Purchased Services	119,000	5,000	124,000	123,754	246
Supplies and Materials	16,000	-	16,000	12,270	3,730
Other Objects	-	-	-	-	-
<b>Total Guidance</b>	<b>1,023,202</b>	<b>39,489</b>	<b>1,062,691</b>	<b>1,055,515</b>	<b>7,176</b>
Child Study Team					
Salaries of Other Professional Staff	1,417,029	(48,425)	1,368,604	1,350,948	17,656
Salaries of Secretarial and Clerical Assistants	70,085	2,413	72,498	72,498	-
Purchased Professional - Educational Services	143,000	95,200	238,200	177,021	61,179
Other Purchased Services	41,300	134,000	175,300	49,762	125,538
Supplies and Materials	10,000	1,900	11,900	10,062	1,838
Other Objects	-	-	-	-	-
<b>Total Child Study Team</b>	<b>1,681,414</b>	<b>185,088</b>	<b>1,866,502</b>	<b>1,660,291</b>	<b>206,211</b>
Improvement of Instructional Services					
Salaries of Supervisor of Instruction	386,150	54,957	441,107	433,060	8,047
Purchased Professional - Educational Services	53,900	(53,200)	700	700	700
Other Purchased Services	-	29,700	29,700	4,463	25,237
Supplies and Materials	-	3,200	3,200	3,033	167
<b>Total Improvement of Inst. Serv.</b>	<b>440,050</b>	<b>34,657</b>	<b>474,707</b>	<b>440,556</b>	<b>34,151</b>
Edu. Media Serv./Sch. Library					
Salaries	611,066	-	611,066	590,974	20,092
Other Purchased Services	1,384,300	221,200	1,605,500	1,553,837	51,663
Supplies and Materials	198,570	(45,875)	152,695	137,885	14,810
<b>Total Edu. Media Serv./Sch. Library</b>	<b>2,193,936</b>	<b>175,325</b>	<b>2,369,261</b>	<b>2,282,696</b>	<b>86,565</b>
Instructional Staff Training Services					
Salaries of Other Professional Staff	-	70,605	70,605	54,138	16,467
Purchased Professional/Educational Services	106,500	(36,000)	70,500	14,729	55,771
Other Purchased Services	11,000	-	11,000	-	11,000
<b>Total Instructional Staff Training Services</b>	<b>117,500</b>	<b>34,605</b>	<b>152,105</b>	<b>68,867</b>	<b>83,238</b>
Support Services General Administration					
Salaries	490,999	(100,100)	390,899	273,230	117,669
Legal Services	313,850	137,000	450,850	442,880	7,970
Audit Fees	57,000	61,934	118,934	63,234	55,700
Other Purchased Professional Services	20,000	41,955	61,955	57,247	4,708
Communications/Telephone	236,300	114,200	350,500	350,050	450
BOE Other Purchased Services	4,700	-	4,700	-	4,700
Miscellaneous Purchased Services	23,000	64,200	87,200	81,338	5,862
General Supplies	6,000	-	6,000	4,154	1,846
Judgements Against the School District	300,000	373,400	673,400	651,625	21,775
Miscellaneous Expenditures	20,000	7,599	27,599	25,083	2,516
BOE Membership Dues and Fees	27,000	-	27,000	25,096	1,904
<b>Total Support Services General Administration</b>	<b>1,498,849</b>	<b>700,188</b>	<b>2,199,037</b>	<b>1,973,937</b>	<b>225,100</b>
Support Services School Administration					
Salaries of Principal/Asst. Principals/Program Directors	2,178,345	(85,000)	2,093,345	2,037,291	56,054
Other Purchased Services	409,500	85,000	494,500	494,410	90
Supplies and Materials	40,200	188	40,388	28,255	12,133
Other Objects	10,000	(750)	9,250	-	9,250
<b>Total Support Services School Administration</b>	<b>2,638,045</b>	<b>(562)</b>	<b>2,637,483</b>	<b>2,559,956</b>	<b>77,527</b>

**ENGLEWOOD BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Original Budget	Adjustments	Final Budget	Actual	Variance Final To Actual
<b>EXPENDITURES</b>					
<b>CURRENT (Continued)</b>					
Central Services					
Salaries	\$ 972,292	\$ (879)	\$ 971,413	\$ 914,839	\$ 56,574
Purchased Professional Services	44,000	16,100	60,100	60,078	22
Purchased Technical Services	90,000	7,800	97,800	63,134	34,666
Misc. Purchased Services	7,100	-	7,100	100	7,000
Supplies and Materials	15,000	8,185	23,185	18,763	4,422
Miscellaneous Expenditures	10,000	(1,600)	8,400	4,198	4,202
Total Central Services	<u>1,138,392</u>	<u>29,606</u>	<u>1,167,998</u>	<u>1,061,112</u>	<u>106,886</u>
Admin. Info Technology					
Salaries	272,075	879	272,954	272,953	1
Other Purchased Services	3,000	-	3,000	2,300	700
Total Admin. Info. Technology	<u>275,075</u>	<u>879</u>	<u>275,954</u>	<u>275,253</u>	<u>701</u>
Required Maintenance for School Facilities					
Salaries		80,419	80,419	80,386	33
Cleaning, Repair and Maintenance	511,265	(83,993)	427,272	351,515	75,757
Total Required Maintenance for School Facilities	<u>511,265</u>	<u>(3,574)</u>	<u>507,691</u>	<u>431,901</u>	<u>75,790</u>
Custodial Services					
Salaries	214,787	(69,483)	145,304	145,303	1
Cleaning, Repair and Maint. Serv.	2,029,220	115,630	2,144,850	2,144,347	503
Other Purchased Property Services	190,480	33,653	224,133	194,376	29,757
Insurance	489,360	4,100	493,460	493,442	18
Miscellaneous Purchased Services	40,000	63,265	103,265	95,821	7,444
General Supplies	185,500	33,700	219,200	184,239	34,961
Energy (Electricity)	930,000	140,000	1,070,000	1,069,755	245
Other Objects	-	10,703	10,703	995	9,708
Other Objects (Nonbudgeted - Insurance Proceeds)	-	-	-	9,675	(9,675)
Total Custodial Services	<u>4,079,347</u>	<u>331,568</u>	<u>4,410,915</u>	<u>4,337,953</u>	<u>72,962</u>
Care and Upkeep of Grounds					
Cleaning, Repair and Maint. Serv.	25,000	-	25,000	9,565	15,435
Cleaning, Repair and Maintenance (Nonbudgeted - Insurance Proceeds)	-	-	-	2,724,605	(2,724,605)
General Supplies	-	-	-	-	-
Total Care and Upkeeping Grounds	<u>25,000</u>	<u>-</u>	<u>25,000</u>	<u>2,734,170</u>	<u>(2,709,170)</u>
Security					
Salaries	781,627	(64,296)	717,331	611,981	105,350
Purchased Professional and Technical Services	3,200	6,700	9,900	7,438	2,462
General Supplies	5,000	(667)	4,333	4,311	22
Total Security	<u>789,827</u>	<u>(58,263)</u>	<u>731,564</u>	<u>623,730</u>	<u>107,834</u>
Student Transportation Services					
Sal. For Pupil Trans. (Bet Home & School)-Reg.	119,596	(54,000)	65,596	61,532	4,064
Sal. For Pupil Trans. (Other than Bet Home & School)	100,000	-	100,000	92,335	7,665
Cleaning, Repair & Maint. Services	35,000	10,000	45,000	34,358	10,642
Contracted Services					
(Between Home and School) - Vendors	1,009,294	162,947	1,172,241	1,171,279	962
Contracted Services					
(Other than Between Home and School) - Vendors	63,800	-	63,800	44,998	18,802
Contracted Services (Spl. Ed. Students)-Vendors	375,000	4,000	379,000	360,107	18,893
Contracted Services (Between Home and School)-Joint Agreements	340,000	(90,000)	250,000	248,535	1,465
Contracted Services (Spl. Ed. Students)-Joint Agreements	1,200,000	404,700	1,604,700	1,602,075	2,625
Contracted Serv.-Aid in Lieu of Payments - Non-Public Schools	250,000	90,000	340,000	337,616	2,384
Miscellaneous Purchased Services - Transportation	420,000	(215,347)	204,653	197,200	7,453
Transportation Supplies	2,000	-	2,000	-	2,000
Other Objects	1,500	-	1,500	1,100	400
Total Student Transportation Services	<u>3,916,190</u>	<u>312,300</u>	<u>4,228,490</u>	<u>4,151,135</u>	<u>77,355</u>

**ENGLEWOOD BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Original Budget	Adjustments	Final Budget	Actual	Variance Final To Actual
<b>EXPENDITURES</b>					
<b>CURRENT (Continued)</b>					
Unallocated Benefits - Employee Benefits					
Social Security Contributions	\$ 400,000	\$ 16,000	\$ 416,000	\$ 415,392	\$ 608
Other Retirement Contributions -PERS	275,000	27,679	302,679	302,679	-
Unemployment Compensation	50,000	(36,276)	13,724	13,724	13,724
Workmen's Compensation	290,000	25,000	315,000	314,541	459
Health Benefits	6,782,000	(1,333,417)	5,448,583	5,422,453	26,130
Tuition Reimbursement	1,000	45,100	46,100	46,074	26
Other Employee Benefits	128,000	131,000	259,000	258,050	950
Total Unallocated Benefits - Employee Benefits	<u>7,926,000</u>	<u>(1,124,914)</u>	<u>6,801,086</u>	<u>6,759,189</u>	<u>41,897</u>
Interest Earned on Maintenance Reserve	2,500	-	2,500	-	2,500
	<u>2,500</u>	<u>-</u>	<u>2,500</u>	<u>-</u>	<u>2,500</u>
On-behalf TPAF Pension Contributions (Non-Budget)					
Pension Benefit Contribution				9,288,272	(9,288,272)
NCGI Premium				131,045	(131,045)
On-behalf TPAF Post Retirement					
Medical Benefits Contributions (Non-Budget)				2,200,733	(2,200,733)
On-behalf TPAF Long-Term Disability Insurance(Non-Budget)				3,185	(3,185)
On-behalf TPAF Social Security Payments (Non-Budget)	-	-	-	2,003,619	(2,003,619)
Total On-Behalf Payments	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,626,854</u>	<u>(13,626,854)</u>
Total Undistributed Expenditures	<u>39,209,990</u>	<u>(320,314)</u>	<u>38,889,676</u>	<u>53,494,192</u>	<u>(14,604,516)</u>
Total Expenditures - Current Expenditures	<u>65,528,308</u>	<u>(214,099)</u>	<u>65,314,209</u>	<u>78,729,397</u>	<u>(13,415,188)</u>
<b>CAPITAL OUTLAY</b>					
Equipment					
Undistributed Expenditures:					
Instruction		581,993	581,993	355,538	226,455
Instruction (Nonbudgeted - Insurance Proceeds)				46,350	(46,350)
Non-Inst. Equip.		27,200	27,200	6,618	20,582
Non-Inst. Equip. (Nonbudgeted - Insurance Proceeds)				16,200	(16,200)
Security	150,000	1,341	151,341	126,842	24,499
	<u>150,000</u>	<u>610,534</u>	<u>760,534</u>	<u>551,548</u>	<u>208,986</u>
Facilities Acquisition and Construction Services					
Architectural/Engineering Services	200,000	(26,786)	173,214	65,814	107,400
Construction Services	1,800,000	187,311	1,987,311	50,031	1,937,280
Construction Services (Nonbudgeted - Insurance Proceeds)		-		597,726	(597,726)
Other Objects	184,772	-	184,772	184,772	-
Total Facilities Acquisition and Construction Services	<u>2,184,772</u>	<u>160,525</u>	<u>2,345,297</u>	<u>898,343</u>	<u>1,446,954</u>
Interest - Deposit to Capital Reserve	2,500	-	2,500	-	2,500
Assets Acquired Under Capital Leases (Non-Budget)					
Equipment					
Copier Lease	-	-	-	12,268	(12,268)
Total Assets Acquired Under Capital Leases (Non-Budget)	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,268</u>	<u>(12,268)</u>
Total Capital Outlay	<u>2,337,272</u>	<u>771,059</u>	<u>3,108,331</u>	<u>1,462,159</u>	<u>1,646,172</u>
Transfer of Funds to Charter Schools	3,878,048	(40,000)	3,838,048	3,820,279	17,769
Total Expenditures	<u>71,743,628</u>	<u>516,960</u>	<u>72,260,588</u>	<u>84,011,835</u>	<u>(11,751,247)</u>
Excess (Deficiency) of Revenues					
Over/(Under) Expenditures	<u>(3,091,748)</u>	<u>(516,960)</u>	<u>(3,608,708)</u>	<u>(392,066)</u>	<u>3,216,642</u>

Continued

ENGLEWOOD BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original Budget	Adjustments	Final Budget	Actual	Variance Final To Actual
Other Financing Sources/(Uses)					
Capital Financing Agreements	-	-	-	\$ 12,268	\$ 12,268
Insurance Proceeds				4,393,675	4,393,675
Transfer Out - Special Revenue	\$ (247,158)	-	\$ (247,158)	(247,158)	-
Total Other Financing Sources (Uses)	(247,158)	-	(247,158)	4,158,785	4,405,943
Net Change in Fund Balances	(3,338,906)	\$ (516,960)	\$ (3,855,866)	3,766,719	7,622,585
Fund Balance, Beginning of Year	15,648,300	-	15,648,300	15,648,300	-
Fund Balance, End of Year	\$ 12,309,394	\$ (516,960)	\$ 11,792,434	\$ 19,415,019	\$ 7,622,585
<b>Recapitulation of Fund Balance</b>					
Restricted Fund Balance					
Excess Surplus				\$ 1,857,957	
Excess Surplus - Designated for Subsequent Year's Expenditures				2,727,412	
Capital Reserve				4,609,174	
Capital Reserve - Designated for Subsequent Year's Expenditures				1,800,000	
Maintenance Reserve				525,216	
Emergency Reserve				719,908	
Unemployment Compensation Reserve				123,812	
Committed Fund Balance					
Year End Encumbrances				1,507,349	
Insurance Recovery Expenditures				970,621	
Assigned Fund Balance					
Year End Encumbrances				687,536	
Unassigned Fund Balance				3,886,034	
Reconciliation to Governmental Funds Statements (GAAP):				19,415,019	
Less: State Aid Revenue Not Recognized on GAAP Basis				(2,584,220)	
Fund Balance Per Governmental Funds (GAAP)				\$ 16,830,799	

ENGLEWOOD BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Original <u>Budget</u>	<u>Adjustments</u>	Final <u>Budget</u>	<u>Actual</u>	Variance <u>Final to Actual</u>
<b>REVENUES</b>					
Intergovernmental					
Local Sources	-	\$ 233,455	\$ 233,455	\$ 122,377	\$ (111,078)
State Sources	\$ 4,465,948	603,011	5,068,959	4,762,340	(306,619)
Federal Sources	4,465,494	9,523,050	13,988,544	7,719,478	(6,269,066)
<b>Total Revenues</b>	<u>8,931,442</u>	<u>10,359,516</u>	<u>19,290,958</u>	<u>12,604,195</u>	<u>(6,686,763)</u>
<b>EXPENDITURES</b>					
Instruction					
Salaries of Teachers	1,858,866	3,434,669	5,293,535	2,112,254	3,181,281
Purchased Professional Technical Services	-	467,398	467,398	361,802	105,596
Other Purchased Services	400,000	629,395	1,029,395	955,704	73,691
Transportation	-	1,000	1,000	-	1,000
General Supplies	2,934,944	(1,717,204)	1,217,740	887,073	330,667
Textbooks	737,934	(640,642)	97,292	81,071	16,221
Other Objects	-	10,622	10,622	3,800	6,822
Co-Curricular Activities	-	95,573	95,573	95,573	-
<b>Total Instruction</b>	<u>5,931,744</u>	<u>2,280,811</u>	<u>8,212,555</u>	<u>4,497,277</u>	<u>3,715,278</u>
Support Services					
Salaries		468,057	468,057	227,037	241,020
Salaries of Supervisors of Instruction	77,096	(6,000)	71,096	62,398	8,698
Salaries of Principals and Assistant Principals	72,718	53,500	126,218	126,182	36
Salaries of Other Professionals	207,088	-	207,088	199,799	7,289
Other Salaries	53,550	(1,500)	52,050	26,013	26,037
Salaries of Community Parent Involvement Spec	56,650	50,500	107,150	107,100	50
Purchased Professional - Technical Services	907,526	879,723	1,787,249	1,330,208	457,041
Professional Educational Services-Contracted PreK	1,144,300	(21,000)	1,123,300	1,078,673	44,627
Other Purchased Professional Services	-	219,072	219,072	217,770	1,302
Cleaning, Repair & Maintenance	40,000	60,500	100,500	50,465	50,035
Cont. Trans. Serv. (Bet. Home & Sch)	200,000	(44,000)	156,000	153,754	2,246
Cont. Trans. Serv. (Other Than Home & Sch)	20,000	-	20,000	-	20,000
Travel	-	1,070	1,070	250	820
Other Purchased Services	-	1,140,467	1,140,467	449,638	690,829
Supplies and Materials	-	287,686	287,686	150,704	136,982
Miscellaneous Expenditures	15,000	347,815	362,815	316,117	46,698
Scholarships Awarded	-	300	300	300	-
Other Objects	-	14,442	14,442	1,600	12,842
<b>Total Support Services</b>	<u>2,793,928</u>	<u>3,450,632</u>	<u>6,244,560</u>	<u>4,498,008</u>	<u>1,746,552</u>
Unallocated Employed Benefits	452,928	1,382,478	1,835,406	771,086	1,064,320
Capital Outlay					
Construction Services	-	2,732,552	2,732,552	2,732,552	-
Non-Instructional Equipment	-	16,907	16,907	16,907	-
Instructional Equipment	-	496,136	496,136	342,171	153,965
<b>Total Capital Outlay</b>	<u>-</u>	<u>3,245,595</u>	<u>3,245,595</u>	<u>3,091,630</u>	<u>153,965</u>
<b>Total Expenditures</b>	<u>9,178,600</u>	<u>10,359,516</u>	<u>19,538,116</u>	<u>12,858,001</u>	<u>6,680,115</u>
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(247,158)	-	(247,158)	(253,806)	(6,648)
Other Financing Sources					
Transfers In - General Fund	247,158	-	247,158	247,158	-
<b>Total Other Financing Sources</b>	<u>247,158</u>	<u>-</u>	<u>247,158</u>	<u>247,158</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(6,648)</u>	<u>(6,648)</u>
Fund Balances, Beginning of Year	188,974	-	188,974	188,974	-
Fund Balances, End of Year	\$ 188,974	\$ -	\$ 188,974	\$ 182,326	\$ (6,648)
Student Activities				\$ 116,205	
Scholarships				66,121	
				<u>\$ 182,326</u>	

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

**ENGLEWOOD BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

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

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

	<b>General Fund</b>	<b>Special Revenue Fund</b>
<b>Sources/inflows of resources</b>		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	\$ 83,619,769	\$ 12,604,195
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Encumbrances, June 30, 2021		21,049
Encumbrances, June 30, 2022		(3,373,817)
State Aid payment recognized for GAAP purposes, not recognized for Budgetary statements (2020/2021 State Aid)	2,349,796	
State Aid payment recognized for budgetary purposes, not recognized for GAAP statements (2021/2022 State Aid)	<u>(2,584,220)</u>	<u>-</u>
Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	<u>\$ 83,385,345</u>	<u>\$ 9,251,427</u>
<b>Uses/outflows of resources</b>		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 84,011,835	\$ 12,858,001
Differences - Budget to GAAP		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for financial reporting purposes.		
Encumbrances , June 30, 2021		21,049
Encumbrances , June 30, 2022	<u>-</u>	<u>(3,373,817)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 84,011,835</u>	<u>\$ 9,505,233</u>

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



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

PUBLIC EMPLOYEES RETIREMENT SYSTEM  
 Last Nine Fiscal Years \*

	<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>
District's Proportion of the Net Position Liability (Asset)	0.02585 %	0.02415 %	0.02695 %	0.03052 %	0.03297 %	0.03241 %	0.03230 %	0.02842 %	0.07294 %
District's Proportionate Share of the Net Pension Liability (Asset)	\$ 3,061,768	\$ 3,938,788	\$ 4,855,238	\$ 6,009,525	\$ 7,674,340	\$ 9,598,485	\$ 7,251,085	\$ 5,321,629	\$ 13,940,689
District's Covered Payroll	2,037,644	1,994,063	1,981,768	2,081,548	2,466,906	2,371,158	2,354,341	2,192,991	2,206,933
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	150%	198%	245%	289%	311%	405%	308%	243%	632%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%	48.72%

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

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

ENGLEWOOD BOARD OF EDUCATION  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS

PUBLIC EMPLOYEES RETIREMENT SYSTEM  
 Last Nine Fiscal Years

	<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>
Contractually Required Contribution	\$ 302,679	\$ 264,226	\$ 262,105	\$ 303,590	\$ 305,410	\$ 287,913	\$ 277,708	\$ 234,056	\$ 549,604
Contributions in Relation to the Contractually Required Contributions	<u>302,679</u>	<u>264,226</u>	<u>262,105</u>	<u>303,590</u>	<u>305,410</u>	<u>287,913</u>	<u>277,708</u>	<u>234,056</u>	<u>549,604</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 2,263,638	\$ 2,037,644	\$ 1,994,063	\$ 1,981,768	\$ 2,081,548	\$ 2,466,906	\$ 2,371,158	\$ 2,354,341	\$ 2,192,991
Contributions as a Percentage of Covered Payroll	13.37%	12.97%	13.14%	15.32%	14.67%	11.67%	11.71%	10.67%	24.90%

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

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

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

	<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>
District's Proportion of the Net Position Liability (Asset)	0 %	0 %	0 %	0 %	0 %	0 %	0 %	0 %	0 %
District's Proportionate Share of the Net Pension Liability (Asset)	0	0	0	\$0	\$0	\$0	\$0	\$0	\$0
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	<u>\$ 111,736,599</u>	<u>\$ 164,049,056</u>	<u>\$ 160,071,708</u>	<u>\$ 164,415,769</u>	<u>\$ 176,729,163</u>	<u>\$ 198,967,050</u>	<u>\$ 149,021,394</u>	<u>\$ 130,115,851</u>	<u>\$ 120,746,323</u>
<b>Total</b>	<u>\$ 111,736,599</u>	<u>\$ 164,049,056</u>	<u>\$ 160,071,708</u>	<u>\$ 164,415,769</u>	<u>\$ 176,729,163</u>	<u>\$ 198,967,050</u>	<u>\$ 149,021,394</u>	<u>\$ 130,115,851</u>	<u>\$ 120,746,323</u>
District's Covered Payroll	\$ 25,452,982	\$ 25,251,816	\$ 25,365,356	\$ 26,841,397	\$ 26,762,968	\$ 26,187,653	\$ 26,297,165	\$ 24,589,186	\$ 23,209,424
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	0%	0%	0%	0%	0%	0%	0%	0%	0%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

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

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

ENGLEWOOD BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF NET PENSION LIABILITY  
AND SCHEDULE OF DISTRICT CONTRIBUTIONS  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**Change of Benefit Terms:** None.

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

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

**Postemployment Health Benefit Plan**

**Last Five Fiscal Years\***

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b>Total OPEB Liability</b>					
Service Cost	\$ 5,821,568	\$ 3,496,603	\$ 3,312,071	\$ 3,786,109	\$ 4,576,151
Interest on Total OPEB Liability	2,500,575	2,523,815	3,058,464	3,331,392	2,857,083
Changes of Benefit Terms	(102,600)				
Differences Between Expected and Actual Experience	(21,589,248)	17,511,088	(12,533,771)	(9,837,037)	
Changes of Assumptions	95,101	20,380,907	1,036,938	(8,806,753)	(11,923,519)
Gross Benefit Payments	(1,969,753)	(1,942,428)	(2,134,857)	(2,052,106)	(2,579,431)
Contribution from the Member	<u>63,927</u>	<u>58,875</u>	<u>63,283</u>	<u>70,924</u>	<u>94,981</u>
<b>Net Change in Total OPEB Liability</b>	(15,180,430)	42,028,860	(7,197,872)	(13,507,471)	(6,974,735)
<b>Total OPEB Liability - Beginning</b>	<u>111,574,940</u>	<u>69,546,080</u>	<u>76,743,952</u>	<u>90,251,423</u>	<u>97,226,158</u>
<b>Total OPEB Liability - Ending</b>	<u>\$ 96,394,510</u>	<u>\$ 111,574,940</u>	<u>\$ 69,546,080</u>	<u>\$ 76,743,952</u>	<u>\$ 90,251,423</u>
District's Proportionate Share of OPEB Liability	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of OPEB Liability	<u>96,394,510</u>	<u>111,574,940</u>	<u>69,546,080</u>	<u>76,743,952</u>	<u>90,251,423</u>
<b>Total OPEB Liability - Ending</b>	<u>\$ 96,394,510</u>	<u>\$ 111,574,940</u>	<u>\$ 69,546,080</u>	<u>\$ 76,743,952</u>	<u>\$ 90,251,423</u>
District's Covered Payroll	<u>\$ 27,490,626</u>	<u>\$ 27,245,879</u>	<u>\$ 27,347,124</u>	<u>\$ 28,922,945</u>	<u>\$ 29,229,874</u>
District's Proportionate Share of the Total OPEB Liability as a Percentage of its Covered Payroll	0%	0%	0%	0%	0%

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

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

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

**ENGLEWOOD BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF THE OPEB LIABILITY  
AND SCHEDULE OF DISTRICT PROPORTIONATE SHARE OF THE OPEB LIABILITY  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**Changes in Benefit Terms:**

None.

**Changes of Assumptions**

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

**SCHOOL LEVEL SCHEDULES**

**(General Fund)**

**NOT APPLICABLE**

**SPECIAL REVENUE FUND**





ENGLEWOOD BOARD OF EDUCATION  
 SPECIAL REVENUE FUND  
 COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	E-1	ARP	ARP	CRSSA	ARP	ARP	ARP	Perkins	Other	To
	Subtotal	Basic	Preschool	ESSER II	ESSER III	Mental	Homeless	Grant	Programs	Exhibit
		2021/22	2021/22			Health	Children & Youth			E-1B
<b>REVENUES</b>										
Intergovernmental										
State										
Federal	\$ 3,658,203	\$ 145,231	\$ 14,060	\$ 2,585,751	\$ 1,182,531	\$ 88,501	\$ 37,186	\$ 8,015		\$ 7,719,478
Local	-	-	-	-	-	-	-	-	\$ 33,152	33,152
Total Revenues	3,658,203	145,231	14,060	2,585,751	1,182,531	88,501	37,186	8,015	33,152	7,752,630
<b>EXPENDITURES</b>										
Instruction										
Salaries of Teachers	861,040	3,195	4,320		140,722					1,009,277
Purchased Professional and Technical Services	-									-
Other Purchased Services	555,704									555,704
General Supplies	53,379	5,887			535,253			8,015	11,045	613,579
Textbook	-									-
Other Objects	-								3,800	3,800
Co-Curricular Activities	-								-	-
Total Instruction	1,470,123	9,082	4,320	-	675,975	-	-	8,015	14,845	2,182,360
Support Services										
Salaries	199,337	27,700								227,037
Salaries of Supervisors of Instruction	-									-
Salaries of Principals/Asst Principals/Directors	-									-
Salaries of Other Professional Staff	-									-
Personal Services-Employee Benefits	408,986	14,959	330		42,929					467,204
Other Salaries	-									-
Salaries of Family/Parent Liaison	-									-
Purchased Educational Svcs - Contracted PreK	-									-
Other Purchased Professional Services	-									-
Purchased Professional and Technical Services	1,127,764	900			113,043	88,501				1,330,208
Cleaning, Repair & Maintenance	-									-
Cont. Trans. Serv. (Bet. Home & Sch)	-									-
Travel	-								250	250
Other Purchased Services	301,289	92,590	9,410		8,413		37,186		750	449,638
Supplies & Materials	150,704									150,704
Miscellaneous	-									-
Scholarship Awards	-									-
Other Objects	-								400	400
Total Support Services	2,188,080	136,149	9,740	-	164,385	88,501	37,186	-	1,400	2,625,441
Capital Outlay										
Construction Services	-			2,585,751						2,585,751
Non-Instructional Equipment	-								16,907	16,907
Instructional Equipment	-				342,171					342,171
Total Capital Outlay	-	-	-	2,585,751	342,171	-	-	-	16,907	2,944,829
Total Expenditures	3,658,203	145,231	14,060	2,585,751	1,182,531	88,501	37,186	8,015	33,152	7,752,630
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures	-	-	-	-	-	-	-	-	-	-
Other Financing Sources										
Transfers In - General Fund	-	-	-	-	-	-	-	-	-	-
Net Changes in Fund Balance	-	-	-	-	-	-	-	-	-	-
Fund Balance, Beginning of Year	-	-	-	-	-	-	-	-	-	-
Fund Balance, End of Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

ENGLEWOOD BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Exhibit E-1A Subtotal	Preschool Education Aid	Nonpublic Security	Nonpublic Technology	Nonpublic Textbooks	Nonpublic Nursing	SDA Emergent Needs	Student Activities	Scholarship	To Exhibit E-1C
<b>REVENUES</b>										
Intergovernmental										
State	-	\$ 3,604,979	\$ 314,517	\$ 35,400	\$ 81,071	\$ 217,770	\$ 66,801			\$ 4,320,538
Federal	\$ 7,719,478									7,719,478
Local	33,152	-	-	-	-	-	-	\$ 89,216	\$ 9	122,377
<b>Total Revenues</b>	<b>7,752,630</b>	<b>3,604,979</b>	<b>314,517</b>	<b>35,400</b>	<b>81,071</b>	<b>217,770</b>	<b>66,801</b>	<b>89,216</b>	<b>9</b>	<b>12,162,393</b>
<b>EXPENDITURES</b>										
Instruction										
Salaries of Teachers	1,009,277	1,102,977								2,112,254
Purchased Professional and Technical Services	-									-
Other Purchased Services	555,704	400,000								955,704
General Supplies	613,579	238,094		35,400						887,073
Textbooks	-				81,071					81,071
Other Objects	3,800	-	-	-	-	-	-			3,800
Co-Curricular Activities	-	-	-	-	-	-	-	95,573	-	95,573
<b>Total Instruction</b>	<b>2,182,360</b>	<b>1,741,071</b>	<b>-</b>	<b>35,400</b>	<b>81,071</b>	<b>-</b>	<b>-</b>	<b>95,573</b>	<b>-</b>	<b>4,135,475</b>
Support Services										
Salaries	227,037									227,037
Salaries of Supervisors of Instruction	-	62,398								62,398
Salaries of Principals/Asst Principals/Directors	-	126,182								126,182
Salaries of Other Professional Staff	-	199,799								199,799
Personal Services-Employee Benefits	467,204	303,882								771,086
Other Salaries	-	26,013								26,013
Salaries of Family/Parent Liaison	-	107,100								107,100
Purchased Educational Svcs - Contracted PreK	-	1,078,673								1,078,673
Other Purchased Professional Services	-					217,770				217,770
Purchased Professional and Technical Services	1,330,208									1,330,208
Cleaning, Repair & Maintenance	-	50,465								50,465
Cont. Trans. Serv. (Bet. Home & Sch)	-	153,754								153,754
Travel	250									250
Other Purchased Services	449,638									449,638
Supplies & Material	150,704									150,704
Miscellaneous	-	1,600	314,517							316,117
Scholarship Awarded	-								300	300
Other Objects	400	1,200	-	-	-	-	-	-	-	1,600
<b>Total Support Services</b>	<b>2,625,441</b>	<b>2,111,066</b>	<b>314,517</b>	<b>-</b>	<b>-</b>	<b>217,770</b>	<b>-</b>	<b>-</b>	<b>300</b>	<b>5,269,094</b>
Capital Outlay										
Construction Services	2,585,751						66,801			2,652,552
Non-Instructional Equipment	16,907									16,907
Instructional Equipment	342,171									342,171
<b>Total Capital Outlay</b>	<b>2,944,829</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>66,801</b>	<b>-</b>	<b>-</b>	<b>3,011,630</b>
<b>Total Expenditures</b>	<b>7,752,630</b>	<b>3,852,137</b>	<b>314,517</b>	<b>35,400</b>	<b>81,071</b>	<b>217,770</b>	<b>66,801</b>	<b>95,573</b>	<b>300</b>	<b>12,416,199</b>
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures	-	(247,158)	-	-	-	-	-	(6,357)	(291)	(253,806)
Other Financing Sources										
Transfers In - General Fund	-	247,158	-	-	-	-	-	-	-	247,158
Net Changes in Fund Balance	-	-	-	-	-	-	-	(6,357)	(291)	(6,648)
Fund Balance, Beginning of Year	-	-	-	-	-	-	-	122,562	66,412	188,974
Fund Balance, End of Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 116,205	\$ 66,121	\$ 182,326

ENGLEWOOD BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Exhibit E-1B Subtotal	Chapter 192			Chapter 193			DCA Recreation	Grand Total
		Nonpublic Home Inst.	Compensatory Education	ESL	Exam and Classification	Corrective Speech	Supplementary Instruction	Improvement Grant	
<b>REVENUES</b>									
Intergovernmental									
State	\$ 4,320,538	\$ 3,749	\$ 21,678	\$ 10,231	\$ 129,126	\$ 92,033	\$ 104,985	\$ 80,000	\$ 4,762,340
Federal	7,719,478	-	-	-	-	-	-	-	7,719,478
Local	122,377	-	-	-	-	-	-	-	122,377
<b>Total Revenues</b>	<b>12,162,393</b>	<b>3,749</b>	<b>21,678</b>	<b>10,231</b>	<b>129,126</b>	<b>92,033</b>	<b>104,985</b>	<b>80,000</b>	<b>12,604,195</b>
<b>EXPENDITURES</b>									
Instruction									
Salaries of Teachers	2,112,254	-	-	-	-	-	-	-	2,112,254
Purchased Professional and Technical Services	-	3,749	21,678	10,231	129,126	92,033	104,985	-	361,802
Other Purchased Services	955,704	-	-	-	-	-	-	-	955,704
General Supplies	887,073	-	-	-	-	-	-	-	887,073
Textbooks	81,071	-	-	-	-	-	-	-	81,071
Other Objects	3,800	-	-	-	-	-	-	-	3,800
Co-Curricular Activities	95,573	-	-	-	-	-	-	-	95,573
<b>Total Instruction</b>	<b>4,135,475</b>	<b>3,749</b>	<b>21,678</b>	<b>10,231</b>	<b>129,126</b>	<b>92,033</b>	<b>104,985</b>	<b>-</b>	<b>4,497,277</b>
Support Services									
Salaries	227,037	-	-	-	-	-	-	-	227,037
Salaries of Supervisors of Instruction	62,398	-	-	-	-	-	-	-	62,398
Salaries of Principals/Asst Principals/Directors	126,182	-	-	-	-	-	-	-	126,182
Salaries of Other Professional Staff	199,799	-	-	-	-	-	-	-	199,799
Personal Services-Employee Benefits	771,086	-	-	-	-	-	-	-	771,086
Other Salaries	26,013	-	-	-	-	-	-	-	26,013
Salaries of Family/Parent Liaison	107,100	-	-	-	-	-	-	-	107,100
Purchased Educational Svcs - Contracted PreK	1,078,673	-	-	-	-	-	-	-	1,078,673
Other Purchased Professional Services	217,770	-	-	-	-	-	-	-	217,770
Purchased Professional and Technical Services	1,330,208	-	-	-	-	-	-	-	1,330,208
Cleaning, Repair & Maintenance	50,465	-	-	-	-	-	-	-	50,465
Cont. Trans. Serv. (Bet. Home & Sch)	153,754	-	-	-	-	-	-	-	153,754
Travel	250	-	-	-	-	-	-	-	250
Other Purchased Services	449,638	-	-	-	-	-	-	-	449,638
Supplies & Material	150,704	-	-	-	-	-	-	-	150,704
Miscellaneous	316,117	-	-	-	-	-	-	-	316,117
Scholarship Awarded	300	-	-	-	-	-	-	-	300
Other Objects	1,600	-	-	-	-	-	-	-	1,600
<b>Total Support Services</b>	<b>5,269,094</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,269,094</b>
Capital Outlay									
Construction Services	2,652,552	-	-	-	-	-	-	80,000	2,732,552
Non-Instructional Equipment	16,907	-	-	-	-	-	-	-	16,907
Instructional Equipment	342,171	-	-	-	-	-	-	-	342,171
<b>Total Capital Outlay</b>	<b>3,011,630</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>80,000</b>	<b>3,091,630</b>
<b>Total Expenditures</b>	<b>12,416,199</b>	<b>3,749</b>	<b>21,678</b>	<b>10,231</b>	<b>129,126</b>	<b>92,033</b>	<b>104,985</b>	<b>80,000</b>	<b>12,858,001</b>
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures	(253,806)	-	-	-	-	-	-	-	(253,806)
Other Financing Sources									
Transfers In - General Fund	247,158	-	-	-	-	-	-	-	247,158
<b>Net Changes in Fund Balance</b>	<b>(6,648)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(6,648)</b>
Fund Balance, Beginning of Year	188,974	-	-	-	-	-	-	-	188,974
<b>Fund Balance, End of Year</b>	<b>\$ 182,326</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 182,326</b>

**ENGLEWOOD BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
SCHEDULE OF PRESCHOOL EDUCATION AID EXPENDITURES  
PRESCHOOL - ALL PROGRAMS - FULL DAY 4 YR.  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

<u>Districtwide</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>EXPENDITURES</b>			
Instruction			
Salaries of Teachers	\$ 1,105,389	\$ 1,102,977	\$ 2,412
Other Purchased Services	400,000	400,000	-
General Supplies	238,153	238,094	59
Total Instruction	<u>1,743,542</u>	<u>1,741,071</u>	<u>2,471</u>
Support Services			
Salaries of Supervisors of Instruction	71,096	62,398	8,698
Salaries of Principals/Assistant Principals	126,218	126,182	36
Salaries of Other Professional Staff	207,088	199,799	7,289
Other Salaries	52,050	26,013	26,037
Salaries of Family/Parent Liaison	107,150	107,100	50
Personnel Services - Employee Benefits	304,028	303,882	146
Purchased Education Services - Contracted PreK	1,123,300	1,078,673	44,627
Cleaning, Repair & Maintenance	50,500	50,465	35
Contr. Trans. Serv. (Bet. Home & Sch)	154,000	153,754	246
Contr. Trans. Serv. (Other than Home & Sch)	20,000	-	20,000
Miscellaneous	15,000	1,600	13,400
Other Objects	1,200	1,200	-
Total Support Services	<u>2,231,630</u>	<u>2,111,066</u>	<u>120,564</u>
Capital Outlay			
Non-Instructional Equipment	-	-	-
Total Expenditures	<u>\$ 3,975,172</u>	<u>\$ 3,852,137</u>	<u>\$ 123,035</u>
Total 2021-2022 ECPA Allocation			\$ 3,478,014
Add: Actual Preschool Aid Carryover (June 30, 2021)			802,643
Budgeted Transfer from General Fund			247,158
Cancelled Prior Year Accounts Payable			5,044
Total Preschool Aid Funds Available for 2021-2022 Budget			4,532,859
Less: 2021-2022 Budgeted Preschool Aid (Including Prior Year Budgeted Carryover)			<u>3,975,172</u>
Available & Unbudgeted Preschool Aid Funds as of June 30, 2022			557,687
Add: June 30, 2022 Unexpended Preschool Aid			123,035
2021-2022 Actual Carryover - Preschool Aid			<u>\$ 680,722</u>
2021-2022 Preschool Aid Carryover Budgeted in 2022-2023			<u>\$ 552,643</u>

**CAPITAL PROJECTS FUND**

**ENGLEWOOD BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT EXPENDITURES - BUDGETARY BASIS  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

<u>Project</u>	<u>Modified Appropriations</u>	<u>Expenditures to Date Prior Year</u>	<u>Transfers Current Year</u>	<u>Unexpended Balance, June 30, 2022</u>
Renovations to Existing Buildings	\$ 4,900,000	\$ 4,857,954	\$ 42,046	\$ -
Dwight D. Morrow High School Renovations	3,829,583	3,823,955	5,628	-
Durie Park Elementary School Construction	22,422,844	22,305,876	116,968	-
Cleveland Elementary School Renovations	15,659,718	15,646,339	13,379	-
Winton White Stadium Renovations	2,782,203	2,761,964	20,239	-
Durie Park Elementary School - Light Dimmers Capital Lease	199,488	198,462	1,026	-
DMHS North Building Steam Heating Sys. Rep. - Phase 2	<u>2,444,989</u>	<u>2,415,825</u>	<u>29,164</u>	<u>-</u>
	<u>\$ 52,238,825</u>	<u>\$ 52,010,375</u>	<u>\$ 228,450</u>	<u>\$ -</u>
	<u>Reconciliation to GAAP</u>			
				Project Balance - Budgetary Basis, June 30, 2022
				<u>\$ -</u>
				Fund Balance - GAAP Basis, June 30, 2022
				<u><u>\$ -</u></u>

**ENGLEWOOD BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**Expenditures and Other Financing Uses**

Other Financing Uses	
Transfers to Debt Service Fund	\$ 228,450
Total Expenditures	<u>228,450</u>
Excess of Revenues Over Expenditures	(228,450)
Fund Balance, July 1, 2021	\$ 228,450
Fund Balance, June 30, 2022	<u>\$ -</u>

Reconciliation to GAAP

Fund Balance - June 30, 2022 - Budgetary Basis	\$ -
Fund Balance, June 30, 2022 - GAAP Basis	<u>\$ -</u>



**ENGLEWOOD BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
BUDGETARY BASIS  
RENOVATIONS TO EXISTING BUILDINGS  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources</b>				
Bergen County Grant	\$ 1,000,000		\$ 1,000,000	\$ 1,000,000
Englewood City Grant	<u>3,900,000</u>	<u>-</u>	<u>3,900,000</u>	<u>3,900,000</u>
Total Revenues and Other Financing Sources	<u>4,900,000</u>	<u>-</u>	<u>4,900,000</u>	<u>4,900,000</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased Professional and Technical Services	127,268		127,268	127,268
Construction Services	3,099,629		3,099,629	3,099,629
General Supplies	1,160,756		1,160,756	1,160,756
Equipment	470,301		470,301	470,301
Transfers to Debt Service Fund	<u>-</u>	<u>\$ 42,046</u>	<u>42,046</u>	<u>42,046</u>
Total Expenditures and Other Financing Uses	<u>4,857,954</u>	<u>42,046</u>	<u>4,900,000</u>	<u>4,900,000</u>
Excess (deficiency) of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ 42,046</u>	<u>\$ (42,046)</u>	<u>\$ -</u>	<u>\$ -</u>

**ENGLEWOOD BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
BUDGETARY BASIS  
DWIGHT D. MORROW HIGH SCHOOL RENOVATIONS  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources</b>				
State Sources- SDA Grant	\$ 1,894,043		\$ 1,894,043	\$ 1,894,043
Bond Proceeds	1,861,531		1,861,531	1,861,531
Transfer from Capital Outlay	74,009	-	74,009	74,009
	<u>3,829,583</u>	<u>-</u>	<u>3,829,583</u>	<u>3,829,583</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased Professional and Technical Services	474,337		474,337	474,337
Construction Services	3,349,618		3,349,618	3,349,618
Transfers to Debt Service Fund	-	\$ 5,628	5,628	5,628
	<u>3,823,955</u>	<u>5,628</u>	<u>3,829,583</u>	<u>3,829,583</u>
Excess (deficiency) of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ 5,628</u>	<u>\$ (5,628)</u>	<u>\$ -</u>	<u>\$ -</u>

**Additional project information:**

Project Number	1370-040-04-2000
Grant Date	December 29, 2004
Bond Authorization Date	April 1, 2003
Bonds Authorized	3,142,411
Bonds Issued	3,142,411
Original Authorized Cost	5,311,361
Additional Authorized Cost	
Reduced Authorized Costs	(1,481,778)
Revised Authorized Cost	3,829,583
Percentage Increase(Decrease) Over Original	
Authorized Cost	-27.90%
Percentage Completion	100.00%
Original Target Completion Date	December 31, 2005
Revised Target Completion Date	June 30, 2015

**ENGLEWOOD BOARD OF EDUCATION**  
**CAPITAL PROJECTS FUND**  
**SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS**  
**BUDGETARY BASIS**  
**DURIE PARK ELEMENTARY SCHOOL CONSTRUCTION**  
**FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources</b>				
State Sources- SDA Grant	\$ 4,876,300		\$ 4,876,300	\$ 4,876,300
Sale of Property - City of Englewood	6,800,000		6,800,000	6,800,000
Bond Proceeds	7,796,981		7,796,981	7,796,981
Transfer from Capital Outlay	2,949,563	-	2,949,563	2,949,563
	<u>22,422,844</u>	<u>-</u>	<u>22,422,844</u>	<u>22,422,844</u>
<b>Total Revenues and Other Financing Sources</b>				
<b>Expenditures and Other Financing Uses</b>				
Purchased Professional and Technical Services	1,837,404		1,837,404	1,837,404
Construction Services	19,881,066		19,881,066	19,881,066
Equipment	587,406	-	587,406	587,406
Transfers to Debt Service Fund	-	\$ 116,968	116,968	116,968
	<u>22,305,876</u>	<u>116,968</u>	<u>22,422,844</u>	<u>22,422,844</u>
<b>Total Expenditures and Other Financing Uses</b>				
Excess (deficiency) of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ 116,968</u>	<u>\$ (116,968)</u>	<u>\$ -</u>	<u>\$ -</u>

**Additional project information:**

Project Number	1370-N01-04-1000
Grant Date	December 29, 2004
Bond Authorization Date	April 1, 2003
Bonds Authorized	6,942,696
Bonds Issued	6,942,696
Original Authorized Cost	18,618,996
Additional Authorized Cost	3,803,848
Revised Authorized Cost	22,422,844

Percentage Increase(Decrease) Over Original

Authorized Cost	20.43%
Percentage Completion	100.00%
Original Target Completion Date	September 30, 2008
Revised Target Completion Date	June 30, 2015

**ENGLEWOOD BOARD OF EDUCATION**  
**CAPITAL PROJECTS FUND**  
**SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS**  
**BUDGETARY BASIS**  
**CLEVELAND ELEMENTARY SCHOOL RENOVATIONS**  
**FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources</b>				
State Sources- SDA Grant	\$ 4,389,061		\$ 4,389,061	\$ 4,389,061
Bond Proceeds	9,538,115		9,538,115	9,538,115
Transfer from Capital Outlay	1,732,542	-	1,732,542	1,732,542
	<u>15,659,718</u>	<u>-</u>	<u>15,659,718</u>	<u>15,659,718</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased Professional and Technical Services	1,313,161		1,313,161	1,313,161
Construction Services	13,848,206		13,848,206	13,848,206
Equipment	484,972		484,972	484,972
Transfers to Debt Service Fund	-	\$ 13,379	13,379	13,379
	<u>15,646,339</u>	<u>13,379</u>	<u>15,659,718</u>	<u>15,659,718</u>
Excess (deficiency) of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ 13,379</u>	<u>\$ (13,379)</u>	<u>\$ -</u>	<u>\$ -</u>

**Additional project information:**

Project Number	1370-060-04-1000
Grant Date	December 29, 2004
Bond Authorization Date	April 1, 2003
Bonds Authorized	9,227,443
Bonds Issued	9,227,443
Original Authorized Cost	13,616,504
Additional Authorized Cost	2,043,214
Revised Authorized Cost	15,659,718

## Percentage Increase(Decrease) Over Original

Authorized Cost	15.01%
Percentage Completion	100.00%
Original Target Completion Date	September 30, 2010
Revised Target Completion Date	June 30, 2015

**ENGLEWOOD BOARD OF EDUCATION**  
**CAPITAL PROJECTS FUND**  
**SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS**  
**BUDGETARY BASIS**  
**WINTON WHITE STADIUM RENOVATIONS**  
**FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources</b>				
State Sources- SDA Grant	\$ 308,359		\$ 308,359	\$ 308,359
Bond Proceeds	788,316		788,316	788,316
Transfer from Capital Outlay	1,685,528	-	1,685,528	1,685,528
	<u>2,782,203</u>	<u>-</u>	<u>2,782,203</u>	<u>2,782,203</u>
<b>Total Revenues and Other Financing Sources</b>				
<b>Expenditures and Other Financing Uses</b>				
Purchased Professional and Technical Services	181,095		181,095	181,095
Construction Services	2,520,179		2,520,179	2,520,179
Equipment	60,690	-	60,690	60,690
Transfers to Debt Service Fund	-	\$ 20,239	20,239	20,239
	<u>2,761,964</u>	<u>20,239</u>	<u>2,782,203</u>	<u>2,782,203</u>
<b>Total Expenditures and Other Financing Uses</b>				
Excess (deficiency) of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ 20,239</u>	<u>\$ (20,239)</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Additional project information:</b>				
Project Number	1370-X01-04-1000			
Grant Date	December 29, 2004			
Bond Authorization Date	April 1, 2003			
Bonds Authorized	788,316			
Bonds Issued	788,316			
Original Authorized Cost	1,096,675			
Additional Authorized Cost	1,685,528			
Reduced Authorized Costs				
Revised Authorized Cost	2,782,203			
<b>Percentage Increase(Decrease) Over Original</b>				
Authorized Cost	60.58%			
Percentage Completion	100.00%			
Original Target Completion Date	September 30, 2006			
Revised Target Completion Date	September 30, 2015			

**ENGLEWOOD BOARD OF EDUCATION**  
**CAPITAL PROJECTS FUND**  
**SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS**  
**BUDGETARY BASIS**  
**DURIE PARK ELEMENTARY SCHOOL - LEASE PROCEEDS LIGHT DIMMERS**  
**FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources</b>				
Lease Proceeds	\$ 198,462		\$ 198,462	\$ 198,462
Interest	<u>1,026</u>	<u>-</u>	<u>1,026</u>	<u>1,026</u>
 Total Revenues and Other Financing Sources	 <u>199,488</u>	 <u>-</u>	 <u>199,488</u>	 <u>199,488</u>
 <b>Expenditures and Other Financing Uses</b>				
Construction Services	198,462	-	198,462	198,462
Transfer to Debt Service Fund	<u>-</u>	<u>\$ 1,026</u>	<u>1,026</u>	<u>1,026</u>
 Total Expenditures and Other Financing Uses	 <u>-</u>	 <u>1,026</u>	 <u>199,488</u>	 <u>199,488</u>
 Excess (deficiency) of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	 <u>\$ 199,488</u>	 <u>\$ (1,026)</u>	 <u>\$ -</u>	 <u>\$ -</u>
 <b>Additional project information:</b>				
Project Number				
Lease Date	March 15, 2008			
Lease Proceeds	198,462			
Original Authorized Cost	198,462			
Additional Authorized Cost - Interest	1,026			
Reduced Authorized Costs				
Revised Authorized Cost	199,488			
 Percentage Increase(Decrease) Over Original				
Authorized Cost	1%			
Percentage Completion	100.00%			
Original Target Completion Date	September 30, 2008			
Revised Target Completion Date	November 30, 2008			

**ENGLEWOOD BOARD OF EDUCATION**  
**CAPITAL PROJECTS FUND**  
**SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS**  
**BUDGETARY BASIS**  
**DMHS STEAM HEATING SYSTEM REPLACEMENT NORTH BUILDING - PHASE 2**  
**FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources</b>				
State Sources - SDA Grant	\$ 807,996		\$ 807,996	\$ 807,996
Local Contribution	<u>1,636,993</u>	<u>-</u>	<u>1,636,993</u>	<u>1,636,993</u>
Total Revenues and Other Financing Sources	<u>2,444,989</u>	<u>-</u>	<u>2,444,989</u>	<u>2,444,989</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased Professional and Technical Services	77,123		77,123	77,123
Construction Services	2,338,702	-	2,338,702	2,338,702
Transfer to Debt Service	<u>-</u>	<u>\$ 29,164</u>	<u>29,164</u>	<u>29,164</u>
Total Expenditures and Other Financing Uses	<u>2,415,825</u>	<u>29,164</u>	<u>2,444,989</u>	<u>2,444,989</u>
Excess (deficiency) of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ 29,164</u>	<u>\$ (29,164)</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Additional project information:</b>				
DOE Project Number	1370-040-14-1001			
SDA Project Number	1370-040-14-GIDO			
Grant Number	G5-4846			
Grant Date	March 17, 2014			
Original Authorization Costs	2,019,989			
Increased Authorized Costs	425,000			
Revised Authorized Cost	2,444,989			
Percentage Increase(Decrease) Over Original				
Authorized Cost	17.38%			
Percentage Completion	100.00%			
Original Target Completion Date	June 30, 2015			
Revised Target Completion Date	June 30, 2017			

**PROPRIETARY FUNDS**



**EXHIBIT G-1**

**ENGLEWOOD BOARD OF EDUCATION  
ENTERPRISE FUND  
STATEMENT OF NET POSITION  
AS OF JUNE 30, 2022**

**FINANCIAL STATEMENTS ARE PRESENTED  
ON EXHIBIT B-4**

**EXHIBIT G-2**

**ENTERPRISE FUND  
STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**FINANCIAL STATEMENTS ARE PRESENTED  
ON EXHIBIT B-5**

**EXHIBIT G-3**

**ENTERPRISE FUND  
STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**FINANCIAL STATEMENTS ARE PRESENTED  
ON EXHIBIT B-6**

**FIDUCIARY FUNDS  
NOT APPLICABLE**

**LONG-TERM DEBT**

ENGLEWOOD BOARD OF EDUCATION  
 LONG-TERM DEBT  
 SCHEDULE OF SERIAL BONDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Annual Maturities</u>		<u>Interest Rate</u>	<u>Balance, July 1, 2021</u>	<u>Matured</u>	<u>Balance, June 30, 2022</u>		
			<u>Date</u>	<u>Amount</u>						
Refunding of School Bonds	8/14/2013	\$ 14,970,000	4/1/2023	\$ 585,000	2.13%					
			4/1/2023	1,120,000	4.00%					
			4/1/2024	1,010,000	2.25%					
			4/1/2024	755,000	4.00%					
								<u>\$ 5,095,000</u>	<u>\$ 1,625,000</u>	<u>\$ 3,470,000</u>
								<u>\$ 5,095,000</u>	<u>\$ 1,625,000</u>	<u>\$ 3,470,000</u>

**ENGLEWOOD BOARD OF EDUCATION  
LONG-TERM DEBT  
SCHEDULE OF CAPITAL FINANCING AND OTHER FINANCING AGREEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

<u>Purpose</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Balance, July 1, 2021</u>	<u>Issued</u>	<u>Matured</u>	<u>Balance, June 30, 2022</u>
<u>Capital Finance Agreements</u>						
District Wide Technology Project	\$ 824,194	3.88%	\$ 172,603		\$ 172,603	-
Savin Copiers - 29	416,833	0.38%	206,447	-	85,777	\$ 120,670
Savin Copiers - 1	12,268	3.13%	-	\$ 12,268	-	12,268
			<u>379,050</u>	<u>12,268</u>	<u>258,380</u>	<u>132,938</u>
<u>Other Financing Agreements</u>						
Computers and Network Equipment	3,643,491	N/A	1,167,396		583,698	583,698
Early Learning Reading Software	208,790	4.03%	45,129	-	45,129	-
			<u>1,212,525</u>	<u>-</u>	<u>628,827</u>	<u>583,698</u>
			<u>\$ 1,591,575</u>	<u>\$ 12,268</u>	<u>\$ 887,207</u>	<u>\$ 716,636</u>

**ENGLEWOOD BOARD OF EDUCATION  
LONG-TERM DEBT  
DEBT SERVICE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL 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>
<b>REVENUES</b>					
Local Sources					
Property Tax Levy	\$ 1,587,956	-	\$ 1,587,956	\$ 1,587,956	-
Total Revenues	<u>1,587,956</u>	<u>-</u>	<u>1,587,956</u>	<u>1,587,956</u>	<u>-</u>
<b>EXPENDITURES</b>					
Regular Debt Service					
Principal on Bonds	1,625,000		1,625,000	1,625,000	
Interest on Bonds	<u>191,406</u>	<u>-</u>	<u>191,406</u>	<u>191,406</u>	<u>-</u>
Total Expenditures	<u>1,816,406</u>	<u>-</u>	<u>1,816,406</u>	<u>1,816,406</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(228,450)</u>	<u>-</u>	<u>(228,450)</u>	<u>(228,450)</u>	<u>-</u>
Other Financing Sources (Uses)					
Transfer In	<u>228,450</u>	<u>-</u>	<u>228,450</u>	<u>228,450</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>228,450</u>	<u>-</u>	<u>228,450</u>	<u>228,450</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-	-
Fund Balance, July 1, 2021	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30, 2022	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

## STATISTICAL SECTION

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

### Contents

### Exhibits

#### **Financial Trends**

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

J-1 to J-5

#### **Revenue Capacity**

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

J-6 to J-9

#### **Debt Capacity**

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

J-10 to J-13

#### **Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

J-14 and J-15

#### **Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs. J-16 to J-20

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

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

	Fiscal Year Ended June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Governmental activities</b>										
Net investment in capital assets	\$ 43,964,694	\$ 44,417,088	\$ 45,759,867	\$ 49,130,322	\$ 52,091,654	\$ 51,463,414	\$ 51,865,522	\$ 53,163,669	\$ 53,339,200	\$ 54,002,412
Restricted	4,454,698	5,344,700	7,657,255	5,554,837	3,128,771	1,886,772	2,449,843	4,098,068	6,515,979	7,240,528
Unrestricted	6,582,791	(6,792,845)	(9,079,347)	(7,492,055)	(9,341,012)	(11,453,502)	(9,571,817)	(6,729,783)	(2,338,420)	2,196,696
<b>Total governmental activities net position</b>	<u>\$ 55,002,183</u>	<u>\$ 42,968,943</u>	<u>\$ 44,337,775</u>	<u>\$ 47,193,104</u>	<u>\$ 45,879,413</u>	<u>\$ 41,896,684</u>	<u>\$ 44,743,548</u>	<u>\$ 50,531,954</u>	<u>\$ 57,516,759</u>	<u>\$ 63,439,636</u>
<b>Business-type activities</b>										
Net investment in capital assets	\$ 343,208	\$ 316,668	\$ 287,014	\$ 265,682	\$ 304,313	\$ 285,707	\$ 266,931	\$ 230,631	\$ 193,964	\$ 150,530
Restricted										
Unrestricted	360,059	377,746	429,584	291,649	309,635	185,793	262,233	354,844	458,970	576,371
<b>Total business-type activities net position</b>	<u>\$ 703,267</u>	<u>\$ 694,414</u>	<u>\$ 716,598</u>	<u>\$ 557,331</u>	<u>\$ 613,948</u>	<u>\$ 471,500</u>	<u>\$ 529,164</u>	<u>\$ 585,475</u>	<u>\$ 652,934</u>	<u>\$ 726,901</u>
<b>District-wide</b>										
Net investment in capital assets	\$ 44,307,902	\$ 44,733,756	\$ 46,046,881	\$ 49,396,004	\$ 52,395,967	\$ 51,749,121	\$ 52,132,453	\$ 53,394,300	\$ 53,533,164	\$ 54,152,942
Restricted	4,454,698	5,344,700	7,657,255	5,554,837	3,128,771	1,886,772	2,449,843	4,098,068	6,515,979	7,240,528
Unrestricted	6,942,850	(6,415,099)	(8,649,763)	(7,200,406)	(9,031,377)	(11,267,709)	(9,309,584)	(6,374,939)	(1,879,450)	2,773,067
<b>Total district net position</b>	<u>\$ 55,705,450</u>	<u>\$ 43,663,357</u>	<u>\$ 45,054,373</u>	<u>\$ 47,750,435</u>	<u>\$ 46,493,361</u>	<u>\$ 42,368,184</u>	<u>\$ 45,272,712</u>	<u>\$ 51,117,429</u>	<u>\$ 58,169,693</u>	<u>\$ 64,166,537</u>

Note 1 - Net Position at June 30, 2015 reflects the implementation of GASB Statement No. 68, "Accounting and Financial Reporting for Pensions".

Note 2 - Net Position at June 30, 2020 was restated to reflect the implementation of GASB Statement No. 84 "Fiduciary Activities" and a correction of an error for compensated absences liability.

Source: District financial statements



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

	Fiscal Year Ended June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Expenses</b>										
<b>Governmental activities</b>										
<b>Instruction</b>										
Regular	\$ 26,491,866	\$ 27,010,613	\$ 31,555,621	\$ 31,719,415	\$ 36,035,396	\$ 38,807,796	\$ 32,982,724	\$ 32,447,275	\$ 33,963,173	\$ 31,569,306
Special education	9,332,744	10,734,174	12,130,980	15,035,765	17,164,703	17,421,418	16,079,747	14,514,310	15,668,207	15,119,650
Other instruction	2,613,007	2,285,360	3,229,078	4,121,522	4,370,164	4,539,034	4,017,584	3,618,444	3,662,199	5,022,409
School Sponsored Activities and Athletics	824,663	700,748	785,555	830,923	828,671	998,517	988,776	915,832	903,340	1,024,449
<b>Support Services:</b>										
Student & instruction related services	9,036,130	9,458,239	10,624,960	9,679,904	10,658,722	13,785,387	12,663,126	12,316,458	15,057,385	13,705,194
General and business administrative services	1,733,224	1,746,285	1,478,589	1,487,569	1,802,680	1,487,430	1,742,238	1,537,452	2,119,334	2,224,667
School administrative services	3,114,263	2,723,280	4,005,534	4,335,052	5,641,252	5,674,070	4,511,873	4,704,953	4,559,803	3,754,977
Central Services	1,333,236	1,265,611	1,223,740	1,443,526	1,566,815	1,703,945	1,653,774	1,697,182	1,694,696	1,623,099
Administrative Information Technology										
Plant operations and maintenance	7,121,340	7,900,369	7,964,055	7,901,477	7,937,351	7,222,916	7,117,329	7,225,695	7,557,562	6,495,540
Pupil transportation	2,901,836	2,909,844	3,121,273	3,875,295	3,909,006	4,208,372	4,552,643	4,231,379	3,070,412	4,226,312
Interest on long-term debt	390,267	561,397	603,301	502,731	456,212	400,829	360,062	291,624	222,588	138,478
<b>Total governmental activities expenses</b>	<u>64,892,576</u>	<u>67,295,920</u>	<u>76,722,686</u>	<u>80,933,179</u>	<u>90,370,972</u>	<u>96,249,714</u>	<u>86,669,876</u>	<u>83,500,604</u>	<u>88,478,699</u>	<u>84,904,081</u>
<b>Business-type activities:</b>										
Food service	1,723,320	1,768,692	1,804,114	1,975,659	1,962,412	1,991,727	1,914,120	1,556,602	809,928	2,420,580
After school program	117,883	327,001	379,828	522,536	448,440	321				-
<b>Total business-type activities expense</b>	<u>1,841,203</u>	<u>2,095,693</u>	<u>2,183,942</u>	<u>2,498,195</u>	<u>2,410,852</u>	<u>1,992,048</u>	<u>1,914,120</u>	<u>1,556,602</u>	<u>809,928</u>	<u>2,420,580</u>
<b>Total district expenses</b>	<u>\$ 66,733,779</u>	<u>\$ 69,391,613</u>	<u>\$ 78,906,628</u>	<u>\$ 83,431,374</u>	<u>\$ 92,781,824</u>	<u>\$ 98,241,762</u>	<u>\$ 88,583,996</u>	<u>\$ 85,057,206</u>	<u>\$ 89,288,627</u>	<u>\$ 87,324,661</u>
<b>Program Revenues</b>										
<b>Governmental activities:</b>										
<b>Charges for services:</b>										
Instruction	\$ 182,373	\$ 123,452	\$ 160,956	\$ 243,932	\$ 797,879	\$ 846,633	\$ 657,847	\$ 792,900	\$ 807,958	\$ 617,132
School Sponsored Activities and Athletics										89,216
Plant Operations	193,691	320,918	429,985	302,845	369,475	330,858	511,243	296,845	58,965	110,547
Student Transportation	132,634	201,761	183,692	164,290	212,403	251,750	283,486	231,132	41,926	65,383
Operating grants and contributions	12,442,119	11,730,915	19,258,709	21,723,896	27,357,365	30,243,730	25,885,527	24,229,374	30,087,130	25,074,428
Capital grants and contributions	48,823	-	162,511	1,029,044	471,392	-	8,871		156,024	492,207
<b>Total governmental activities program revenues</b>	<u>12,999,640</u>	<u>12,377,046</u>	<u>20,195,853</u>	<u>23,464,007</u>	<u>29,208,514</u>	<u>31,672,971</u>	<u>27,346,974</u>	<u>25,550,251</u>	<u>31,152,003</u>	<u>26,448,913</u>
<b>Business-type activities:</b>										
<b>Charges for services</b>										
Food service	\$ 463,425	\$ 336,019	\$ 336,615	\$ 333,934	\$ 341,712	\$ 280,107	\$ 297,815	\$ 196,357	\$ 7,309	\$ 7,013
After School Program	108,398	386,140	452,928	455,315	477,903	1,209	1,675			-
Operating grants and contributions	1,296,133	1,364,681	1,416,583	1,549,679	1,647,854	1,568,284	1,672,294	1,416,556	974,917	2,487,534
<b>Total business type activities program revenues</b>	<u>1,867,956</u>	<u>2,086,840</u>	<u>2,206,126</u>	<u>2,338,928</u>	<u>2,467,469</u>	<u>1,849,600</u>	<u>1,971,784</u>	<u>1,612,913</u>	<u>982,226</u>	<u>2,494,547</u>
<b>Total district program revenues</b>	<u>\$ 14,867,596</u>	<u>\$ 14,463,886</u>	<u>\$ 22,401,979</u>	<u>\$ 25,802,935</u>	<u>\$ 31,675,983</u>	<u>\$ 33,522,571</u>	<u>\$ 29,318,758</u>	<u>\$ 27,163,164</u>	<u>\$ 32,134,229</u>	<u>\$ 28,943,460</u>
<b>Net (Expense)/Revenue</b>										
<b>Governmental activities</b>	\$ (51,892,936)	\$ (54,918,874)	\$ (56,526,833)	\$ (57,469,172)	\$ (61,162,458)	\$ (64,576,743)	\$ (59,322,902)	\$ (57,950,353)	\$ (57,326,696)	\$ (58,455,168)
<b>Business-type activities</b>	26,753	(8,853)	22,184	(159,267)	56,617	(142,448)	57,664	56,311	172,298	73,967
<b>Total district-wide net expense</b>	<u>\$ (51,866,183)</u>	<u>\$ (54,927,727)</u>	<u>\$ (56,504,649)</u>	<u>\$ (57,628,439)</u>	<u>\$ (61,105,841)</u>	<u>\$ (64,719,191)</u>	<u>\$ (59,265,238)</u>	<u>\$ (57,894,042)</u>	<u>\$ (57,154,398)</u>	<u>\$ (58,381,201)</u>

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

	Fiscal Year Ended June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>General Revenues and Other Changes in Net Assets</b>										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 46,957,381	\$ 47,896,529	\$ 48,854,459	\$ 49,783,095	\$ 50,778,757	\$ 51,794,332	\$ 53,814,733	\$ 54,891,028	\$ 55,988,849	\$ 57,108,626
Property taxes levied for debt service, net	2,387,904	2,185,306	2,087,378	2,085,700	1,816,157	1,813,757	1,819,356	1,813,355	1,813,656	1,587,956
Unrestricted grants and aid	5,964,934	6,266,111	5,735,385	7,290,877	6,301,480	6,116,069	5,448,130	4,939,629	4,951,138	5,149,069
Investment earnings	79,826	99,199	58,909	55,114	34,036	40,410	52,174	59,606	21,477	16,071
Miscellaneous income	682,163	379,178	120,568	364,785	647,888	218,376	105,905	534,763	689,069	516,323
Gain/(Loss) on Disposal of Capital Assets				29,948						
Transfers									104,839	
Special Item - Change in Net Pension Liability			1,038,966	714,982	270,449	611,070	929,468	1,192,964	742,473	-
<b>Total governmental activities</b>	<u>\$ 56,072,208</u>	<u>\$ 56,826,323</u>	<u>\$ 57,895,665</u>	<u>\$ 60,324,501</u>	<u>\$ 59,848,767</u>	<u>\$ 60,594,014</u>	<u>\$ 62,169,766</u>	<u>\$ 63,431,345</u>	<u>\$ 64,311,501</u>	<u>\$ 64,378,045</u>
Business-type activities:										
Prior Year Receivables Cancelled										
Loss on Disposal of Capital Assets										
Transfers									(104,839)	
<b>Total business-type activities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(104,839)</u>	<u>-</u>
<b>Total district-wide</b>	<u>\$ 56,072,208</u>	<u>\$ 56,826,323</u>	<u>\$ 57,895,665</u>	<u>\$ 60,324,501</u>	<u>\$ 59,848,767</u>	<u>\$ 60,594,014</u>	<u>\$ 62,169,766</u>	<u>\$ 63,431,345</u>	<u>\$ 64,206,662</u>	<u>\$ 64,378,045</u>
<b>Change in Net Position</b>										
Governmental activities	\$ 4,179,272	\$ 1,907,449	\$ 1,368,832	\$ 2,855,329	\$ (1,313,691)	\$ (3,982,729)	\$ 2,846,864	\$ 5,480,992	\$ 6,984,805	\$ 5,922,877
Business-type activities	26,753	(8,853)	22,184	(159,267)	56,617	(142,448)	57,664	56,311	67,459	73,967
<b>Total district</b>	<u>\$ 4,206,025</u>	<u>\$ 1,898,596</u>	<u>\$ 1,391,016</u>	<u>\$ 2,696,062</u>	<u>\$ (1,257,074)</u>	<u>\$ (4,125,177)</u>	<u>\$ 2,904,528</u>	<u>\$ 5,537,303</u>	<u>\$ 7,052,264</u>	<u>\$ 5,996,844</u>

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

	Fiscal Year Ended June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Restricted	\$ 11,691,563	\$ 12,554,465	\$ 9,917,651	\$ 8,315,037	\$ 6,148,604	\$ 4,015,111	\$ 4,917,834	\$ 7,015,690	\$ 11,220,493	\$ 12,363,479
Committed	260,674	790,000	396,936	395,900		613,306				2,477,970
Assigned	953,772	816,527	167,723	930,837	546,760	545,749	712,020	1,113,545	974,408	687,536
Unassigned	(177,768)	(115,837)	9,235	149,773	(159,880)	159,603	(2,645)	(37,723)	1,103,603	1,301,814
<b>Total General Fund</b>	<b>\$ 12,728,241</b>	<b>\$ 14,045,155</b>	<b>\$ 10,491,545</b>	<b>\$ 9,791,547</b>	<b>\$ 6,535,484</b>	<b>\$ 5,333,769</b>	<b>\$ 5,627,209</b>	<b>\$ 8,091,512</b>	<b>\$ 13,298,504</b>	<b>\$ 16,830,799</b>
All Other Governmental Funds										
Restricted	\$ 818,561	\$ 652,182	\$ 2,662,630	\$ 1,424,107	\$ 1,127,252	\$ 305,566	\$ 228,451	\$ 412,052	\$ 417,424	\$ 182,326
Assigned										
Unassigned			(85,473)	(107,301)	(102,341)	(90,003)				
<b>Total all other governmental funds</b>	<b>\$ 818,561</b>	<b>\$ 652,182</b>	<b>\$ 2,577,157</b>	<b>\$ 1,316,806</b>	<b>\$ 1,024,911</b>	<b>\$ 215,563</b>	<b>\$ 228,451</b>	<b>\$ 412,052</b>	<b>\$ 417,424</b>	<b>\$ 182,326</b>

Note 1 - Fund Balances as of June 30, 2020 have been restated to reflect the implementation of GASB Statement No. 84 "Fiduciary Activities".

Source: District financial statements

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

	Fiscal Year Ended June 30,									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Revenues</b>										
Property Tax levy	\$ 49,345,285	\$ 50,081,835	\$ 50,941,837	\$ 51,868,795	\$ 52,594,914	\$ 53,608,089	\$ 55,634,089	\$ 56,704,383	\$ 57,802,505	\$ 58,696,582
Tuition charges	182,373	123,452	160,956	243,932	797,879	699,061	657,847	792,900	807,958	617,132
Transportation Fees	132,634	201,761	183,692	164,290	212,403	251,750	283,486	231,132	41,926	65,383
Interest earnings	79,826	99,199	58,909	55,114	34,036	40,410	52,174	59,606	21,477	16,071
Rentals	193,691	320,918	429,985	302,845	369,475	330,858	511,243	296,845	58,965	110,547
Miscellaneous	737,853	402,770	158,630	439,307	686,550	338,619	148,978	728,613	770,061	636,289
State sources	16,566,614	16,398,328	17,034,512	20,576,879	20,083,271	22,084,571	23,040,009	23,134,659	25,172,354	29,329,197
Federal sources	1,833,572	1,575,106	2,357,276	2,318,335	2,007,007	2,292,416	2,367,503	2,003,344	2,971,499	4,753,527
<b>Total revenue</b>	<b>69,071,848</b>	<b>69,203,369</b>	<b>71,325,797</b>	<b>75,969,497</b>	<b>76,785,535</b>	<b>79,645,774</b>	<b>82,695,329</b>	<b>83,951,482</b>	<b>87,646,745</b>	<b>94,224,728</b>
<b>Expenditures</b>										
<b>Instruction</b>										
Regular Instruction	26,403,174	26,505,107	27,492,007	27,085,718	28,637,463	32,334,011	29,815,527	30,033,781	30,310,611	33,695,336
Special education instruction	9,339,686	10,724,164	11,382,338	13,785,767	14,990,423	15,480,392	15,116,239	13,837,334	14,511,674	15,754,979
Other instruction	2,617,808	2,282,624	2,869,680	3,583,771	3,494,841	3,677,151	3,622,439	3,324,796	3,255,797	5,436,751
School Sponsored Activities and Athletics	825,929	700,073	803,954	850,381	848,570	971,846	994,207	933,868	877,831	1,102,847
<b>Support Services:</b>										
Tuition										
Student & inst. related services	9,035,419	9,448,777	10,114,041	9,312,948	9,919,284	12,063,376	12,015,077	11,893,613	14,158,521	14,394,931
General and business admin. Services	1,441,404	1,745,089	1,507,069	1,517,897	1,825,709	1,469,000	1,745,772	1,547,913	2,065,906	2,248,979
School administrative services	3,083,084	2,677,005	3,519,150	3,735,813	4,377,576	4,503,030	3,861,723	4,220,873	3,945,722	3,968,451
Central Services	1,335,782	1,264,123	1,264,821	1,496,819	1,620,809	1,642,353	1,666,761	1,686,049	1,614,870	1,728,787
Administrative Information Technology										
Plant operations and maintenance	5,582,930	6,338,353	6,430,743	6,166,399	5,983,038	5,153,973	5,079,217	5,126,271	5,365,931	8,340,009
Pupil transportation	2,872,129	2,883,257	3,103,721	3,859,967	3,893,670	4,170,734	4,528,853	4,212,132	3,024,355	4,201,970
Capital outlay	428,026	2,256,823	1,744,612	4,180,445	3,638,726	1,062,747	1,486,153	1,942,545	690,925	1,740,608
<b>Debt service:</b>										
Principal	1,941,825	2,125,700	2,062,132	2,086,315	1,998,200	2,721,270	2,426,540	2,482,679	2,420,170	2,512,207
Interest and other charges	794,468	669,759	660,164	609,621	535,946	479,445	447,326	369,138	296,907	207,619
<b>Total expenditures</b>	<b>65,701,664</b>	<b>69,620,854</b>	<b>72,954,432</b>	<b>78,271,861</b>	<b>81,764,255</b>	<b>85,729,328</b>	<b>82,805,834</b>	<b>81,610,992</b>	<b>82,539,220</b>	<b>95,333,474</b>
<b>Excess (Deficiency) of revenues over (under) expenditures</b>	<b>3,370,184</b>	<b>(417,485)</b>	<b>(1,628,635)</b>	<b>(2,302,364)</b>	<b>(4,978,720)</b>	<b>(6,083,554)</b>	<b>(110,505)</b>	<b>2,340,490</b>	<b>5,107,525</b>	<b>(1,108,746)</b>
<b>Other Financing sources (uses)</b>										
Proceeds from Bonds	14,970,000									
Premium on Bonds	2,125,822									
Payment to Refunding Bond Escrow Agent	(16,802,627)									
Insurance Proceeds										4,393,675
Capital Leases	124,549	1,568,020		342,015	1,430,762	4,072,491	416,833			12,268
Transfers in		4,033	2,497,255	882,644	28,270	2,372		654,234	572,839	475,608
Transfers out		(4,033)	(2,497,255)	(882,644)	(28,270)	(2,372)		(654,234)	(468,000)	(475,608)
<b>Total other financing sources (uses)</b>	<b>417,744</b>	<b>1,568,020</b>	<b>-</b>	<b>342,015</b>	<b>1,430,762</b>	<b>4,072,491</b>	<b>416,833</b>	<b>-</b>	<b>104,839</b>	<b>4,405,943</b>
<b>Net change in fund balances</b>	<b>\$ 3,787,928</b>	<b>\$ 1,150,535</b>	<b>\$ (1,628,635)</b>	<b>\$ (1,960,349)</b>	<b>\$ (3,547,958)</b>	<b>\$ (2,011,063)</b>	<b>\$ 306,328</b>	<b>\$ 2,340,490</b>	<b>\$ 5,212,364</b>	<b>\$ 3,297,197</b>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>4.19%</b>	<b>4.15%</b>	<b>3.82%</b>	<b>3.64%</b>	<b>3.24%</b>	<b>3.78%</b>	<b>3.53%</b>	<b>3.58%</b>	<b>3.32%</b>	<b>2.91%</b>

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

Fiscal Year Ended June 30,	<u>Tuition</u>	<u>Interest on Investments</u>	<u>Cancelled O/S Checks</u>	<u>Cancellation of Prior Year Payables</u>	<u>E-Rate Rebates</u>	<u>Rentals</u>	<u>Refunds</u>	<u>Transportation Fees</u>	<u>Miscellaneous</u>	<u>Total</u>
2013	\$ 182,373	\$ 75,350		\$ 367,073	\$ 14,070	\$ 193,691	\$ 210,530	\$ 132,634	\$ 88,394	\$ 1,264,115
2014	123,452	95,166	\$ 89,102	197,289	-	320,918	27,414	201,761	65,373	1,120,475
2015	160,956	56,074	-	-	-	429,985	19,169	183,692	101,399	951,275
2016	243,932	52,265	28,132	193,429	12,900	302,845	43,065	164,290	87,259	1,128,117
2017	797,879	30,911		295,716		369,475	74,157	212,403	278,015	2,058,556
2018	699,061	36,524	8,363	101,698		330,858		251,750	108,315	1,536,569
2019	657,847	52,134				511,243		283,486	105,905	1,610,615
2020	792,900	59,606		236,875		296,845	48,837	231,132	249,051	1,915,246
2021	807,958	21,477		299,258		58,965	6,614	41,926	383,197	1,619,395
2022	617,132	16,071		228,007		110,547		65,383	288,316	1,325,456

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

Fiscal Year Ended June 30,	Vacant Land	Residential	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Tax-Exempt Property	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate <sup>a</sup>
2013	\$ 38,585,500	\$ 3,117,371,100	\$ 764,537,400	\$ 239,773,400	\$ 178,900,000	\$ 4,339,167,400	\$ 7,106,119	\$ 4,346,273,519	\$ 633,818,400	\$ 4,916,498,238	\$ 1.144
2014	41,609,500	3,103,856,500	756,710,500	242,531,500	177,144,200	4,321,852,200	6,615,913	4,328,468,113	634,876,700	4,742,307,048	1.168
2015	42,039,900	3,120,437,300	752,236,900	241,394,800	175,187,900	4,331,296,800	6,772,340	4,338,069,140	632,317,600	4,729,270,577	1.184
2016	39,584,900	3,131,452,500	749,430,700	240,535,000	217,627,500	4,378,630,600	100	4,378,630,700	599,048,200	4,790,712,545	1.193
2017	36,825,600	3,127,131,000	754,651,000	237,852,200	259,745,000	4,416,204,800		4,416,204,800	594,119,200	4,893,708,466	1.203
2018	33,139,500	3,147,176,400	758,211,900	237,550,300	259,745,000	4,435,823,100		4,435,823,100	600,090,000	5,031,924,323	1.232
2019	38,783,300	3,150,605,200	750,175,300	240,664,800	259,224,100	4,439,452,700		4,439,452,700	625,562,600	5,079,359,282	1.265
2020	37,379,500	3,156,045,000	782,849,600	250,878,900	259,203,200	4,486,356,200		4,486,356,200	627,172,500	5,213,280,390	1.256
2021	43,168,100	3,155,461,400	687,285,500	252,385,300	349,203,200	4,487,503,500		4,487,503,500	629,348,400	5,249,573,038	1.301
2022	41,969,100	3,164,440,500	685,652,300	252,680,800	384,875,100	4,529,617,800		4,529,617,800	628,406,000	5,602,146,265	1.329

Source: County Abstract of Ratables

**ENGLEWOOD BOARD OF EDUCATION**  
**DIRECT AND OVERLAPPING PROPERTY TAX RATES**  
**LAST TEN YEARS**  
**(Unaudited)**  
*(rate per \$100 of assessed value)*

Calendar Year	Overlapping Rates			Total Direct and Overlapping Tax Rate
	Total Direct School Tax Rate	City of Englewood	County of Bergen	
2013	\$ 1.144	\$ 1.078	\$ 0.255	\$ 2.477
2014	1.168	1.092	0.254	2.514
2015	1.184	1.090	0.261	2.535
2016	1.193	1.096	0.269	2.558
2017	1.203	1.163	0.275	2.641
2018	1.232	1.214	0.276	2.722
2019	1.265	1.247	0.277	2.789
2020	1.256	1.271	0.288	2.815
2021	1.301	1.295	0.294	2.890
2022	1.329	1.322	0.298	2.949

Source: County Abstract of Ratables

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

Taxpayer	2022	
	Taxable Assessed Value	% of Total District Net Assessed Value
Englewood Property Owner	\$ 90,000,000	1.99%
HSRE-EB Englewood LLC	45,450,000	1.00%
Englewood Terrace LLC	42,300,000	0.93%
SHG (ETAL) S. Hekemian Group	40,560,000	0.90%
BCC Englewood Circle LLC	38,516,400	0.85%
Sheffield Englewood DE LLC	27,339,700	0.60%
Sheffield Englewood DE LLC	23,318,700	0.51%
Mistral Realty Holdings II LLC	19,540,400	0.43%
SH729-744 LLC	16,550,000	0.37%
Treeco Palisades Court	15,342,500	0.34%
	<b>\$ 358,917,700</b>	<b>7.92%</b>

	2013	
	Taxable Assessed Value	% of Total District Net Assessed Value
Englewood Redevelopment	\$ 90,000,000	2.04%
SHG Englewood South I LLC	26,272,000	0.60%
SHG Englewood South II LLC	22,408,000	0.51%
Brunt Street	19,540,400	0.44%
Rockwood Property Holding, LLC	16,000,000	0.36%
Englewood Village LLC	15,000,000	0.34%
SH729-744 LLC	14,250,000	0.32%
Seol Shik Poom, Inc.	13,658,000	0.31%
West Side Grand Ave. LLC	13,570,700	0.31%
45-53 West Palisade Ave LLC	13,300,000	0.30%
	<b>\$ 153,999,100</b>	<b>3.49%</b>

Source: Municipal Tax Assessor



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

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2013	\$ 49,345,285	\$ 47,233,179	95.72%	\$ 2,112,106
2014	50,081,835	47,908,349	95.66%	2,173,486
2015	50,941,837	50,941,837	100.00%	
2016	51,868,795	47,474,573	91.53%	4,394,222
2017	52,594,914	52,594,914	100.00%	
2018	53,608,089	52,655,113	98.22%	952,976
2019	55,634,089	50,997,915	91.67%	4,636,174
2020	56,704,383	51,979,018	91.67%	4,725,365
2021	57,802,505	57,802,505	100.00%	
2022	58,696,582	58,696,582	100.00%	

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

Fiscal Year Ended June 30,	<u>Governmental Activities</u>		Total District	Population	Per Capita
	General Obligation Bonds	Capital Financing Agreements and Other Financing Agreements			
2013	\$ 16,934,000	\$ 486,325	\$ 17,420,325	25,200	\$ 691
2014	15,399,000	1,463,645	16,862,645	25,209	669
2015	13,826,000	974,513	14,800,513	25,284	585
2016	12,215,000	736,975	12,951,975	25,238	513
2017	10,905,000	1,479,537	12,384,537	25,258	490
2018	9,545,000	4,190,758	13,735,758	25,165	546
2019	8,125,000	3,464,424	11,589,424	25,056	463
2020	6,640,000	2,466,745	9,106,745	24,915	366
2021	5,095,000	1,591,575	6,686,575	26,202	255
2022	3,470,000	716,636	4,186,636	26,202 (E)	160

Source: District records

(E) Estimated

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

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value of Property	Per Capita
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2013	\$ 16,934,000	\$ 172,374	\$ 16,761,626	0.39%	\$ 665
2014	15,399,000	172,385	15,226,615	0.35%	604
2015	13,826,000	86,198	13,739,802	0.32%	543
2016	12,215,000		12,215,000	0.28%	484
2017	10,905,000		10,905,000	0.25%	432
2018	9,545,000		9,545,000	0.22%	379
2019	8,125,000		8,125,000	0.18%	324
2020	6,640,000		6,640,000	0.15%	267
2021	5,095,000		5,095,000	0.11%	194
2022	3,470,000		3,470,000	0.08%	132

Source: District records

**ENGLEWOOD BOARD OF EDUCATION  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2021  
(Unaudited)**

	<u>Total Debt</u>
Municipal Debt:	
City of Englewood	\$ 94,727,932
Englewood Board of Education (June 30, 2022)	<u>3,470,000</u>
	<u>98,197,932</u>
Overlapping Debt Apportioned to the Municipality:	
Bergen County:	
County of Bergen (A)	10,741,197
Bergen County Utilities Authority - Wastewater (B)	<u>2,518,421</u>
	<u>13,259,618</u>
Total Direct and Overlapping Debt	<u>\$ 111,457,550</u>

Source:

Borough of Englewood's 2021 Annual Debt Statement  
 County of Bergen's 2021 Annual Debt Statement  
 Bergen County Utilities Authority's 2021 Annual Audit

(A) The debt for this entity was apportioned to Englewood by dividing the municipality's 2021 equalized value by the total 2021 equalized value for Bergen County.

(B) The debt was computed based upon usage

**ENGLEWOOD BOARD OF EDUCATION  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS  
(Unaudited)**

**Legal Debt Margin Calculation for Fiscal Year 2022**

	Equalized valuation basis
	2021 \$ 5,493,332,721
	2020 5,189,538,693
	2019 <u>5,115,166,148</u>
	<u>\$ 15,798,037,562</u>
Average equalized valuation of taxable property	\$ 5,266,012,521
Debt limit (4% of average equalization value)	210,640,501
Total Net Debt Applicable to Limit	<u>3,470,000</u>
Legal debt margin	<u>\$ 207,170,501</u>

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Debt limit	\$ 203,831,896	\$ 194,951,596	\$ 189,995,581	\$ 187,636,471	\$ 188,924,496	\$ 192,834,298	\$ 197,415,995	\$ 201,518,801	\$ 204,559,712	\$ 210,640,501
Total net debt applicable to limit	<u>15,890,000</u>	<u>14,700,000</u>	<u>13,475,000</u>	<u>12,215,000</u>	<u>10,905,000</u>	<u>9,545,000</u>	<u>8,125,000</u>	<u>6,640,000</u>	<u>5,095,000</u>	<u>3,470,000</u>
Legal debt margin	<u>\$ 187,941,896</u>	<u>\$ 180,251,596</u>	<u>\$ 176,520,581</u>	<u>\$ 175,421,471</u>	<u>\$ 178,019,496</u>	<u>\$ 183,289,298</u>	<u>\$ 189,290,995</u>	<u>\$ 194,878,801</u>	<u>\$ 199,464,712</u>	<u>\$ 207,170,501</u>
Total net debt applicable to the limit as a percentage of debt limit	7.80%	7.54%	7.09%	6.51%	5.77%	4.95%	4.12%	3.29%	2.49%	1.65%

Source: Annual Debt Statements

**ENGLEWOOD BOARD OF EDUCATION  
 DEMOGRAPHIC AND ECONOMIC STATISTICS  
 LAST TEN FISCAL YEARS  
 (Unaudited)**

<u>Year</u>	<u>Population</u>	<u>County Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2013	25,200	\$ 71,679	7.6%
2014	25,209	74,452	5.8%
2015	25,284	77,666	5.1%
2016	25,238	79,145	4.5%
2017	25,258	81,483	4.3%
2018	25,165	85,951	4.3%
2019	25,056	89,456	3.2%
2020	24,915	91,972	10.0%
2021	26,202	N/A	4.6%
2022	26,202 (E)	N/A	N/A

Source: New Jersey State Department of Education

(E) Estimate

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

Employer	2022		2013	
	Employees	Percentage of Total Municipal Employment	Employees	Percentage of Total Municipal Employment

INFORMATION NOT AVAILABLE

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

<u>Function/Program</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Instruction										
Regular	225.0	251.0	256.0	262.0	257.0	252.0	241.0	239.0	234.0	239.0
Special Education	118.0	147.0	42.0	41.0	46.0	47.0	55.0	53.0	56.0	54.0
Support Services:										
Student & instruction related services	73.0	27.0	51.0	62.0	61.0	59.0	57.0	57.0	57.0	58.0
School administrative services	28.0	25.0	25.0	14.0	14.0	14.0	14.0	15.0	15.0	15.0
General and business administrative services	16.0	18.0	22.0	18.0	17.0	16.0	16.0	16.0	16.0	16.0
Plant operations and maintenance	19.0	2.0	2.0	2.0	2.0	2.0	2.0	1.0	1.0	2.0
Pupil transportation	17.0	5.0	5.0	5.0	5.0	5.0	5.0	4.0	3.0	3.0
Food Service										
Total	<u>496.0</u>	<u>475.0</u>	<u>403.0</u>	<u>404.0</u>	<u>402.0</u>	<u>395.0</u>	<u>390.0</u>	<u>385.0</u>	<u>382.0</u>	<u>387.0</u>

Source: District Personnel Records



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

Teacher/Pupil Ratio

Fiscal Year	Enrollment <sup>a</sup>	Operating Expenditures <sup>b</sup>	Cost Per Pupil <sup>c</sup>	Percentage Change	Teaching Staff	Elementary	Middle School	High School	Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
2013	2,991	\$ 62,537,345	\$ 20,909	-3.22%	306	1:9	1:12	1:9	2,999.7	2,827.4	2.65%	94.26%
2014	3,050	64,568,572	21,170	1.25%	311	1:10	1:8	1:10	3,050.4	2,860.8	1.69%	93.78%
2015	3,084	68,487,524	22,207	4.90%	320	1:10	1:8	1:12	3,019.5	2,908.6	-1.01%	96.33%
2016	3,110	71,395,480	22,957	3.37%	303	1:10	1:8	1:11	3,103.7	2,909.9	2.79%	93.76%
2017	3,100	75,591,383	24,384	6.22%	303	1:10	1:8	1:11	3,086.3	2,900.5	-0.56%	93.98%
2018	3,010	81,465,866	27,065	10.99%	299	1:10	1:8	1:11	3,008.9	2,823.8	-2.51%	93.85%
2019	3,021	78,445,815	25,967	-4.06%	299	1:9	1:10	1:10	2,994.9	2,812.8	-0.47%	93.92%
2020	2,997	76,816,630	25,631	-1.29%	292	1:9	1:10	1:10	2,980.9	2,980.9	-0.47%	100.00%
2021	2,572	79,131,218	30,766	20.04%	290	1:9	1:10	1:10	2,571.9	2,418.6	-13.72%	94.04%
2022	2,934	90,873,040	30,972	0.67%	293	1:9	1:10	1:10	2,849.9	2,652.9	10.81%	93.09%

Sources: District records

(b) Operating expenditures equal total expenditures less debt service and capital outlay

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

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>District Building</b>										
<u>Elementary</u>										
Quarles Elementary (1958)										
Square Feet	54,000	54,000	54,000	54,000	54,000	54,000	54,000	54,000	54,000	54,000
Capacity (students)	500	500	500	500	500	500	500	500	500	500
Enrollment	438	450	466	487	487	399	428	423	414	385
Cleveland/McCloud Elementary (1935)										
Square Feet	95,000	95,000	95,000	95,000	95,000	95,000	95,000	95,000	95,000	95,000
Capacity (students)	550	550	550	550	550	550	550	550	550	550
Enrollment	569	563	549	553	553	570	595	569	541	510
Lincoln/Grieco Elementary (1915)										
Square Feet	91,000	91,000	91,000	91,000	91,000	91,000	91,000	91,000	91,000	91,000
Capacity (students)	600	600	600	600	600	600	600	600	600	600
Enrollment	574	579	589	606	606	598	381	346	354	355
Liberty Elementary (1901)										
Square Feet	41,150	41,150	41,150	41,150						
Capacity (students)	60	60	60	60						
Enrollment	-	-	-	-						
<u>Middle School</u>										
Janis Dismus School (1968)										
Square Feet	94,680	94,680	94,680	94,680	94,680	94,680	94,680	94,680	94,680	94,680
Capacity (students)	700	700	700	700	700	700	700	700	700	700
Enrollment	388	386	412	422	422	361	574	572	562	556
<u>Senior High School</u>										
High School (1931)										
Square Feet	203,100	203,100	203,100	203,100	203,100	203,100	203,100	203,100	203,100	203,100
Capacity (students)	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Enrollment	1,085	1,002	1,068	1,064	1,064	1,082	1,043	1,042	1,026	1,053
<u>Vince Lombardi Learning Center</u>										
High School (1931)										
Square Feet	31,000	31,000	31,000	31,000						
Capacity (students)										
Enrollment										

Number of Schools at June 30, 2022  
 Elementary = 4  
 Middle School = 1  
 Senior High School = 1  
 Other = 0

Source: District Records

ENGLEWOOD BOARD OF EDUCATION  
 SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
 LAST TEN YEARS  
 (Unaudited)

<u>School Facilities</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Quarles Elementary	\$ 50,776	\$ 58,390	\$ 54,854	\$ 54,356	\$ 59,558	\$ 47,749	\$ 40,137	\$ 45,716	\$ 49,736	\$ 41,005
McCloud Elementary	40,621	46,712	96,502	95,627	104,777	84,003	70,611	80,426	87,498	72,138
Grieco Elementary	55,853	64,228	92,440	91,601	100,365	80,466	67,638	77,039	83,814	69,100
Liberty School	45,698	52,550								
Middle School	101,552	116,779	96,177	95,305	104,424	83,720	70,373	80,155	87,203	71,895
High School	187,451	212,616	192,232	196,788	219,004	179,590	150,960	171,942	187,060	154,223
Vince Lombardi Center	25,807	32,620	31,490	-	-	27,412	23,042	26,244	28,552	23,540
<b>Total School Facilities</b>	<b>\$ 507,758</b>	<b>\$ 583,895</b>	<b>\$ 563,695</b>	<b>\$ 533,677</b>	<b>\$ 588,128</b>	<b>\$ 502,940</b>	<b>\$ 422,761</b>	<b>\$481,522</b>	<b>\$ 523,863</b>	<b>\$ 431,901</b>

Source: District Records

**ENGLEWOOD BOARD OF EDUCATION  
INSURANCE SCHEDULE  
JUNE 30, 2022  
(Unaudited)**

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy (1)		
Blanket Real and Personal Property (All Locations)		
Limits of Liability per occurrence	\$ 500,000,000	\$ 5,000
Blanket Extra Expense	50,000,000	5,000
Blanket Valuable Papers	10,000,000	5,000
Flood Zones - Per Occurrence	75,000,000	
Earthquake - Per Occurrence	50,000,000	
Terrorism - Aggregate	1,000,000	
Comprehensive General Liability	16,000,000	1,000
Automobile Liability	16,000,000	1,000
Workers Compensation	Statutory	
Cyber Liability	1,000,000	500,000
Public Employee Dishonesty Faithful Performance Bond	500,000	1,000
Theft, Disappearance and Destruction	50,000	1,000
Forgery or Alteration	25,000	500
Surety Bonds (2)		
Treasurer of School Monies	350,000	
School Business Administrator/Board Secretary	140,000	

- (1) New Jersey School Boards Association Insurance Group  
(2) Hartford Fire Insurance Company

Source: District's records

**SINGLE AUDIT SECTION**



# LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-1

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

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

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

**INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Education  
Englewood Board of Education  
Englewood, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities and each major fund of the Englewood Board of Education as of and for the fiscal year ended June 30, 2022 and the related notes to the financial statements, which collectively comprise the Englewood Board of Education's basic financial statements and have issued our report thereon dated March 7, 2023.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Englewood 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 the Englewood Board of Education's internal control. Accordingly, we do not express an opinion on the effectiveness of the Englewood Board of Education's internal control.

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

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

### Report on Compliance and Other Matters

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

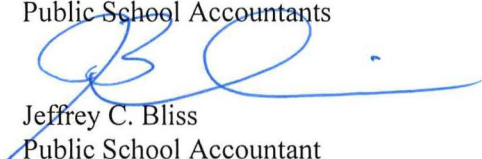
However, we noted certain matters that are not required to be reported under Government Auditing Standards that we reported to management of the Englewood Board of Education in a separate report entitled, “Auditor’s Management Report on Administrative Findings – Financial, Compliance and Performance” dated March 7, 2023.

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

*Lerch, Vinci & Bliss, LLP*

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

  
Jeffrey C. Bliss  
Public School Accountant  
PSA Number CS00932

Fair Lawn, New Jersey  
March 7, 2023





# LERCH, VINCI & BLISS, LLP

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-2

DIETER P. LERCH, CPA, RMA, PSA  
GARY J. VINCI, CPA, RMA, PSA  
JEFFREY C. BLISS, CPA, RMA, PSA  
PAUL J. LERCH, CPA, RMA, PSA  
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ROBERT LERCH, CPA  
CHRISTOPHER M. VINCI, CPA, PSA  
CHRISTINA CUIFFO, CPA

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

**INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Education  
Englewood Board of Education  
Englewood, New Jersey

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

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

We have audited the Englewood Board of Education's compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) Compliance Supplement and the New Jersey OMB Circular 15-08 State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the Englewood Board of Education's major federal and state programs for the fiscal year ended June 30, 2022. The Englewood 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, the Englewood Board of Education complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 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; audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey; 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 audit requirements of New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Our responsibilities under those standards, U.S. Uniform Guidance and New Jersey OMB Circular are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.



We are required to be independent of the Englewood 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 and state program. Our audit does not provide a legal determination of the Englewood 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, regulation, rules, and provisions of contracts or grant agreements applicable to the Englewood 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 the Englewood 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, audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, U.S. 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 omission, misrepresentation, 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 the Englewood Board of Education's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, U.S. Uniform Guidance, and New Jersey OMB Circular 15-08, we:

- Exercise professional judgement 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 the Englewood 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 the Englewood 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 U.S. Uniform Guidance and New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of the Englewood 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 or state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the 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.

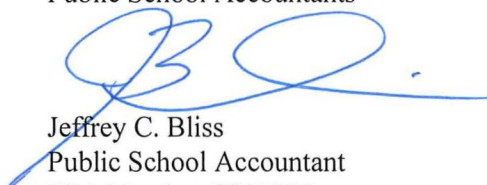
The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of U.S. Uniform Guidance and New Jersey OMB Circular 15-08. Accordingly, this report is not suitable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

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

We have audited the financial statements of the governmental activities, the business-type activities and each major fund of the Englewood Board of Education, as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements. We have issued our report thereon dated March 7, 2023, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards as required by the U.S. Uniform Guidance and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

*LERCH, VINCI & BLISS, LLP*

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



Jeffrey C. Bliss  
Public School Accountant  
PSA Number CS00932

Fair Lawn, New Jersey  
March 7, 2023

ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Federal/Grantor/Pass-Through Grantor/ Program Title	Federal AL Number	FAIN Number	Grant Period	Award Amount	Balance, July 1, 2021			Accounts Receivable Carryover Amount	Deferred Revenue Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments Accounts Receivable	Adjustments Deferred Revenues	Cancelled Prior Year Enc/AP	Refund of Prior Years' Balances	Balance, June 30, 2022			MEMO GAAP Receivable
					(Accounts Receivable	Deferred Revenue	Due to Grantor									(Account Receivable)	Deferred Revenue	Due to Grantor	
U.S. Department of Agriculture Passed-through State Department of Education																			
National School Lunch Program	10.555																		
Cash Assistance		221N304N1099	7/1/21-6/30/22	\$ 3,567,288					\$ 1,653,660	\$ 1,796,047					\$ (142,387)				\$ (142,387)
Cash Assistance		211N304N1099	7/1/20-6/30/21	597,557	\$ (65,705)				65,705										
Non-Cash Assistance (Food Distribution)		221N304N1099	7/1/21-6/30/22	113,616					113,616	106,619						\$ 6,997			
Non-Cash Assistance (Food Distribution)		211N304N1099	7/1/20-6/30/21	71,356		\$ 3,989				3,989									
After School Snack Program	10.558	221N304N1099	7/1/21-6/30/22	43,476					39,440	43,476					(4,036)				(4,036)
Summer Food Service Program for Children	10.559	221N304N1099	7/1/21-6/30/22	78,487					78,487	78,487									
School Breakfast program	10.553	221N304N1099	7/1/21-6/30/22	412,252					376,905	412,252						(35,347)			(35,347)
School Breakfast program	10.553	211N304N1099	7/1/20-6/30/21	309,993	(37,336)				37,336										
P-EBT Administrative	10.649	202225900941	7/1/21-6/30/22	6,198					6,198	6,198									
Total U.S. Department of Agriculture/Child Nutrition Cluster					(103,041)	3,989			2,371,347	2,447,068						(181,770)	6,997		(181,770)
U.S. Department of Health and Human Services General Fund																			
Medicaid Assistance Program-	93.778	2005N35MAP	7/1/21-6/30/22	177,464					137,112	177,464						(40,352)			(40,352)
Total U.S. Department of Health and Human Services									137,112	177,464						(40,352)			(40,352)
U.S. Department of Education Passed-through State Department of Education																			
Special Revenue Fund																			
IDEA Part B, Basic Regular	84.027A	H027A210100	7/1/21-9/30/22	1,107,646			\$ (1,030,561)	\$ 1,030,561	1,091,850	1,611,406						(1,046,357)	526,801		(519,556)
IDEA Part B, Basic Regular	84.027A	H027A200100	7/1/20-9/30/21	1,160,590	(1,114,444)	\$ 1,030,561	1,030,561	(1,030,561)	83,883										
IDEA Preschool	84.173A	H173A210114	7/1/21-9/30/22	41,647			(2,550)	2,550	41,647	41,647	\$ (1)	\$ 1				(2,551)	2,551		
IDEA Preschool	84.173A	H173A200114	7/1/20-9/30/21	41,354	(2,550)	2,550	2,550	(2,550)											
ARP - IDEA Part B, Basic	84.027X	H027X210100	7/1/21-9/30/22	247,427					31,599	145,231						(215,828)	102,196		(113,632)
ARP - IDEA Preschool	84.173X	H173X210114	7/1/21-9/30/22	21,036						14,060						(21,036)	6,976		(14,060)
Special Education Cluster(IDEA)					(1,116,994)	1,033,111			1,248,979	1,812,344	(1)	1				(1,285,772)	638,524		(647,248)
NCLB/ESEA																			
Title III	84.365	S365A210030	7/1/21-9/30/22	132,610			(121,045)	131,208	114,747	245,881	10,163	(10,163)				(128,745)	7,774		(120,971)
Title III	84.365	S365A200030	7/1/20-9/30/21	58,475	(121,045)	131,208	121,045	(131,208)					\$ 15				\$ 15		
Title III Immigrant	84.365	S365A210030	7/1/21-9/30/22				(26,427)	26,427	22,949	25,468	959	(959)				(2,519)			(2,519)
Title III Immigrant	84.365	S365A200030	7/1/20-9/30/21	18,771	(26,427)	26,427	26,427	(26,427)											
Title III Cluster					(147,472)	157,635			137,696	271,349	11,122	(11,122)		15		(131,264)	7,774	15	(123,490)
Title I	84.010	S010A210030	7/1/21-9/30/22	716,888			(608,180)	608,180	543,555	1,128,291						(781,513)	196,777		(584,736)
Title I	84.010	S010A200030	7/1/20-9/30/21	788,962	(886,298)	608,180	608,180	(608,180)	278,118					2,126				2,126	
Title I SIA	84.010	S010A210030	7/1/21-9/30/22	51,700			(32,096)	32,096	55,318	58,325						(28,478)	25,471		(3,007)
Title I SIA	84.010	S010A200030	7/1/20-9/30/21	48,600	(78,481)	32,096	32,096	(32,096)	52,485		(6,100)								
Title I Reallocated	84.010	S010A210030	7/1/20-9/30/22				(17,071)	17,071			17,071	(17,071)	129					129	
Title I Reallocated	84.010	S010A200030	7/1/20-9/30/21	42,089	(22,020)	17,071	17,071	(17,071)	4,949										
Title I Reallocated	84.010	S010A190030	2/1/19-9/30/19	42,304	(22,264)											(22,264)			(22,264)
Title I Cluster					(1,009,063)	657,347			934,425	1,186,616	10,971	(10,971)		2,255		(832,255)	222,248	2,255	(610,007)
Title II A	84.367A	S367A210029	7/1/21-9/30/22	160,637			(184,180)	184,180	106,734	155,990	55,858	(55,858)				(182,225)	132,969		(49,256)
Title II A	84.367A	S367A200029	7/1/20-9/30/21	186,383	(236,888)	184,180	184,180	(184,180)	52,708				636					636	
Title II A Cluster					(236,888)	184,180			159,442	155,990	55,858	(55,858)		636		(182,225)	132,969	636	(49,256)
IDEA Basic -ARRA	84.391	N/A	9/1/09-8/31/11	1,206,507	(5,282)							5,282							
IDEA Preschool -ARRA	84.392	N/A	9/1/09-8/31/11	43,487	(482)							482							
Elementary and Secondary School Emergency Relief Fund (Essex)																			
ESSER I - CARES Emergency Relief Grant	84.425D	S425D210027	3/13/20-9/30/22	943,172	(262,274)	78,962	(311,037)	311,037	445,652	389,999						(127,659)			(127,659)
ESSER II - Coronavirus Supplemental Approp	84.425D	S425D210027	3/13/20-9/30/23	2,585,751	(2,585,751)	2,585,751			66,328	2,585,751						(2,519,423)	24,000		(2,495,423)
ESSER II - Learning Acceleration	84.425D	S425D210027	3/13/20-9/30/23	165,940	(165,940)	165,940										(165,940)	165,940		
ESSER II - Mental Health	84.425D	S425D210027	3/13/20-9/30/23	45,000	(45,000)	45,000										(45,000)	45,000		
ARP - ESSER III	84.425U	S425U210027	3/13/20-9/30/24	5,811,309						1,182,531						(5,811,309)	4,628,778		(1,182,531)
ARP - Accelerated Learning	84.425U	S425U210027	3/13/20-9/30/24	303,065												(303,065)	303,065		
ARP - Based Summer	84.425U	S425U210027	3/13/20-9/30/24	40,000												(40,000)	40,000		
ARP - Comprehension Beyond	84.425U	S425U210027	3/13/20-9/30/24	40,000												(40,000)	40,000		
ARP - Mental Health	84.425U	S425U210027	3/13/20-9/30/24	88,501					88,501							(88,501)			(88,501)
ARP - Homeless Children and Youth	84.425W	S425W210031	4/23/21-9/30/23	37,186					37,186							(37,186)			(37,186)
Total Elementary and Secondary School Emergency Relief Fund (Essex Cluster)					(3,058,963)	2,875,653	(311,037)	311,037	511,980	4,283,968				24,000		(9,178,083)	5,246,783		(3,931,300)
Passed through County of Bergen																			
Bergen County Cares Act	21.019	S425D200027	7/1/20-12/30/21	189,641		1,196				1,196									
Coronavirus Relief Fund Grant	21.019	S425D200027	3/13/20-12/30/21	316,063		407											407		
Non Public Digital Divide CARES Act	21.019	S377A200027	7/16/20-10/31/20	71,341	(71,341)		\$ 1,991									(68,787)			(68,787)
Total Coronavirus Relief Fund Grant (CARES Cluster)					(71,341)	1,603	1,991			1,196						(68,787)	407		(68,787)
Project Image	84.293B		9/1/11-8/31/12	269,870	(28,122)											(28,122)			(28,122)
Perkins Grant	84.048A	V048A210030	7/1/21-6/30/22	29,021						8,015	21,006	(21,006)				(8,015)			(8,015)
Total U.S. Department of Education					(5,674,609)	4,909,529	1,991	(311,037)	311,037	2,992,522	7,719,478	(104,720)	(105,056)	27,469		(11,714,523)	6,248,705	2,906	(5,466,225)
Total Federal Awards					\$ (5,777,650)	\$ 4,913,518	\$ 1,991	\$ (311,037)	\$ 311,037	\$ 5,500,981	\$ 10,344,010	\$ (104,720)	\$ (105,056)	\$ 27,469	\$ -	\$ (11,936,645)	\$ 6,255,702	\$ 2,906	\$ (5,688,347)

See Accompanying Notes to the Schedule of Expenditures of Federal Awards and State Financial Assistance

**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance, July 1, 2021			Carryover Amount	Cash Received	Budgetary Expenditures	Transfers	Cancelled Prior Year Enc/AP	Refund of Prior Years' Balances	Balance, June 30, 2022			Memo			
				(Accounts Receivable)	Deferred Revenue	Due to Grantor							(Accounts Receivable)	Deferred Revenue	Due to Grantor	GAAP Receivable	Cumulative Total Expenditures		
<b>State Department of Education</b>																			
General Fund:																			
School Choice Aid	22-495-034-5120-068	7/1/21-6/30/22	\$ 4,634,989					\$ 4,240,066	\$ 4,634,989									\$ 4,634,989	
School Choice Aid	21-495-034-5120-068	7/1/20-6/30/21	4,423,290	\$(373,761)				373,761										-	
Categorical Special Education Aid	22-495-034-5120-089	7/1/21-6/30/22	2,280,766					2,086,434	2,280,766				(194,332)					2,280,766	
Categorical Special Education Aid	21-495-034-5120-089	7/1/20-6/30/21	2,252,113	(190,300)				190,300										-	
Categorical Security Aid	22-495-034-5120-084	7/1/21-6/30/22	1,201,342					1,098,982	1,201,342				(102,360)					1,201,342	
Categorical Security Aid	21-495-034-5120-084	7/1/20-6/30/21	1,201,342	(101,512)				101,512										-	
Adjustment Aid	22-495-034-5120-085	7/1/21-6/30/22	535,621					489,984	535,621				(45,637)					535,621	
Adjustment Aid	21-495-034-5120-085	7/1/20-6/30/21	535,621	(45,259)				45,259										-	
Total State Aid Public Cluster				(710,832)				8,626,298	8,652,718				(737,252)					8,652,718	
Categorical Transportation Aid	22-495-034-5120-014	7/1/22-6/30/22	830,412					759,656	830,412				(70,756)					830,412	
Categorical Transportation Aid	21-495-034-5120-014	7/1/20-6/30/21	830,412	(70,169)				70,169										-	
Nonpublic School Transportation Aid	22-495-034-5120-014	7/1/21-6/30/22	122,026					122,026	122,026				(122,026)				\$ (122,026)	122,026	
Nonpublic School Transportation Aid	21-495-034-5120-014	7/1/20-6/30/21	152,376	(152,376)				152,376										-	
Total Transportation Aid Cluster				(222,545)				982,201	952,438				(192,782)					(122,026)	952,438
Extraordinary Aid	22-495-034-5120-044	7/1/21-6/30/22	1,776,212						1,776,212				(1,776,212)					1,776,212	
Extraordinary Aid	21-495-034-5120-044	7/1/20-6/30/21	1,568,795	(1,568,795)				1,568,795										-	
TPAF Social Security Contribution	22-495-034-5094-003	7/1/21-6/30/22	2,003,619					1,807,579	2,003,619				(196,040)				(196,040)	2,003,619	
TPAF Social Security Contribution	21-495-034-5094-003	7/1/20-6/30/21	1,893,629	(189,473)				189,473										-	
On-Behalf TPAF Contributions																		-	
Pension Benefit Contribution	22-495-034-5094-002	7/1/21-6/30/22	9,288,272					9,288,272	9,288,272				-					9,288,272	
Pension NCGI Premium	22-495-034-5094-004	7/1/21-6/30/22	131,045					131,045	131,045				-					131,045	
Post Retirement Medical Contribution	22-495-034-5094-001	7/1/21-6/30/22	2,200,733					2,200,733	2,200,733				-					2,200,733	
Long-Term Disability Insurance Contrib.	22-495-034-5094-004	7/1/21-6/30/22	3,185					3,185	3,185				-					3,185	
Total General Fund				(2,691,645)				24,797,581	25,008,222				(2,902,286)					(318,066)	25,008,222
<b>Special Revenue Fund</b>																			
New Jersey Non-Public Aid																			
Auxiliary Services																			
Compensatory Education	22-100-034-5120-067	7/1/21-6/30/22	32,787					32,787	21,678				-		\$ 11,109			21,678	
Compensatory Education	21-100-034-5120-067	7/1/20-6/30/21	17,070			\$ 5,226						\$ 5,226						-	
English as a Second Language	22-100-034-5120-067	7/1/21-6/30/22	21,560					21,560	10,231				-		11,329			10,231	
English as a Second Language	21-100-034-5120-067	7/1/20-6/30/21	10,213			2,930						2,930						-	
Home Instruction	22-100-034-5120-067	7/1/21-6/30/22	3,749					3,749	3,749				(3,749)				(3,749)	3,749	
Home Instruction	21-100-034-5120-067	7/1/20-6/30/21	4,397	(4,397)				4,397										-	
Total Non Public Aux. Service Aid (Chap. 192) Cluster				(4,397)		8,156		58,744	35,658				8,156	(3,749)		22,438		(3,749)	35,658
<b>Handicapped Services</b>																			
Examination and Classification	22-100-034-5120-066	7/1/21-6/30/22	175,177					175,177	129,126				-		46,051			129,126	
Examination and Classification	21-100-034-5120-066	7/1/20-6/30/21	194,133			63,531						63,531						-	
Corrective Speech	22-100-034-5120-066	7/1/21-6/30/22	110,670					110,670	92,033				-		18,637			92,033	
Corrective Speech	21-100-034-5120-066	7/1/20-6/30/21	99,343			12,031						12,031						-	
Supplementary Instruction	22-100-034-5120-066	7/1/21-6/30/22	127,204					127,204	104,985				-		22,219			104,985	
Supplementary Instruction	21-100-034-5120-066	7/1/20-6/30/21	110,899			13,030						13,030						-	
Total Non Public Hand. Service Aid (Chap. 193) Cluster						88,592		413,051	326,144				88,592		86,907			-	326,144
Textbook Aid	22-100-034-5120-064	7/1/21-6/30/22	97,292					97,292	81,071				-		16,221			81,071	
Textbook Aid	21-100-034-5120-064	7/1/20-6/30/21	101,187			26,202						26,202						-	
Nursing Services	22-100-034-5120-070	7/1/21-6/30/22	219,072					219,072	217,770				-		1,302			217,770	
Nursing Services	21-100-034-5120-070	7/1/20-6/30/21	200,124			1,294						1,294						-	
Technology Aid	22-100-034-5120-373	7/1/21-6/30/22	68,082					68,082	35,400				-		32,682			35,400	
Security Aid	22-100-034-5120-509	7/1/21-6/30/22	342,300					342,300	314,517				-		27,783			314,517	
Security Aid	21-100-034-5120-509	7/1/20-6/30/21	343,350			256,831						256,831			4,176			-	
Preschool Education Aid	22-495-034-5120-086	7/1/21-6/30/22	3,478,014				\$ 802,643	3,130,213	3,852,137	\$ 247,158	5,044		(347,801)	\$ 680,722				3,852,137	
Preschool Education Aid	21-495-034-5120-086	7/1/20-6/30/21	3,420,282	(342,028)	\$ 802,643		(802,643)	342,028										-	
Targeted At Risk Aid - 217	08-	7/1/07-6/30/08	817,000		7,790									7,790				-	
Character ED	06-495-034-5120-053	7/1/05-6/30/08	26,494		26,494									26,494				-	
LEADS Grant		7/1/06-6/30/07	41,200		22,589									22,589				-	
DCA - Local Recreation Impvt. Grant	21-04960-0403-00	2/1/22-8/31/23	80,000						80,000				(80,000)				(80,000)	80,000	
SDA Emergent & Capital Needs		7/1/21-6/30/22	66,801					66,801	66,801									66,801	
Total Special Revenue Fund				(346,425)	859,516	381,075		4,737,583	5,009,498	247,158	9,220	381,075	(431,550)	737,595	191,509		(83,749)	5,009,498	

See Accompanying Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance, July 1, 2021			Carryover Amount	Cash Received	Budgetary Expenditures	Transfers	Cancelled Prior Year Enc/AP	Refund of Prior Years' Balances	Balance, June 30, 2022			Memo	
				(Accounts Receivable)	Deferred Revenue	Due to Grantor							(Accounts Receivable)	Deferred Revenue	Due to Grantor	GAAP Receivable	Cumulative Total Expenditures
Capital Projects Fund																	
Security on Schools	N/A	7/1/20-6/30/21	\$ 156,024	\$ (156,024)	-	-	-	-	-	-	-	-	\$ (156,024)	-	-	\$ (156,024)	-
Total Capital Projects Fund/SDA Cluster				(156,024)	-	-	-	-	-	-	-	-	(156,024)	-	-	(156,024)	-
Enterprise Fund																	
National School Lunch (State Share)	22-100-010-3350-023	7/1/21-6/30/22	40,466	-	-	-	-	\$ 37,189	\$ 40,466	-	-	-	(3,277)	-	-	(3,277)	\$ 40,466
Total Enterprise Fund				-	-	-	-	37,189	40,466	-	-	-	(3,277)	-	-	(3,277)	40,466
Total State Financial Assistance Subject to Single Audit Determination				(3,194,094)	\$ 859,516	\$ 381,075	-	29,572,353	30,058,186	\$ 247,158	\$ 9,220	\$ 381,075	(3,493,137)	\$ 737,595	\$ 191,509	(561,116)	30,058,186
State Financial Assistance Not Subject to Single Audit Determination																	
General Fund																	
On-Behalf TPAF Contributions																	
Pension Benefit Contribution	21-495-034-5094-002	7/1/20-6/30/21	9,288,272					(9,288,272)	(9,288,272)	-	-	-					(9,288,272)
Pension NCGI Premium	21-495-034-5094-004	7/1/20-6/30/21	131,045					(131,045)	(131,045)	-	-	-					(131,045)
Post Retirement Medical Contribution	21-495-034-5094-001	7/1/20-6/30/21	2,200,733					(2,200,733)	(2,200,733)	-	-	-					(2,200,733)
Long-Term Disability Insurance Contrib.	21-495-034-5094-004	7/1/20-6/30/21	3,185					(3,185)	(3,185)	-	-	-					(3,185)
Total State Financial Assistance Utilized for Calculation to Determine Major Program				#####	\$ 859,516	\$ 381,075	\$ -	\$ 17,949,118	\$ 18,434,951	\$ 247,158	\$ 9,220	\$ 381,075	#####	\$ 737,595	\$ 191,509	\$ (561,116)	\$ 18,434,951

See Accompanying Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE SCHEDULES OF EXPENDITURES OF  
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

**NOTE 1 GENERAL**

The accompanying schedules present the activity of all federal and state financial assistance programs of the Englewood Board of Education. The Board of Education is defined in Note 1(A) to the Board's financial statements. All federal financial assistance received directly from federal agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

**NOTE 2 BASIS OF ACCOUNTING**

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

**NOTE 3 RELATIONSHIP TO FINANCIAL STATEMENTS**

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is a decrease of \$234,424 for the general fund and a decrease of \$3,352,768 for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's financial statements on a GAAP basis as presented as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 177,465	\$ 24,773,798	\$ 24,951,263
Special Revenue Fund	4,576,062	4,555,399	9,131,461
Food Service Fund	<u>2,447,068</u>	<u>40,466</u>	<u>2,487,534</u>
Total Financial Assistance	<u>\$ 7,200,595</u>	<u>\$ 29,369,663</u>	<u>\$ 36,570,258</u>

**ENGLEWOOD BOARD OF EDUCATION  
NOTES TO THE SCHEDULES OF EXPENDITURES OF  
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

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

**NOTE 5 OTHER INFORMATION**

Revenues and expenditures reported under the Food Distribution Program as non-cash assistance represent current year value received and current year distributions, respectively. TPAF Social Security contributions in the amount of \$2,003,619 represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year ended June 30, 2022. The amount reported as TPAF Pension System Contributions in the amount of \$9,419,317 , TPAF Post-Retirement Medical Benefits Contributions in the amount of \$2,200,733 and TPAF Long-Term Disability Insurance in the amount of \$3,185 represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2022.

**NOTE 6 ON-BEHALF PROGRAMS NOT SUBJECT TO STATE SINGLE AUDIT**

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

**NOTE 7 DE MINIMIS INDIRECT COST RATE**

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

ENGLEWOOD BOARD OF EDUCATION  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Part I – Summary of Auditor’s Results

**Financial Statement Section**

Type of auditors' report issued on financial statements Unmodified

Internal control over financial reporting:

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

2) Significant deficiency(ies) identified that are not considered to be material weaknesses?            yes   X   none reported

Noncompliance material to basic financial statements noted?            yes   X   no

**Federal Awards Section**

Internal Control over major programs:

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

2) Significant deficiency(ies) 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

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

Identification of major federal programs:

<u>CFDA Number(s)</u>	<u>FAIN Number</u>	<u>Name of Federal Program or Cluster</u>
<u>84.425D</u>	<u>S425D200027</u>	<u>CARES Emergency Relief Grant-ESSER I</u>
<u>84.425D</u>	<u>S425D210027</u>	<u>CRRSA-ESSER II Cluster</u>
<u>84.425U</u>	<u>S425U210027</u>	<u>ARP-ESSER III Cluster</u>
<u>84.010</u>	<u>S010A210030</u>	<u>Title I</u>
<u>84.010</u>	<u>S010A210030</u>	<u>Title I SIA</u>
<u>84.365</u>	<u>S365A210030</u>	<u>Title III</u>
<u>84.365</u>	<u>S365A210030</u>	<u>Title III Immigrant</u>

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

Auditee qualified as low-risk auditee?   X   yes        no





ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

*Part 2 – Schedule of Financial Statement Findings*

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements in accordance with Government Auditing Standards.

There are none.

ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

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

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

**CURRENT YEAR FEDERAL AWARDS**

There are none.

ENGLEWOOD BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

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

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

**CURRENT YEAR STATE AWARDS**

There are none.

**ENGLEWOOD BOARD OF EDUCATION  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

**STATUS OF PRIOR YEAR FINDINGS**

There were none.